

# KILLINGWORTH BOARD OF FINANCE



Fiscal Year 2020/2021  
Proposed Budget

# COVID-19 BUDGET PROCESS

## Normal Process

- Agencies propose spending levels
- Board of Selectmen prepares budget
- Board of Finance reviews and revises budget
- Board of Finance holds public hearing for public comment – no vote taken
- Board of Finance makes final decisions on budget
- Annual Town Meeting votes on budget approval
- Once budget is approved, Board of Finance sets mil rate

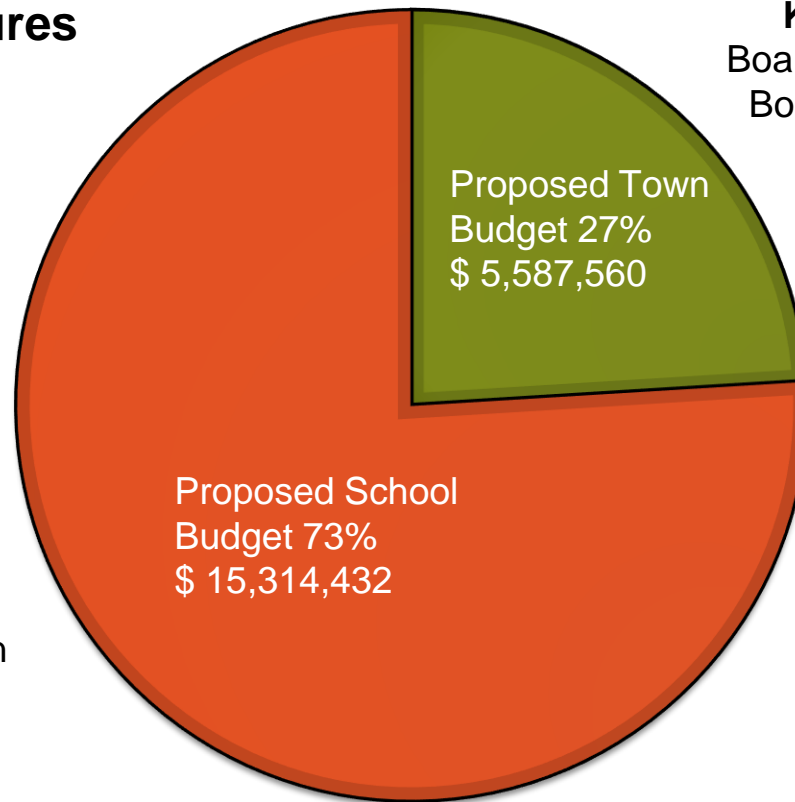
## COVID-19 Process

- Agencies propose spending levels
- Board of Selectmen prepares budget
- Board of Finance reviews and revises budget
  - Virtual meetings, FOI compliant
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# KILLINGWORTH 2020/2021

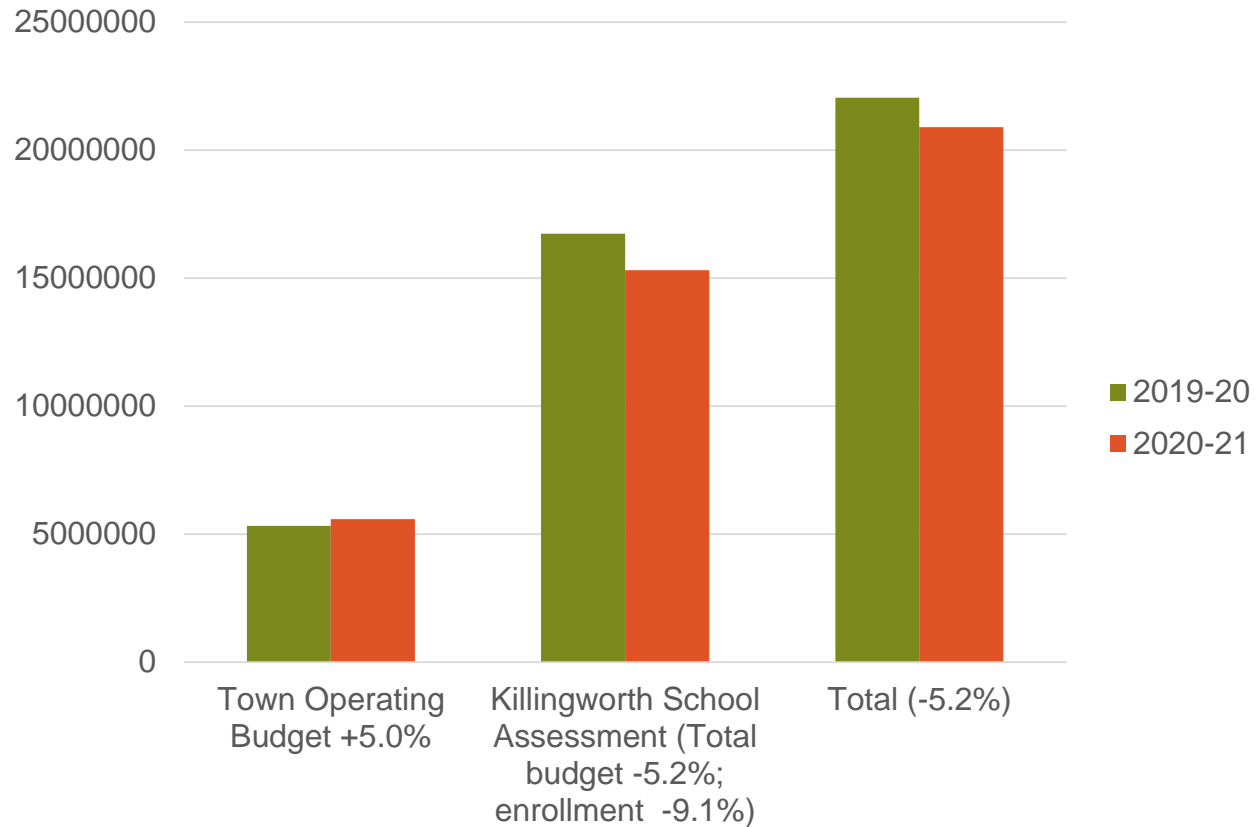
**Total Expenditures**  
\$20,901,992

**Killingworth**  
Board of Selectmen  
Board of Finance



**Regional School**  
**District #17**  
Board of Education

# BUDGET COMPARISON



# ANTICIPATED REVENUE

Source	2019-20	2020-21	Change
Total Tax Revenue (@ current mill rate)	\$19,142,349	\$19,354,252	+\$211,903
Intergovernmental Revenues	\$2,288,375	\$2,196,840	-\$91,535
Other Revenues	\$380,000	\$380,000	\$0

# GENERAL FUND BALANCE

- The difference between the monetary assets and liabilities of the town
- CT Government Finance Officers Association recommends a balance equal to *“not less than two months of regular operating expenditures”*
- Can be used to stabilize the mill rate from year to year
  - Avoid sharp increases or decreases
  - Help residents plan finances
- Can be used to fund operating expenses and/or capital projects
- Allocations do not debit until following year

# GENERAL FUND BALANCE

Fiscal Year	Item	Amount
2018 - 19	Unassigned General Fund Balance at end of prior fiscal year 6/30/19	\$4,874,541
2019 - 20	Allocation to FY 2019-20 from 2018-19 Unassigned General Fund Balance	\$249,354
	Estimated Fund Balance at 6/30/20	\$4,625,187
	2 months' 2020-21 regular operating expenditures including school (proposed budget)	\$3,483,665
	Estimated shortfall in 2019-20 Capital Budget (unsold building lots)	\$364,000
2019 - 2020	Unknown contingencies for remainder of current fiscal year (2019-20)	\$ TBD
	Available difference as of today	\$777,522

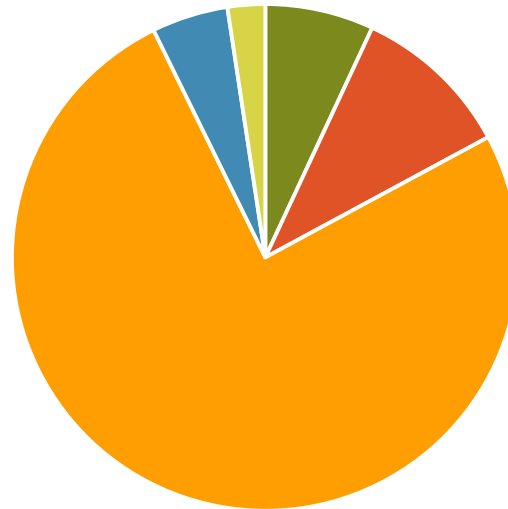
# CAPITAL BUDGET 2020/2021

- The Proposed Capital Expenditures for 2020/21 are \$1,845,385.
- Some projects deferred
  - Critical infrastructure – deferred NOT canceled
- Funding sources:
  - Grants and state aid (such as FEMA & LoCip)
- Funding plan:
  - Annual allocation from Operating Budget to Capital Reserve Fund
  - Careful monitoring of available grants
  - Transfer from General Fund Balance.
  - Judicious annual review of the 10-year plan.



# PROPOSED CAPITAL EXPENDITURES

Total: \$1,845,385



■ Fire: \$128,000

■ Road Projects: \$1,395,145

■ Other Municipal Facilities: \$44,240

■ Highway Equipment 188,000

■ Revaluation \$90,000

# PROPOSED CAPITAL FUNDING SOURCES

<b>Capital Committed Funds 2020-2021</b>	<b>\$1,845,385</b>
Transfers from General Fund	\$1,060,000
LoCip Funding (2020-21 entitlement)	\$53,188
<b>Net expenditures less funding sources</b>	<b>\$732,197</b>

# COVID 19 CHANGES TO BUDGETING PROCESS - FOR EVERYONE'S SAFETY.

- Tonight: Your input; budget finalized by Board of Finance
- School budget finalized by Board of Education
- Recommended town budget available to public
  - Online on Town website [www.townofkillingworth.com](http://www.townofkillingworth.com)
- The Board of Finance will finalize the budget and set the mill rate by June 9