

Town of Lexington



Financial Summit II

November 12, 2008

Selectmen's Meeting Room



Town of Lexington
FY 2010 Budget

FY2010 Revenue Projection



Town of Lexington

FY 2010 Budget

FY2010 Revenue Summary

Gross G/F Revenues: increasing by **\$4.7 Million** or 3.5%

Net G/F Revenues: increasing by **\$4.2 Million** or 3.2%

FY2009 Revenue Summary

Gross G/F Revenues: increasing by **\$6 Million** or 4.7%

Net G/F Revenues: increasing by **\$5 Million** or 4%



Town of Lexington

FY 2010 Budget

FY2010 Revenue Summary

General Fund Revenue Summary	FY07 Actual	FY08 Actual	FY 2009 Estimated	FY2010 Projected	FY 09-10 Change	
					\$	%
Property Tax Levy (Table 1)	\$ 96,010,528	\$ 104,879,746	\$ 110,106,445	\$ 114,759,106	\$ 4,652,661	4.23%
State Aid (Table 2)	\$ 8,304,953	\$ 9,064,275	\$ 9,963,453	\$ 9,963,453	\$ -	0.00%
Local Receipts (Table 3)	\$ 12,910,086	\$ 12,189,265	\$ 10,156,258	\$ 9,652,000	\$ (504,258)	-4.96%
Available Funds (Table 4)	\$ 4,763,000	\$ 4,216,097	\$ 5,620,168	\$ 6,248,619	\$ 628,451	11.18%
Revenue Offsets (Table 5)	\$ (1,465,774)	\$ (1,897,006)	\$ (1,816,450)	\$ (1,841,016)	\$ (24,566)	1.35%
Enterprise Receipts (Table 6)	\$ 1,772,313	\$ 1,752,885	\$ 1,710,887	\$ 1,649,338	\$ (61,549)	-3.60%
Gross General Fund Revenues	\$ 122,295,105	\$ 130,205,261	\$ 135,740,760	\$ 140,431,499	\$ 4,690,739	3.46%
Less - Revenues Set-Aside for Designated Expenses	\$ 3,931,000	\$ 2,395,000	\$ 3,015,750	\$ 3,481,409	\$ 465,659	15.44%
Net General Fund Revenues	\$ 118,364,105	\$ 127,810,261	\$ 132,725,010	\$ 136,950,090	\$ 4,225,080	3.18%



Town of Lexington

FY 2010 Budget

Tax Levy

Table 1: Property Tax Levy	FY 2007	FY 2008	FY 2009	FY 2010	FY 09-10 Change	
	Recap	Recap	Estimated	Projected	\$	%
Tax Levy	\$ 89,868,589	\$ 96,012,202	\$ 104,879,746	\$ 110,106,445	\$ 5,226,699	4.98%
Prop. 2.5%	\$ 2,246,715	\$ 2,400,305	\$ 2,621,994	\$ 2,752,661	\$ 130,667	4.98%
New Growth	\$ 2,036,789	\$ 2,485,650	\$ 2,604,705	\$ 1,900,000	\$ (704,705)	-27.06%
Override	\$ 1,858,435	\$ 3,981,589	\$ -	\$ -	\$ -	0.00%
Subtotal	\$ 96,010,528	\$ 104,879,746	\$ 110,106,445	\$ 114,759,106	\$ 4,652,661	4.23%



Town of Lexington

FY 2010 Budget

State Aid

Table 2: State Aid	FY 2007	FY 2008	FY 2009	FY 2010	FY 09-10 Change	
	Cherry Sheet	Cherry Sheet	Estimated	Projected	\$	%
Chapter 70	\$ 5,863,055	\$ 6,740,205	\$ 7,601,057	\$ 7,601,057	\$ -	0.00%
Charter School Reimbursement	\$ -	\$ -	\$ 13,861	\$ 13,861	\$ -	0.00%
Lottery, Beano, Charity Games	\$ 1,876,266	\$ 1,907,409	\$ 1,907,409	\$ 1,907,409	\$ -	0.00%
Police Career Incentive	\$ 221,804	\$ 237,868	\$ 258,718	\$ 258,718	\$ -	0.00%
Veterans' Benefits & Exemptions	\$ 90,763	\$ 116,059	\$ 117,851	\$ 117,851	\$ -	0.00%
Offsets (School Lunch & Library)	\$ 65,369	\$ 62,734	\$ 64,557	\$ 64,557	\$ -	0.00%
sub-Total (Cherry Sheet)	\$ 8,117,257	\$ 9,064,275	\$ 9,963,453	\$ 9,963,453	\$ -	0.00%
School Construction (MSBA)	\$ 187,696	\$ -	\$ -	\$ -	\$ -	0.00%
Subtotal	\$ 8,304,953	\$ 9,064,275	\$ 9,963,453	\$ 9,963,453	\$ -	0.00%



Town of Lexington

FY 2010 Budget

Local Receipts

Table 3: Local Receipts		FY 2007	FY 2008	FY 2009	FY 2010	FY 09-10 Change	
		Actual	Actual	Estimated	Projected	\$	%
Motor Vehicle Excise Tax		\$ 3,891,374	\$ 3,758,043	\$ 3,952,000	\$ 3,646,000	\$ (306,000)	-7.74%
Other Excise		\$ 542,486	\$ 294,217	\$ 501,000	\$ 496,000	\$ (5,000)	-1.00%
Penalties & Interest		\$ 290,762	\$ 317,016	\$ 267,000	\$ 285,000	\$ 18,000	6.74%
PILOT's		\$ 1,082,941	\$ 803,593	\$ 631,000	\$ 454,000	\$ (177,000)	-28.05%
Rentals		\$ 197,341	\$ 338,597	\$ 192,000	\$ 228,000	\$ 36,000	18.75%
Departmental-Schools		\$ 901,701	\$ 415,914	\$ 289,258	\$ 292,000	\$ 2,742	0.95%
Departmental-Municipal		\$ 1,733,256	\$ 1,685,125	\$ 1,720,000	\$ 1,585,000	\$ (135,000)	-7.85%
Licenses & Permits		\$ 2,195,676	\$ 1,920,467	\$ 1,474,000	\$ 1,530,000	\$ 56,000	3.80%
Special Assessments		\$ 28,491	\$ 128,963	\$ 43,000	\$ 27,000	\$ (16,000)	-37.21%
Fines & Forfeits		\$ 345,987	\$ 370,368	\$ 337,000	\$ 359,000	\$ 22,000	6.53%
Investment Income		\$ 1,368,106	\$ 1,666,272	\$ 750,000	\$ 750,000	\$ -	0.00%
Miscellaneous Non-Recurring		\$ 331,966	\$ 490,690	\$ -	\$ -	\$ -	0.00%
Subtotal		\$ 12,910,086	\$ 12,189,265	\$ 10,156,258	\$ 9,652,000	\$ (504,258)	-4.96%



Town of Lexington

FY 2010 Budget

Available Funds

Table 4: Available Funds	FY 2007	FY 2008	FY 2009	FY 2010	FY 09-10 Change	
	Appropriated	Appropriated	Appropriated	Projected	\$	%
Parking	\$ 340,000	\$ 350,000	\$ 325,000	\$ 325,000	\$ -	0.00%
Cemetery	\$ 100,000	\$ 100,000	\$ 120,000	\$ 120,000	\$ -	0.00%
Free Cash	\$ 4,250,000	\$ 3,543,097	\$ 4,860,766	\$ 5,481,717	\$ 620,951	12.77%
Brookhaven	\$ 50,000	\$ -	\$ 50,000	\$ -	\$ (50,000)	-100.00%
Insurance Proceeds	\$ -	\$ -	\$ 138,402	\$ 52,387	\$ (86,015)	-62.15%
Overlay Surplus	\$ -	\$ 100,000	\$ -	\$ 104,965	\$ 104,965	---
Procees from the Sale of Assets	\$ -	\$ -	\$ -	\$ 27,550		---
TDM Receipts (Lexpress)	\$ 23,000	\$ 58,000	\$ 61,000	\$ 72,000	\$ 11,000	18.03%
School Bus Stabilization Fund	\$ -	\$ 65,000	\$ 65,000	\$ 65,000	\$ -	0.00%
Subtotal	\$ 4,763,000	\$ 4,216,097	\$ 5,620,168	\$ 6,248,619	\$ 628,451	11.18%



Town of Lexington

FY 2010 Budget

Revenue Offsets

Table 5: Revenue Offsets	FY 2007	FY 2008	FY 2009	FY 2010	FY 09-10 Change	
	Recap	Recap	Estimated	Projected	\$	%
Cherry Sheet Assessments	\$ (673,867)	\$ (695,146)	\$ (701,893)	\$ (726,459)	\$ (24,566)	3.50%
Cherry Sheet Offsets						
School Lunch	\$ (24,802)	\$ (20,745)	\$ (19,986)	\$ (19,986)	\$ -	0.00%
Public Libraries	\$ (40,567)	\$ (41,989)	\$ (44,571)	\$ (44,571)	\$ -	0.00%
Overlay (abatements)	\$ (602,579)	\$ (1,139,126)	\$ (750,000)	\$ (750,000)	\$ -	0.00%
Snow Deficit	\$ (123,959)	\$ -	\$ (300,000)	\$ (300,000)	\$ -	0.00%
Subtotal	\$ (1,465,774)	\$ (1,897,006)	\$ (1,816,450)	\$ (1,841,016)	\$ (24,566)	1.35%



Town of Lexington

FY 2010 Budget

Enterprise Revenues (Indirects)

Table 6: Enterprise Receipts		FY 2007	FY 2008	FY 2009	FY 2010	FY 09-10 Change	
		Appropriated	Appropriated	Appropriated	Projected	\$	%
Water		\$ 883,963	\$ 859,728	\$ 820,952	\$ 782,176	\$ (38,776)	-4.72%
Wastewater (Sewer)		\$ 753,950	\$ 737,309	\$ 714,536	\$ 691,763	\$ (22,773)	-3.19%
Recreation		\$ 134,400	\$ 155,848	\$ 175,399	\$ 175,399	\$ -	0.00%
Subtotal		\$ 1,772,313	\$ 1,752,885	\$ 1,710,887	\$ 1,649,338	\$ (61,549)	-3.60%



Town of Lexington

FY 2010 Budget

FY 2010 Revenues Set Aside for Designated Uses

Table 7-A: Revenues Set Aside for Designated Uses				
Category	Actual FY2008	Appropriated FY2009	Projected FY 2010	FY2010 Funding Source
Stabilization Fund	\$ 1,000,000	\$ 1,000,000	\$ -	
Set-Aside for Potential Local Aid Reductions		\$ -	\$ 900,000	Free Cash
Set-Aside for Unanticipated Current Fiscal Year Needs			\$ 200,000	Free Cash
Cash Capital	\$ 705,000	\$ 842,000	\$ 850,000	Free Cash
Other Post-Employment Benefit Liability (OPEB)		\$ 400,000	\$ 440,690	Free Cash
Special Education Reserve		\$ -	\$ 350,000	Free Cash
Street Improvement Program	\$ 500,000	\$ 525,000	\$ 538,125	Tax Levy
Building Envelope Program	\$ 150,000	\$ 153,750	\$ 157,594	Tax Levy
Senior Work-Off Program	\$ 40,000	\$ 45,000	\$ 45,000	Tax Levy
Other		\$ 50,000	\$ -	
Total Set Aside for Designated Uses	\$ 2,395,000	\$ 3,015,750	\$3,481,409	
July 1, 2008 Certification of Free Cash			\$ 5,481,717	
Use of Free Cash for Designated Uses			\$ 2,740,690	
Net Balance of Free Cash Applied to the Operating Budget			\$ 2,741,027	



Town of Lexington *FY 2010 Budget*

Open Revenue Projection Issues

- State Aid (House 1 in Late January)
- Proposal for Use of Free Cash/Revenues Set Aside for Designated Uses
- Use of Additional Reserves
- Capital Financing Outside the Levy Limit



Town of Lexington

FY 2010 Budget

Process & Timing

Summit I - Financial Indicators & Projections - Discuss Guidelines & Drivers	September 26 th
Summit II - Revenue Model & Revised Projections	November 12th
Submittal of FY 2010 Superintendent's Recommended Budget to SC	December 2 th
Submittal of FY 2010 Manager's Recommended Budget to BOS	January 9 th
Summit III - Revenue Split, Expense Review & Gap Defining	January 15 th
Summit IV - Progress Report/Official Approval of FY 2010 Rec'd Budget (Municipal/Schools)	February 13 th
Budget Decisions & Deliberations concluded	February 13th
FY 2010 Recommended Budget Submitted to Town Meeting	March 2 nd
Summit V - Revenue/Expenditure Revisions & TM Planning	3 rd Week of March
Town Meeting Commences (tentative)	March 16 th

**All dates subject to change*



Town of Lexington
FY 2010 Budget

Questions, Comments

Thank You