

FY11 Non-Property Tax Revenues Analysis

Non-property tax revenues in FY11 are projected to remain relatively flat in comparison to FY10. The one major exception is in auto excise taxes, which is projected to increase 14.5% over the FY10 budget. Overall the projected increase in revenues is 4%. While this is modest growth, it is a much more palatable forecast than was experienced last year, when overall revenues declined almost 17%. Last year's revenue budget anticipated a steep decline in state revenue support, more so than the State had projected. For this reason there is not a major reduction for FY11 in Kennebunkport, even though many neighboring towns are experiencing steep declines.

Excise Taxes. Projected to increase by \$95,000. The projection is based on the actual revenue experience in FY10, which exceeded the projections.

Intergovernmental Revenues. The Town does not receive significant state support. The reductions that the Legislature has imposed will amount to a \$20,000 decrease for FY11.

Charges of Services. Changes are expected in the following accounts:

- Passport fees are reduced by more than half (-\$3,900) reflecting current trends. Town Clerk fees overall are essentially flat.
- Building permit fees are projected to have modest growth amounting to a \$5,000 increase. activity.
- Recreation fees are projected to increase by \$5,000.

MSR Credits: The Town enjoys a credit balance with the Maine State Retirement System that was established at the time municipal retirement systems were consolidated almost 20 years ago. There is a projected increase of about 25% this year, reflecting a corresponding increase in expenditures for employee retirement.

Investment Income. Interest rates have declined for Town investments from an average 1.75% in FY10 to the current rates that are below 1%. The Town manages its investments within the requirements established by state law and according to constraints dictated by cash flow needs. Investment income is projected to decline by 50%, a reduction of \$30,000.

Use of Designated Fund. The Growth Planning Committee has funds available from prior years that are in a reserve account. In FY11 this \$6,500 revenue will offset the projected expenditure by the Committee of \$6,500.

Dock Square Revenues. It is projected that parking revenues at Dock Square will remain flat for FY11. This represents a \$200,000 transfer to the general fund, \$24,000 to support the maintenance and operation of restrooms, and \$6,000 to support the operation of the Shoreline Trolley.

Revenue Budget Requests									
	2009 Actual	2010 Approved Budget	2011 Town Manager	Increase (Decrease)	Percentage Difference	2011 Selectmen Request	2011 Budget Bd Request		
02-01 Excise taxes									
01 auto excise	824,837	655,000	750,000	95,000	14.50%				
02 boat excise	14,101	13,500	13,500	0	0.00%				
04-01 Intergovernmental									
01 state revenue sharing	145,371	110,000	100,000	(10,000)	-9.09%				
02 homestead exemption	42,590	39,273	29,500	(9,773)	-24.88%				
03 local road assistance	52,356	52,356	52,356	0	0.00%				
05 snowmobile	569	0	0	0	0.00%				
06 veterans' exemption	1,979	1,500	2,000	500	33.33%				
07 general assistance	4,767	7,000	6,000	(1,000)	-14.29%				
11 miscellaneous	8,286	0	2,000	2,000	0.00%				
12 BETE reimbursement	120	0	0	0	0.00%				
13 Wellness Grant	1,174	1,500	1,520	20	1.33%				
14 FEMA Reimbursement	100,750	0	0	0	0.00%				
15 Rachel Carson Wildlife	5,102	5,000	5,000	0	0.00%				
06-01 Charges for services									
01 interest on taxes	32,039	29,000	30,000	1,000	3.45%				
02 lien costs	2,344	0	0	0	0.00%				
03 town clerk fees	6,325	6,000	7,000	1,000	16.67%				
04 dogs	3,166	2,500	3,100	600	24.00%				
05 agent fees	11,618	11,500	11,500	0	0.00%				
06 building permits	91,030	75,000	80,000	5,000	6.67%				
07 plumbing permits	6,507	6,000	6,000	0	0.00%				
08 land use penalties	0	4,000	0	(4,000)	-100.00%				
09 land use ordinances	100	300	300	0	0.00%				
10 board of appeals	1,074	800	800	0	0.00%				
11 planning board	27,545	8,000	8,000	0	0.00%				
12 liquor license	2,600	2,400	2,700	300	12.50%				
13 victualers licenses	3,000	2,700	3,000	300	11.11%				
14 passport fees	2,800	6,000	2,100	(3,900)	-65.00%				
15 police court fees	0	100	0	(100)	-100.00%				
16 gun permits	60	0	0	0	0.00%				
17 parking violations	26,875	26,000	26,000	0	0.00%				
18 police special detail	2,050	2,500	2,500	0	0.00%				
20 Goose Rocks Beach sticker	57,873	80,000	80,000	0	0.00%				
21 nurses fees	5,945	5,000	5,000	0	0.00%				
22 recreation fees	156,560	175,000	180,000	5,000	2.86%				
23 shellfish licenses	6,600	6,000	5,000	(1,000)	-16.67%				
31 fire miscellaneous	351	250	250	0	0.00%				
33 Condo Conversion Fees	(564)	0	0	0	0.00%				

Revenue Budget Requests							
	2009 Actual	2010 Approved Budget	2011 Town Manager	Increase (Decrease)	Percentage Difference	2011 Selectmen Request	2011 Budget Bd Request
08-01 Miscellaneous							
05 Recreation concessions	3,532	3,000	3,000	0	0.00%		
06 Backstop donations	443	0	0	0	0.00%		
16 MSR credit regular	38,261	48,000	61,288	13,288	27.68%		
17 MSR credit police	37,318	46,000	56,136	10,136	22.03%		
18 police miscellaneous	2,791	1,500	2,500	1,000	66.67%		
19 investment income	135,887	60,000	30,000	(30,000)	-50.00%		
20 miscellaneous income	19,483	10,000	10,000	0	0.00%		
21 use of undesignated fund	400,000	300,000	300,000	0	0.00%		
22 Use of designated fund	0	0	6,500	6,500	100.00%		
23 insurance dividend	7,312	0	0	0	0.00%		
25 Shade Tree	5,125	0	0	0	0.00%		
26 Dock Square Transfer	200,000	200,000	200,000	0	0.00%		
27 Conservation Donation	10,000	10,000	10,000	0	0.00%		
29 Sewer Trans	25,000	25,000	25,000	0	0.00%		
34 sale of town property	10,261	5,000	5,000	0	0.00%		
36 Macomber transfer	500	500	500	0	0.00%		
50 GA donations	11,814	0	0	0	0.00%		
55 Health council	27	0	0	0	0.00%		
75 P & R donation	500	0	0	0	0.00%		
26 DS transfer Restrooms	20,000	22,000	24,000	2,000	9.09%		
26 DS transfer Trolley	8,000	7,000	6,000	(1,000)	-14.29%		
Total Gen Fund Revenues	2,584,154	2,072,179	2,155,050	82,871	4.00%	0	0
Total-less: state revenue sharing & homestead exemption							
	2,396,193	1,922,906	2,025,550	102,644	5.34%	0	0
Total-less: homestead exemption & use of undesignated fund balance							
	1,996,193	1,622,906	1,725,550			0	0

Non Property Tax Revenues

020101 Auto Excise Taxes **\$750,000**

Motor vehicle and airplane excise tax collections.

020102 Boat Excise Taxes **\$13,500**

Boat excise tax collections

040101 State Municipal Revenue Sharing **\$100,000**

The State shares a portion of sales tax revenues with municipalities. The legislature is reducing the amount distributed to Towns during FY 11 by approximately 30%

040102 Homestead Exemption **\$29,500**

The State reimburses ½ of the exemption given to primary residences - in FY 11 the state is withholding 25% of its share.

040103 DOT – URIP **\$52,356**

Urban Rural Road Initiative Program. Financial assistance from Maine Department of Transportation to be used toward capital improvements on local roads and bridges.

040106 Veterans Exemption **\$2,000**

Veterans Exemption is the State reimbursement for veterans' property tax relief.

040107 Welfare (General Assistance) State Reimbursement **\$6,000**

State reimbursement toward expenses related to general assistance. The State reimburses 50% of total expenditures.

040111 Miscellaneous **\$2,000**

Transit Bonus Program – 30% reimbursement of funding for the Shoreline Trolley

040113 Wellness Grant **\$1,520**

Grant from Maine Municipal Employees Health Trust to promote healthy lifestyle practices to town employees.

040115 Payment in Lieu of Taxes (Rachael Carson) **\$5,000**

Payments made in lieu of taxes from Rachael Carson National Wildlife Refuge.

060101 Interest and Charges \$30,000

Interest received from delinquent property tax accounts. This budget line item also includes the lien cost reimbursement account.

060103 Town Clerk Fees \$7,000

Fees received for various Town Clerk transactions. Transactions include marriages, certified copies, special amusement permits, deaths, photocopies, and horse-drawn carriage permits.

060104 Dog License – Town \$3,100

Town share of dog license fees.

060105 Agent Fees \$11,500

Agent fees received by the Town as part of every motor vehicle, boat, atv and snowmobile registration transaction.

060106 Building Permits \$80,000

Fees for building permits.

060107 Plumbing Permits \$6,000

Fees for plumbing permits. The Town receives 75% of all fees received for plumbing permits.

060108 Land Use Penalties \$-0-

Fines and fees received for violations of the Land Use Ordinance.

060109 Land Use Ordinance \$300

Fees received for sale of Land Use Ordinance books.

060110 Zoning Board of Appeals \$800

Fees received for Zoning Board of Appeals applications.

060111 Planning Board \$8,000

Fees received from Planning Board applications.

060112 Liquor Licenses \$2,700

Fees received for liquor license applications.

060113 Victualers Licenses **\$3,000**

Fees received for victualers license applications.

060114 Passport Fees **\$2,100**

Fees received for passport applications.

060115 Police Court Fees **\$-0-**

State reimbursement for court officers associated with the prosecution of civil and criminal violations.

060117 Parking Violations **\$26,000**

Fines received for violation of Parking and Traffic Control Ordinance.

060118 Police – Special Detail **\$2,500**

Fees received for police officers that work special events.

060120 Goose Rocks Beach Stickers **\$80,000**

Fees received for vehicle stickers required for on-street parking in the Goose Rocks Beach area.

060121 Nurses Fees **\$5,000**

Fees and donations received for nursing services.

060122 Recreation Fees **\$180,000**

Fees received for participation in Recreation Department events and programs. Fees fund 67% of the Recreation Department budget.

060123 Shellfish Licenses **\$5,000**

Fees received from shellfish licenses.

060131 Fire Miscellaneous **\$250**

Includes miscellaneous reimbursements such as fees received for insurance investigations and other miscellaneous revenues associated with Fire Services.

080105 Recreation Concessions **\$3,000**

Proceeds from the sale of concessions at Recreation Department events and programs.

080116 Maine State Retirement System Credit **\$61,288**

Funds received as a credit from the Maine State Retirement System towards the Town's contribution to employee retirement costs.

080117 Maine State Retirement System Credit (Police) **\$56,136**

Funds received as a credit from the Maine State Retirement System towards the Town's contribution to employee retirement costs.

080118 Police Miscellaneous **\$2,500**

Includes revenue received for the sale of unclaimed property and other miscellaneous revenues.

080119 Investment Interest **\$30,000**

Investment interest on fund balances.

080120 Miscellaneous Income **\$10,000**

Unanticipated miscellaneous revenues

080121 Use of Undesignated Fund Balance **\$300,000**

Use of undesignated fund balance to reduce the amount needed to be raised by property taxation.

080122 Use of Designated Fund Balance **\$6,500**

Use of designated fund balance to reduce the amount needed to be raised by property taxation.

080126 Dock Square Transfer **\$200,000**

Transfer funds from the Dock Square Parking Lot fund. Revenues are generated through parking lot fees.

080127 Payment in Lieu of Taxes (KCT) **\$10,000**

Payments made in lieu of taxes from the Kennebunkport Conservation Trust.

080129 Sewer Transfer **\$25,000**

These are transfer funds from the Sewer Department to pay for administrative services provided from the General Fund.

080134 Sale of town property **\$5,000**

Proceeds from the sale of surplus town property.

080136 Macomber transfer

\$500

These are transfer funds from the Macomber Trust fund to help offset the medical supplies costs in the health department budget.

080126 Dock Square transfer for Restrooms

\$24,000

Transfer funds from the Dock Square Parking Lot to support the restrooms in Dock Square.

080126 Dock Square transfer for Trolley

\$6,000

Transfer funds from the Dock Square Parking Lot to support the Shoreline Trolley.