

**TOWN OF NORTH EAST
PROPOSED BUDGET
FISCAL YEAR 2017**

PUBLIC HEARING: May 25, 2016

TABLE OF CONTENTS

GENERAL FUND.....	1
ENTERPRISE FUND (WATER).....	9
CAPITAL PROJECTS FUND.....	13
BUDGET HEARING PRESENTATION.....	15



**GENERAL FUND
PROPOSED BUDGET
FISCAL YEAR 2017**

**TOWN OF NORTH EAST
2017 GENERAL FUND BUDGET**

ACCT NUMBER	ACCOUNT DESCRIPTION	PROPOSED BUDGET (12 MTHS)
REVENUES		
10.000.311.10.10	REAL PROPERTY TAXES-FULL YEAR	1,485,463
10.000.311.10.20	REAL PROPERTY TAXES-NEW CONSTR	1,000
10.000.311.10.30	ENTERPRISE TAX CREDIT	9,811
10.000.311.20.10	PUBLIC UTILITY OPERATING PROPE	67,000
10.000.318.20.10	FRANCHISE TAXES - COMCAST	64,000
10.000.319.00.00	INTEREST & PENALITES ON TAXES	4,200
10.000.322.00.05	YARD SALE PERMITS	120
10.000.335.90.10	TRADERS' LICENCES	8,500
10.000.335.90.20	ADMISSIONS & AMUSEMENT TAX	3,500
10.000.337.10.00	CECIL CO TAX DIFFERENTIAL	86,468
10.000.337.20.00	FINANCIAL COOPERATION GRANT	1,178
10.000.337.30.00	HOTEL TAX	102,000
10.000.337.70.00	CECIL COUNTY SOLID WASTE REBAT	7,687
10.000.338.10.00	INCOME TAX	290,000
10.000.338.10.10	INCOME TAX REFUNDS - WYNNE CAS	-3,500
10.000.340.10.00	SPECIAL EVENT FEES	12,700
10.000.361.00.00	INTEREST REVENUE	15,600
10.000.362.00.00	RENTS & ROYALTIES	93,659
10.000.369.00.00	MISCELLANEOUS	659
10.000.391.00.00	TRANSFERS IN/OUT	-420,000
10.000.399.00.00	FUND BALANCE RESOURCES	657,587
10.100.340.20.00	PARADE FEES	7,500
10.400.322.00.00	NON BUSINESS LICENCES & PERMIT	30
10.400.322.10.00	BUILDING STRUCTURES & EQUIPMEN	4,000
10.400.334.14.05	CRITICAL AREAS	5,000
10.400.341.30.00	ZONING & SUBDIVISION FEES	600
10.600.331.16.10	MSPF GRANT	8,000
10.600.334.16.05	STATE AID FOR POLICE PROTECTIO	61,330
10.600.334.16.10	TOBACCO CESSATION	500
10.600.341.10.00	DOCUMENTS & COPIES	400
10.600.351.00.00	FINES & FOREFITS	300
10.700.334.17.10	SHA-MAINT SHOP RELOCATION	10,000
10.700.335.40.00	HIGHWAY USER REVENUES	78,269
10.700.344.30.00	SANITATION-REFUSE FEES	183,000
10.710.347.40.10	PAVILION RENTALS	3,800
TOTAL REVENUES		2,850,361
EXPENDITURES		
MAYOR & COMMISSIONERS		
10.100.411.34.20	PROF SVCS - WEBSITE	1,000
10.100.411.42.00	PROPERTY SERVICES-CLEANING SVC	8,000
10.100.411.52.25	INSURANCE-PUBLIC OFFICERS LIAB	3,514
10.100.411.58.10	TRAVEL-MEALS & MILEAGE RMBRSMN	4,500
10.100.411.64.10	DUES & SUBSCRIPTIONS	4,500
10.100.411.67.00	COMMUNITY PROMOTION	1,000
10.100.411.67.10	ECONOMIC DEVELOPMENT	50
10.100.411.67.20	TOURISM	700
10.100.411.67.30	HALLOWEEN	400
10.100.411.67.40	CHRISTMAS PARADE	7,500
10.100.411.67.45	CHRISTMAS CONTEST	150

**TOWN OF NORTH EAST
2017 GENERAL FUND BUDGET**

CCT NUMBER	ACCOUNT DESCRIPTION	PROPOSED BUDGET (12 MTHS)
0.100.411.67.46	CHRISTMAS SEASON	1,000
0.100.411.67.50	FLAG DAY	100
10.100.411.68.20	ALLOCATION-CHRISTMAS PARADE	2,000
10.100.411.69.00	MISCELLEANOUS	1,000
TOTAL MAYOR & COMMISSIONERS		35,414
ADMINISTRATION		
0.200.413.11.00	SALARIES - REGULAR EMPLOYEES	38,035
0.200.413.13.15	OVERTIME-TIME AND A HALF	177
10.200.413.21.10	GROUP INSURANCE-HEALTH	1,812
10.200.413.21.11	GROUP INSURANCE-DEDUCTIBLE	800
0.200.413.21.15	GROUP INSURANCE-DENTAL	227
0.200.413.21.20	GROUP INSURANCE-VISION	43
10.200.413.21.30	GROUP INSURANCE - LIFE	125
10.200.413.22.10	SOCIAL SECURITY TAX	2,369
0.200.413.22.15	MEDICARE TAX	554
0.200.413.23.00	RETIREMENT CONTRIBUTIONS	1,000
10.200.413.25.00	UNEMPLOYMENT INSURANCE TAX	192
0.200.413.26.00	WORKERS' COMPENSATION INSURANC	201
0.200.413.33.10	PROF SVCS - LEGAL	1,500
0.200.413.33.20	PROF SVCS - ENGINEER/DESIGN	1,000
10.200.413.34.10	PROF SVCS - COMPUTER REPAIR	500
0.200.413.50.10	ELECTIONS	1,000
0.200.413.54.00	ADVERTISING	500
0.200.413.58.10	TRAVEL - MEALS & MILEAGE RMBRS	150
10.200.413.59.00	TRAINING	350
0.200.413.59.90	EMPLOYEE HIRING	2,000
0.200.413.61.10	SUPPLIES - OFFICE SUPPLIES	2,000
0.200.413.61.15	SUPPLIES - POSTAGE	200
10.200.413.69.00	MISCELLEANOUS	150
TOTAL ADMINISTRATION		54,885
FINANCE		
0.300.415.11.00	SALARIES - REGULAR EMPLOYEES	33,411
0.300.415.13.10	OVERTIME - TIME AND A HALF	206
10.300.415.21.10	GROUP INSURANCE-HEALTH	4,244
10.300.415.21.11	GROUP INSURANCE-DEDUCTIBLE	1,900
0.300.415.21.15	GROUP INSURANCE DENTAL	368
0.300.415.21.20	GROUP INSURANCE-VISION	69
10.300.415.21.30	GROUP INSURANCE-LIFE	86
10.300.415.22.10	SOCIAL SECURITY TAX	2,084
0.300.415.22.15	MEDICARE TAX	487
0.300.415.23.00	RETIREMENT CONTRIBUTIONS	1,650
10.300.415.25.00	UNEMPLOYMENT INSURANCE TAX	132
10.300.415.26.00	WORKERS' COMPENSATION INSURANC	120
0.300.415.33.30	PROF SVCS - AUDITING	20,000
0.300.415.34.10	PROF SVCS - COMPUTER REPAIR	1,000
10.300.415.34.15	PROF SVCS - SOFTWARE SUPPORT	5,000
10.300.415.50.05	BANK SERVICE FEES	500
0.300.415.52.30	INSURANCE-BONDS	200
0.300.415.54.00	ADVERTISING	1,000
10.300.415.58.10	TRAVEL-MEALS & MILEAGE RMBRS	500

**TOWN OF NORTH EAST
2017 GENERAL FUND BUDGET**

ACCT NUMBER	ACCOUNT DESCRIPTION	PROPOSED BUDGET (12 MTHS)
10.300.415.59.00	TRAINING	2,050
10.300.415.61.10	SUPPLIES-OFFICE SUPPLIES	4,000
10.300.415.61.15	SUPPLIES-POSTAGE	400
10.300.415.64.10	DUES & SUBSCRIPTIONS	250
TOTAL FINANCE		79,657
PLANING & ZONING		
10.400.419.11.00	SALARIES-REGULAR EMPLOYEES	45,314
10.400.419.13.15	OVERTIME-TIME AND A HALF	629
10.400.419.21.10	GROUP INSURANCE-HEALTH	4,359
10.400.419.21.11	GROUP INSURANCE-DEDUCTIBLE	2,000
10.400.419.21.15	GROUP INSURANCE-DENTAL	678
10.400.419.21.20	GROUP INSURANCE-VISION	113
10.400.419.21.30	GROUP INSURANCE-LIFE	117
10.400.419.22.10	SOCIAL SECURITY TAX	2,848
10.400.419.22.15	MEDICARE TAX	666
10.400.419.23.00	RETIREMENT CONTRIBUTIONS	2,250
10.400.419.25.00	UNEMPLOYMENT INSURANCE TAX	180
10.400.419.26.00	WORKERS COMPENSATION INSURANCE	419
10.400.419.33.10	PROF SVCS - LEGAL	4,000
10.400.419.33.20	PROF SVCS-ENGINEERING/DESIGN	2,500
10.400.419.33.25	PROF SVCS-ZONING&SUBDIVS FEMA	5,000
10.400.419.34.10	PROF SVCS-COMPUTER REPAIR	500
10.400.419.54.00	ADVERTISING	2,000
10.400.419.58.10	TRAVEL-MEALS & MILEAGE RMBRS	150
10.400.419.59.00	TRAINING	600
10.400.419.61.10	SUPPLIES-OFFICE SUPPLIES	1,500
10.400.419.61.15	SUPPLIES - POSTAGE	300
10.400.419.61.25	SUPPLIES-UNIFORMS	175
10.400.419.69.00	MISCELLEANOUS	500
TOTAL PLANNING & ZONING		76,798
BOARD OF APPEALS		
10.410.419.33.10	PROF SVCS - LEGAL	3,500
10.410.419.34.10	PROF SVCS-COMPUTER REPAIR	500
10.410.419.34.40	PROF SVCS-COURT REPORTER	1,000
10.410.419.54.00	ADVERTISING	750
10.410.419.61.10	SUPPLIES - OFFICE SUPPLIES	1,000
10.410.419.61.15	SUPPLIES - POSTAGE	200
10.410.419.69.00	MISCELLEANOUS	100
TOTAL BOARD OF APPEALS		7,050
CODE ENFORCEMENT		
10.420.419.11.00	SALARIES-REGULAR EMPLOYEES	29,172
10.420.419.13.15	OVERTIME-TIME AND A HALF	629
10.420.419.21.10	GROUP INSURANCE-HEALTH	3,208
10.420.419.21.11	GROUP INSURANCE-DEDUCTIBLE	1,500
10.420.419.21.15	GROUP INSURANCE-DENTAL	487
10.420.419.21.20	GROUP INSURANCE-VISION	78
10.420.419.21.30	GROUP INSURANCE-LIFE	78
10.420.419.22.10	SOCIAL SECURITY TAX	1,848

**TOWN OF NORTH EAST
2017 GENERAL FUND BUDGET**

ACCT NUMBER	ACCOUNT DESCRIPTION	PROPOSED BUDGET (12 MTHS)
0.420.419.22.15	MEDICARE TAX	432
0.420.419.23.00	RETIREMENT CONTRIBUTIONS	1,500
10.420.419.25.00	UNEMPLOYMENT INSURANCE TAX	120
10.420.419.26.00	WORKERS' COMPENSATION INSURANC	386
0.420.419.33.10	PROF SVCS - LEGAL	1,000
0.420.419.34.10	PROF SVCS-COMPUTER REPAIR	500
10.420.419.54.00	ADVERTISING	200
10.420.419.59.00	TRAINING	250
0.420.419.61.10	SUPPLIES-OFFICE SUPPLIES	1,000
0.420.419.61.15	SUPPLIES - POSTAGE	400
10.420.419.61.25	SUPPLIES - UNIFORMS	250
10.420.419.69.00	MISCELLANEOUS	100
TOTAL CODE ENFORCEMENT		43,138
GENERAL SERVICES		
0.500.419.33.20	PROF SVCS - ENGINEER/DESIGN	50,000
0.500.419.42.00	PROPERTY SVCS-CLEANING SVCS	2,000
10.500.419.43.00	PROPERTY SVCS- R&M SERVICES	2,000
0.500.419.43.10	PROPERTY SVCS-R&M VEHICLES	1,000
0.500.419.44.90	PROPERTY SVCS - 102 W CECIL AV	500
0.500.419.44.91	PROP SVCS-JACKSON HOUSE	2,000
10.500.419.45.00	PROP SVCS - CONSTRUCTION	32,000
0.500.419.52.10	INSURANCE - PROPERTY	1,315
0.500.419.52.15	INSURANCE-AUTO	495
0.500.419.52.20	INSURANCE-GENERAL LIABILITY	1,938
10.500.419.53.10	COMMUNICATIONS-TELEPHONE/INTER	3,200
0.500.419.54.00	ADVERTISING	300
0.500.419.62.10	SUPPLIES- NATURAL GAS/PROPANE	2,500
0.500.419.62.20	SUPPLIES-ELECTRICITY	6,000
10.500.419.62.60	SUPPLIES-GASOLINE/DIESEL	300
0.500.419.69.00	MISCELLANEOUS	100
0.500.419.69.95	CONTINGENCY	50,000
TOTAL GENERAL SERVICES		155,648
PUBLIC SAFETY		
10.600.421.11.00	SALARIES - REGULAR EMPLOYEES	625,984
10.600.421.13.15	O/T TIME AND A HALF	116,238
0.600.421.15.00	SALARIES - SICK LEAVE PAYOUT	11,037
0.600.421.21.10	GROUP INSURANCE - HEALTH	88,869
10.600.421.21.11	GROUP INSURANCE - DEDUCTIBLE	36,000
10.600.421.21.15	GROUP INSURANCE - DENTAL	10,327
0.600.421.21.20	GROUP INSURANCE - VISION	1,473
0.600.421.21.30	GROUP INSURANCE - LIFE	1,716
10.600.421.22.10	SOCIAL SECURITY TAX	46,018
10.600.421.22.15	MEDICARE TAX	10,762
0.600.421.23.00	RETIREMENT CONTRIBUTIONS	31,500
0.600.421.25.00	UNEMPLOYMENT INSURANCE TAX	2,400
10.600.421.26.00	WORKERS COMPENSATION INSURANCE	44,116
10.600.421.34.10	PROF SVCS - COMPUTER REPAIR	680
0.600.421.42.00	PROP SVCS - CLEANING SERVICES	4,500
0.600.421.43.00	PROP SVCS - R&M SERVICES	3,900
10.600.421.43.10	PROP SVCS - R&M VEHICLES	14,000

**TOWN OF NORTH EAST
2017 GENERAL FUND BUDGET**

ACCT NUMBER	ACCOUNT DESCRIPTION	PROPOSED BUDGET (12 MTHS)
10.600.421.52.10	INSURANCE - PROPERTY	1,060
10.600.421.52.15	INSURANCE - AUTO	4,836
10.600.421.52.20	INSURANCE - GENERAL LIABILITY	10,359
10.600.421.52.30	INSURANCE - BONDS	300
10.600.421.53.10	COMMUNICATIONS-TELEPHONES/INTE	4,000
10.600.421.53.60	COMMUNICATIONS - PUBLIC SAFETY	43,000
10.600.421.58.10	TRAVEL-MEALS & MILEAGE RMBRS	1,200
10.600.421.59.00	TRAINING	5,000
10.600.421.61.10	SUPPLIES - OFFICE SUPPLIES	3,500
10.600.421.61.15	SUPPLIES - POSTAGE	400
10.600.421.61.20	SUPPLIES - OPERATING	2,000
10.600.421.61.25	SUPPLIES - UNIFORMS	7,000
10.600.421.62.10	SUPPLIES NATURAL GAS/PROPANE	500
10.600.421.62.20	SUPPLIES - ELECTRICTY	8,000
10.600.421.62.60	SUPPLIES - GASOLINE/DIESEL	36,000
10.600.421.64.10	DUES & SUBSCRIPTIONS	500
10.600.421.69.00	MISCELLANEOUS	100
10.600.421.75.20	FIXED ASSETS - VEHICLES	65,000
TOTAL PUBLIC SAFETY		1,242,275
PUBLIC SAFETY-ADMINISTRAT		
10.601.421.11.00	SALARIES - REGULAR EMPLOYEES	43,053
10.601.421.13.15	OVERTIME - TIME AND A HALF	124
10.601.421.21.10	GROUP INSURANCE - HEALTH	8,224
10.601.421.21.11	GROUP INSURANCE - DEDUCTIBLE	4,000
10.601.421.21.15	GROUP INSURANCE - DENTAL	1,182
10.601.421.21.20	GROUP INSURANCE - VISION	172
10.601.421.21.30	GROUP INSURANCE - LIFE	468
10.601.421.22.10	SOCIAL SECURITY TAX	2,677
10.601.421.22.15	MEDICARE TAX	626
10.601.421.23.00	RETIREMENT CONTRIBUTIONS	3,000
10.601.421.25.00	UNEMPLOYMENT INSURANCE TAX	720
10.601.421.26.00	WORKERS COMPENSATION INSURANCE	2,575
TOTAL PUBLIC SAFETY ADMIN		66,821
PUBLIC WORKS		
10.700.431.11.00	SALARIES - REGULAR EMPLOYEES	256,752
10.700.431.13.15	OVERTIME - TIME AND A HALF	10,602
10.700.431.21.10	GROUP INSURANCE - HEALTH	51,179
10.700.431.21.11	GROUP INSURANCE - DEDUCTIBLE	22,500
10.700.431.21.15	GROUP INSURANCE - DENTAL	6,160
10.700.431.21.20	GROUP INSURANCE - VISION	946
10.700.431.21.30	GROUP INSURANCE - LIFE	975
10.700.431.22.10	SOCIAL SECURITY TAX	16,576
10.700.431.22.15	MEDICARE TAX	3,877
10.700.431.23.00	RETIREMENT CONTRIBUTIONS	18,750
10.700.431.25.00	UNEMPLOYMENT INSURANCE TAX	1,500
10.700.431.26.00	WORKERS COMPENSATION INSURANCE	6,108
10.700.431.42.10	GARBAGE/RECYCLING DISPOSAL SVC	178,460
10.700.431.42.15	TIPPING FEES-BULK TRASH & YARD	9,600
10.700.431.42.20	SNOW REMOVAL SERVICES	20,000
10.700.431.42.25	STREET CLEANING SERVICES	15,000

**TOWN OF NORTH EAST
2017 GENERAL FUND BUDGET**

ACCT NUMBER	ACCOUNT DESCRIPTION	PROPOSED BUDGET (12 MTHS)
0.700.431.42.40	PROP SVCS - LANDSCAPING	9,000
0.700.431.43.00	PROP SVCS - R&M SERVICES	2,500
10.700.431.43.10	PROP SVCS - R&M VEHICLES	9,000
10.700.431.44.10	PROP SVCS - RENTAL	10,000
0.700.431.45.00	CONSTRUCTION SERVICES	37,500
0.700.431.52.10	INSURANCE - PROPERTY	2,371
10.700.431.52.15	INSURANCE - AUTO	4,117
10.700.431.53.10	COMMUNICATIONS-TELEPHONE/INTER	2,750
0.700.431.58.10	TRAVEL - MEALS & MILEAGE RMBRS	150
0.700.431.59.00	TRAINING	600
10.700.431.60.22	R&M STREETS/SIDEWALKS/DRAINS	7,500
10.700.431.60.23	R&M PARKING FACILITIES	1,500
0.700.431.61.10	SUPPLIES- OFFICE SUPPLIES	750
0.700.431.61.20	SUPPLIES-OPERATING	5,700
10.700.431.61.21	SUPPLIES - SNOW REMOVAL	10,000
10.700.431.61.25	SUPPLIES - UNIFORMS	5,000
0.700.431.61.30	SUPPLIES - TOOLS & EQUIPMENT	6,500
0.700.431.62.20	SUPPLIES - ELECTRICITY	2,250
10.700.431.62.25	SUPPLIES-ELECTRICITY-STREET LGT	70,250
10.700.431.62.40	SUPPLIES - HEATING OIL	1,500
0.700.431.62.60	SUPPLIES - GASOLINE/DIESEL	7,000
0.700.431.69.00	MISCELLEANOUS	750
10.700.431.75.20	FIXED ASSETS VEHICLES	50,000
TOTAL PUBLIC WORKS		865,673
HEALTH		
0.705.441.50.20	OT SVCS - MOSQUITO CONTROL	2,500
TOTAL HEALTH		2,500
PARKS, RECREATION & CULTU		
0.710.452.33.20	PROP SVCS - ENGINEER/DESIGN	35,000
10.710.452.42.00	PROP SVCS - CLEANING SERVICES	2,600
10.710.452.42.40	PROP SVCS - LANDSCAPING	1,600
0.710.452.43.00	PROP SVCS - R & M SERVICES	500
0.710.452.52.10	INSURANCE - PROPERTY	2,344
10.710.452.61.20	SUPPLIES - OPERATING SUPPLIES	10,000
10.710.452.62.20	SUPPLIES - ELECTRICITY	1,750
TOTAL PARKS, RECREATION &		53,794
DEBT SERVICE		
0.750.470.80.10	BOND PRINC - SHORE EROSION	4,428
0.750.470.80.15	BOND PRINC - CDA SERIES 2014 A	83,500
10.750.470.81.15	BOND INT - CDA SERIES 2014 A	59,613
TOTAL DEBT SERVICE		147,541
ALLOCATIONS		
10.790.421.90.30	ALLOCATIONS-NEGHEBORHOOD YOUT	4,667
0.790.422.90.10	ALLOCATIONS-NEVFC	7,500
0.790.451.90.20	ALLOCATIONS-SALUTE TO CEICL CO	2,000
10.790.451.90.21	ALLOCATIONS-BOYS & GIRLS CLUB	5,000

**TOWN OF NORTH EAST
2017 GENERAL FUND BUDGET**

ACCT NUMBER	ACCOUNT DESCRIPTION	PROPOSED BUDGET (12 MTHS)
TOTAL ALLOCATIONS		19,167
TOTAL EXPENDITURES		2,850,361

**ENTERPRISE FUND
(WATER FUND)
PROPOSED BUDGET
FISCAL YEAR 2017**

**TOWN OF NORTH EAST
2017 ENTERPRISE FUND BUDGET**

ACCT NUMBER	ACCOUNT DESCRIPTION	PROPOSED BUDGET (14 MTHS)
REVENUES		
50.000.340.10.00	WATER SERVICE CHARGES	2,282,000
50.000.340.10.20	WATER SERVICE CHARGES-BULK SAL	750
50.000.340.20.00	WA SVC CHGS-READY TO SERVE	40,000
50.000.340.70.05	PENALTIES-RETURNED CHECK FEE	1,000
50.000.340.70.10	PENALTIES-SECOND NOTICE FEE	40,000
50.000.340.70.20	PENALTIES-SHUT OFF FEE	20,000
50.000.340.70.30	PENALTIES-PULL METER FEE	38,000
50.000.355.10.10	CONNECTION FEES	10,000
50.000.355.10.20	MAJOR FACILITY FEES	14,000
50.000.361.00.00	INVESTMENT REVENUE	5,000
50.000.361.10.05	INVESTMENT EARNINGS-MAJOR FACI	3,200
50.000.369.00.00	MISCELLANEOUS	1,777
50.000.397.00.00	CAPITAL CONTRIBUTIONS	100,000
50.000.399.00.00	FUND BALANCE RESOURCES	168,791
TOTAL REVENUES		2,724,518
WATER ADMINISTRATION		
50.800.432.11.00	SALARIES-REGULAR EMPLOYEES	273,776
50.800.432.13.15	OVERTIME-TIME AND A HALF	4,697
50.800.432.21.10	GROUP INSURANCE-HEALTH	34,737
50.800.432.21.11	GROUP INSURANCE-DEDUCTIBLE	15,800
50.800.432.21.15	GROUP INSURANCE-DENTAL	3,429
50.800.432.21.20	GROUP INSURANCE-VISION	639
50.800.432.21.30	GROUP INSURANCE-LIFE	842
50.800.432.22.10	SOCIAL SECURITY TAX	17,265
50.800.432.22.15	MEDICARE TAX	4,038
50.800.432.23.00	RETIREMENT CONTRIBUTIONS	14,800
50.800.432.25.00	UNEMPLOYMENT INSURANCE TAX	1,296
50.800.432.26.00	WORKERS COMPENSATION INSURANCE	3,023
50.800.432.33.10	PROF SVCS - LEGAL	10,000
50.800.432.33.30	PROF SVCS - AUDITING	16,000
50.800.432.34.05	PROF SVCS - DATA PROCESSING	10,000
50.800.432.34.10	PROF SVCS - COMPUTER REPAIR	2,000
50.800.432.34.15	PROF SVCS - SOFTWARE SUPPORT	5,000
50.800.432.34.50	PROF SVCS - RATE STUDIES	25,000
50.800.432.42.00	PROPERTY SVCS - CLEANING SVCS	500
50.800.432.43.00	PROP SVCS - R&M SERVICES	1,000
50.800.432.43.10	PROP SVCS-R&M VEHICLES	250
50.800.432.45.00	CONSTRUCTION SERVICES	13,000
50.800.432.52.10	INSURANCE-PROPERTY	34,000
50.800.432.52.15	INSURANCE-AUTO	212
50.800.432.52.25	INSURANCE - PUBLIC OFFICAL LIA	1,541
50.800.432.52.30	INSURANCE-BONDS	250
50.800.432.53.10	COMMUNICATIONS-TELEPHONE/INTER	5,400
50.800.432.54.00	ADVERTISING	500
50.800.432.58.10	TRAVEL-MEALS & MILEAGE REMBRSM	500
50.800.432.59.00	TRAINING	2,050
50.800.432.61.10	SUPPLIES-OFFICE	7,000
50.800.432.61.15	SUPPLIES-POSTAGE	2,200
50.800.432.62.10	SUPPLIES-NATURAL GAS/PROPANE	1,200
50.800.432.62.20	SUPPLIES-ELECTRICITY	2,300

**TOWN OF NORTH EAST
2017 ENTERPRISE FUND BUDGET**

ACCT NUMBER	ACCOUNT DESCRIPTION	PROPOSED BUDGET (14 MTHS)
0.800.432.62.60	SUPPLIES-GASOLINE/DIESEL	1,600
0.800.432.69.95	CONTINGENCY	50,000
50.800.432.82.01	BOND PRINC - MDE PH 5	68,750
50.800.432.82.02	BOND PRINC-MDE PH 6, 6A & 7	520,494
0.800.432.83.01	BOND INT-MDE PH 5	76,825
TOTAL WATER ADMINISTRATIO		1,231,914
WATER OPERATIONS/DISTRIBU		
0.850.432.11.00	SALARIES-REGULAR EMPLOYEES	250,299
50.850.432.13.15	OVERTIME-TIME AND A HALF	34,595
0.850.432.21.10	GROUP INSURANCE-HEALTH	34,345
0.850.432.21.11	GROUP INSURANCE-DEDUCTIBLE	13,500
0.850.432.21.15	GROUP INSURANCE-DENTAL	3,898
50.850.432.21.20	GROUP INSURNACE-VISION	626
0.850.432.21.30	GROUP INSURANCE-LIFE	741
0.850.432.21.35	RETIREE HEALTH CARE	5,710
0.850.432.22.10	SOCIAL SECURITY TAX	17,663
50.850.432.22.15	MEDICARE TAX	4,131
0.850.432.23.00	RETIREMENT CONTRIBUTIONS	14,750
0.850.432.25.00	UNEMPLOYMENT INSURANCE TAX	1,140
0.850.432.26.00	WORKERS COMPENSATION INSURANCE	4,102
50.850.432.33.20	PROF SVCS-DESING/ENGINEERING	70,000
0.850.432.34.51	PROF SVCS - INSPECTIONS	40,000
0.850.432.41.10	UTILITY SVCS - SEWAGE	19,000
0.850.432.43.00	PROP SVCS-R&M SERVICES	62,500
50.850.432.43.10	PROP SVCS-R&M VEHICLES	1,000
0.850.432.43.50	PROP SVCS-R&M LINES	190,000
0.850.432.43.51	PROP SVCS - VALVE REPAIRS	34,000
0.850.432.45.00	CONSTRUCTION SERVICES	157,000
50.850.432.50.50	OT SVCS-SLUDGE HAULING	10,106
0.850.432.50.51	OT SVCS-TELEMETRY	4,400
0.850.432.50.52	OT SVCS-LAB	10,400
50.850.432.52.15	INSURANCE-AUTO	969
50.850.432.52.20	INSURANCE-GENERAL LIABILITY	929
0.850.432.53.10	COMMUNICATIONS-TELEPHONE/INTER	10,655
0.850.432.54.00	ADVERTISING	270
50.850.432.58.10	TRAVEL-MEALS & MILEAGE	400
50.850.432.59.00	TRAINING	1,400
0.850.432.59.50	TRAINING-OPERATORS LIC RENEWAL	375
0.850.432.61.10	SUPPLIES-OFFICE	2,000
50.850.432.61.15	SUPPLIES-POSTAGE	180
50.850.432.61.25	SUPPLIES-UNIFORMS	1,500
0.850.432.61.30	SUPPLIES-TOOLS & EQUIPMENT	2,370
0.850.432.61.50	SUPPLIES-CHEMICALS	208,000
50.850.432.61.51	SUPPLIES-LINES	32,000
50.850.432.61.52	SUPPLIES-METERS	7,200
0.850.432.61.53	SUPPLIES-LAB	12,350
0.850.432.61.54	SUPPLIES-SAFETY	3,000
50.850.432.62.10	SUPPLIES-NATURAL GAS/PROPANE	44,000
50.850.432.62.20	SUPPLIES-ELECTRICITY	137,000
0.850.432.62.60	SUPPLIES-GASOLINE/DIESEL	6,000
50.850.432.64.10	MEMBERSHIP DUES & SUBSCRIPTION	100
50.850.432.69.00	MISCELLANEOUS	1,500

**TOWN OF NORTH EAST
2017 ENTERPRISE FUND BUDGET**

ACCT NUMBER	ACCOUNT DESCRIPTION	PROPOSED BUDGET (14 MTHS)
50.850.432.75.00	FIXED ASSETS LESS THAN \$5000	7,500
50.850.432.75.10	FIXED ASSETS - MACHINERY	9,000
50.850.432.75.30	FIXED ASSETS - BUILDINGS/IMPRO	20,000
TOTAL WATER OPERATIONS/DI		1,492,604
TOTAL EXPENSES		2,724,518
SURPLUS/(DEFICIT)		0

**CAPITAL PROJECTS FUND
PROPOSED BUDGET
FISCAL YEAR 2017**

Date: 05/25/2016 - Wed
Time: 08:36:01

TOWN OF NORTH EAST
2017 CAPITAL PROJECTS BUDGET

ACCT NUMBER	ACCOUNT DESCRIPTION	PROPOSED BUDGET (12 MTHS)
REVENUES		
30.000.391.10.00	TRANSFERS IN/OUT - GENERAL FUN	420,000
30.000.399.00.00	FUND BALANCE RESOURCES	113,000
TOTAL REVENUES		533,000
EXPENDITURES		
GENERAL SERVICES		
30.500.419.45.00	CONSTRUCTION SERVICES	100,000
TOTAL GENERAL SERVICES		100,000
PUBLIC WORKS		
30.700.431.75.30	FIXED ASSESTS - BUILDING/IMPRO	400,000
TOTAL PUBLIC WORKS		400,000
PARKS & RECREATION		
30.710.452.45.00	CONSTRUCTION SERVICES	33,000
TOTAL PARKS & RECREATION		33,000
TOTAL EXPENDITURES		533,000

BUDGET HEARING PRESENTATION

NORTH EAST BUDGET FY 2017

PUBLIC HEARING
MAY 25, 2016

Major Changes for Fiscal Year 2017

- ▶ General Fund
 - ▶ Retirements in the Police Department will save \$40,000.
 - ▶ \$400,000 will be transferred to the Capital Projects Fund to purchase a building for the Maintenance Shop
 - ▶ \$85,000 in engineering fees (design of a second floor for Town Hall and a revetment on the north side of the park)
 - ▶ Implemented a program to grant funding to eligible outside entities (\$19,167)
- ▶ Water Fund
 - ▶ \$25,000 for a professional evaluation of the Town's rate structure.
 - ▶ \$40,000 for an engineering study on the location of a new water tower
 - ▶ \$200,000 in deferred maintenance projects (LWTP Dredging, Upgrading I-95 pump station, and Irishtown Tower cleaning and inspection)

Major Changes (continued)

- ▶ Contingency

- ▶ The FY 17 budget contains a budgeted contingency line

- ▶ \$50,000 in each fund.

- ▶ Should be used to cover unexpected drops in revenue or increases in expenditures.
 - ▶ If not used by the end of the year can be used to purchase capital items slated for purchase in the following year.
 - ▶ Reduction from FY16 in both funds. (\$100,000 – General Fund & \$125,000 – Enterprise Fund).

Major Changes (continued)

- ▶ General Fund

- ▶ Refuse Fee 3% inflationary increase to cover cost of increase in contract and County Landfill Fees

- ▶ \$152 (from \$147)

- ▶ Water Rates & Billing

- ▶ 2% Inflationary increase in rates

- ▶ In town customers - \$39.05 (from \$38.25)

- ▶ Out of town customers - \$86.35 (from \$84.66)

- ▶ Additional Fee of \$205 added to fee table for MXU Replacement

- ▶ Will be charged to a property owner who is found to be responsible for the destruction of a radio transmitter.

- ▶ Customers will not be charged for defective products.

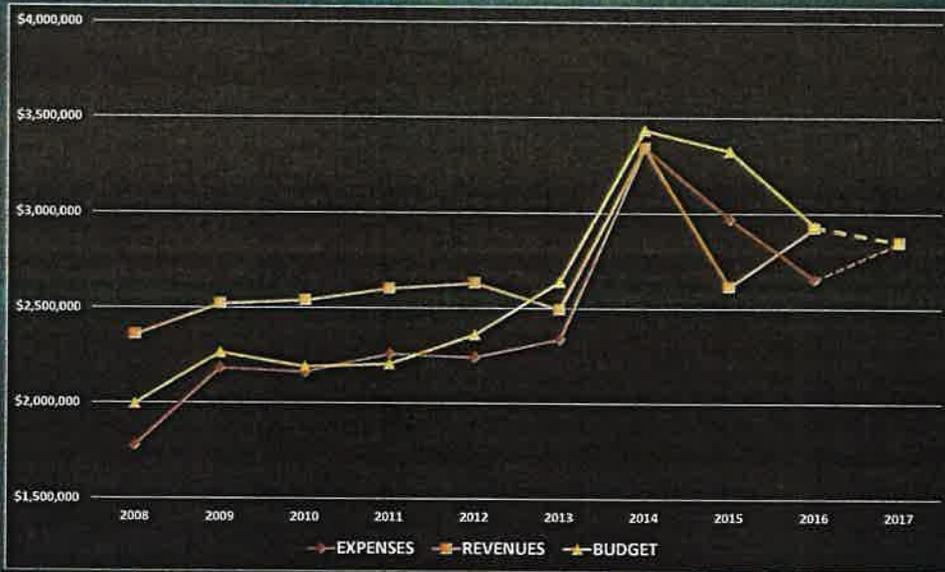
Major Changes (continued)

- ▶ Salary, Benefits, & Compensation
 - ▶ 3% Cost of Living Adjustment.
 - ▶ Health Insurance
 - ▶ Town will join the Local Government Insurance Trust's Health Cooperative which will save the town \$28,000 over continuing to buy insurance on the marketplace.
 - ▶ The plan keeps benefits and deductibles the same while providing a better product at a lower cost.
 - ▶ The structure of the co-op allows the town to receive a minimum of 70% of any claims surplus at the end of a plan year which will result in additional savings during "good" years while limiting the impact of "bad years"
 - ▶ Minimum two year commitment to join the pool.
 - ▶ The Town will continue to fund health insurance deductibles for employees through a Health Savings Account.

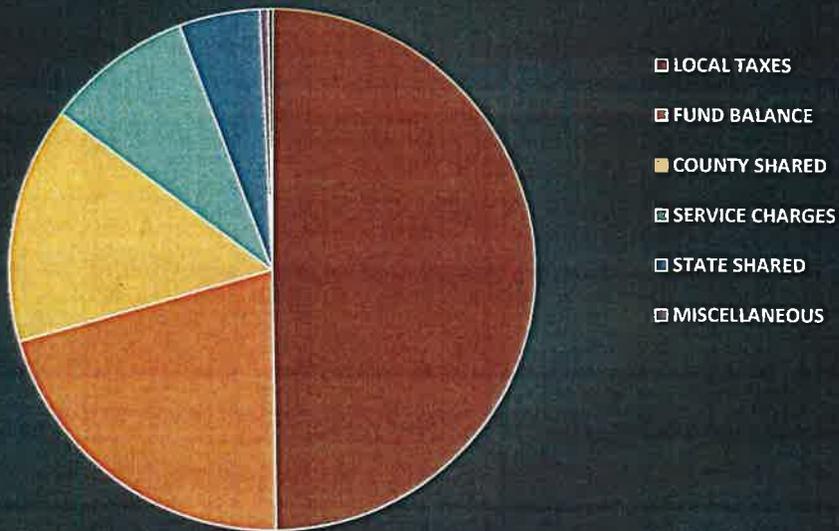
PROPERTY TAX RATE

- ▶ The tax rate is proposed at the current rate of **\$0.48 per \$100** of assessed value.
 - ▶ The proposed rate is above the Constant Yield Tax Rate of \$0.4717 per \$100 of assessed value.
 - ▶ ***The effect of a "tax increase" on a \$200,000 property will be \$16.60 per year.***
 - ▶ In prior year's the Town's rate of \$0.48 was below the Constant Yield Tax Rate and residents received a tax reduction in those years.
- ▶ Volatility of some revenue streams (i.e. highway user revenues) may require a change in the tax rate in subsequent years depending on the General Assembly and Governor

GF: Revenues, Expenditures & Budget



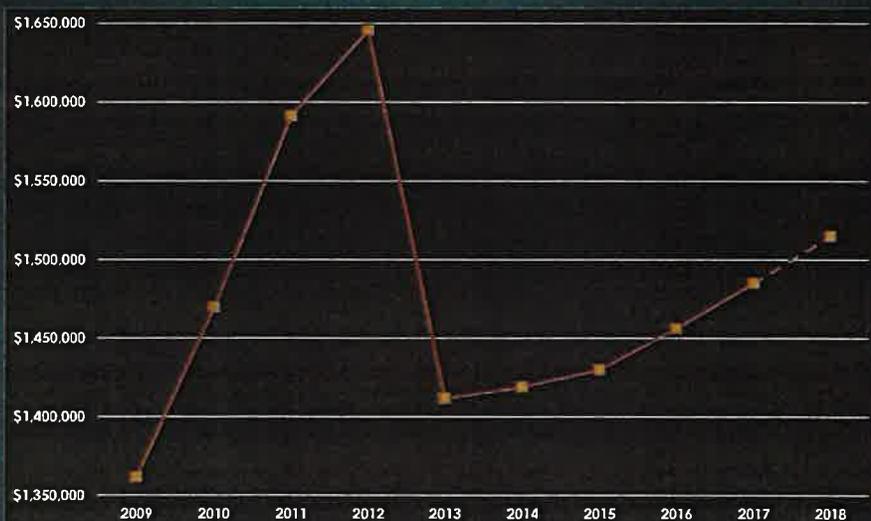
General Fund Revenues by Source



Revenue Outlook: Property Taxes

- ▶ FY 2017 is the second year of a three year assessment cycle.
 - ▶ Real Estate Property Taxes – will increase \$29,000 over FY 2016 (2%)
 - ▶ Property taxes will remain relatively flat at least until FY 2019.

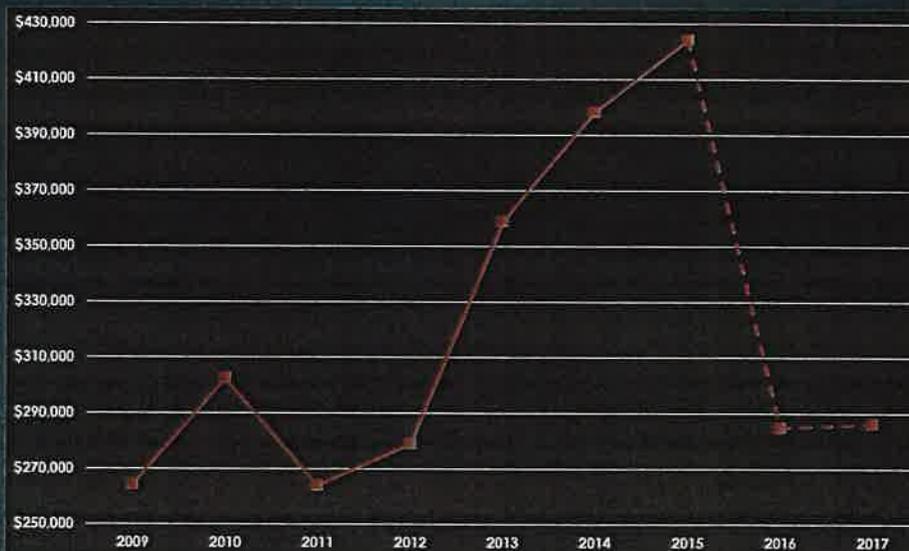
Revenue Outlook: Property Taxes



Revenue Outlook: Income Tax

- ▶ Projected to be essentially flat with FY 2016
- ▶ The apparent drop in revenues from FY 2014 is related to the Federal Government & the fiscal cliff.
 - ▶ Congress changed the capital gains tax rate which caused many investors to sell investments in December 2012 in order to pay the lower tax rate.
 - ▶ Because of the way income taxes are collected and distributed by the Comptroller's Office it can take up to 3 years to see the revenue.
 - ▶ The increase in 2013 and 2014 is most likely directly related to the fiscal cliff and not to any real increase in taxable income.
- ▶ *Wynne v. Comptroller of Maryland*
 - ▶ SCOTUS ruled taxing income earned out of state violates the Commerce Clause of the US Constitution. Tax payers affected can file amended tax returns and get a refund for the County Piggyback Tax which they were not previously allowed credits against.
 - ▶ Impact in FY 2017 is \$3,500

Revenue Outlook: Income Tax



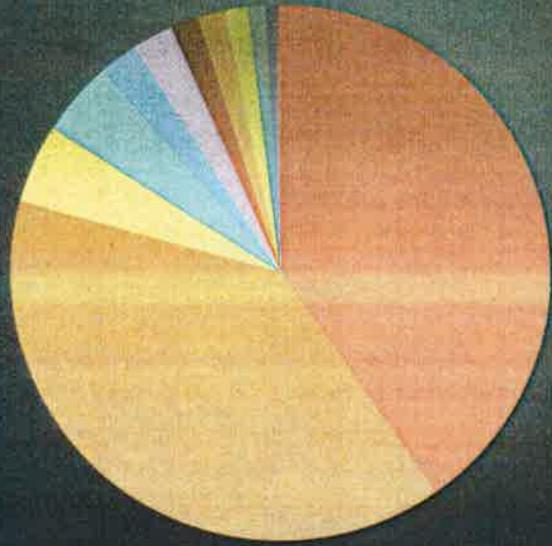
Revenue Outlook: Highway User

- ▶ The state distributes a share of the tax on gasoline & diesel to the counties and municipalities.
- ▶ In FY 2010 the state drastically reduced the amount of HUR distributed to municipalities & counties in an attempt to fix their budget.
 - ▶ HUR went from \$125,000 in FY 2008 to \$9,000 by FY 2011.
- ▶ Revenues are projected to be \$78,000 in FY 2017.
 - ▶ \$21,000 is the base distribution
 - ▶ \$57,000 is a "one time" grant
 - ▶ No guarantee that the General Assembly will continue that funding in 2018.

Revenue Outlook: Highway User



General Fund Expenditures



- Public Safety
- Public Works
- General Services
- Debt Service
- Finance
- Planning & Zoning
- Administration
- Parks, Recreation & Culture
- Code Enforcement
- Mayor & Commissioners
- Allocations
- Board of Appeals
- Health

How Your Tax Dollars are Spent

Public Safety
\$40.27

Public Works
\$39.02

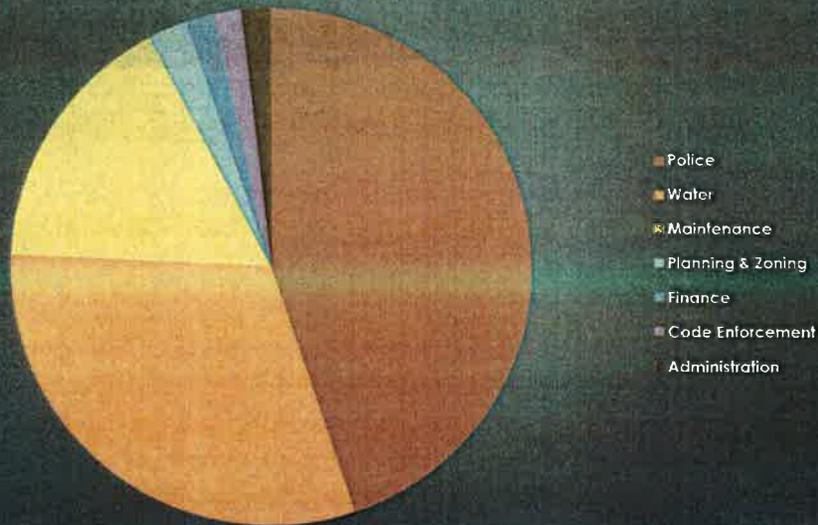
General Government
\$14.55

Debt Service
\$4.51



Culture &
Recreation
\$1.64

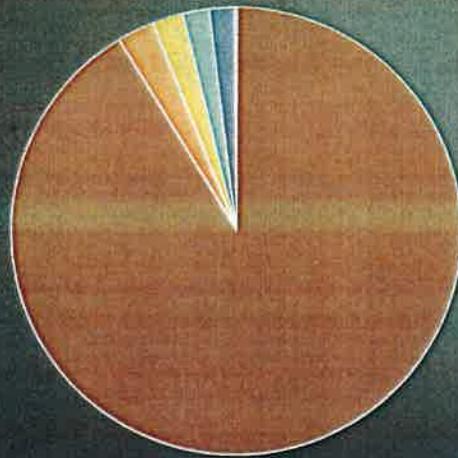
Payroll Distribution



WATER FUND BUDGET ANALYSIS

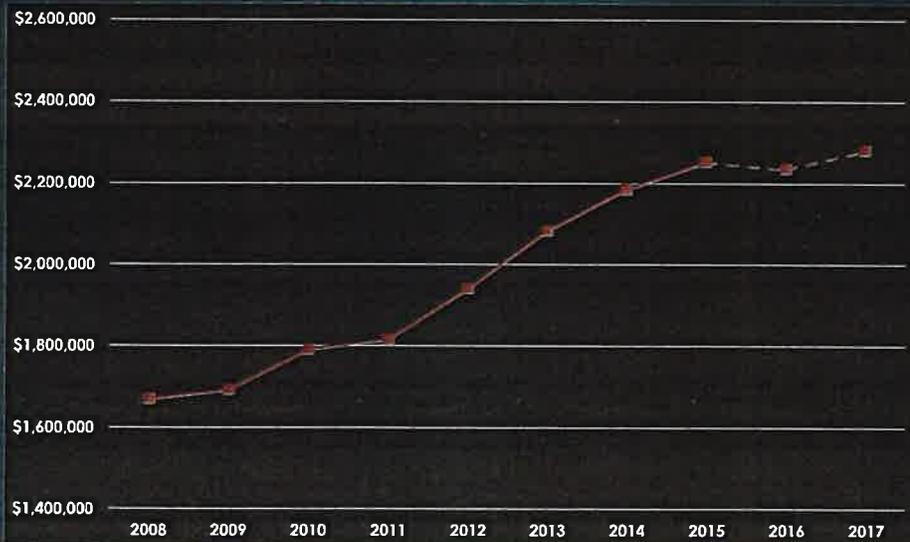
- ▶ 2% rate increase for usage adds an additional \$47,000 in revenue.
- ▶ Terminating the Town's contract with STES saved at least \$100,000 in the current year, final cost savings will be available after the audit.
- ▶ All other fees remain the same:
 - ▶ Connection Fee \$2,500 per ERU
 - ▶ Major Facilities Fee \$3,500 per ERU

Water Revenues by Source

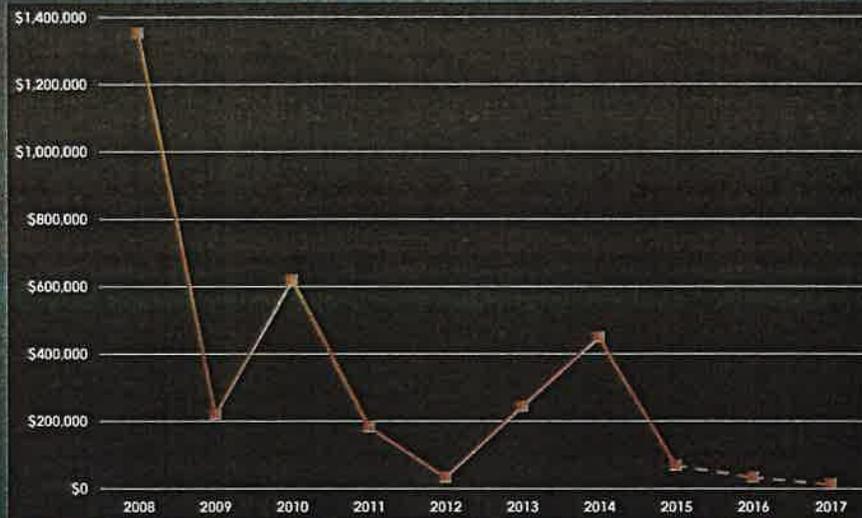


- SERVICE FEES
- MAJOR FACILITY FEES
- FUND BALANCE RESOURCES
- CONNECTION CHARGES
- PENALTIES
- MISC REVENUE

Service Charges



Major Facility Revenues



Changes in Fund Balance



Capital Requests

Capital Requests: FY16 Contingency

- ▶ In order to alleviate pressure on the FY 17 budget the following items will be purchased out of FY 16 contingency funding instead of being funded in the FY 17 Budget:
 - ▶ NEPD
 - ▶ 2 Shotguns, 1 Radar, 1 Rifle, 5 Tasers (\$11,100)
 - ▶ Public Works
 - ▶ 1 Generator (\$1,800)
 - ▶ Parks
 - ▶ 3 Benches, 4 Grills, 3 Power Line Poles, 3 Parking Lot Light Poles (\$27,000)

Capital Requests: FY16 Transfers

- ▶ The following FY 16 budgeted items will be transferred to the Capital Projects Fund and will be completed in FY 2017 instead:
 - ▶ Jackson House Remodel (\$40,000)
 - ▶ Park Walking Path Resurfacing (\$25,000)
- ▶ Additional funds will be transferred for the above projects out of the Contingency Line:
 - ▶ Jackson House Remodel (\$40,000)
 - ▶ Park Walking Path Resurfacing (\$8,000)

Capital Requests: FY 17 Transfers

- ▶ In FY 2017, an additional \$20,000 will be transferred to the Capital Projects Fund for the Jackson House Renovation.
 - ▶ Brings total funding for the renovation to \$100,000.
- ▶ \$400,000 to purchase a building for the Maintenance Department

Capital Requests: General Services

- ▶ \$32,000 – New carpet, paint and fixtures at Town Hall (70%)
 - ▶ Total cost \$45,000
- ▶ \$50,000 – Design/Engineering of second story for Town Hall

Capital Requests: Police

- ▶ \$65,000 – Replace two police cars.

Capital Requests: Maintenance

- ▶ \$ 50,000 – Replace Maintenance Supervisor's truck and equipment
- ▶ \$ 30,000 – Repairs to bridge on North East Isles Drive

Capital Requests: Parks

- ▶ \$35,000 – Design/Engineering for revetment on north side of the Park

Capital Requests: Water

- ▶ \$ 13,000 – New carpet, paint and fixtures at Town Hall (30%)
 - ▶ Total Cost \$45,000
- ▶ \$ 25,000 – Updated rate study
- ▶ \$ 40,000 – Clean and inspect Irishtown Tower
- ▶ \$120,000 – Dredge Leslie Water Treatment Plant Pond
- ▶ \$ 12,000 – Removal of failing meter pit at Flying J Travel Plaza
- ▶ \$ 25,000 – I-95 Pump Station Upgrades
- ▶ \$ 5,000 – Butterfly Valve Actuator
- ▶ \$ 2,500 – Storage Shed
- ▶ \$ 9,000 – Switch Generator at Tidal Water Pumping Station
- ▶ \$ 20,000 – Fence at Bayberry Tower

Capital Projects Fund

- ▶ Jackson House Renovation - \$100,000
- ▶ Resurface North East Community Park Walking Path - \$33,000
- ▶ Maintenance Shop Purchase - \$400,000
- ▶ Street, Sidewalk, and Street Sign Project – This project has been ongoing since 2014. Any additional unspent funds will be rolled over into the FY 2017 Budget by a Budget Amendment during the FY 2016 Audit this summer.