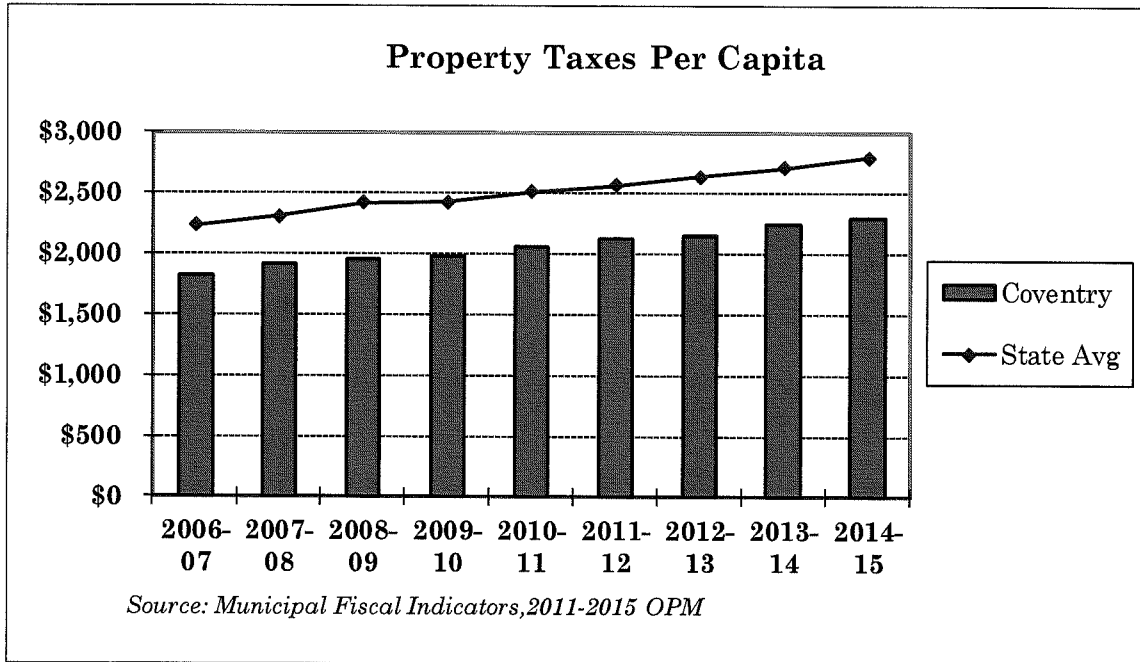


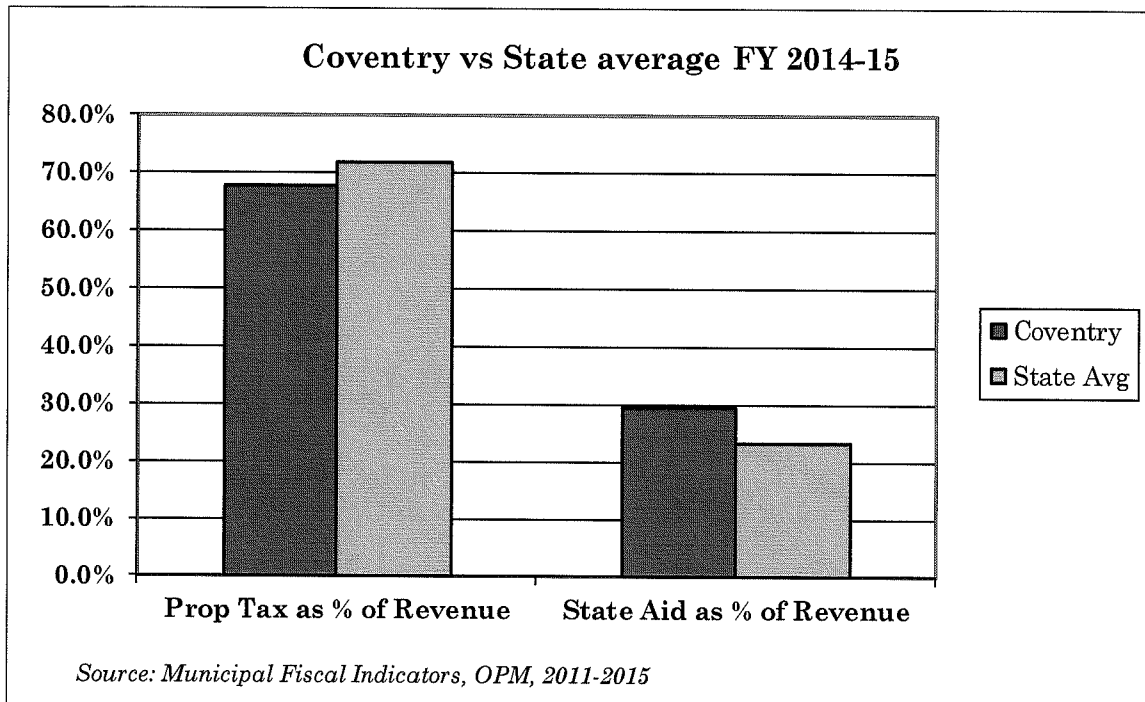
# Revenues

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# Revenues – General Government



Coventry continues to remain below the state average in per capita taxes, ranking 120 out of the 169 Connecticut towns and cities. Coventry's per capita property taxes are 83% of (or \$490 less than) the average in Connecticut.

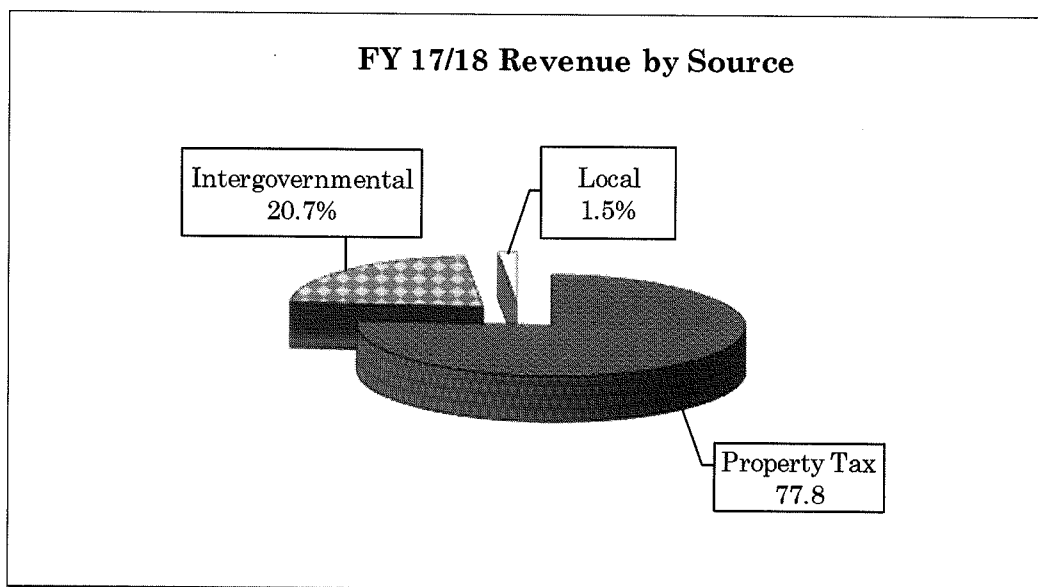


The Town receives more state aid than the state-wide average. In 2015 Coventry received 29.4% of our annual revenue from intergovernmental sources compared to the statewide average of 23.4%.

## Revenues

The expenditures proposed in the fiscal year 2017/2018 budget will require revenues equaling \$40,313,975. These revenues will be generated from local property taxes, intergovernmental grants, and other local revenues:

<b>Source</b>	<b>Adopted Budget FY 16-17</b>	<b>Requested FY 17-18</b>	<b>Inc/Dec</b>	<b>% Change</b>
<b>Property Tax</b>				
Current Taxes	\$ 29,066,751	\$ 29,965,263	\$ 898,512	3.1%
Delinquent Taxes	350,000	250,000	(100,000)	-28.6%
Interest & Penalties	200,000	200,000	-	0.0%
Suppl. MV	250,000	250,000	-	0.0%
<b>Subtotal</b>	<b>29,866,751</b>	<b>30,665,263</b>	<b>798,512</b>	<b>2.7%</b>
<b>Intergovernmental</b>				
Sewer Assessment	555,834	435,722	(120,112)	-21.6%
State - Education	9,058,892	8,329,201	(729,691)	-8.1%
State - Gen Govt	518,775	256,788	(261,987)	-50.5%
<b>Subtotal</b>	<b>10,133,501</b>	<b>9,021,711</b>	<b>(1,111,790)</b>	<b>-11.0%</b>
<b>Other Local Revenue</b>	<b>550,550</b>	<b>627,001</b>	<b>76,451</b>	<b>13.9%</b>
<b>TOTAL REVENUES</b>	<b>\$ 40,550,802</b>	<b>\$ 40,313,975</b>	<b>\$ (236,827)</b>	<b>-0.6%</b>



## Property Taxes

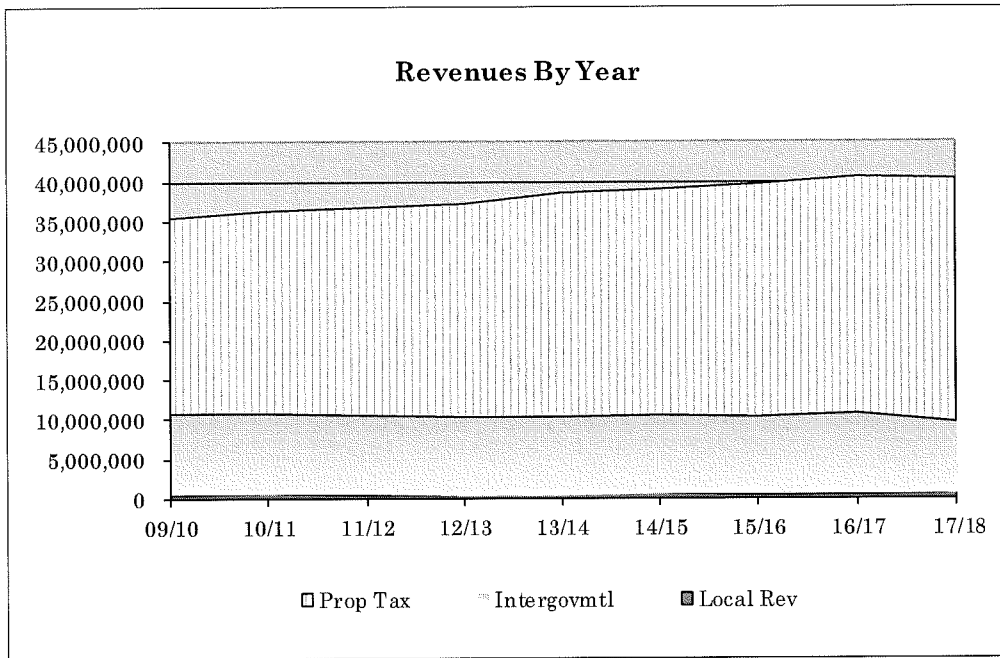
The property tax is the major revenue source for local governments in Connecticut. The adjusted Real and Personal Net Valuation (Grand List) on October 1, 2016 amounted to 951,967,368, an increase of .2% from the preceding year. As of September 30, 2017, the 2016 Grand List has been adjusted as follows:

Original Grand List	951,967,368
Less:	
Corrections	(1,925,414)
BAA Reductions (Sept)	(10,020)
Plus:	
Prorate New Construction	<u>752,295</u>
Total Net Grant List	<u>950,784,229</u>

Using an average collection rate of 98.63%, one mil will now raise \$937,758 of taxes. The State restricts the mil rate on Motor Vehicles to 37 mils. The budget as proposed requires a mil rate of 32.00, an increase of 0.8 mils, or 2.56%, from the approved FY 16-17 rate.

The chart below illustrates how the proposed mil rate would affect houses of differing assessed values. Assessed value is 70% of October 1, 2016 fair market value. It is estimated that the median house in Coventry is now assessed at \$144,900. This means that half the properties are above this point and half are below:

Market Value	Assessed Value	FY 16/17		FY 17/18		Annual Increase	Monthly Increase
		Monthly	Annually	Monthly	Annually		
100,000	70,000	182.00	2,184	186.67	2,240	56	4.67
125,000	87,500	227.50	2,730	233.33	2,800	70	5.83
150,000	105,000	273.00	3,276	280.00	3,360	84	7.00
175,000	122,500	318.50	3,822	326.67	3,920	98	8.17
200,000	140,000	364.00	4,368	373.33	4,480	112	9.33
<b>207,000</b>	<b>144,900</b>	<b>376.74</b>	<b>4,521</b>	<b>386.40</b>	<b>4,637</b>	<b>116</b>	<b>9.66</b>
250,000	175,000	455.00	5,460	466.67	5,600	140	11.67
275,000	192,500	500.50	6,006	513.33	6,160	154	12.83
300,000	210,000	546.00	6,552	560.00	6,720	168	14.00
325,000	227,500	591.50	7,098	606.67	7,280	182	15.17



## Intergovernmental Revenues

Intergovernmental revenues are the second largest source of revenues for Coventry. Fiscal Year 17/18 shows a decrease in total State Aid of \$991,678 and in Sewer Assessments of \$120,112 when compared to the previous year. Estimates pertaining to State aid are taken from the Governor's proposed State budget. The chart on the previous page illustrates the trends for all revenue sources. State Aid changes from year to year depending upon the climate at the State Capitol. This year State Aid for Education is projected to be \$8,329,201. Sewer Assessments are the payment from the Sewer Assessment Fund to cover the scheduled sewer debt service payments.

## Reserves and Transfers

This budget does not propose a transfer of any funds from fund balance to offset fiscal year 17/18 expenditures. Fund balance is essential to maintain cash flow and maintain a good credit rating. Council policy sets a target of 15% for unassigned fund balance. Council policy states that "the undesignated fund balance will not be utilized to offset tax increases if the balance is less than 15%". Fiscal year 15/16 saw an increase in unassigned fund balance from \$4,257,666 (FY 2014/15) to \$4,814,513 (FY 2015/16). As a percentage of adopted fiscal year 2016-2017 budget appropriation, the balance is now 11.9%. No recommendation is being made to use fund balance as an offset to tax revenue. Bond rating agencies look at fund balance, and other factors, when rating a municipality's credit worthiness. Please see the Appendix for this calculation.

## Other Local Revenues

Other Local Revenues consist of a variety of fees for permits and services and interest earnings. This source of revenue is expected to increase by \$62,900 and is 1.5% of the overall revenue estimates. The increase is due to the addition of a dividend payment from our insurance carrier and an increase in special duty revenue. The Building Department continues to issue permits for new construction and renovations, and the Town Clerk reports steady real estate conveyance revenue. Investment income shows an increase in anticipation of rising rates.

## Three Year Revenue Comparison

Below is a three-year revenue comparison showing taxes, intergovernmental and local sources of revenue.

	<u>Actual</u> <u>FY 15-16</u>	<u>Estimated</u> <u>FY 16-17</u>	<u>Proposed</u> <u>FY 17-18</u>
<b>Property Tax</b>			
<b>Current Taxes</b>	\$ 28,596,187	\$ 29,213,149	\$ 29,965,263
<b>Delinquent Taxes</b>	521,420	273,208	250,000
<b>Interest &amp; Penalties</b>	309,299	181,103	200,000
<b>Sup. Motor Veh.</b>	306,826	333,700	250,000
<i>Subtotal</i>	<u>29,733,732</u>	<u>30,001,160</u>	<u>30,665,263</u>
<b>Intergovernmental</b>			
<b>Sewer Assessment</b>	555,834	555,127	435,722
<b>State - Education</b>	9,090,386	8,821,861	8,329,201
<b>State - Gen Govt</b>	180,716	428,135	256,788
<i>Subtotal</i>	<u>9,826,936</u>	<u>9,805,123</u>	<u>9,021,711</u>
<b>Other Local</b>	<u>760,037</u>	<u>689,786</u>	<u>627,001</u>
<b>General Fund Total</b>	<u>\$ 40,320,705</u>	<u>\$ 40,496,069</u>	<u>\$ 40,313,975</u>

Budget Fiscal Year: 2018 to 2018

Account# and Description	2016 Actual	2017 Base Budget	2017 Actual YTD	2017 Est. Actual	Dept Head	Council	Inc/Dec	%
<b>6010 GENERAL PROPERTY</b>								
110-6010-40211 CURRENT	28,596,187	29,066,751	29,213,149	29,213,149	30,704,013	29,965,263	898,512	3.09
110-6010-40212 DELINQUENT	521,420	350,000	273,208	273,208	200,000	250,000	(100,000)	(28.57)
110-6010-40213 INT & PENALTIES	309,299	200,000	181,103	181,103	200,000	200,000	0	.00
110-6010-40214 SUPP MOTOR VEHICLE	306,826	250,000	333,700	333,700	250,000	250,000	0	.00
110-6010-40215 CURRENT TAXES - MV	0	0	0	0	2,869,138	0	0	.00
<b>Total 6010 GENERAL PROPERTY</b>	<b>29,733,732</b>	<b>29,866,751</b>	<b>30,001,160</b>	<b>30,001,160</b>	<b>34,223,151</b>	<b>30,665,263</b>	<b>798,512</b>	<b>2.67</b>
<b>6026 SEWER ASSMT REIMB DEBT SERVI</b>								
110-6026-40203 SEWER ASSESSMENT COLLEC	555,834	555,834	555,127	555,127	435,722	435,722	(120,112)	(21.61)
<b>Total 6026 SEWER ASSMT REIMB DEBT</b>	<b>555,834</b>	<b>555,834</b>	<b>555,127</b>	<b>555,127</b>	<b>435,722</b>	<b>435,722</b>	<b>(120,112)</b>	<b>(21.61)</b>
<b>6030 ST OF CT FOR EDUCATION</b>								
110-6030-40300 ED COST SHARING ECS GRA	8,955,329	8,933,895	8,779,526	8,779,526	5,162,703	8,318,357	(615,538)	(6.89)
110-6030-40302 SPECIAL EDUCATION EXCES	0	0	0	0	2,252,512	0	0	.00
110-6030-40303 TRANSPORTATION	123,183	114,543	0	0	0	0	(114,543)	(100.0)
110-6030-40306 ADULT EDUCATION	11,874	10,454	11,149	11,149	10,844	10,844	390	3.73
<b>Total 6030 ST OF CT FOR EDUCATION</b>	<b>9,090,386</b>	<b>9,058,892</b>	<b>8,790,675</b>	<b>8,790,675</b>	<b>7,426,059</b>	<b>8,329,201</b>	<b>(729,691)</b>	<b>(8.06)</b>
<b>6032 BOE LOCAL REVENUES</b>								
110-6032-40309 TUITION	115,143	0	16,200	16,200	0	0	0	.00
110-6032-40311 MEDICAID REIMBURSEMENT	34,496	0	14,986	14,986	0	0	0	.00
<b>Total 6032 BOE LOCAL REVENUES</b>	<b>149,639</b>	<b>0</b>	<b>31,186</b>	<b>31,186</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>.00</b>
<b>6040 ST OF CT FOR GEN GOV'T</b>								
110-6040-40401 ELDERLY CIRCUIT BREAKER	68,152	65,670	65,766	65,766	65,670	65,670	0	.00
110-6040-40406 DISABILITY EXEMPT	1,811	1,500	1,861	1,861	1,800	1,800	300	20.00
110-6040-40407 GRANT IN LIEU OF TAXES	0	286	284	284	28,082	284	(2)	(.70)
110-6040-40409 CASINO FUNDS	47,641	44,477	44,362	44,362	46,026	44,362	(115)	(.26)
110-6040-40411 VETERANS ADDT TAX RELIE	7,455	6,000	7,387	7,387	7,000	7,000	1,000	16.67
110-6040-40412 EMPG	6,213	6,209	6,206	6,206	6,209	6,209	0	.00
110-6040-40414 TELEPHONE ACCESS GRANT	24,447	20,000	24,409	24,409	20,000	20,000	0	.00
110-6040-40415 YOUTH SERVICES SALARY G	14,464	0	14,388	14,388	14,000	14,000	14,000	.00
110-6040-40417 MRSAs SALES TAX SHARING	0	364,100	252,939	252,939	364,100	0	(364,100)	(100.0)
110-6040-40428 MUNICIPAL REVENUE SHARI	10,533	10,533	10,533	10,533	0	10,533	0	.00
110-6040-40462 MUNICIPAL ASSISTANCE GR	0	0	0	0	0	86,930	86,930	.00
<b>Total 6040 ST OF CT FOR GEN GOV'T</b>	<b>180,716</b>	<b>518,775</b>	<b>428,135</b>	<b>428,135</b>	<b>552,887</b>	<b>256,788</b>	<b>(261,987)</b>	<b>(50.50)</b>
<b>6046 HOUSING AUTHORITY P.I.L.O.T.</b>								
110-6046-40460 P I L O T	18,681	18,000	14,152	14,152	18,800	18,800	800	4.44
<b>Total 6046 HOUSING AUTHORITY P.I.</b>	<b>18,681</b>	<b>18,000</b>	<b>14,152</b>	<b>14,152</b>	<b>18,800</b>	<b>18,800</b>	<b>800</b>	<b>4.44</b>
<b>6060 FINANCE</b>								
110-6060-40601 INVESTMENT INCOME	46,337	44,000	51,170	51,170	47,000	47,000	3,000	6.82
110-6060-40602 INSURANCE REIMB & CLAIM CIRMA member rebate	18,909	0	24,239	24,239	24,000	36,751	36,751	.00



Budget Fiscal Year: 2018 to 2018

Account# and Description	2016 Actual	2017 Base Budget	2017 Actual YTD	2017 Est. Actual	Dept Head	Council	Inc/Dec	%
110-6060-40603 CONVEYANCE TAX	121,594	103,000	115,514	115,514	105,000	105,000	2,000	1.94
110-6060-40604 SALE OF TAX SALE PROPER	0	50,000	120,424	120,424	50,000	50,000	0	.00
<b>Total 6060 FINANCE</b>	<b>186,840</b>	<b>197,000</b>	<b>311,347</b>	<b>311,347</b>	<b>226,000</b>	<b>238,751</b>	<b>41,751</b>	<b>21.19</b>
6062 TOWN CLERK								
110-6062-40621 OFFICE RECEIPTS	93,528	95,000	100,149	100,149	95,000	95,000	0	.00
<b>Total 6062 TOWN CLERK</b>	<b>93,528</b>	<b>95,000</b>	<b>100,149</b>	<b>100,149</b>	<b>95,000</b>	<b>95,000</b>	<b>0</b>	<b>.00</b>
6063 ASSESSOR								
110-6063-40631 COPY CHARGES	812	1,000	526	526	800	800	(200)	(20.00)
<b>Total 6063 ASSESSOR</b>	<b>812</b>	<b>1,000</b>	<b>526</b>	<b>526</b>	<b>800</b>	<b>800</b>	<b>(200)</b>	<b>(20.00)</b>
6064 DEVELOPMENT/PLANNING								
110-6064-40641 ZONING PERMITS	13,075	11,000	11,575	11,575	11,000	11,000	0	.00
110-6064-40642 PLANNING & ZONING	4,700	4,500	3,375	3,375	4,500	4,500	0	.00
110-6064-40643 ZONING BD OF APPEALS	4,725	2,500	5,775	5,775	2,500	2,500	0	.00
110-6064-40644 INLAND WETLANDS	1,335	1,800	2,100	2,100	1,800	1,800	0	.00
110-6064-40645 REGS AND MAPS	95	500	165	165	200	2,700	2,200	440.00
110-6064-40646 10% PERMIT FEES	84	100	118	118	100	100	0	.00
<b>Total 6064 DEVELOPMENT/PLANNING</b>	<b>24,014</b>	<b>20,400</b>	<b>23,108</b>	<b>23,108</b>	<b>20,100</b>	<b>22,600</b>	<b>2,200</b>	<b>10.78</b>
6066 BUILDING DEPARTMENT								
110-6066-40661 BLDG PERMITS/FEES	181,818	160,000	165,663	165,663	160,000	160,000	0	.00
110-6066-40662 FIRE INSPECTION	1,240	1,500	970	970	1,500	1,500	0	.00
110-6066-40663 BLASTING PERMITS	120	50	60	60	50	50	0	.00
110-6066-40665 PENALTY FEES	0	100	25	25	0	0	(100)	(100.00)
<b>Total 6066 BUILDING DEPARTMENT</b>	<b>183,178</b>	<b>161,650</b>	<b>166,718</b>	<b>166,718</b>	<b>161,550</b>	<b>161,550</b>	<b>(100)</b>	<b>(.06)</b>
6070 POLICE SERVICES								
110-6070-40622 WARDEN RECEIPTS	900	1,000	370	370	1,000	1,000	0	.00
110-6070-40625 DOG LICENSE	9,091	9,500	9,335	9,335	9,500	9,500	0	.00
110-6070-40626 FINGERPRINTING	3,370	1,300	2,368	2,368	1,800	1,800	500	38.46
110-6070-40701 SPECIAL DUTY	886	8,000	8,000	8,000	35,000	35,000	27,000	337.50
110-6070-40702 LOCAL PARKING FINES	375	300	325	325	300	300	0	.00
110-6070-40703 PERMITS	10,160	6,000	9,047	9,047	8,000	8,000	2,000	33.33
110-6070-40705 OTHER	1,071	400	1,554	1,554	600	600	200	50.00
110-6070-40707 MUNICIPAL SURCHARGE	5,720	4,000	3,355	3,355	4,500	4,500	500	12.50
<b>Total 6070 POLICE SERVICES</b>	<b>31,573</b>	<b>30,500</b>	<b>34,354</b>	<b>34,354</b>	<b>60,700</b>	<b>60,700</b>	<b>30,200</b>	<b>99.02</b>
6078 RENTS/MISCELLANEOUS								
110-6078-40205 EMS-AMBULANCE COLLECTIO	0	0	0	0	21,420	0	0	.00
110-6078-40781 RENTS/STATE LEASES	28,043	27,000	28,885	28,885	28,800	28,800	1,800	6.67
110-6078-40782 UNANTICIPATED REVENUE	43,729	0	10,547	10,547	0	0	0	.00
<b>Total 6078 RENTS/MISCELLANEOUS</b>	<b>71,772</b>	<b>27,000</b>	<b>39,432</b>	<b>39,432</b>	<b>50,220</b>	<b>28,800</b>	<b>1,800</b>	<b>6.67</b>
<b>*** Grand Total ***</b>	<b>40,320,705</b>	<b>40,550,802</b>	<b>40,496,069</b>	<b>40,496,069</b>	<b>43,270,989</b>	<b>40,313,975</b>	<b>(236,827)</b>	<b>(.56)</b>

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