

CONTINGENCY #1074

HIGHLIGHTS & GOALS

The overall increase in this budget request is \$225,000 or 52.9%.

Final FYE 17 Budget Result: During budget deliberations, the RTM reduced this function by \$125,000 to \$425,000.

This represents the amount of funds set aside for unforeseen expenses.

Town Charter Section 9.10.7 requires that no expenditure may be charged directly to the Contingency account. Funds may be transferred from Contingency to any other account upon Town Council approval. Transfers of \$10,000 or more require the approval of the Representative Town Meeting (RTM).

The Town's Debt Policy and Management/Fiscal Practices specifies that an annual contingency reserve of not more than 2.0% of the General Fund operating budget must be maintained. This request of \$650,000 equates to 0.5% of the General Fund Operating Budget.

Recent Contingency Experience:

- FYE 2017: \$425,000 was appropriated. Transfers in the amount of \$60,345 were approved for wage increases and transfers totaling \$48,500 were approved for the Charter Revision Commission, CTNEXT Initiative, Thames River Waterfront Taxi, historical document purchase, Town Manager recruitment services. Pending RTM approval is a \$16,334 transfer for Insurance & Claims leaving a balance of \$299,821.
- FYE 2016: \$550,000 was appropriated. Transfers in the amount of \$337,296 were approved for wage increases for 2 labor contracts that have been settled and approved by the Town Council. Wages increases were not included in the budget for FYE 2017 but were included in Contingency. Transfers in the amounts of \$197,704 for Legal Services and \$15,000 for Insurance & Claims are pending approval by the RTM which will deplete the fund.
- FYE 2015: \$350,000 was appropriated and transferred to Executive Management, Public Works, Human Services, Regional Agencies and Finance. A supplemental appropriation from Fund balance was also required (\$286,936).
- FYE 2014: \$350,000 was appropriated and was transferred to Debt Service, City of Groton & Public Works.
- FYE 2013: \$450,000 was appropriated and \$266,392 was transferred to Legal Services, Probate and departmental functions leaving a balance of \$183,608.
- FYE 2012: \$350,000 was appropriated and \$223,000 was transferred to Capital Reserve and Voter Registration leaving a balance of \$127,000.
- FYE 2011: \$350,000 was appropriated and \$237,545 was transferred to Town Clerk, Voter Registration and Public Works leaving a balance of \$112,455.

TOWN OF GROTON
SUMMARY COST CENTER
FYE 2018 PROPOSED BUDGET

2-Mar-2017

AREA OF SERVICE: CONTINGENCY
DEPARTMENT: CONTINGENCY
FUNCTION: CONTINGENCY 1074

	ACTUAL FYE 2016	ADJUSTED FYE 2017	ESTIMATE FYE 2017	REQUEST FYE 2018	MANAGER FYE 2018

APPROPRIATION					

Operating Expenses	0	299,821	114,399	650,000	650,000
Total Appropriation	\$0	\$299,821	\$114,399	\$650,000	\$650,000

COST CENTERS					

10741 GENERAL CONTINGENCY	0	299,821	114,399	650,000	650,000
Total Cost Centers	\$0	\$299,821	\$114,399	\$650,000	\$650,000

FINANCING PLAN					

GENERAL FUND	0	299,821	114,399	650,000	650,000
Total Financing Plan	\$0	\$299,821	\$114,399	\$650,000	\$650,000

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SUMMARY COST CENTER
FYE 2018 PROPOSED BUDGET

2-Mar-2017

AREA OF SERVICE: CONTINGENCY
DEPARTMENT: CONTINGENCY
FUNCTION: CONTINGENCY 1074

	ACTUAL FYE 2016	ADJUSTED FYE 2017	ESTIMATE FYE 2017	REQUEST FYE 2018	MANAGER FYE 2018

OPERATING EXPENSES					

5499 CONTINGENCY	0	299,821	114,399	650,000	650,000

Total Operating Expenses	\$0	\$299,821	\$114,399	\$650,000	\$650,000

GRAND TOTAL	\$0	\$299,821	\$114,399	\$650,000	\$650,000