



Finance Committee
Final Guideline
Town Meeting Preview
December 7, 2019



Finance Committee Guideline Process

- Establish a Sustainable Growth Rate (SGR) for Taxes
- Consultation on Operating Budget Formation
 - Town Manager's Budget
 - School Budgets (CPS (K-8), CCRSD and MMTech)
- Issue Guidelines



Sustainable Tax Rate

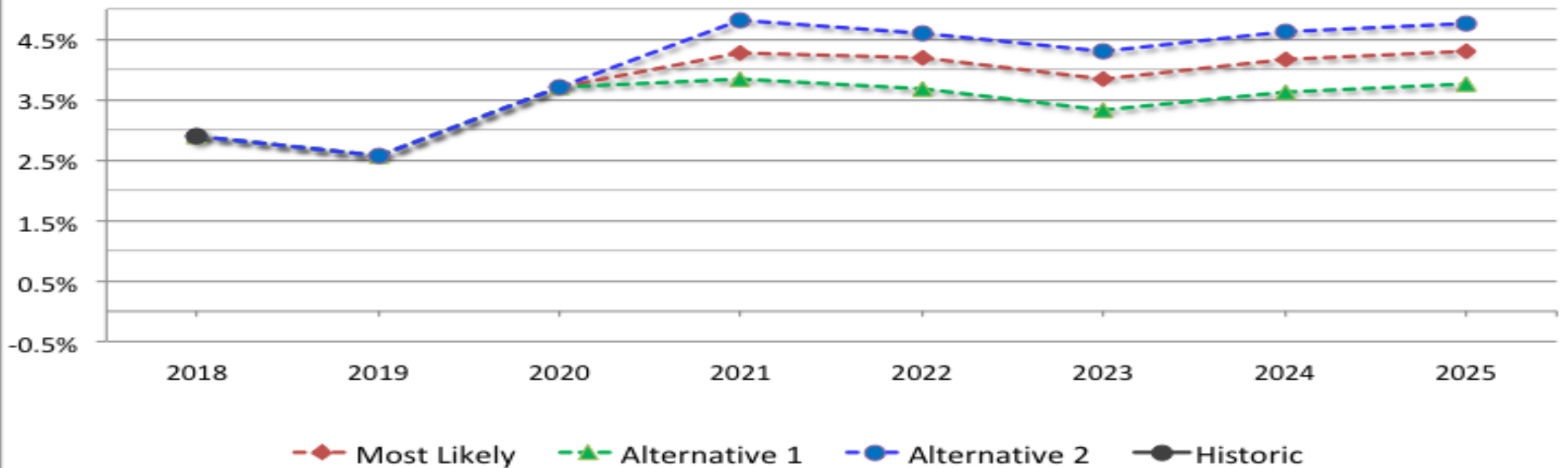
A rate which maintains the Town's economic soundness, financial strength, and flexibility through keeping a level of excess levy limit capacity so that general overrides are not necessary; maintaining a free cash balance; continual investment in ongoing capital needs; and in avoiding burdening taxpayers beyond normal expectations of income growth and allowing the Town to maintain its character without undermining the diversity of our population.

- Adopted June 2018



Current Projection Practice

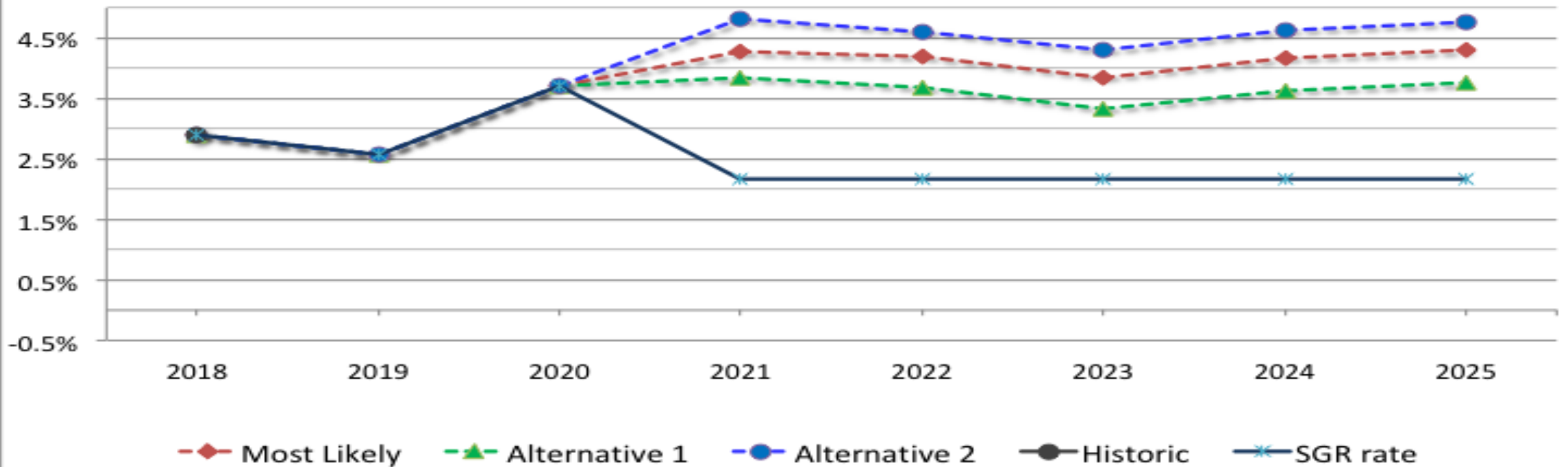
Percentage Change in Tax Levy on Existing Taxpayer





2019 SGR Rate: 2.16%

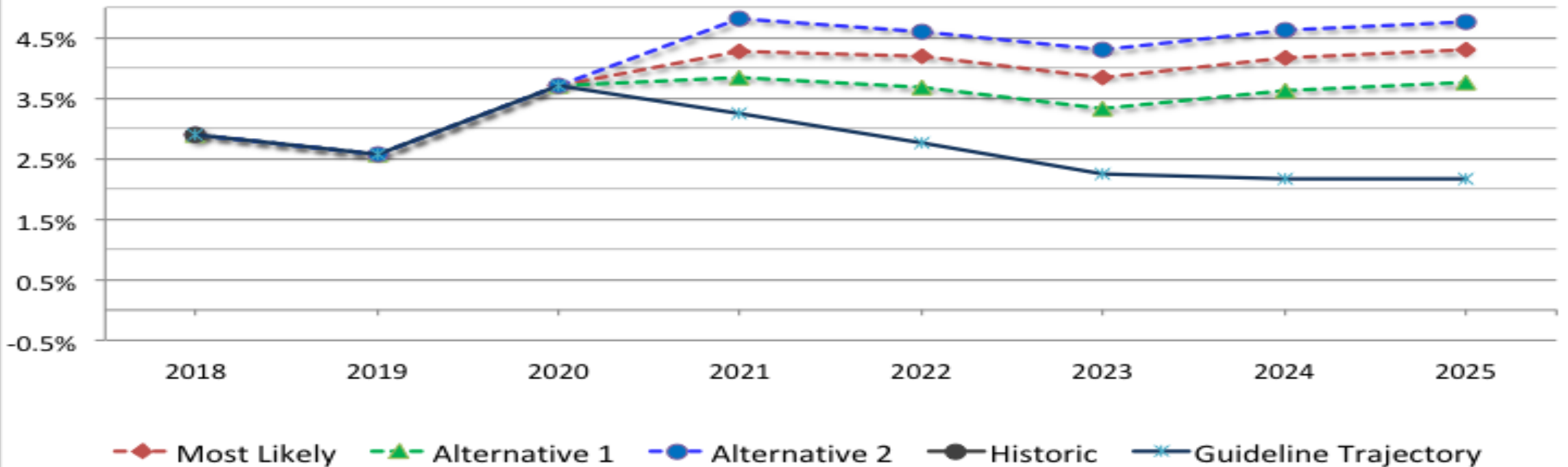
Percentage Change in Tax Levy on Existing Taxpayer





2019 Guideline: 3.14%

Percentage Change in Tax Levy on Existing Taxpayer





Guideline Detail

	FY20 Appropriation	FY21 Final Guideline	Percent Increase
Town	\$ 28,706,648	\$ 717,666	2.50%
CPS	\$ 39,390,163	\$ 1,295,000	3.29%
CCRS	\$ 19,996,874	\$ 749,448	<u>3.75%</u>
	\$ 88,093,685	\$ 2,762,114	3.14%
		tax impact:	+2.92%



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Questions and Comments