

## REVENUE

### Overview

There are seven major revenue categories: Property Taxes, State and Federal Grants, Licenses, Permits and Fees, Charges for Current Services, Investment Income, Education Grants and Contribution from Fund Balance.

### THREE YEARS REVENUE COMPARISON

	2013-2014 Actual	2014-2015 Adopted	2015-2016 Adopted	\$ Change 2014/2015 to 2015/16 Budget	% Change 2014/2015 to 2015/16 Budget	Percentage of total budget
<b>PROPERTY TAXES</b>	39,438,199	40,577,886	<b>41,947,752</b>	1,369,866	3.38%	76.83%
<b>STATE &amp; FEDERAL GRANTS</b>	660,599	624,942	<b>630,480</b>	5,538	0.89%	1.15%
<b>LICENSES, PERMITS &amp; FEES</b>	266,427	229,100	<b>352,600</b>	123,500	53.91%	0.65%
<b>CHARGES FOR CURRENT SERVICES</b>	416,337	381,480	<b>341,737</b>	(39,743)	-10.42%	0.63%
<b>INVESTMENT INCOME/OTHER</b>	147,721	65,000	<b>60,000</b>	(5,000)	-7.69%	0.11%
<b>EDUCATION GRANTS</b>	11,078,994	11,038,424	<b>11,016,361</b>	(22,063)	-0.20%	20.18%
<b>CONTRIBUTION FROM FUND BALANCE</b>	-	259,000	<b>250,000</b>	(9,000)	-3.47%	0.46%
<b>REVENUE TOTALS</b>	<u>52,008,277</u>	<u>53,175,832</u>	<u><b>54,598,930</b></u>	<u><b>1,423,098</b></u>	<u>2.68%</u>	<u>100.00%</u>

REVENUE SUMMARY STATEMENT									
Fiscal Year 2015-2016									
2012-2013 Actual	2013-2014 Actual	2014-2015 Adopted Budget	2014-2015 Estimated Actual	Account Code	Code Descriptions	2015-2016 Department Proposed	2015-2016 Manager Proposed	2015-2016 Adopted Budget	\$ Change 2014/2015 Adopted Budget to 2015/2016 Adopted
<b>PROPERTY TAXES</b>									
38,132,515	38,496,596	39,651,847	39,644,867	110-10	Current Taxes	41,266,570	40,971,809	40,971,809	1,319,962
356,041	321,101	300,000	275,000	110-20	Prior Year Taxes	300,672	300,000	300,000	0
209,320	199,033	213,414	200,000	110-30	Interest and Lien Fees	200,000	209,423	209,423	(3,991)
373,468	389,085	388,125	436,815	110-40	Motor Vehicle Supplement	445,200	442,020	442,020	53,895
807	2,488	500	1,050	110-50	Suspense	500	500	500	0
28,483	29,896	24,000	27,171	110-60	Telecommunications Access	24,000	24,000	24,000	0
<b>39,100,634</b>	<b>39,438,199</b>	<b>40,577,886</b>	<b>40,584,903</b>		<b>Subtotal -- Property Taxes</b>	<b>42,236,942</b>	<b>41,947,752</b>	<b>41,947,752</b>	<b>1,369,866</b>
<b>STATE AND FEDERAL GRANTS</b>									
70,595	71,147	65,000	73,126	210-20	Elderly Circuit Breaker	65,000	65,000	65,000	0
1,732	1,650	1,600	1,667	210-40	Disability Grant	1,600	1,600	1,600	0
57,208	48,842	43,637	52,883	210-50	PILOT: State Owned Property	43,637	50,443	50,443	6,806
43,731	35,860	28,023	28,023	210-60	Interest Subsidy	20,238	20,238	20,238	(7,785)
296,740	296,740	294,137	294,137	210-70	Bond Subsidy	288,932	288,932	288,932	(5,205)
24,214	24,338	24,338	24,338	211-00	Youth Services Grants	24,338	24,338	24,338	0
67,508	0	0	0	211-10	Manufacturer's Equipment Pilot	0	0	0	0
5,000	5,000	5,000	5,000	211-30	Civil Defense Grant	5,000	5,000	5,000	0
45,575	42,067	40,904	43,716	211-40	Pequot-Mohegan Grant	40,904	44,365	44,365	3,461
36,537	43,077	30,000	41,382	211-50	Miscellaneous	35,000	35,000	35,000	5,000
7,433	7,875	7,300	7,674	211-70	Veterans	7,500	7,500	7,500	200
4,000	4,000	5,000	5,000	211-90	Town Clerk Preservation Grant	3,000	3,000	3,000	(2,000)
68,164	80,003	80,003	80,003	211-80	MRSA: Municipal Projects	0	85,064	85,064	5,061
<b>728,437</b>	<b>660,599</b>	<b>624,942</b>	<b>656,949</b>		<b>Subtotal -- State &amp; Federal Grants</b>	<b>535,149</b>	<b>630,480</b>	<b>630,480</b>	<b>5,538</b>

**REVENUE SUMMARY STATEMENT**

**Fiscal Year 2015-2016**

2012-2013 Actual	2013-2014 Actual	2014-2015 Adopted Budget	2014-2015 Estimated Actual	Account Code	Code Descriptions	2015-2016 Department Proposed	2015-2016 Manager Proposed	2015-2016 Adopted Budget	\$ Change 2014/2015 Adopted Budget to 2015/2016 Adopted
<b>LICENSES, PERMITS AND FEES</b>									
149,866	203,773	180,000	210,000	310-20	Building Permit Fees	300,000	300,000	300,000	120,000
8,675	10,250	8,500	8,000	310-30	Zoning Permit Fees	8,500	8,500	8,500	0
560	478	600	500	310-40	Fines, Fees and Licenses	600	600	600	0
8,610	8,750	5,500	5,500	310-50	Pistol Permits	5,500	5,500	5,500	0
15,229	16,979	16,000	16,000	310-70	Town Clerk Fees	16,000	16,000	16,000	0
11,266	10,623	10,000	10,000	310-80	Library Fees	10,000	10,000	10,000	0
1,779	49	0	0	310-90	Counseling Fees	0	0	0	0
13,539	15,525	8,500	15,500	310-95	DMV Reporting Fee	12,000	12,000	12,000	3,500
<b>209,524</b>	<b>266,427</b>	<b>229,100</b>	<b>265,500</b>		<b>Subtotal -- Licenses, Permits &amp; Fees</b>	<b>352,600</b>	<b>352,600</b>	<b>352,600</b>	<b>123,500</b>
<b>CHARGES FOR CURRENT SERVICES</b>									
3,936	9,700	8,000	5,000	410-10	Planning and Zoning and IWWC	10,000	10,000	10,000	2,000
11,671	12,208	11,800	12,000	410-20	Rents/PILOTs	12,500	12,500	12,500	700
114,790	137,686	120,000	135,000	410-30	Property Conveyance Tax	130,000	130,000	130,000	10,000
94,813	73,547	85,000	83,000	410-40	Document Recording Fees	85,000	85,000	85,000	0
14,646	13,115	12,000	12,000	410-50	Map and Copy Sales	12,000	12,000	12,000	0
9,546	6,042	9,000	5,700	410-55	Town Preservation	6,500	6,500	6,500	(2,500)
3,668	1,992	3,000	1,700	410-60	Zoning Board of Appeals	2,500	2,500	2,500	(500)
1,910	2,338	1,000	1,500	410-70	Public Safety Services	1,000	1,000	1,000	0
34,531	43,249	40,000	43,000	410-80	Solid Waste Fees / Bulky Waste Fees	45,000	45,000	45,000	5,000
90,050	91,680	91,680	91,680	410-90	Ambulance	36,237	36,237	36,237	(55,443)
14,695	23,674	0	2,012	410-95	Tuition	0	0	0	0
388	1,106	0	1,200	410-51	Notary Fees	1,000	1,000	1,000	1,000
<b>394,644</b>	<b>416,337</b>	<b>381,480</b>	<b>393,792</b>		<b>Subtotal -- Charges for Current Services</b>	<b>341,737</b>	<b>341,737</b>	<b>341,737</b>	<b>(39,743)</b>

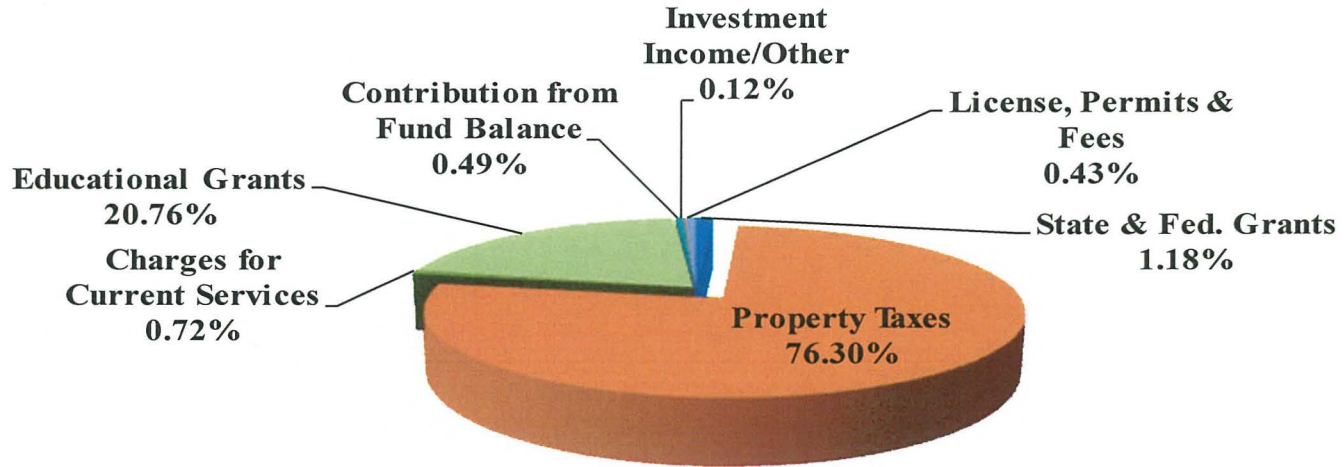
REVENUE SUMMARY STATEMENT									
Fiscal Year 2015-2016									
2012-2013 Actual	2013-2014 Actual	2014-2015 Adopted Budget	2014-2015 Estimated Actual	Account Code	Code Descriptions	2015-2016 Department Proposed	2015-2016 Manager Proposed	2015-2016 Adopted Budget	\$ Change 2014/2015 Adopted Budget to 2015/2016 Adopted
<b>INVESTMENT INCOME AND OTHER</b>									
58,432	63,549	45,000	55,000	510-10	Interest Income	40,000	40,000	40,000	(5,000)
31,391	84,172	20,000	31,670	510-30	Other Revenues	20,000	20,000	20,000	0
59,681			21,301	510-10	Bond Sale Premium				
				800-60	Athletic Turf Funds				
<b>149,504</b>	<b>147,721</b>	<b>65,000</b>	<b>107,971</b>		<b>Subtotal -- Investment Income</b>	<b>60,000</b>	<b>60,000</b>	<b>60,000</b>	<b>(5,000)</b>
<b>EDUCATION GRANTS</b>									
124,599	132,461	126,784	128,122	610-20	Public School Transportation Grant	126,784	121,431	121,431	(5,353)
9,367	9,744	9,155	9,209	610-30	Adult Education Grant	9,155	8,833	8,833	(322)
10,883,229	10,936,789	10,902,485	10,888,029	610-40	ECS Education Grant	10,879,949	10,886,097	10,886,097	(16,388)
		0		610-70	Other Grants		0	0	0
<b>11,017,195</b>	<b>11,078,994</b>	<b>11,038,424</b>	<b>11,025,360</b>		<b>Subtotal -- Education Grants</b>	<b>11,015,888</b>	<b>11,016,361</b>	<b>11,016,361</b>	<b>(22,063)</b>
<b>CONTRIBUTION FROM FUND BALANCE</b>									
0		259,000	141,357	710-10	Contribution from Fund Balance	200,000	250,000	250,000	(9,000)
0	0	259,000	141,357		<b>Subtotal -- Contribution from Fund Balance</b>	<b>200,000</b>	<b>250,000</b>	<b>250,000</b>	<b>(9,000)</b>
<b>51,599,938</b>	<b>52,008,277</b>	<b>53,175,832</b>	<b>53,175,832</b>		<b>REVENUE TOTALS</b>	<b>54,742,316</b>	<b>54,598,930</b>	<b>54,598,930</b>	<b>2,590,653</b>

**PROJECTED DECREASES/INCREASES FOR 2015/2016  
FROM NON-TAX REVENUE SOURCES**

(DECREASES)/INCREASES:

<b>State Aid for Education</b>		<b>(22,063)</b>
• ECS	(16,388)	
• Transportation	(5,353)	
• Adult Education	(322)	
 <b>Non-Education State and Federal Grants</b>		 <b>5,538</b>
• Mashantucket Pequot	3,461	
• MRSA: Municipal Projects	5,061	
• PILOT State – Owned Property	6,806	
• Bond and Interest Subsidy	(12,990)	
• Miscellaneous Grants	5,200	
• Town Clerk Preservation Grant	(2,000)	
 <b>Interest Income/Other Revenue</b>		 <b>(5,000)</b>
 <b>Licenses, Permits &amp; Fees</b>		 <b>123,500</b>
 <b>Charges for Current Services</b>		 <b><u>(39,743)</u></b>
 <b>NET REVENUE INCREASE</b>		 <b>\$62,232</b>

**2015/2016  
Revenue \$54,598,930**



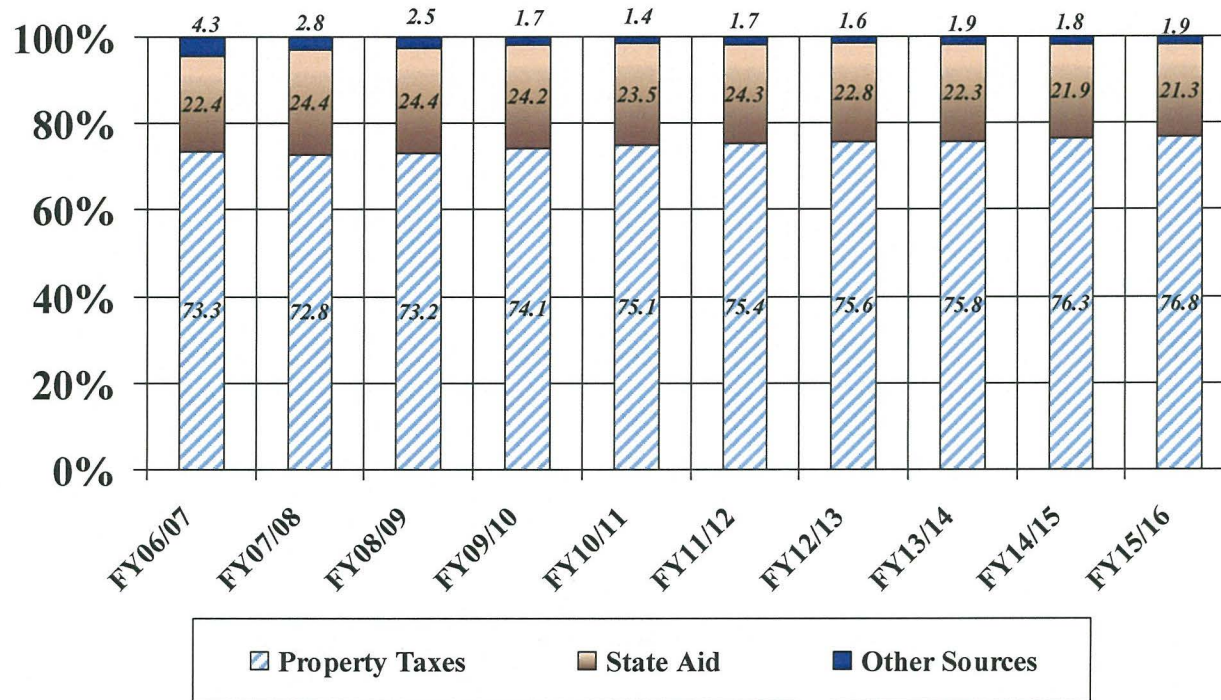
■ \$630,480	State & Fed. Grants	■ \$41,947,752	Property Taxes
■ \$341,737	Charges for Current Services	■ \$11,016,361	Educational Grants
■ \$250,000	Contribution from Fund Balance	■ \$60,000	Investment Income/Other
■ \$352,600	License, Permits & Fees		

To provide a balanced budget, estimated revenues must match estimated expenditures. With this in mind, projections of 2016 budget revenue are crucial to determining the ability to pay for future expenditures.

- The main source of revenue for the Town is *Property Taxes*. The Grand List decreased by \$45,688,288 which represents a 3.51% decrease in Tolland's taxable property value. The new taxes after adjustments for new construction, motor vehicle supplement, elderly exemptions, at the current mill rate result in a loss of \$1,418,664. The current collection rate for 2014/15 is 99.00% and the same rate is being projected for 2014/15. Prior Year Taxes as well as interest and liens are estimated to be higher than the current budget but closer to current year estimated collections. Overall, Property Taxes and tax related revenues are estimated to increase 3.38% or \$1,369,866 to support current mill rate.

- *State and Federal Grants* are formula based revenues, primarily from the State, that offset reduced tax revenue or provide relief from certain expenditures. Based on available information from the Governor's proposal, the revenue stream from the State will be increased by .9%, in the amount of \$5,538. There are budget reductions for the interest subsidy on School Construction Debt payment revenue (\$12,990) and a (\$2,000) for the Town Clerk preservation grant. A portion of these reductions are offset by an increase of \$3,461 in the Mashantucket Pequot grant, \$6,806 for the State Property PILOT grant, \$5,061 for the municipal projects grant and other minor grant increases of \$5,200.
- *Licenses, Permits and Fees* represent fees set by Charter which include building permit fees, zoning permit fees, pistol permits, library fees, DMV reporting fees and other fees. This year Licenses, Permits and Fees will increase revenue by \$123,500 or 53.9%. Building permit revenue is expected to increase by \$120,000 and Motor Vehicle Reporting fees are estimated to increase by \$3,500.
- *Charges for Current Services* represent payments for routine services such as document recording, ambulance service, recyclable revenues and rents. Projections for these revenues are expected to decrease a total of \$39,743 or 10.42%. Ambulance Fees are estimated to be reduced by \$55,443. This is due to the increased cost for our ambulance service contract and a change in the funding proceeds previously used to offset the secretarial position in the Fire Department. This reduction is offset by the expected increase in Property conveyance fees of \$10,000 and other minor increases.
- *Interest on investments* is expected to decrease by \$5,000 or 7.7% from the conservative 2014/15 budget estimates. There has been minimal upturn in interest rates with a very slow economic recovery. The average interest rate is currently at 0.56%.
- *Education Grants* are funds provided by the State on a formula basis. Since projected local expenditures form the basis of the grant calculation, actual revenue may vary from the estimates shown based on the results of final expenditures as audited. Current estimates reflect a slight decrease for 2015/16 of \$22,063 or .2%. A majority of the change is due to decrease of \$16,388 in the in the Education Cost Sharing Grant from the Governors proposed amount due to conservative budgeting to provide for a possible interim revenue reduction in this revenue source.
- *Contribution from Fund Balance* is used with discretion and in keeping with financial policies that recommend a level of 10% or more. In fiscal year 2014/2015, use of Fund Balance is projected at \$250,000 to offset other one time expenditures included within the budget, but still keeping fund balance above the 10% benchmark. Each year we have included an estimated use of fund balance but we have been fortunate not to have to use it.

## TRENDS IN GENERAL FUND REVENUE SOURCES



The above table illustrates the percentages of the budget funded by various revenue sources over ten years. The most striking feature of the breakdown of revenue is the extent to which the Town budget is dependent on just two sources: local property taxes and State and Federal Aid. Most grants are formula driven and therefore are affected not only by total state-wide funding levels, but also by numerous variables such as the Town's population, the Town's Grand List relative to other towns, income levels relative to other towns, student enrollment figures, and various demographic characteristics. Other sources, which are comprised of licenses, permits, charges for current services, interest income and miscellaneous income, have varied slightly over the last five years due to changes in the housing market and economy. This decrease coupled with a decline in grant revenue has put an additional burden on property taxes.



## Property Taxes

### Assessments

As required by state statutes the 2014 Grand list has been completed. The Town Clerks Office received the signed list on 01/29/2015. The net taxable list before the Board of Assessment Appeals is \$1,255,231,338. This represents a net decreased of \$45,963,778 or 3.51 %. Additional revenues needs to be generated at the current mill rate of .03105 will result in a \$1,418,664 decrease in tax dollars over the current budgeted income.

The 2014 real estate net assessments of \$1,104,595,792 decreased by \$48,963,778 or 4.24%. The total number of real estate accounts decreased by 4 to 6064 due to consolidation of previously subdivided lots and Tolland open space purchases. Real estate comprises 88% of the grand list. The residential portion is 80% with commercial and industrial properties at 8%.

The net assessment of vehicles registered in Tolland is \$121,464,300. This represents an increase in value of \$1,147,816 or .95%. The total numbers of listed vehicles increased by 82, which may indicate that many residents have registered lower valued vehicles or have registered older cars as antiques. We also saw an increase in utility trailers. Motor vehicles assessments represent 9.7% of the 2014 grand list.

Personal property represents 2.3% of the grand list or \$29,171,246. The increase over the previous list is \$2,127,674 or 7.86%. The number of accounts decreased by 23 from the previous year's number of 809. The decrease is due to companies going out of business, and the increase in value is due to some new equipment added while old equipment has been disposed of. The 2014 grand list reflects the 100 % exemption of all newly purchased manufacturing equipment.

All figures are subject to change by action of the Board of Assessment of Appeals which will meet during the month of March 2015 for adjustment on the 2014 grand list and 2013 automobile supplement list.

The total of all exempted real estate is \$146,371,115.

The current 2013 Grand List totals compared with 2014 Grand List totals are as follows:

<u>Assessment</u>	<u>2013 Grand List</u>	<u>2014 Grand List *</u>	<u>% of 2014 List</u>	<u>\$ Change</u>	<u>% Change</u>
Real Estate	\$ 1,153,559,570	\$ 1,104,595,792	88.0%	\$ (48,963,778)	-4.24%
Motor Vehicle	\$ 120,316,484	\$ 121,464,300	9.7%	\$ 1,147,816	0.95%
Personal Property	\$ 27,043,572	\$ 29,171,246	2.3%	\$ 2,127,674	7.87%
<b>TOTAL</b>	<b>\$ 1,300,919,626</b>	<b>\$ 1,255,231,338</b>	<b>100.00%</b>	<b>\$ (45,688,288)</b>	<b>-3.512%</b>

\*Before BAA adjustments

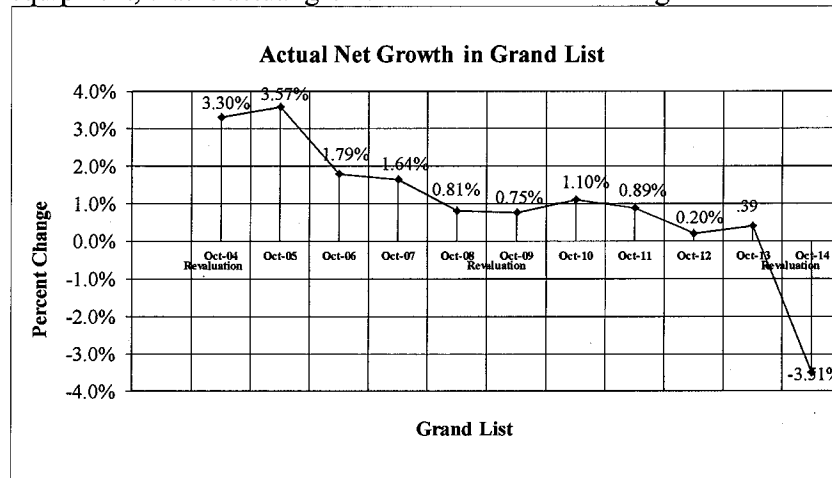
Section 12-62s of the General Statutes mandates assessment of all property at 70 percent of fair market value in the year of revaluation (i.e., a property with a fair market value of \$100,000 would be assessed for tax purposes at \$70,000).

*Top Ten Taxpayers*

Reliance on a single commercial/industrial taxpayer is irrelevant to the Town of Tolland since the largest taxpayer only accounts for 1.1% of the grand list. The Town makes a smart growth effort to welcome new enterprises into the Town to increase its real estate base. The list below represents the top ten taxpayers.

	<u>NAME</u>	<u>NATURE OF BUSINESS</u>	<u>TAXABLE VALUATION</u>	<u>OF NET TAXABLE GRAND LIST</u>
1	Capitol Ventures LLC(AKA Big Y plaza)	Shopping Center	13,848,900	1.1%
2	Conn Light & Power Co.	Public Utility	13,126,660	1.0%
3	Gerb CT QRS 14-73 Inc(Gerber International Manufacturing		7,147,810	0.6%
5	Silvas Real Estate LLC(Dari Farms)	Holding Company/Dari-Farm	5,448,690	0.4%
4	Norwegian Woods LLC	Apartments	5,321,100	0.4%
6	MJB Realty LLC(Star Hill Athletic facility)	Sports Complex	5,241,680	0.4%
7	Summers & Summers Realty(CNC Software)	Holding Company	4,927,470	0.4%
8	Ivy Woods LLC	Apartments	4,173,800	0.3%
9	Carriage Crossing LLC	Builder/Developer	3,374,400	0.3%
10	Nerac Inc.	Research Engine/Incubator	3,069,900	0.2%
		<b>Total</b>	<b>65,680,410</b>	<b>5.2%</b>

**Actual growth** in the Grand List refers to new construction and expansions, or new commercial property and vehicles on the Grand List. This is different from changes in the Grand List that occur as a result of revaluation. Revaluation is a valuation of all existing property that occurs on a scheduled basis every four to five years (though the spacing between revaluations can vary). When a new building is constructed or expanded, or when a business purchases additional equipment, that is actual growth in the Grand List that generates additional revenue.



*Tax Rate*

The tax rate is expressed in terms of “mills” with one mill equivalent to one dollar of tax for every one thousand dollars of assessed value. The tax levy is a computation of the total amount of budgeted tax revenue necessary to be raised from property taxes taking into account allowances for estimated uncollectible taxes. This year’s collection rate is 99.00% reflecting current collection trend. The General Fund will yield \$41,413,829 in current taxes for fiscal year 2015-2016. Next year’s mill rate recommended by the Town Council is 33.36, which is an increase of 2.31 mills over 2014/2015 rate.

The chart below demonstrates how tax revenue is calculated once the expenditure level and non-tax revenue sources have been determined. The amount of tax to be raised next year is \$41,413,829. The value of one mill is \$1,241,422 based on a 99.00% collection rate. Dividing the total taxes needed by the value of 1 mill yields the mill rate of 33.36.

	<u>2013 Grand List</u>	<u>2014 Grand List</u>	<u>Variance (*)</u>
<b>NET GRAND LIST</b>	<b>1,300,921,026</b>	<b>1,255,231,338</b>	<b>-45,689,688</b>
LESS: Senior Tax Relief Program	7,838,334	8,200,000	361,666
LESS: Corrections, and Assessment Appeals	3,525,000	7,020,000 *	3,495,000
PLUS: New Construction	500,000	700,000	200,000
PLUS: Motor Vehicle Supplement	12,500,000	13,250,000	750,000
<b>NET TAXABLE GRAND LIST</b>	<b>1,302,557,692</b>	<b>1,253,961,338</b>	<b>-48,596,354</b>
<b>NET ADJUSTED COLLECTIBLE GRAND LIST @ 99%</b>	<b>1,289,532,115</b>	<b>1,241,421,725</b>	<b>-48,110,390</b>

\* The variance of \$3,495,000 in Corrections and Assessment Appeals is due to the uncertainty of any potential changes resulting from the Appeal or legal processes.

Mill Rate Calculation

<u>AMOUNT TO BE RAISED BY CURRENT TAXES @ 99% COLLECTIBLE RATE</u>	=	<u>41,413,829</u>	=	0.03336	<b>MILL RATE</b>
<u>NET TAXABLE GRAND LIST @ 99% COLLECTIBLE RATE</u>		<u>1,241,421,725</u>			
<u>AMOUNT TO BE TAXED BY CURRENT TAXES @ 100% (41,413,829/99%)</u>	=	<u>41,832,151</u>	=	0.03336	<b>MILL RATE</b>
<u>NET TAXABLE GRAND LIST @ 100 %</u>		<u>1,253,961,338</u>			

***Intergovernmental – State and Federal Grants***

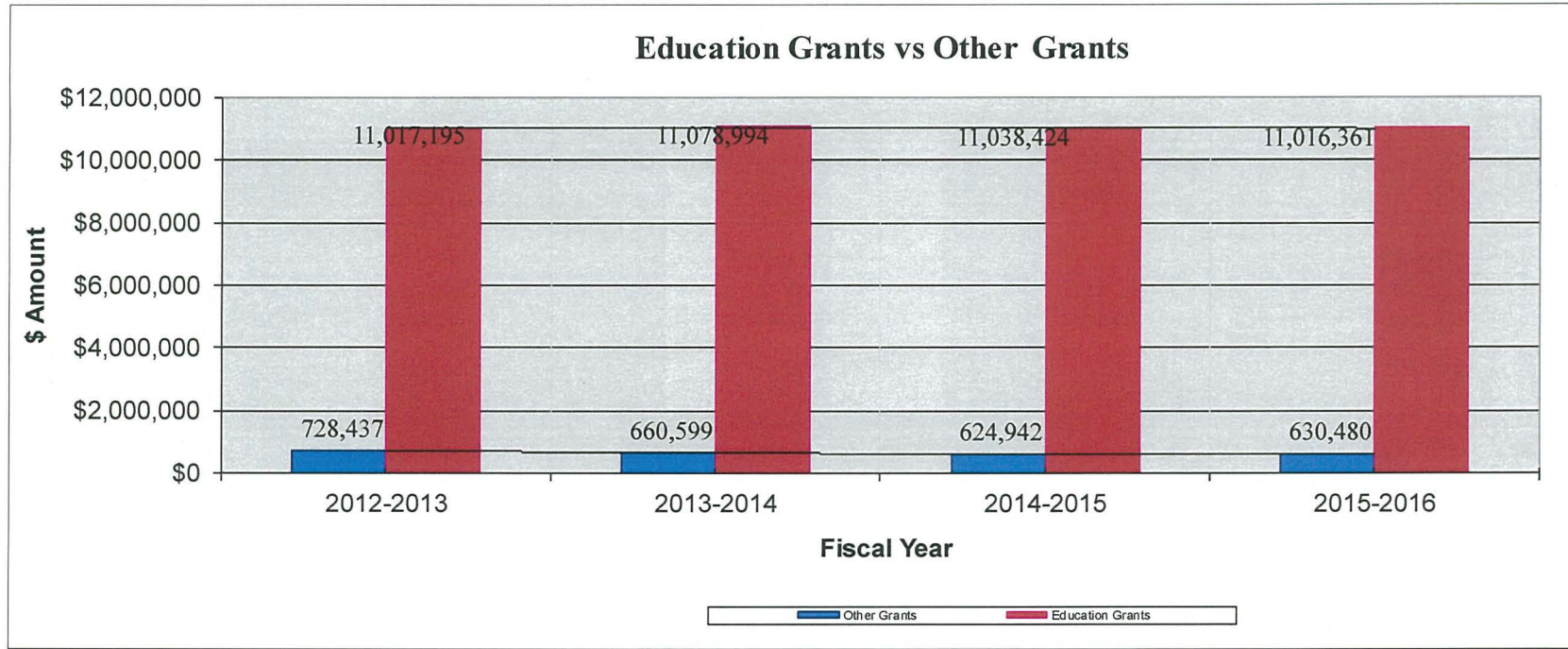
The Town of Tolland, similar to other towns, relies on grants to supplement its revenue. The estimated allocations to Tolland are based on the state’s publication Estimates of State Formula Aid to Municipalities. Fiscal Year 2015-2016 projection was provided to the Town by the State of Connecticut Office of Policy and Management in February 2015 and will be updated in August 2015. The budgeted grant amounts for fiscal year 2015-2016 reflect estimates provided by the State in February, 2015 in the Governor’s Proposed Budget. Most of the State grants are statutory formula grants to be paid to the Town based on projected local expenditures. Actual revenue may vary significantly from the estimates based on audited final expenditures.

**COMPARISON OF 2012 THRU 2015 STATE AND FEDERAL GRANTS**

	<b>2012-2013</b>	<b>2013-2014</b>	<b>2014-2015</b>	<b>2015-2016</b>	<b>\$ Change</b>	<b>%</b>
	<b>Actual</b>	<b>Actual</b>	<b>Adopted</b>	<b>Estimated</b>	<b>2015 Adopted</b>	<b>Change</b>
	<b>Received</b>	<b>Received</b>	<b>Budget</b>	<b>Grant Amount</b>	<b>to 2016 Proposed</b>	
<b>STATE &amp; FEDERAL GRANTS</b>						
Elderly Circuit Breaker	70,595	71,147	65,000	65,000	-	0.0%
Disability Grant	1,732	1,650	1,600	1,600	-	0.0%
PILOT: State Owned Property	57,208	48,842	43,637	50,443	6,806	115.6%
Interest Subsidy	43,731	35,860	28,023	20,238	(7,785)	-27.8%
Bond Subsidy	296,740	296,740	294,137	288,932	(5,205)	-1.8%
Youth Services Grants	24,214	24,338	24,338	24,338	-	0.0%
Manufacturer's Equipment Pilot	67,508	0	0	0	-	0.0%
Civil Defense Grant	5,000	5,000	5,000	5,000	-	0.0%
Pequot-Mohegan Grant	45,575	42,067	40,904	44,365	3,461	8.5%
Miscellaneous	36,537	43,077	30,000	35,000	5,000	16.7%
Veterans	7,433	7,875	7,300	7,500	200	2.7%
Town Clerk Preservation Grant	4,000	4,000	5,000	3,000	(2,000)	-40.0%
MRSA: Municipal Projects	68,164	80,003	80,003	85,064	5,061	100.0%
<b>Subtotal -- State &amp; Federal Grants - non education</b>	<b>728,437</b>	<b>660,599</b>	<b>624,942</b>	<b>630,480</b>	<b>5,538</b>	<b>0.9%</b>
<b>EDUCATION GRANTS</b>						
Public School Transportation Grant	124,599	132,461	126,784	121,431	(5,353)	-4.2%
Adult Education Grant	9,367	9,744	9,155	8,833	(322)	-3.5%
ECS Education Grant*	10,883,229	10,936,789	10,902,485	10,886,097	(16,388)	-0.2%
<b>Subtotal -- Education Grants</b>	<b>11,017,195</b>	<b>11,078,994</b>	<b>11,038,424</b>	<b>11,016,361</b>	<b>(22,063)</b>	<b>-0.2%</b>
<b>Total Federal and State Grants</b>	<b>11,745,632</b>	<b>11,739,593</b>	<b>11,663,366</b>	<b>11,646,841</b>	<b>-16,525</b>	<b>-0.1%</b>

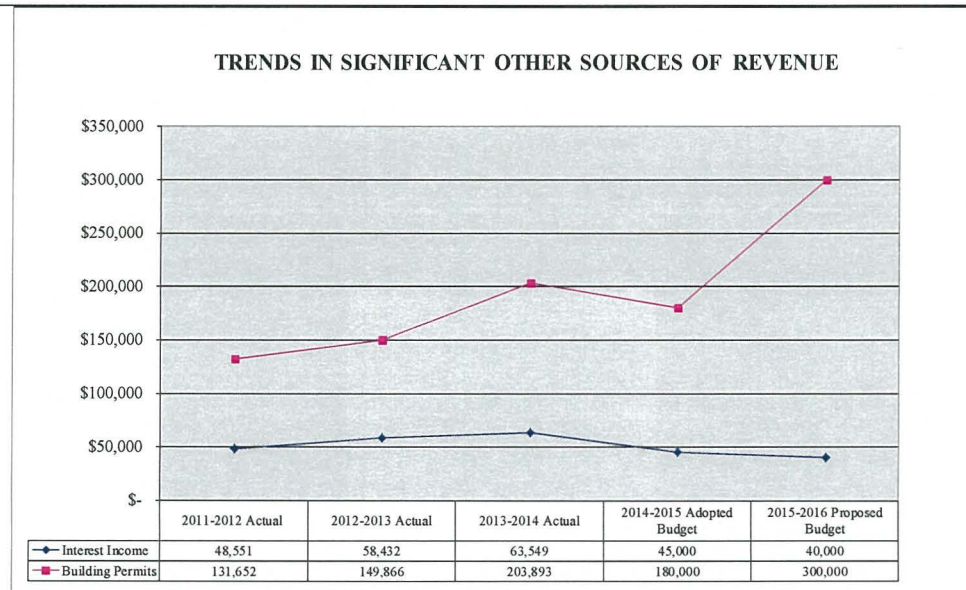
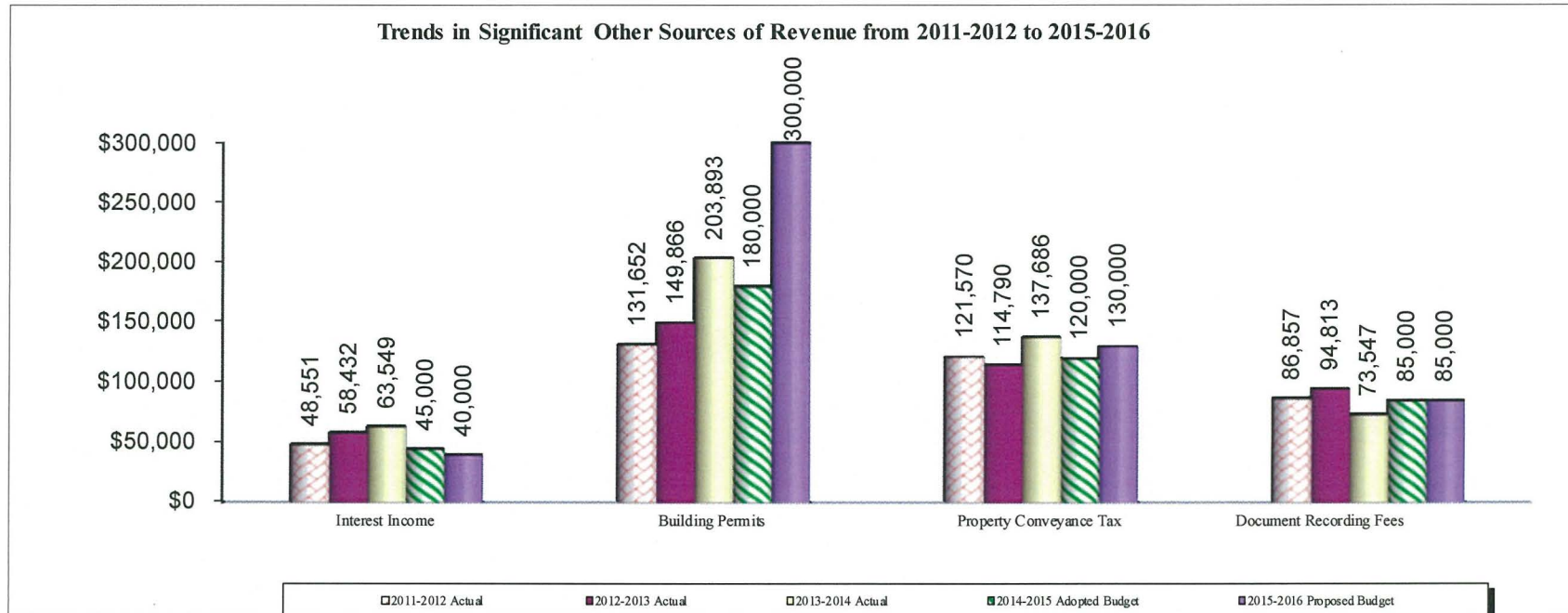
\*The major source of aid for education is the Education Cost Sharing Grant, which is decreased by \$16,388 this year for possible interim budget adjustments.

The chart below represents actual figures up to 2014 fiscal year and budgeted numbers for fiscal years 2015 and 2016.



### Other Sources of Revenue

Licenses, Permits and Fees, Charges for Current Services, Investment Income/Other revenue and Contribution from Fund Balance represent 1.9% of the total 2016 Budget. These other revenue sources are anticipated to increase by \$69,757. The majority of the increase is attributed to the difference between an increase in Building Permit fees of \$120,000 and a reduction in Ambulance Fees of \$55,443.



## ***Revenue Descriptions***

### **Property Taxes**

**110-10 – Current Taxes** – property taxes due for current fiscal year.

**110-20 – Prior Year Taxes** – property taxes due for up to fourteen previous fiscal years.

**110-30 – Interest and Lien Fees** – interest applied to delinquent tax payments and lien charges on real estate property for the release of filing in the Town Clerk's Office.

**110-40 – Motor Vehicle Supplement** – property tax levied on motor vehicles, not included on the October Grand List.

**110-50 – Suspense** – tax collections received from personal property that have been removed from active receivables.

**110-60 – Telecommunications Access** – state imposed payments from telecommunication vendors in lieu of property taxes.

### **State & Federal Grants**

**210-20 – Elderly Circuit Breaker** – a tax relief program for the elderly who meet certain income requirements. Relief takes the form of a credit on an eligible person's tax bill up to a maximum of \$1,250 yearly.

**210-50 – State Property Pilot** – amount paid on State property within Town, in lieu of property taxes.

**210-60 – Interest Subsidy** – State reimbursement for interest costs associated with eligible school construction prior to progress payments.

**210-70 – Bond Subsidy** – State reimbursement for principal costs associated with eligible school construction prior to progress payments.

**211-00 – Youth Services Grants** – to assist with provision of youth services programs.

**211-10 – Manufacturer's Equipment Pilot** – Connecticut General Statutes Sec. 12-81 (72) provides for a five-year 100% property tax exemption for certain manufacturing machinery and equipment. New and newly-acquired used manufacturing machinery and equipment is eligible for this exemption, provided it was acquired (by purchase, lease or self-construction) on or after October 2, 1993. This revenue source was eliminated in the 2013 Governors State budget eliminates this grant.

**211-20 – Boat Tax Reimbursement** – fee collected for boat registrations as of the 1978 Grand List. This grant was eliminated in 2012.

**211-30 – Civil Defense Grant** – 50% reimbursement for cost of Emergency Preparedness Officer. Increase requested for this fiscal year

**211-40 – Mashantucket Pequot** – % of State proceeds from the Mashantucket Pequot and Mohegan slot revenues.

**211-50 – Miscellaneous** – includes parking, speeding fees and Hockanum Valley Community Council grant.

**211-60 – Disability Grant** – partial reimbursement for disability tax exemptions.

**211-70 – Veterans** – partial reimbursement of Veterans tax exemptions.

**211-80 – Property Tax Relief Grant** – distribution of State sale tax and State's portion of the Property Conveyance tax.

**211-90 – Town Clerk Preservation Grant** – reimbursement for record preservation which is applied for, on an as needed basis by Town Clerk.

### Licenses, Permits & Fees

- 310-20 – Building Permit Fees** – fees collected for issuance of building permits as required by law. \$30 for first \$1,000 of assessed value, \$15 for each \$1,000 thereafter for anything requiring permit.
- 310-30 – Zoning Permit Fees** – fees collected for issuance of zoning permits.
- 310-40 – Fines, Fees and Licenses** – miscellaneous fees collected in various departments in Town.
- 310-50 – Pistol Permits** – permit required to have firearm in Town.
- 310-70 – Town Clerk Fees** – maps (\$10 or \$20), liquor permits (\$2), trade name certifications (\$5).
- 310-80 – Library Fees** – fees for overdue books, videos, lost cards and lost books.
- 310-90 – Counseling Fees** – fees to see Town Counselor
- 310-95 – DMV Reporting Fee** - \$5 delinquent MV fee

### Charges for Current Services

- 410-10 – Planning and Zoning and Inland Wetlands & Watercourses Commission** – zoning applications and subdivisions.
- 410-20 – Rents/PILOT** – payment from Senior Housing complexes in lieu of taxes and rental fees for towers.
- 410-30 – Property Conveyance Tax** – levied on property transfers
- 410-40 – Document Recording Fees** – \$53 first page (\$2-Town Clerk, \$3-Town Preservation, \$38-State, \$10-General Fund), \$5 additional for recording land records (warranty deeds, liens, sales).
- 410-50 – Map and Copy Sales** – \$1 per page and \$2 per certification (Town Clerk)
- 410-55 – Town Preservation** – \$3 per document – Agricultural (Land)
- 410-60 – Zoning Board of Appeals** – fees for zoning appeals
- 410-70 – Public Safety Services** – administration fees charged for each hour of public safety work.
- 410-80 – Solid Waste Fees/Bulky Waste Fees** – monthly payments from Willimantic Waste for recyclables
- 410-86 – Sewer Fees** – overhead charges for financial administration of sewer activities.
- 410-90 – Ambulance** – charges for ambulance services up to the budgeted amount with the balance going to Public Safety Capital Equipment Account and to offset a portion of the Fire Clerical salary and benefit costs.
- 410-95 – Tuition** – payments from other Towns for their students to attend Tolland Schools

### Investment Income

- 510-10 – Interest Income** – income on investments or deposits
- 510-30 – Other Revenues/Miscellaneous Revenue** – photocopies, sale of surplus equipment and unanticipated revenues

### Education Grants

- 610-20 – Transportation Grant** – formula grant to assist Town with pupil transportation costs.
- 610-30 – Adult Education Grant** – grant from Department of Education, reimbursed on sliding scale similar to transportation grant
- 610-40 – ECS Education Grant** – grant funding distributed according to the spending needs of the school, per statutory formula
- 610-50 – Aid to the Blind** – grant to assist with the costs associated with special education of blind students.
- 610-70 – Other Grants** – Medicaid payments

### Contribution from Fund Balance

- 710-10 – Contribution from Fund Balance** – transfers made from undesignated General Fund balance