



TOWN of TOLLAND / 21 tolland green, tolland, connecticut 06084

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December 3, 2015

TO: DEPARTMENT HEADS
FROM: STEVEN R. WERBNER *sh*
SUBJECT: ANNUAL BUDGET 2016/2017

Each year that we begin the budget process, we are confronted with the need to balance our priorities with the economic realities. Department Heads should work with their staff to prepare budget requests for all divisions for which they are responsible. Budget requests will be entered into the MUNIS budget software and submitted to the Finance Office no later than January 14, 2016.

As has been the case in recent years, revenue trends do not indicate there will be significant amounts of new resources available in FY 2016/17. As a community, we have seen limited revenue growth in recent years. At this point I am anticipating no increase in State revenues. Thus, any increase in total expenditures greater than our modest grand list growth will most likely require a property tax increase.

The modest growth in revenues will again be absorbed by a few key cost drivers such as projected expenditure increases for health insurance, salary increases and needed capital expenditures. The pattern of modest growth in revenue and increases in certain fixed costs creates a continuing scenario whereby tax increases, service adjustments or some combination of the two are unavoidable if we are to keep current service levels. Our goal is to be as creative as possible in presenting a budget which minimizes to the extent possible the financial impact on the taxpayers of the community while at the same time continuing to deliver the basic service which they desire. It is my intention to again have an open meeting with the Community on February 11, 2016. By that time the Governor will have presented his recommended budget and the BOE will have adopted a preliminary Budget for Town Council consideration.

I am asking that each department submit a baseline budget which should include funding necessary to maintain existing programs and levels of service. Town Departments should be aware that it will be my goal to present an overall budget that limits any tax increase to a range between 0% and 3%. To have a 0% budget means all projected increases for Union contracts, health insurance, utilities and other program expenses would have to be absorbed primarily within existing funding levels.

Payroll information will be included in the department budget only for non-union positions. For positions within the Unions, any payroll adjustments will be included in the contingency account since the collective bargaining agreements are in negotiations. Also provide revenue projections for next year. The baseline budget is what should be entered into MUNIS.

For the following expenses, please use these estimates at this time:

Health Insurance – 4.7% increase
Gas - \$3.15/gallon, Diesel - \$3.15/gallon, Heating Oil - \$2.85/gallon
*Water – 12% increase
*Sewer – 12% increase
*Electricity – to be estimated by BOE/Finance/Public Works

*These utilities will be estimated by BOE/Finance/Public Works as a group.

When reviewing your budget request for next year, I also want to review your expenditure and revenue status for this year. Please have in detail any major purchases or projects deferred at this point as well as any significant expenditures projected for the remainder of the fiscal year. All information requested must be available at the time scheduled for your department budget review including all inputs to MUNIS. This includes updating of your activity budgets and revised performance indicators.

I look forward to meeting with you in the coming weeks to discuss your budget needs in detail. The meeting times have been scheduled as follows. Let me know if there are any conflicts:

Date	Time	Department
Wed., 1/20/16	1:30 – 2:00 p.m.	Probate Court
	2:00 – 2:30 p.m.	Registrar of Voters
	2:30 – 3:00 p.m.	Library
	3:00 – 3:30 p.m.	Recreation
	3:30 – 4:00 p.m.	Administrative Services
Thurs., 1/21/16	9:00 a.m. – 12:00 p.m.	Public Works – Highway & Parks & Facilities
	2:00 – 2:30 p.m.	Human Services
	2:30 – 3:00 p.m.	Assessor
Mon., 1/25/16	8:30 – 9:30 a.m.	Planning & Development
	9:30 – 10:00 a.m.	Building
	10:00 – 10:30 a.m.	Engineering
	10:30 – 11:00 a.m.	Town Clerk
	11:00 – 11:30 a.m.	Collector of Revenue
Tues, 1/26/16	8:30 – 9:00 a.m.	Law Enforcement
	9:00 – 10:30 a.m.	Finance
	10:30 a.m. – 12:00 p.m.	Fire Department

SRW/lrb

cc: Town Council
Board of Education
Dr. Walter Willett