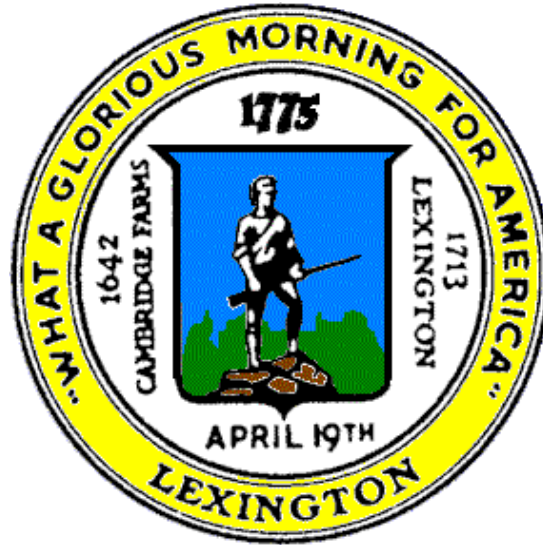


Town of Lexington



Summit III

FY 2017 Revenue Allocation Model

December 10, 2015



Town of Lexington-Financial Summit 3

FY2017 Revenue Allocation		
	\$ 197,586,175	Projected FY2017 Revenue
(1)	\$ (92,060,316)	FY2016 school budget
(2)	\$ (33,578,271)	FY2016 municipal budget
(3)	\$ (1,514,000)	FY2017 Minuteman
(4)	\$ (5,532,537)	FY2017 Contributory Retirement
(5)	\$ (13,500)	FY2017 Non-Contributory Retirement
(6)	\$ (25,806,849)	FY2017 Benefits
(7)	\$ (200,000)	FY2017 Unemployment comp
(8)	\$ (688,130)	FY2017 Workers' comp
(9)	\$ (675,952)	FY2017 Property and Liability Insurance
(10)	\$ (225,000)	FY2017 Uninsured Losses
(11)	\$ (6,417,558)	FY2017 Debt Service
(12)	\$ (900,000)	FY2017 Reserve Fund
(13)	\$ (9,993,116)	FY2017 Facilities Department Budget
(14)	\$ (10,981,827)	Set-Aside for as yet identified needs - \$983,261; Set-Aside for Unanticipated Current Fiscal Year Needs - \$200,000; Set-Aside for Tax Levy Support of Community Center Program (Transfer to Article 5) - \$233,172; Capital Projects Stabilization Fund - \$3,100,000; Cash Capital - \$2,500,000; OPEB - \$1,512,318; Street Improvement Program -\$2,236,746; Building Envelope Program - \$187,329; Senior Work-Off Program-\$30,000.
(15)	\$ 8,999,119	Incremental Revenue
(16)	73.3%	FY16 School Spending as % of FY16 general fund budget exclusive of Shared Expenses and Minuteman.
(17)	26.7%	FY16 Municipal Spending as % of FY16 general fund budget exclusive of Shared Expenses and Minuteman.
(18)	\$ 6,594,007	School Share of incremental FY2017 revenue (7.2% increase over FY16 School Budget)
(19)	\$ 2,405,112	Municipal Share of incremental FY2017 revenue (7.2% increase over FY16 Municipal Budget)



Town of Lexington-Financial Summit 3

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



Town of Lexington-Financial Summit 3

	Description	FY2014 Appropriated	FY2015 Appropriated	FY2016 Appropriated	FY2017 Proposed	FY2016 TO FY2017 Difference (\$)	FY2016 TO FY2017 Difference (%)
1	Projected Revenue	\$ 174,900,943	\$ 182,002,252	\$ 192,879,456	\$ 197,586,175	\$ 4,706,719	2.4%
2	Minuteman Regional School (initial est.)	\$ 12,664,634	\$ 1,244,384	\$ 1,172,736	\$ 1,514,000	\$ 341,264	29.1%
3	Contributory Retirement	\$ 4,805,537	\$ 5,005,573	\$ 5,255,537	\$ 5,532,537	\$ 277,000	5.3%
4	Non-Contributory Retirement	\$ 12,907	\$ 13,447	\$ 13,810	\$ 13,500	\$ (310)	-2.2%
5	Benefits	\$ 23,182,159	\$ 23,041,965	\$ 25,250,981	\$ 25,806,849	\$ 555,868	2.2%
6	Unemployment Comp	\$ 200,000	\$ 200,000	\$ 200,000	\$ 200,000	\$ -	0.0%
7	Workers' Comp	\$ 610,915	\$ 612,223	\$ 643,112	\$ 688,130	\$ 45,018	7.0%
8	Property and Liability Insurance	\$ 726,620	\$ 776,455	\$ 860,309	\$ 675,952	\$ (184,357)	-21.4%
9	Uninsured Losses	\$ 150,000	\$ 175,000	\$ 200,000	\$ 225,000	\$ 25,000	12.5%
10	Debt Service	\$ 5,554,823	\$ 6,730,571	\$ 6,732,527	\$ 6,417,558	\$ (314,969)	-4.7%
11	Reserve Fund	\$ 900,000	\$ 900,000	\$ 900,000	\$ 900,000	\$ -	0.0%
12	Facilities Department	\$ 9,760,460	\$ 9,897,675	\$ 9,899,631	\$ 9,993,116	\$ 93,485	0.9%
14	Set Aside						
15	Cash Capital	\$ 4,855,174	\$ 3,254,891	\$ 2,419,000	\$ 2,500,000	\$ 81,000	3.3%
16	Street Program	\$ 1,890,074	\$ 2,254,924	\$ 2,270,145	\$ 2,236,746	\$ (33,399)	-1.5%
17	Mitigation debt service impacts of LHS Modular Classroom Financing		\$ 919,000	\$ 620,567	\$ -	\$ (620,567)	-100.0%
18	Building Envelope	\$ 173,954	\$ 178,303	\$ 182,760	\$ 187,329	\$ 4,569	2.5%
19	Senior Tax Work Off Program	\$ 20,000	\$ 20,000	\$ 20,000	\$ 20,000	\$ -	0.0%
20	OPEB	\$ 775,000	\$ 1,119,000	\$ 1,200,000	\$ 1,512,318	\$ 312,318	26.0%
21	Unanticipated Prior Year Expenses	\$ 200,000	\$ 200,000	\$ 200,000	\$ 200,000	\$ -	0.0%
22	Debt Service/Capital Stabilization Fund	\$ 3,983,240	\$ 5,910,726	\$ 9,447,832	\$ 3,100,000	\$ (6,347,832)	-67.2%
23	Set Aside: Federal Budget Reductions	\$ -	\$ -	\$ -	\$ -	\$ -	
24	Unallocated / Unidentified Needs	\$ -	\$ -	\$ -	\$ 983,261	\$ 983,261	---



Town of Lexington-Financial Summit Policy and Administrative Objectives

1. Focus Continues to be the Capital Plan

- **Plan for Potential Capital Projects** (Fire Station; Police Station; Elementary and Middle School Capacity; Center Streetscape; New Hastings School; High School heating)
- **Manage Debt Service** – With Levy and Excluded Debt
- **Manage Use of Capital Projects Stabilization Fund**

2. Reflect Policy Discussion of Selectmen/Summit

- **Manage Operating Budget: Sustainability of Proposed Increases Given FY19 Operating Budget Projections**