

Town of Cumberland Municipal Budget Proposal FY 2016 Presentation #2

William R. Shane
Town Manager
March 9, 2015



Early Cumberland budget proposes 10.6% hike

Alex Lear

Tuesday, March 3, 2015 at 8:40 am

CUMBERLAND — A draft of the town's fiscal 2016 general fund budget shows a 10.6 percent increase over current spending.

Can this be True?

Early Cumberland budget would keep tax-rate growth almost flat

Alex Lear

Monday, March 9, 2015 at 4:00 pm

CUMBERLAND — A preliminary version of the next municipal budget would add 2 cents to the tax rate, an increase of less than 1 percent, Town Manager Bill Shane said last week.

Is this More Accurate?

Start -up		Annual Operations	
Park Rangers - 26 weeks	\$19,633	Park Rangers - 26 weeks	\$19,633
Maintenance & Utilities	\$3,860	Maintenance & Utilities	\$3,860
Start-up Costs	\$66,000	Start-up Costs	\$0
Cap Reserves	\$10,000	Cap Reserves	\$10,000
	\$99,493		\$33,493

Avg House Value in Cumberland = \$350,000

Increase in Taxes due to Operations & Capital

Year 1 = \$99,493 = .0800 x \$350k Avg Home = \$28.00

Year 2 = \$33,493 = .0269 x \$350 K Avg Home = \$ 9.42

Total Tax Impacts on a \$350,000 Home

Bond + Start-up = \$29 + 28 = \$57

Bond + Annual Operations= \$29 + \$10 = \$39 per year

\$00.11 on Mil Rate



Budget Proposal FY 2016



Preliminary Tax Rate Impact

Municipal

\$950,652 Expenses - \$772,147 Rev Incr \$178,495
Val Halla + Adult Ed (Exp.) – VH +AE (Rev)

County Tax Increase \$ 51,358

Tax Base Growth FY 16 vs FY 15 \$ 532,500
\$302,647

If the MSAD 51 Assessment increase less than \$716,000 or 5%
Mil Rate for FY 2016 = \$ 17.75 or less 2% increase over FY 2015



Budget Proposal FY 2016

Preliminary Tax Rate Impact



Town of Cumberland

290 Tuttle Road
Cumberland, ME 04021
(207) 829-2200

MAP R04 LOT 045
SUB 000 TYPE 00B
BOOK/PAGE 11019/203
ALT PARCEL R04-045-000-00B
LOCATION
39 CROSSING BROOK ROAD

SHANE WILLIAM R
SHANE LINDA J
39 CROSSING BROOK ROAD
CUMBERLAND, ME 04021

PROPERTY TAX BILL

For the Fiscal Year of 7/1/2014 to 6/30/2015

Bill Number: 20152731

Current Billing Distribution

	RATE	%
School	11.70	67.24
County	0.57	3.28
Municipal	5.13	29.48
Total	17.40	100.00

Late Payments

All late payments accrue interest each day.
Your interest due as of February 04, 2015 is
\$0.00 If any interest is due, this amount is
included in the amount shown below.

DUE DATE **AMOUNT**
3/16/2015 **\$2,925.81**

OFFICE HOURS

Mon. - Wed. 8:00 - 5:00
Thurs: 8:00 - 6:00

Current Billing Information

Land Value	\$100,800.00
Building Value	\$245,500.00
Total Value	\$346,300.00
Exemptions	\$10,000.00
Homestead Ex.	
Tax Value	\$336,300.00

Personal Property

Total Tax **\$5,851.62**

As of June 30, 2014, the outstanding
bonded indebtedness of the
Town of Cumberland was \$14,526,775.

Interest at 7% per annum charged beginning September 16, 2014 and March 17, 2015.

PLEASE REMIT THIS PORTION WITH YOUR PAYMENT

Bill Number: 20152731

R04-045-000-00B

SHANE WILLIAM R
SHANE LINDA J
39 CROSSING BROOK ROAD
CUMBERLAND, ME 04021

Owner as of April 1, 2014

SHANE WILLIAM R

DUE DATE **3/16/2015** **AMOUNT DUE** **\$2,925.81**

AMOUNT PAID \$ _____

REMITTANCE INSTRUCTIONS

Please make check or money order payable to Town of Cumberland and mail to:
Town of Cumberland, 290 Tuttle Road, Cumberland, ME 04021
If a receipt is desired, please send a self-addressed, stamped envelope.



Budget Proposal FY 2016 Revenues



Current Billing Distribution

	RATE	%
School	11.70	67.24
County	0.57	3.28
Municipal	5.13	29.48
Total	17.40	100.00

New Revenues for FY 2016 \$ 522,000 from \$30 M of New properties prior to April 1

\$532,500	x 67.24%	= \$358,053	School
	x 3.28%	= \$ 17,466	County
	x 29.48%	= <u>\$156,981</u>	Town
		\$532,500	



Budget Proposal FY 2016 Revenues



Current Billing Distribution		
	RATE	%
School	11.70	67.24
County	0.57	3.28
Municipal	5.13	29.48
Total	17.40	100.00

**New Revenues Town & County
for FY 2016 \$ 532,500 from \$30 M of New properties**

%	Revenue	Expense Increase	To Taxes
3.28%	\$ 17,466	County - \$ 51,358 Increase	= \$ 33,892
29.48%	\$156,981	Town - \$178,495 Increase	= \$ 21,514

County (\$00.03) or .17% + Town (\$00.02) or .11%= .28%



Budget Proposal FY 2016 Revenues



Current Billing Distribution		
	RATE	%
School	11.70	67.24
County	0.57	3.28
Municipal	5.13	29.48
Total	17.40	100.00

Mil Rate Pre School Assessment:

School **\$11.70 + TBD**

County **\$0.57 + \$ 0.03 = \$0.60**

Town **\$5.13 + \$ 0.02 = \$5.15**

Total **\$17.40 + .05 = \$17.45 + School Increase**