

Explanation of Revisions between June 4, 2012 Preliminary Central Falls Six Year Financial Projection and June 15, 2012 Final Central Falls Six Year Financial Projection

The ending surplus amounts for each fiscal year remain the same as what was submitted June 4, 2012 as the Preliminary Financial Projection. The total department budget for the Police Department remains the same, although certain line items within the Police Department budget, namely capital expenditures, overtime and costs for new recruits, were reduced in order to accommodate the addition of a full-time police chief as of January 1, 2013.

In addition, in order to accommodate the addition of a full-time fire chief as of January 1, 2013, certain line items within the Fire Department budget, namely overtime, costs for new recruits and maintenance, were reduced. Also, additional funds, in the approximate amount of \$25,000 annually, were reallocated from the City Executive Management Department budget to the Fire Department budget to fund the Fire Chief position. The base compensation paid to the administrative finance officer in the City Executive Management Department, a position required under the Fiscal Stability Act, was cut from \$90,000 to \$70,000 annually. The remaining approximately \$5,000 reduction is the employer FICA taxes and MERS contribution related to this base compensation cut.

Also, the FY 2013 dental rates for all City employees was increased 3.09% from those in the June 4, 2012 Preliminary Central Falls Six Year Financial Projection as a result of updated claims experience.

Finally, the June 15, 2012 Final Central Falls Six Year Financial Projection corrects a minor, \$839, mathematical error in the FY 2013 Tax Revenue and corresponding Interest on Taxes budget lines that is offset in the FY 2013 Misc. Departmental Revenue line.

No other changes were made to the June 4, 2012 Preliminary Central Falls Six Year Financial Projection.

June 15, 2012 Summary Central Falls Six Year Financial Projection - FY 2012-FY 2017 Budg

Item	FY2012 8/22/2011	FY2012 Estimated	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY2012 8/22/2011- Estimated FY 2012
Tax Revenue	\$ 11,086,255	\$ 12,461,255	\$ 12,675,330	\$ 13,051,741	\$ 13,557,011	\$ 14,082,492	\$ 14,628,991	475,000
Non-Tax Revenue	864,432	1,157,263	1,156,365	1,236,565	1,245,235	1,277,135	1,277,135	282,831
State Revenue	2,665,657	2,708,632	2,695,179	2,568,451	4,000,664	3,657,460	3,848,895	43,675
Department Revenue	425,300	-	-	-	-	-	-	(425,300)
Other Revenue	530,412	375,475	48,955	48,317	48,477	50,615	51,880	(154,937)
Total Revenue	\$18,472,056	\$18,703,025	\$18,573,025	\$18,893,075	\$19,873,036	\$18,335,601	\$19,756,501	\$231,559
Executive Management	37,172	42,945	143,415	269,143	276,989	289,441	298,461	5,773
Council	-	-	7,350	14,700	14,700	14,700	14,700	(10,811)
City Clerk/Registrar	304,634	293,723	309,839	327,757	320,437	352,505	355,664	83,553
HR/Benefits	24,008	15,259	43,135	84,134	87,512	90,460	93,553	(8,749)
Legal	143,570	145,665	138,864	141,712	144,672	147,059	149,708	2,906
Tax Assessor	170,760	155,819	224,963	141,712	144,606	149,969	159,712	(14,641)
Finance	516,346	458,178	458,178	471,525	498,918	522,468	552,468	(83,589)
City Property	627,616	629,289	653,908	699,566	753,611	889,705	885,655	1,674
Police	12,725	9,675	9,675	9,675	9,675	9,675	9,675	(2,750)
Fire	3,045,108	3,115,620	3,186,094	3,381,841	3,488,618	3,600,912	3,702,787	70,814
Probate Court	2,769,187	2,766,246	2,756,199	2,821,611	3,045,644	3,136,716	3,265,993	12,941
Municipal Court	7,308	7,854	7,308	7,308	7,308	7,308	7,308	545
Animal Control	64,443	93,781	93,885	97,047	100,710	103,481	106,463	(891)
Inspection Officers	40,734	-	-	-	-	-	-	(40,734)
Code Enforcement	9,307	11,613	6,646	8,046	8,646	8,646	8,646	2,308
Highway	182,367	153,837	175,089	181,746	188,079	193,741	199,685	(28,558)
Public Works	1,146,298	1,105,985	1,101,024	1,235,982	1,222,829	1,223,271	1,223,271	(40,313)
Library	384,000	371,877	403,850	415,562	425,535	435,522	445,535	(22,123)
Recreation	68,387	61,052	65,032	121,168	125,158	128,254	132,526	(6,335)
Planning & Community	137,895	145,662	147,742	153,972	160,178	165,598	171,322	2,110
Community Center	6,818	6,819	-	-	-	-	-	8,097
Municipal Debt	2,805,908	2,665,909	2,801,533	2,570,841	4,092,453	4,005,684	3,897,301	(57,758)
Contingencies	1,182,504	693,242	385,500	330,500	292,500	267,500	247,500	20,288
Employee Benefits	1,461,518	1,481,519	2,376,650	2,376,650	2,376,650	2,376,650	2,376,650	0
Retirement	\$15,731,001	\$15,536,838	\$16,496,032	\$16,657,839	\$18,055,352	\$19,329,350	\$19,716,934	(\$184,763)
Total Expenditures								
Annual Operating Surplus/(Deficit)*	\$740,455	\$1,160,787	\$87,755	\$35,236	\$17,684	\$7,411	\$39,987	

* Annual operating surplus/(deficit) reflects the total revenues minus total expenditures in a year but does not take into account the prior year's fixed condition.

Item	FY2012 8/22/2011	FY2012 Estimated	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY2012 8/22/2011- Estimated FY 2012
Opening Surplus/(Deficit)*	(\$2,030,182)	(\$1,093,049)	\$73,739	\$161,483	\$168,729	\$214,413	\$221,824	
Proposed Deferral of State Claims**	[-1,073,131]	[3,200,000]						
Operating Surplus/(Deficit)**	\$740,455	\$1,160,787	\$87,755	\$35,236	\$17,684	\$7,411	\$39,987	
Ending Fund Balance	(\$1,289,737)	\$73,739	\$161,493	\$168,729	\$214,413	\$221,824	\$221,824	

** Annual operating surplus/(deficit) reflects the total revenues minus total expenditures in a year but does not take into account the prior year's fixed condition.

* Actual FY11 General Fund closing deficit is (\$557,003), which included \$608,034 of tax revenue collected after 7/1/2011 (60 day rule). FY12 opening deficit deducts the 60 day revenue.

** Proposed deferral of state claims reflects suggested repayment to the State as part of the Plan of Debt Adjustment of costs incurred for the Reciprocity by the State Department of Revenue over a period no longer than no later than FY2022.

June Summary Change in Estimated Revenues and Expenditure

Item	FY 2013- FY 2012	FY 2014- FY 2013	FY 2015- FY 2014	FY 2016- FY 2015	FY 2017- FY 2016
Tax Revenue	214,094	\$376,402	\$505,270	\$25,450	\$46,500
Non-Tax Revenue	(998)	60,201	28,319	(20,650)	(18,100)
State Revenue	(14,453)	(138,728)	1,444,213	(43,204)	(108,500)
Department Revenue	-	-	-	-	-
Other Revenue	(329,520)	1,382	1,160	1,138	1,295
Total Revenue	(\$129,787)	\$318,237	\$1,870,281	\$462,755	\$421,100
Executive Management	109,470	125,729	10,644	9,453	10,020
Council	7,350	18,019	(7,320)	-	2,758
City Clerk/Registrar	15,116	3,378	2,860	2,487	3,152
HR/Benefits	22,978	40,698	2,860	2,487	3,152
Legal	(7,871)	2,860	2,860	2,487	3,152
Tax Assessor	69,143	(80,355)	18,303	18,771	(68,500)
Finance	95,388	(15,342)	185,046	60,094	(204,050)
City Property	24,619	156,847	108,578	112,394	101,675
Police	80,174	2,953	182,411	124,533	128,275
Fire	2,953	(645)	3,162	2,771	2,892
Probate Court	124	-	-	-	-
Municipal Court	(2,967)	6,658	5,643	5,002	5,543
Inspection Officers	21,552	44,859	4,793	4,138	4,572
Code Enforcement	65,036	11,712	8,973	8,322	8,725
Highway	31,973	3,960	2,100	1,925	1,770
Public Works	3,960	6,230	5,420	5,000	5,000
Library	(3,523)	(1,780)	1,511,612	(58,000)	510,500
Recreation	(1,780)	(30,713)	(177,242)	(25,000)	14,524
Planning & Community	(64,355)	(113,218)	(269,601)	(994)	48,551
Community Center	(177,242)	49,177	-	-	-
Municipal Debt	(269,601)	49,177	-	-	-
Contingencies	915,431	\$371,757	\$1,687,513	\$473,038	\$385,544
Employee Benefits	\$940,244				
Retirement					
Total Expenditures					

Total Revenue Growth*	FY 2013- FY 2012	FY 2014- FY 2013	FY 2015- FY 2014	FY 2016- FY 2015	FY 2017- FY 2016
Annual dollar growth	-\$129,787	\$318,237	\$1,870,281	\$462,755	\$421,100
Annual percentage growth	-0.75%	1.93%	11.72%	2.46%	2.18%
Average annual growth FY2012- FY2017					3.50%
Total Expenditures Growth*					
Annual dollar growth	640,244	371,757	1,687,513	473,038	385,544
Annual percentage growth	6.11%	2.28%	11.85%	2.51%	2.01%
Average annual growth FY2012- FY2017					4.95%
Expenditure Growth Excluding Debt, Contingencies, Employee Benefits, Retirement					
Annual dollar growth	545,711	502,867	489,617	612,271	(76,148)
Annual percentage growth	5.08%	4.03%	4.04%	4.56%	-0.05%
Average annual growth FY2012- FY2017					3.83%

* See assumptions for revenue and expenditure growth in the footnotes to detailed item budget and the narrative contained in Executive Summary.

[illegible]

	FY 2012	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	Source/Note
	6/22/2012	Estimated						
54221 Education & Training	-	-	-	-	-	-	-	
59102 Deductions	-	-	500	1,000	-	-	1,000	
59110 Reimbursements	-	-	3,750	7,000	7,000	7,000	7,000	
59112 Grants/Other Reimbursable Expenses	-	-	-	-	-	-	-	Includes vehicle leases for Mayor
TOTAL	104,893	\$ 42,915	143,415	209,143	278,989	239,441	228,481	
COUNCIL: 1-1000-100-4050								
51101 Council Operator	-	-	-	-	-	-	-	
51305 Council Operator	-	-	7,350	14,700	14,700	14,700	14,700	
52045 Social Security	-	-	-	-	-	-	-	
52050 Medical Insurance	-	-	-	-	-	-	-	
54011 General (V/des) R & V	-	-	-	-	-	-	-	
54033 Other Professional Services	-	-	-	-	-	-	-	
TOTAL	-	-	7,350	14,700	14,700	14,700	14,700	More to 1099 schedule
CLERK OFFICE: 1-1000-100-4070								
51101 Clerks	172,384	168,715	154,177	168,518	154,067	168,530	203,090	
51120 Overtime	1,751	4,000	4,000	4,000	4,000	4,000	4,000	
51140 Longevity	10,724	10,708	10,697	11,948	12,280	12,657	13,600	
52045 Social Security	2,608	2,594	2,739	2,872	2,907	2,937	3,003	
52050 Medical Insurance	41,635	41,635	41,635	41,635	41,635	41,635	41,635	
52095 Dental Insurance	3,687	3,680	3,468	3,725	4,013	4,212	4,516	
53041 Dental Subscriptions	50	50	50	50	50	50	50	
53218 Non-Capital Equipment	600	600	600	600	600	600	600	
54033 Other Professional Services	25,000	25,000	25,000	25,000	27,001	27,622	28,313	
54221 Education & Training	2,600	-	500	900	500	600	500	
54221 Education & Training	-	15,000	-	-	-	-	-	
51101 Salaries	-	-	-	-	-	-	-	
51301 City Sergeant	-	-	-	-	-	-	-	
51400 Election Workers/Redirection Cost	10,000	20,500	13,000	16,000	-	21,700	13,000	
53002 Office Supplies	-	-	-	-	-	-	-	
53008 Office Equipment	-	-	-	-	-	-	-	
53008 Accounting	-	-	-	-	-	-	-	
53083 Meetings & Conference Fees	-	-	-	-	-	-	-	Does not include any change changes as recommended by Change Review Committee
TOTAL	296,957	283,723	298,839	327,757	320,437	352,803	355,654	
FIRE/ENGINE: 1-1000-100-4080								
51101 Firemen	12,720	7,319	28,000	53,508	54,792	56,052	57,342	
51120 Overtime	514	433	367	3,317	3,367	3,415	3,554	
52045 Social Security	214	108	1,612	3,172	3,284	3,413	3,551	
52050 Medical Insurance	1,334	1,476	3,323	7,950	8,258	8,538	8,831	
52095 Dental Insurance	3,093	5,053	5,251	12,458	13,428	14,248	15,159	
53041 Dental Subscriptions	250	161	521	1,119	1,205	1,279	1,365	
53218 Non-Capital Equipment	-	-	-	-	-	-	-	
54033 Other Professional Services	2,500	1,350	2,000	2,555	2,107	2,156	2,210	
54221 Education & Training	3,000	3,000	3,000	3,000	3,000	3,000	3,000	
54221 Education & Training	-	-	-	-	-	-	-	
TOTAL	24,024	15,549	43,133	84,134	87,512	90,480	93,593	
TOTAL: 1-1000-100-4090								
51101 Salaries	45,400	39,923	41,508	45,554	43,538	44,927	46,551	
52045 Social Security	2,897	2,478	2,603	2,816	2,831	2,867	2,900	
52050 Medical Insurance	654	660	559	1,516	1,631	1,646	1,660	
52095 Dental Insurance	4,147	5,279	5,279	12,670	13,454	14,248	15,159	
53041 Dental Subscriptions	1,000	793	1,042	1,119	1,205	1,279	1,365	
53218 Non-Capital Equipment	-	-	-	-	-	-	-	
54033 Other Professional Services	75,000	64,500	75,000	75,000	76,000	76,000	76,000	
54221 Education & Training	691,110	-	500	500	500	500	500	\$500 Salaries \$500 provisions
TOTAL	143,483	146,945	138,854	141,712	144,572	147,059	148,703	
TAX A 9858580R: 1-1000-100-4130								
51101 Salaries	98,722	89,331	88,891	91,486	93,654	95,818	96,022	
51120 Overtime	2,334	2,697	2,000	-	2,000	2,000	2,000	
52045 Social Security	1,247	1,245	1,245	2,500	2,500	2,500	2,500	
52050 Medical Insurance	1,247	1,245	1,245	2,500	2,500	2,500	2,500	
52095 Dental Insurance	7,646	7,682	11,560	12,532	14,458	14,248	15,159	
53041 Dental Subscriptions	1,000	973	1,042	1,119	1,205	1,279	1,365	
53218 Non-Capital Equipment	-	-	-	-	-	-	-	
54033 Other Professional Services	15,300	15,693	16,953	16,937	16,935	16,905	17,327	FY 12 Tax billing (\$5.3k), Opal maintenance (\$3.5k), CADA apparatus system (\$3.9k)
54033 Meetings & Conference Fees	35,453	32,674	55,826	-	-	73,812	-	
54221 Education & Training	-	-	500	500	500	500	500	Cost of FY 16 partial evaluation Division of Municipal Franch.
TOTAL	170,898	159,919	224,963	144,808	146,609	228,812	159,712	
FINANCIAL: 1-1000-100-4150								
51101 Salaries	245,769	250,404	269,090	279,693	283,536	290,090	286,731	
51120 Overtime	4,695	4,695	5,000	5,000	5,000	5,000	5,000	
52045 Social Security	15,722	15,722	16,600	17,100	17,100	17,100	17,100	
52050 Medical Insurance	3,689	3,689	3,689	4,181	4,181	4,181	4,181	
52095 Dental Insurance	21,535	21,535	24,350	26,450	28,450	29,891	30,891	
53041 Dental Subscriptions	46,473	32,008	46,473	49,893	52,712	55,093	57,093	
53218 Non-Capital Equipment	3,157	6,026	6,205	6,594	6,792	6,992	7,192	
54033 Other Professional Services	42,500	10,378	10,378	10,378	11,209	11,495	11,793	Additional FY 12 costs related to increased auditing

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	FY 2012 6/22/2012	FY 2012 Estimate	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	Source/Note
TOTAL	\$ 82,868	\$ 83,461	\$ 83,885	\$ 97,647	\$ 103,710	\$ 103,481	\$ 108,463	
INSPECTION OFFICERS: 1-1000-800-485								
51500 Plumbing Inspector	\$ 4,554	\$ 4,845	\$ 4,323	\$ 4,323	\$ 4,323	\$ 4,323	\$ 4,323	1099
51500 Licensure Officer	4,554	2,323	4,323	4,323	4,323	4,323	4,323	1099
51500 Electrical Inspector	8,357	11,013	8,646	8,646	8,646	8,646	8,646	
TOTAL	\$ 17,465	\$ 18,181	\$ 17,292	\$ 17,292	\$ 17,292	\$ 17,292	\$ 17,292	
CODE ENFORCEMENT: 1-1800-800-5500								
51101 Salaries	127,300	114,740	130,370	134,151	137,371	140,130	143,762	
51101 Overtime	212	212	-	-	-	-	-	
51140 Laundry Pay	2,334	2,500	-	3,000	3,000	3,000	3,000	
52003 Clothing	1,184	1,184	1,100	1,213	1,242	1,271	1,300	
52003 Social Security	7,884	6,975	8,337	8,676	8,780	8,976	9,180	
52003 Medical Insurance	6,542	6,542	6,542	6,542	6,542	6,542	6,542	
52003 Municipal Status Pender	23,358	11,345	11,608	12,888	12,888	12,888	12,888	
52007 Dental Insurance	2,000	1,746	2,000	2,288	2,410	2,567	2,713	
53003 Office Supplies	400	200	205	211	216	221	227	
53003 Other Professional Service	2,300	1,300	1,333	1,371	1,404	1,381	1,472	
53003 Professional Training	5,000	3,850	6,600	5,816	5,827	5,939	5,952	
59120 Professional Services	182,218	158,837	178,068	181,244	188,079	193,141	198,669	
TOTAL	\$ 320,812	\$ 298,817	\$ 324,284	\$ 324,817	\$ 328,593	\$ 331,541	\$ 335,243	
HIGHWAY: 1-1000-400-5750								
51101 Salaries	634,106	625,360	604,548	622,491	637,431	652,092	667,090	
51101 Overtime	48,125	48,125	-	47,463	48,802	48,720	50,863	
51140 Laundry Pay	39,095	39,095	-	28,500	30,000	33,000	33,000	
51140 Special Pay	39,095	39,095	-	28,500	30,000	33,000	33,000	
52003 Clothing	4,145	4,145	3,890	3,890	3,890	3,890	3,890	
52003 Social Security	30,008	30,008	42,341	43,543	44,653	45,797	46,798	
52003 Medical Insurance	8,748	8,748	10,618	10,618	10,618	10,618	10,618	
52003 Municipal Status Pender	54,457	54,457	17,312	85,968	98,416	103,997	111,156	
52007 Dental Insurance	10,000	10,000	16,837	12,574	12,281	12,438	12,597	
53003 Office Supplies	1,500	1,500	1,596	1,596	1,650	1,657	1,662	
53003 Other Professional Service	50,000	55,544	56,953	58,655	60,711	61,542	62,920	
53003 Professional Training	4,000	6,640	6,004	7,003	7,171	7,208	7,500	
53011 Driver Road Surveys	19,000	8,541	9,780	10,083	10,305	10,542	10,805	
54011 Vehicle R & M	60,000	6,616	7,835	1,033	3,744	1,756	1,838	
54011 Other Professional Services/Removal	78,000	78,000	79,416	80,002	80,002	80,002	80,002	
55003 Road R & M	45,000	45,000	46,125	47,463	48,802	49,720	50,863	
55003 Education & Training	1,000	-	-	3,164	3,240	3,315	3,396	
55003 Other Professional Services/Removal	5,000	3,000	3,075	3,075	3,240	3,315	3,396	
55003 Capital Expenditures	2,000	676	1,602	712	763	768	768	
55003 Other Professional Services/Removal	1,398,400	1,103,965	1,191,024	1,235,932	1,281,036	1,322,629	1,373,271	
TOTAL	\$ 1,398,400	\$ 1,103,965	\$ 1,191,024	\$ 1,235,932	\$ 1,281,036	\$ 1,322,629	\$ 1,373,271	
PUBLIC WORKS: 1-1000-400-5800								
54001 Plumbing	75,000	71,620	78,875	79,154	81,003	82,866	84,772	
54001 Electrical	14,000	14,000	14,580	14,580	15,121	15,405	15,824	
54001 Solid Waste/Plumbing	148,000	148,000	148,000	148,000	148,000	148,000	148,000	
54001 Street Lights	160,000	160,000	160,000	166,566	172,606	176,761	180,892	
TOTAL	\$ 387,000	\$ 371,620	\$ 401,455	\$ 410,390	\$ 426,530	\$ 433,592	\$ 449,388	
LIBRARY: 1-1000-500-4100								
51101 Salaries	10,707	20,738	-	-	-	-	-	
51101 Overtime	-	-	-	-	-	-	-	
51140 Laundry Pay	-	4,112	-	-	-	-	-	
52003 Social Security	664	3,033	-	-	-	-	-	
52003 Medical Insurance	155	709	-	-	-	-	-	
52003 Municipal Status Pender	1,017	868	-	-	-	-	-	
52007 Dental Insurance	6,662	6,662	-	-	-	-	-	
53003 Office Supplies	93	93	-	-	-	-	-	
53003 Other Professional Service	-	-	-	-	-	-	-	
53003 Professional Training	-	-	-	-	-	-	-	
53003 Capital Expenditures	-	-	-	-	-	-	-	
54007 Electric	-	-	-	-	-	-	-	
54007 Heating	-	-	-	-	-	-	-	
54007 City Contributor	-	24,554	50,782	105,546	108,825	111,946	113,866	
54007 Other Professional Services - O&M	-	-	14,260	15,520	16,393	17,446	18,560	
54007 Education & Training	-	-	-	-	-	-	-	
TOTAL	\$ 64,387	\$ 61,052	\$ 65,032	\$ 121,466	\$ 128,158	\$ 129,294	\$ 132,526	
RECREATION: 1-1000-600-6100								
52003 Social Security	37,700	38,000	34,612	35,524	36,786	37,952	38,488	
52003 Medical Insurance	2,437	2,437	2,437	2,437	2,437	2,437	2,437	
52003 Municipal Status Pender	2,917	2,917	3,400	3,825	4,200	4,527	4,890	
52007 Dental Insurance	-	418	-	-	-	-	-	
53003 Office Supplies	5,000	5,000	5,125	5,274	5,400	5,524	5,663	
53003 Other Professional Service	6,000	6,000	6,000	6,000	6,210	6,353	6,512	
54001 Public Events & Activities	1,000	1,000	1,000	1,000	1,000	1,000	1,000	
59101 Teen Subsidy	2,715	2,715	2,844	2,997	3,066	3,143	3,243	
TOTAL	\$ 83,885	\$ 84,006	\$ 82,573	\$ 84,873	\$ 86,593	\$ 88,246	\$ 90,243	
PLANNING: 1-1000-100-6250								

[illegible]