



**WARRINGTON BOARD OF SUPERVISORS
BUDGET WORK SESSION
MINUTES FOR NOVEMBER 13, 2018**

The written minutes are a summary of the November 13, 2018 Board of Supervisors Budget Work Session meeting. For a complete dialog visit the Township's website, www.warringtontownship.org.

ATTENDANCE

Shirley A. Yannich, Chair; Fred R. Gaines, Vice Chair; Carol T. Baker, Member; Eileen Albillar, Member; and Ruth L. Schemm, Member. Staff present was Barry P. Lubber, Township Manager; Barbara J. Livrone, Executive Assistant to the Township Manager/Board Secretary; Cassandra Williams, Director of Finance; Police Chief Dan Friel; Christian Jones, Director of Water and Sewer Department/Assistant to the Township Manager; Lee Greenberg, Director of Emergency Services and Leslie Frescatore, Human Resources Manager.

CALL TO ORDER: Ms. Yannich called the meeting to order at 6:10 P.M.

PLEDGE OF ALLEGIANCE

Ms. Yannich followed the Call to Order with a pledge to the flag.

EXECUTIVE SESSION REPORT

Ms. Yannich stated an executive session was not held.

WORK SESSION ITEMS:

2019 Proposed Budget

Ms. Williams presented the Board with a review of the general fund projections for 2019, new revenue sources; increased services due to growth; a chart of millage rates from 2010 to 2019, with a projected increase of 1.25 mills for 2019; general fund expenditures; public safety expenditures; public works; sanitation; culture and recreation expenditures; volunteer fire company; water and sewer proposed projects; inter-fund transfers; operations for water and sewer and rates; 2016 bond fund for capital projects; open space fund and capital improvement fund.

Ms. Williams stated if the millage is increased for 2019 by 1.25 mills, the average homeowner would pay approximately \$48 annually in township taxes.

Ms. Schemm suggested for future discussion to discuss the swim club budget, park and recreation director and a firefighter position.

Being proposed for 2019, is for the human resources manager to go full-time June 1; part-time park and recreation director to be hired April 1; new police officer February; new firefighter hired in June and a new water and sewer operator to be hired the first quarter of 2019.

Presentation: Bond Financing for Police Station, Capital Projects, and Water/Sewer Capital Projects.

Chris Gibbons, Concord Public Advisors was present to answer any questions relating to debt payment structure; interest rates and the borrowing of \$10 million dollars.

Mr. Luber reviewed the 2019-2020 Capital Projects; other capital projects; Debt service on \$10 million dollars; debt repayment on borrowing \$10 million; water and sewer bond projects for 2019-2020; summary of water and sewer debt service; debt repayment; water and sewer rate increases for 2019; the 2019 average household cost increases; and timing of bond issue (or bank loan). The Government Finance Officers Association (GFOA) recommends 15% of annual expenses to be retained for a fund balance. Warrington Township will be at 20% fund balance.

Mr. Luber stated the average annual township property tax increase based on the average assessed value will be \$39.00. The average annual water and sewer increase for the average customer will be \$88.00. Therefore, the total projected increased for 2019 for the average household will be \$127.00.

Mr. Luber further stated that the township has an AA rating, which works in favor to receive a lower interest rate.

Chris Gibbons stated the debt will be issued as a general obligation debt.

There were no decisions made during the October 23, 2018 Budget Work Session.

ADJOURNMENT

There being no further business, Ms. Yannich closed the budget work session at 7:19 p.m. All were in favor.

Respectfully Submitted By:


Barbara J. Livrone, Board Secretary