

# **Town of East Greenwich 2020-2021 Budget**

**Budget Work Session  
June 22, 2020**

**Andrew E. Nota, Town Manager**

# Proposed Budget Summary

## June 22, 2020 - Public Hearing

	Proposed	Original
<b>All Budgeted Funds</b>	<b>\$ 72,883,061</b>	<b>\$ 73,323,633</b>
General Fund	\$ 21,390,900	\$ 21,194,412
School Department	\$ 42,148,000	\$ 42,530,411
Transfer: (\$ 37,429,455) 2.95%		Transfer: (\$37,811,866) 3.85%
(\$382,411) less than original request \$1,454,303		
Debt Service Fund	\$ 4,736,572	\$ 4,991,221
Library	\$ 536,232	\$ 536,232
Wastewater Fund		
<i>Proprietary Fund</i>	<i>\$ 4,071,357</i>	<i>\$4,071,357</i>

**Proposed Net Levy: \$56,254,821**

\$1,267,541 Increase in overall Net Levy

**Proposed Tax Rates:** Residential (\$23.43 - inc. of .95%)  
Commercial (\$23.90 - inc. of 1.96%)  
PPT (\$29.25 - inc. of 24.79%)

School Transfer:	Increase	\$1,071,892	2.95%
General Fund:	Decrease	(\$111,205)	- 0.69%
Debt Service Fund:	Increase	\$416,526	7.53%
Library:	no change		

4% cap \$2,199,407 maximum increase with balance of \$932,365.

## Municipal General Fund

FY21 \$21,390,900 (Inc. of \$409,102) or 1.9% Inc.

- *Department Requests: \$23,137,553*

*FY20 \$20,981,798 without debt (adopted)*

- (7.5% - reduction) or (\$1,746,653)

Capital Program: \$822,705 reduced to \$100,000

- Capital Reserve Transfers of \$487,000 with Maximum of \$537,000.

# State Aid Categories

**State Aid to Education:** \$3,417,301 (Inc. of \$758,326 from \$2,658,975)

## Municipal Aid Pass Through:

Public Services Corp. Tax:	\$165,037
Hotel Tax:	\$ 2,114
Meal & Beverage	<u>\$758,434</u>
Total	\$925,586 <i>(rounding impacts total)</i>

## Appropriated State Aid:

PILOT (NEIT):	\$719,030
Library	\$132,534 (direct to Library)
MV Reimb. Base amount:	\$ 84,112
MV Reimb. Phase-out:	<u>\$483,763</u>
Total	\$1,419,439

**Total Municipal Aid:** \$2,345,025

# Property Tax Impact

			TM Proposed		
	FY2019	FY2020	FY2021	2021 vs 2020	2020 % inc
School Department	35,077,942	36,357,563	37,429,455	1,071,892	2.95%
General Fund	15,563,154	16,131,013	16,019,808	(111,205)	-0.69%
Debt Svc	3,998,286	2,375,402	2,791,927	416,525	17.53%
Library	525,000	536,232	536,232	-	0.00%
	55,164,382	55,400,210	56,777,422		
Overlay-98.00% (2021) (2019-99.5%, 2020-97.33%)	817,525	1,479,974	1,135,548		
Levy Required	55,981,907	56,880,184	57,912,970		
		898,277	1,032,786		
LEVY INCREASE		1.60%	1.82%		
Motor Vehicle Phase Out (est-2021)		<b>-\$1,892,904</b>	<b>-\$1,658,150</b>		
Net Levy		<b>\$54,987,280</b>	<b>\$56,254,821</b>		
Assessed Valuation-est 0.50%		<b>\$2,364,917,647</b>	<b>\$2,375,163,690</b>	(minus \$2,500 exemption - \$1,578,545)	
			1,267,541		
LEVY INCREASE		1.84%	2.31%		
Average Home Value		<b>\$452,715</b>	<b>\$454,979</b>		
Tax Rate	<b>\$23.00</b>	<b>\$23.21</b>	<b>\$23.43</b>		
Cost To Avg Home Owner		<b>\$10,508</b>	<b>\$10,660</b>		
			<b>\$153</b>		

# Property Tax Impact

Municipality:		East Greenwich		FY 2021			\$2,500 PPT Exemption		
<i>Calculation of Proposed Rates</i>									
	Actual Net Assessment 12/31/2018	Estimated Increases (Decreases)	Estimated Net Assessment 12/31/2019	Actual Levy FY 2020	Proposed Levy FY 2021	% Incr (% Decr)	Actual Rates FY 2020	Proposed Rates FY 2021	% Incr (% Decr)
<b>Variable</b>									
Residential real estate	1,939,090,214	8,765,216	1,947,855,430	45,006,284	45,638,253	1.40%	23.21	23.43	0.95%
Commercial real estate	345,355,248	1,036,600	346,391,848	8,095,127	8,278,765	2.27%	23.44	23.90	1.96%
Personal property	80,472,185	(547,277)	79,924,908	1,886,268	2,337,804	23.94%	23.44	29.25	24.79%
<b>Variable Total</b>	2,364,917,647	9,254,539	2,374,172,186	54,987,679	56,254,821	2.30%			
<b>Fixed</b>									
Frozen property	0	0	0	0	0				
Other	0	0	0	0	0				
<b>Property Tax Cap Total</b>	2,364,917,647	9,254,539	2,374,172,186	54,987,679	56,254,821	2.30%	<b>Tax Cap %</b>		
Motor vehicles	82,771,126	(10,299,472)	72,471,654	1,892,518	1,658,151	-12.38%	22.88	22.88	0.00%
Breakage/Circuit Breaker				-1,219					
<b>Grand Total</b>	2,447,688,773	(1,044,933)	2,446,643,840	56,878,978	57,912,973	1.82%			
NET Assessed Value Increase						-0.04%			
<b>FY 2020 Levy @ 4.00% (Not Including Motor Vehicle Levy)</b>				54,987,679	57,187,186	4.00%			
<b>Amount Over Cap</b>					(932,365)				