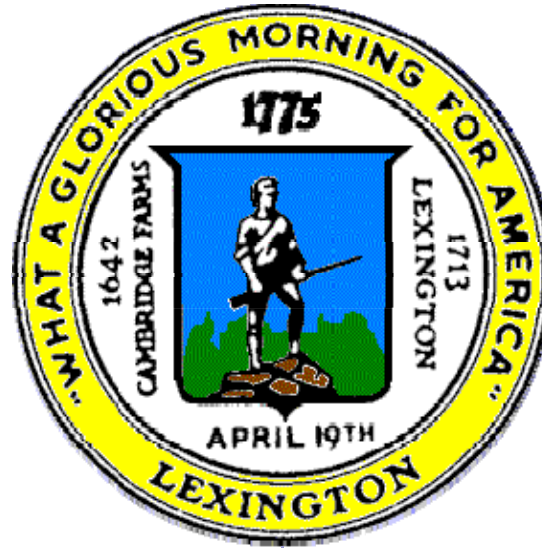


Town of Lexington



Summit III

FY 2019 Revenue Allocation Model

December 7, 2017



Town of Lexington-Financial Summit 3

SUMMIT 3					
Revenue Allocation History					
FY2014	FY2015	FY2016	FY2017	FY2018	FY2019
6.9%	7.9%	8.5%	7.2%	6.6%	6.9%



Town of Lexington-Financial Summit 3

FY2019 Revenue Allocation

\$ 221,900,289 Projected FY2019 Revenue

(1)	\$(101,655,182)	FY2018 school budget
(2)	\$ (35,496,451)	FY2018 municipal budget
(3)	\$ (2,147,678)	FY2019 Minuteman
(4)	\$ (6,005,537)	FY2019 Contributory Retirement
(5)	\$ (15,070)	FY2019 Non-Contributory Retirement
(6)	\$ (27,936,909)	FY2019 Benefits
(7)	\$ (200,000)	FY2019 Unemployment
(8)	\$ (831,350)	FY2019 Workers' comp
(9)	\$ (770,000)	FY2019 Property and Liability Insurance
(10)	\$ (250,000)	FY2019 Uninsured Losses
(11)	\$ (410,000)	FY2019 Solar Production Payment
(12)	\$ (7,213,508)	FY2019 Debt Service
(13)	\$ (900,000)	FY2019 Reserve Fund
(14)	\$ (10,716,027)	FY2019 Facilities Department Budget
(15)	\$ (17,907,906)	Set-Aside for as yet identified needs - \$1,000,000; Unanticipated Current Fiscal Year Needs - \$200,000; Debt Service Mitigation - \$2,095,000; Tax Levy Support of Community Center Program (Transfer to Article 5) - \$214,292; Capital Stabilization Fund - \$2,500,000; Pay Down Land Purchases (principal & interest) - \$3,050,000; Cash Capital - \$4,150,000; OPEB - \$1,829,721; Street Improvement Program - \$2,600,000; Building Envelope Program - \$198,893; Senior Work-Off Program - \$30,000; Getting to Net Zero - \$40,000.
(16)	\$ 9,444,671	Incremental Revenue
(17)	74.1%	FY2018 School Spending as % of FY2018 General Fund budget exclusive of Shared Expenses and Minuteman.
(18)	25.9%	FY2018 Municipal Spending as % of FY2018 general fund budget exclusive of Shared Expenses and Minuteman.
(19)	\$ 7,000,279	School Share of incremental FY2019 revenue (6.9% increase over FY2018 School Budget)
(20)	\$ 2,444,392	Municipal Share of incremental FY2019 revenue (6.9% increase over FY2018 Municipal Budget)



Town of Lexington-Financial Summit 3

Description	FY2016 Appropriated	FY2017 Appropriated	FY2018 Appropriated	FY2019 Projected	FY2018 to FY2019 Difference (\$)	FY2018 to FY2019 Difference (%)
1 Projected Revenue	\$ 193,549,110	\$ 198,562,732	\$ 209,841,821	\$ 221,900,289	\$ 12,058,469	5.7%
2 Minuteman Regional School (initial est.)	\$ 1,202,814	\$ 1,377,449	\$ 1,670,351	\$ 2,147,678	\$ 477,327	28.6%
3 Contributory Retirement	\$ 5,255,537	\$ 5,505,537	\$ 5,755,537	\$ 6,005,537	\$ 250,000	4.3%
4 Non-Contributory Retirement	\$ 13,810	\$ 13,837	\$ 14,620	\$ 15,070	\$ 450	3.1%
5 Benefits	\$ 25,250,981	\$ 26,239,240	\$ 27,773,351	\$ 27,936,909	\$ 163,558	0.6%
6 Unemployment Comp	\$ 200,000	\$ 200,000	\$ 200,000	\$ 200,000	\$ -	0.0%
7 Workers' Comp	\$ 643,112	\$ 747,665	\$ 807,136	\$ 831,350	\$ 24,214	3.0%
8 Property and Liability Insurance	\$ 860,309	\$ 675,952	\$ 738,893	\$ 770,000	\$ 31,107	4.2%
9 Uninsured Losses	\$ 200,000	\$ 225,000	\$ 250,000	\$ 250,000	\$ -	0.0%
10 Debt Service (net of CSF-see row 16)	\$ 6,732,527	\$ 6,489,028	\$ 6,881,128	\$ 7,213,508	\$ 332,380	4.8%
11 Reserve Fund	\$ 900,000	\$ 900,000	\$ 900,000	\$ 900,000	\$ -	0.0%
12 Facilities Department	\$ 9,899,631	\$ 10,002,416	\$ 10,592,987	\$ 10,716,027	\$ 123,040	1.2%
13 Set-Aside for Tax Levy Support of Community Center Program	\$ 216,836	\$ 253,007	\$ 220,152	\$ 214,292	\$ (5,860)	-2.7%
Set Aside Amounts						
14 Cash Capital	\$ 2,190,082	\$ 2,905,265	\$ 3,531,000	\$ 4,150,000	\$ 619,000	17.5%
15 Street Program	\$ 2,270,145	\$ 2,526,835	\$ 2,542,927	\$ 2,600,000	\$ 57,073	2.2%
16 Mitigation Within Levy Debt Service	\$ 620,567	\$ 710,000	\$ 324,500	\$ 2,095,000	\$ 1,770,500	545.6%
17 Building Envelope	\$ 182,760	\$ 187,329	\$ 194,713	\$ 198,893	\$ 4,180	2.1%
18 Senior Tax Work Off Program	\$ 20,000	\$ 30,000	\$ 30,000	\$ 30,000	\$ -	0.0%
19 OPEB	\$ 1,200,000	\$ 1,512,318	\$ 1,829,721	\$ 1,829,721	\$ -	0.0%
20 Unanticipated Prior Year Expenses*	\$ 200,000	\$ 200,000	\$ 200,000	\$ 200,000	\$ -	0.0%
21 Debt Service/Capital Stabilization Fund	\$ 9,447,832	\$ 6,991,205	\$ 7,690,398	\$ 2,500,000	\$ (5,190,398)	-67.5%
Solar Production			\$ 410,000	\$ 410,000	\$ -	0.0%
22 Unallocated / Unidentified Needs*	\$ -	\$ -		\$ 1,000,000	\$ 1,000,000	

*Item is not appropriated, but a set-aside from Free Cash going into Annual Town Meeting - if left unallocated at ATM, will fall to Free Cash for the year.

12/7/2017



Town of Lexington-Financial Summit 3

Policy Issues for Consideration

Continuing Policy Issues

1. Financing Plan for Increasing School Enrollments (Limiting Program Improvement Requests)
2. Financing Plan/Property Tax Impact for School and Municipal Capital Projects
3. Planned Use of Capital Stabilization Fund
4. Community Priorities - Pedestrian, Bicycle and Vehicle Safety on Town Roads, Intersections and School Properties; Sidewalk Betterment Evaluation (BOS Goal 7, 10)
5. Financing Options - Stormwater Management Mandates

12/7/2017



Town of Lexington-Financial Summit 3

Policy Issues for Consideration

New Policy Issues

1. Implementation of 20/20 Subcommittee Report/Diversity Advisory Task Force (Goal 18)
2. Community Center Expansion Options (BOS Goal 7)
3. Staffing for Public Information/Citizen Outreach Activities (BOS Goal 9)
4. Community Mental Health Programs (BOS Goal 13; SC Goal)
5. *Managing Within Levy Debt*