



***Fiscal Year 2017  
Budget Presentation***

Monday March 14, 2016



*Fiscal Year 2016*  
**Update**



# FY 2016 Fiscal Challenges - Ahead

- \* NEMO STORM BAN
  - \* Authorized \$2,723,764
  - \* Actual Debt \$1,939,000
  - \* Need to permanently finance
  - \* FEMA Federal Funds / Reimbursement

*SOME GOOD NEWS*



# FY 2016 Fiscal Challenges - Ahead

- \* NEMO STORM FEMA Public Ass't (GRANT/Reimbursement)
- \* \$78,275.16 for Police and Fire salary and equipment and DPW snow removal operations
- \* \$90,048.00 has been approved for 24 Ocean Street armor stone displacement
- \* \$148,359 has been approved for Shepard Ave stairs and stone displacement
- \* TOTAL \$316,682.16 Reimbursement/ Grant



# FY 2016 Fiscal Challenges - Ahead

| FEMA GRANTS |            |  |                                   |
|-------------|------------|--|-----------------------------------|
| REQUESTED   | REIMBURSED |  | Purpose / Diff                    |
| 173,498.21  | 78,275.16  |  | PD FD DPW Expenses                |
| 122,327.00  | 90,048.00  |  | 221 24 Ocean Street<br>Revetment  |
| 194,651.00  | 148,359.00 |  | Shep Ave Stairs anmd<br>Revetment |
|             |            |  |                                   |
| 490,476.21  | 316,682.16 |  | 173,794.05                        |



# FY 2016 Fiscal Challenges - Ahead

- \* WINTER OF 2015     **\$1,422,173**
- \* Pay Down STM F/C     \$125,288
- \* Pay Down STM Overlay Surplus     \$75,000
- \* Expense FEMA Reimburse     \$518,758
  - \* Received \$294,000 FEMA Funds for roof shoveling
  
- \* Balance (Due) \$703,127 carried to next year
  
- \* DOR NOT penalizing Town for carrying this Debt



# FY 2016 Fiscal Challenges - Ahead

## \* FREE CASH CERTIFIED !

|                  |             |
|------------------|-------------|
| * General Fund - | \$2,386,842 |
| * Water -        | \$1,368,185 |
| * Waste Water -  | \$ 492,514  |
| * Solid Water -  | \$ 631,617  |



*Fiscal Year 2017*  
**Projected Revenue**  
**July 1, 2016 to June 30, 2017**





# FY 2017 Revenue Sources

## Estimated Tax Levy

|  | Recap      | Estimated  | \$         | %          |
|--|------------|------------|------------|------------|
|  | FY 16      | FY 17      | Difference | Difference |
| Base Tax Levy                            | 54,337,275 | 56,370,561 | 2,033,286  | 3.74%      |
| Statutory 2.5% Increase                  | 1,358,432  | 1,409,264  | 50,832     | 3.74%      |
| New Growth                               | 674,854    | 500,000    | -174,854   | -25.91%    |
| Levy Limit                               | 56,370,561 | 58,279,825 | 1,909,264  | 3.39%      |
| Debt Exclusion                           | 4,421,764  | 4,469,000  | 47,236     | 1.07%      |
| Total Allowable Levy                     | 60,792,325 | 62,748,825 | 1,956,500  | 3.22%      |
| Total New Tax Levy Revenue = \$1,956,500 |            |            |            |            |



# FY 2017 Revenue Sources

## Estimated State Aid

|                 | Recap      | Estimated  | \$         | %          |
|-----------------|------------|------------|------------|------------|
|                 | FY 16      | FY 17      | Difference | Difference |
| State Aid       | 16,536,855 | 16,748,321 | 211,466    | 1.28%      |
| Less Offsets    | 67,434     | 60,990     | 6,444      |            |
| Total State Aid | 16,604,289 | 16,809,311 | 217,910    | 1.31%      |

**Total Additional State Aid = \$211,466**



# FY 2017 Revenue Sources

## Estimated Local Receipts

| FY 16                              | FY 17     | Difference | Difference |
|------------------------------------|-----------|------------|------------|
| 5,848,632                          | 6,338,000 | 489,368    | 8.37%      |
| Total New Local Receipts \$489,368 |           |            |            |



# FY 2017 Revenue Sources

## Estimated Other Revenue

- Free Cash
  - For the Third Year, Free cash is NOT being used as a funding source for the budget
  - Displays greater fiscal control (important to the Rating Agencies)
  - Allows for transfer to Stabilization Fund
  - Available in case of Emergency!!
- Enterprise Indirects Same in FY 17 as FY 16
- Bond Premiums applied debt service
- Dog Licenses; Cemetery Perpetual Care;
- Wetland Protection; Waterways



# FY 2017 Revenue Sources

## Estimated Other Revenue

| OTHER REVENUE              |  |                  |                   |                  |               |
|----------------------------|--|------------------|-------------------|------------------|---------------|
|                            |  | Budgeted<br>FY16 | Estimated<br>FY17 |                  |               |
| MSBA Reimbursemen          |  | 1,112,854        | 1,112,854         | 0                |               |
| Use of Reserved Bond       |  | 528,348          | 367,198           | (161,150)        |               |
| Waterways                  |  | 30,000           | 30,000            | 0                |               |
| Wetland Protection         |  | 20,000           | 20,000            | 0                |               |
| Licensing & Keeping o      |  | 20,000           | 20,000            | 0                |               |
| Cemetery Perpetual C       |  | 20,000           | 20,000            | 0                |               |
| Enterprise Indirects       |  | 1,492,319        | 1,492,319         | 0                |               |
| <b>Total Other Revenue</b> |  | <b>3,223,521</b> | <b>3,062,371</b>  | <b>(161,150)</b> | <b>-5.26%</b> |



*Fiscal Year 2017*  
**Proposed Expenses**  
**July 1, 2016 to June 30, 2017**



## FY 2017 General Government

- \* Human Resources included in Selectmen's Budget at \$75,000
- \* Accounting Encumbrance Clerk - hours restored
- \* Assessing Clerk - hours restored
- \* C/T Clerk – hours restored plus 1 position added - fills one full time and one part-time position not filled in FY 13 \*



## FY 2017 General Government

- \* IT Department Systems Analyst only – trial w/o IT Director
- \* Town Clerk PT position restored 10 hours week
- \* Building / (Zoning) Clerical Hours restored

**GENERAL GOV'T BUDGET FY 16 \$2,213,254**

**FY 17 \$2,323,399**

**FY 17 \$2,314,399**

**\$ 101,145 4.6 %**





# FY 2017 Public Safety

- \* Police Seeking 4 police Officers - 2 for full year and two for half year – Civil Service Processing
- \* **2 Police officers restored**
- \* Fire Department fill two vacant positions and two retirement positions
- \* **2 vacant positions filled**
- \* Zoning Enforcement Position cut
- \* **Public Safety FY 16 \$ 10,257,738**
- \* **FY 17 \$ 11,102,367**
- \* **FY 17 \$ 10,766,367**  
**\$508,629 5.0%**



# FY 2017 Education

|                             |              |                   |
|-----------------------------|--------------|-------------------|
| * School Department Request | FY 16        | 44,137,939        |
|                             | FY 17        | 46,481,545        |
| <b>Recommendation</b>       | <b>FY 17</b> | <b>45,881,625</b> |

**Requested increase of \$2,343,545      5 %**

**Recommended increase of \$1,743,686      4 %**



## FY 2017 Public Works

- \* DPW 1 new proposed positions - Truck Driver
- \* Maintenance
  - \* Parts increased \$10,000 to \$25,000
  - \* Tires increased \$25,000 to \$75,000
  - \* Snow and Ice increase \$18,000 to \$418,000 (within appropriation adding Maintenance line)
  
- \* **Public Works**

|  |                           |              |
|--|---------------------------|--------------|
|  | <b>FY 16 \$ 2,657,990</b> |              |
|  | <b>FY 17 \$ 2,802,524</b> |              |
|  | <b>FY 17 \$ 2,727,524</b> |              |
|  | <b>\$ 69,534</b>          | <b>2.6 %</b> |



## FY 2017 Health & Human Services

- \* Board of Health part time position restore \$14,218
- \* Council on Aging seeking “new” Dishwasher \$17,000
- \* CUT Dishwasher \$17,000
- \* Veterans Benefits increase \$33,000
- \* **Health and Human Services FY 16 \$ 881,440**  
**FY 17 \$ 976,395**  
**FY 17 \$ 939,395**  
**\$ 57 955 6.6 %**



# FY 2017 Library and Culture

- \* Library – reducing part-time staff dollars and increasing hours for full-time staff (no impact on benefits) same number of employees in FY 16 and FY 17

- \* **Library and Culture**

FY 16 \$ 716,771

FY 17 \$ 758,927

FY 17 \$ 748,937

\$ 32,166

4.5 %



# FY 2017 Fixed Costs slide one

|                   |           | <b>FY16</b>    | <b>FY17</b>    | <b>Advisory Bd.</b> | <b>TA Change</b> | <b>Percent</b> |
|-------------------|-----------|----------------|----------------|---------------------|------------------|----------------|
| <b>Department</b> |           | <b>Approp</b>  | <b>Request</b> | <b>Recommends</b>   | <b>from FY16</b> |                |
| Fixed Costs       |           |                |                |                     |                  |                |
| Reserve Fund      |           | 100,700        | 100,000        | 120,000             | 19,300           | 19.17%         |
|                   |           |                |                |                     |                  |                |
| Snow Removal      |           |                |                |                     |                  |                |
|                   | Personnel | 105,000        | 107,100        | 107,100             | 2,100            | 2.00%          |
|                   | Expenses  | 295,000        | 310,900        | 310,900             | 15,900           | 5.39%          |
| <b>Total</b>      |           | <b>400,000</b> | <b>418,000</b> | <b>418,000</b>      | <b>18,000</b>    | <b>4.50%</b>   |
|                   |           |                |                |                     |                  |                |
| Facilities        |           |                |                |                     |                  |                |
|                   | Personnel | 165,431        | 165,551        | 165,551             | 120              | 0.07%          |
|                   | Expenses  | 299,678        | 352,178        | 398,678             | 99,000           | 33.04%         |
| <b>Total</b>      |           | <b>465,109</b> | <b>517,729</b> | <b>564,229</b>      | <b>99,120</b>    | <b>21.31%</b>  |



# FY 2017 Fixed Costs slide two

|                          |                   |                   |                   |  |                  |              |
|--------------------------|-------------------|-------------------|-------------------|--|------------------|--------------|
| General Insurance        | 825,500           | 907,790           | 882,790           |  | 57,290           | 6.94%        |
| Health & Life Insurance  | 5,549,962         | 6,359,456         | 6,359,456         |  | 809,494          | 14.59%       |
| Unemployment Comp        | 125,000           | 125,000           | 100,000           |  | -25,000          | -20.00%      |
| Medicare                 | 713,287           | 748,951           | 748,951           |  | 35,664           | 5.00%        |
| Retirement               | 5,135,671         | 5,451,747         | 5,451,747         |  | 316,076          | 6.15%        |
| Audit/OPEB/Payroll       | 105,000           | 100,000           | 100,000           |  | -5,000           | -4.76%       |
| <b>Fixed Costs Total</b> | <b>13,420,229</b> | <b>14,728,673</b> | <b>14,745,173</b> |  | <b>1,324,944</b> | <b>9.87%</b> |



# FY 2017 ENTERPRISE FUNDS

|                        | FY16             | FY17             | Advisory<br>Bd.<br>Recommen<br>ds | Dollar<br>Change | Percent<br>Change |
|------------------------|------------------|------------------|-----------------------------------|------------------|-------------------|
| Enterprise Funds       | Approp           | Request          |                                   |                  |                   |
| <b>Waste Water</b>     |                  |                  |                                   |                  |                   |
| Personnel and Expenses | 1,957,888        | 2,109,205        | 2,109,287                         | 151,399          | 7.73%             |
| Transfer to GF         | 517,259          | 517,259          | 517,259                           | 0                | 0.00%             |
| Debt Service           | 825,414          | 796,646          | 796,646                           | -28,768          | -3.49%            |
| <b>Total</b>           | <b>3,300,561</b> | <b>3,423,110</b> | <b>3,423,192</b>                  | <b>122,631</b>   | <b>3.72%</b>      |
|                        |                  |                  |                                   | 0                |                   |
| <b>Water</b>           |                  |                  |                                   | 0                |                   |
| Personnel and Expenses | 2,204,627        | 2,256,543        | 2,256,873                         | 52,246           | 2.37%             |
| Transfer to GF         | 691,046          | 691,046          | 691,046                           | 0                | 0.00%             |
| Debt Service           | 1,195,614        | 1,138,839        | 1,138,839                         | -56,775          | -4.75%            |
| <b>Total</b>           | <b>4,091,287</b> | <b>4,086,428</b> | <b>4,086,758</b>                  | <b>-4,529</b>    | <b>-0.11%</b>     |
|                        |                  |                  |                                   | 0                |                   |
| <b>Solid Waste</b>     |                  |                  |                                   | 0                |                   |
| Personnel and Expenses | 2,851,572        | 3,153,464        | 3,153,794                         | 302,222          | 10.60%            |
| Transfer to GF         | 284,011          | 284,011          | 284,011                           | 0                | 0.00%             |
| Debt Service           | 0                | 0                | 0                                 | 0                |                   |
| <b>Total</b>           | <b>3,135,583</b> | <b>3,437,475</b> | <b>3,437,805</b>                  | <b>302,222</b>   | <b>9.64%</b>      |





## FY 2017 Debt

- \* Currently paying General Fund Long-Term Debt Service on 97 projects and 3 Excluded School projects
- \* Excluded debt is added to the tax levy in the amount of the debt (adjusted for any reimbursements or premium allocations)
- \* ESCO debt interest is being reimbursed by the Federal Government at the rate of 92.7% due to ongoing sequestration
- \* Debt service does not include key projects approved – debt not issued;
  - \* Seawall loan, Library Plaza, remaining Fire Station, (Emergency) BAN conversions



# FY 2017 Summary

- \* Budget will be balanced, but
  - \* Need consensus on the Town/School allocation
- \* Additional State Aid could be helpful
- \* Facilities budget needs reviewed to be realistic – not there yet;
  - \* Capital Building Assessment project and review significant – completion this spring
- \* Hold your breath the snow season continues!?!?



# FY 2017 Budget Summary

|                 |               |
|-----------------|---------------|
| * TOTAL REVENUE | \$ 88,839,338 |
| * TOTAL REQUEST | \$ 88,839,338 |
| SHORTFALL       | \$0           |
|                 | <b>4.74%</b>  |



# FY 17 Capital Budget Brief

| FY 2017 Capital Budget Requests |                |           |            |
|---------------------------------|----------------|-----------|------------|
|                                 | FY 17          |           |            |
| Schools                         | 4,256,500      |           |            |
| Library                         | 40,000         |           |            |
| IT                              | 141,100        |           |            |
| Harbormaster                    | 30,296         |           |            |
| Fire                            | 803,000        |           |            |
| DPW                             |                |           |            |
|                                 | G/F 21,727,900 |           |            |
| Water                           |                | 2,293,800 |            |
| Sewer                           |                | 619,400   |            |
| Trash                           |                | 292,400   |            |
|                                 |                | 3,205,600 |            |
|                                 |                |           | 24,933,500 |
| COA                             | 155,000        |           |            |
| BOS/H-Comm                      | 1,740,000 *    |           |            |
|                                 | 27,153,796     |           |            |



# Thank you !

## **2 REMINDERS**

*Joint Selectmen/Advisory Board Hearing*

MARCH 29, 2016 7 PM at FBMS

*Annual Town Meeting*

APRIL 25, 2016 MHS 7 PM