BOROUGH of KENNETT SQUARE

Kennett Square

FY 2017 BUDGET HIGHLIGHTS

NOVEMBER 7, 2016

2016 Highlights

- 2016 Activities
  - **West Cypress Street** reconstruction completed using $956,000 in grant money.
  - Replaced ~200 meters for the **water meter replacement program**
  - **Yeatman Well** Completed using ~$890,000 in grant money.
  - **North Walnut Street Sidewalk** project postponed. Elevations required more complex design.
  - **Added Passport** parking app to allow customers another option to pay for metered parking. Upgrade to kiosk system eliminated yielding a $150,000 savings. Estimated to cost around $1000/year.
  - **Ground Water Rule (GWR) Improvements** at Walnut St well are out for bid currently to comply with the 4-Log Rule. Came in over budget at approximately $60,000.
  - **Anaerobic Digestion Investigation** is complete and we're waiting on the final report.
  - **NPDES Permit** received from PA DEP. Expect to incur costs of approximately $750,000 within 3 years to meet effluent total nitrogen limits.

2016 Highlights- continued

2016 Activities

- Eliminated/Put on hold new **park land on southwest** side of town. Plan to use existing property saving $300,000 in budget.
- Proceeding with **Regional Street Light Program** with projected savings of $150,000 over 20 years.
- New **Computer Software** selected and is being converted. Came in under budget to a savings of approximately $95,000.
- **Refinance of debt** netting a savings of approximately $235,000 (if approved)
- **Chief of Police** retired.
- **Joint Economic Development Study** completed.
- Investigation with the Library for possible **joint facility**.

- ***Total Savings Achieved during 2016 ~$935,000**

  ***Not all savings realized in 2016**

2017 BUDGET HIGHLIGHTS

- Balanced Budget
- Budget includes a 3.0% increase in uniformed and non-uniformed wages.
- **No** tax increase - maintain a level of 6.35 mills.
- **No** increase in Water, Sewer or Solid Waste fees.
- **No** increase in Parking fees.
- Parking and Sewer Funds use Fund Balance
- Operating Transfers replaced with itemized accounting.
- Water Fund will pay off all remaining debt
- Reserve growth in Water and General Funds

2017 BUDGET HIGHLIGHTS

- 2017 Capital Projects - *Construction*
  - Regional Street Light Program $166,000 (General Fund)

    Installation of guaranteed savings program for new LED street lights not including decorative fixtures. Will be budget neutral or a savings for the first 12 years.
  - North Union Street Traffic Calming $30,000 (General Fund)

    Install center island and pavement markings between Sickles and Fairthorne Streets.
  - Upgrade Cypress Street Pump Station $115,000 (Sewer Fund)

    Upgrade electric service and pumps to 3 phase for increased reliability and to prevent clogging, install flow meter.
  - Linden Street Booster Station Upgrade $440,000 (Water Fund/Grant)

    Install new pumps with VFD's to ensure adequate pressures and flows and become more energy efficient. Expand zone to include business district in pressurized area.
  - Parking Garage Expansion $3,200,000. (Parking Fund)

    Looking for Grant award notice. Debt service would need to be issued for remainder.

Total Capital Projects **$3,951,000**

General Fund...$196,000 Parking Fund Debt Service...$1,600,000

Water Fund.....$75,000 Grant Funding.....$1,965,000 Sewer Fund...$115,000

2017 BUDGET HIGHLIGHTS

- 2017 Capital Projects – engineering
  - South Street Pump Station
  - Wastewater Treatment Plant Upgrades as a result of new NPDES Permit and removal of Total Nitrogen.
  - Joint Community Center
  - Birch Street Streetscape

2017 BUDGET HIGHLIGHTS

- 2017 Capital Purchases
  - Police Vehicle (3 year lease purchase agreement)
  - Dump Truck – Replace 2000 Peterbilt mainly used for hauling sewage sludge
  - Pick up Truck – Replace 2005 GMC p/u

2017 BUDGET HIGHLIGHTS

- Proposed New Debt
  - Parking Revenue Bonds $1,600,000 Garage

2017 BUDGET HIGHLIGHTS

2017 Debt Service Payments

Water Fund	$ 4,592
Sewer Fund	$735,994
Parking Fund	$306,570
Gen. Capital Fund	$406,341
Total	**$1,453,497**

2016 Debt Service Payments

Water Fund	$27,551
Sewer Fund	$736,359
Parking Fund	$312,054
Gen. Capital Fund	$407,015
Total	**$1,482,979**

2017 PROPOSED BUDGET ALL FUNDS

General Fund	$4,155,200
Water Fund	$1,625,200
Sewer Fund	$2,255,600
Parking Fund	$3,965,700
Solid Waste Fund	$ 367,000
Liquid Fuels Fund	$ 167,200
Emergency Management Fund	$ 69,200
Gen. Capital Improvement Fund	$ 465,800
Total All Funds	**$13,070,900**
Less Double Counted Debt Allocations	($384,100)
Total All Funds Less Debt Allocations	**$12,686,800**