

Town of Hopkinton

Report to Board of Selectmen



FY2015 – 1st Quarter Update
FY2016 – Budget Process & Forecast
October 7, 2014

Chris Howell, Director of Finance/Town Accountant

Overview

- FY2015 1st Quarter Update
 - General Fund, Enterprise & Revolving Funds
 - Revenue & Expenditure, YTD Budget to Actual
- FY2016 Forecast
 - Revenue and expenditure projections
- Fiscal Year Calendar Check-In

FY15 1st Quarter General Fund Revenue

Revenue Source	Major Categories	% Total	Budget	\$ YTD	% YTD
Property tax	Real estate	80.1%	52,491,436	12,564,997	23.9%
	Personal property	2.9%	1,875,000	553,305	29.5%
Excise tax	Motor vehicle	3.4%	2,210,688	144,158	6.5%
Local receipts	Fees, Permits, etc.	1.3%	854,594	159,289	18.6%
Inter-government	State aid	10.6%	6,976,043	1,678,982	24.1%
	MSBA	2.3%	1,487,086	1,487,086	100%
	Total	100%	65,559,952	16,658,287	25.4%

FY15 1st Quarter General Fund Expenditure

Function	% Total	Budget	\$ YTD	% YTD
General government	4.9%	3,195,616	569,510	17.8%
Public safety	7.0%	4,572,887	1,078,445	23.6%
Education	57.3%	37,332,422	3,840,696	10.3%
Public works	6.2%	4,049,266	811,666	20.0%
Health & human services	0.7%	479,330	125,157	26.1%
Culture & recreation	0.5%	388,572	78,695	20.3%
Debt service	8.7%	5,665,676	5,037,676	88.9%
Intergovernmental	0.8%	544,628	136,157	25.0%
Benefits & insurance	13.6%	8,881,555	2,539,792	28.6%
Total	100%	65,109,952	14,217,794	21.8%

FY15 1st Quarter Enterprise Funds

Enterprise Funds	Operating Budget	\$ YTD Exp.	% YTD Exp.	YTD Rev.	Excess (Deficit)	Retained Earnings*
Sewer	1,002,275	203,679	20.3%	228,408	24,729	2,716,965
Water	1,005,424	288,727	28.8%	201,794	(86,933)	985,306
Parks & Rec	575,463	215,218	33.3%	131,398	(83,820)	3,531

* Not yet certified by Department of Revenue

FY15 1st Quarter Revolving Funds

Revolving Funds	Auth. Exp.	\$ YTD Exp.	YTD Rev.
Building	270,000	10,857	44,668
Wiring	100,000	9,581	13,190
Plumbing	100,000	9,185	6,380
Health	150,000	9,364	-
Conservation	115,000	12,415	21,442
EMS	470,000	14,288	98,246

FY2016 Assumptions

- Revenue
 - New growth decrease from 1.75m to 1.3m
 - Level state aid
- Expenditure
 - Municipal: maintain current service levels, funding for strategic initiatives
 - School: increase in line with historic trends, contractual obligations
 - Employee and retiree benefits increase 4.5%
 - Level state assessments

FY16-19 Projected Uses of Funds

OPERATING BUDGET	FY2015	FY2016	FY2017	FY2018	FY2019
General Government	3,195,616	3,259,528	3,324,719	3,391,213	3,459,037
Public Safety	4,625,419	4,717,927	4,812,286	4,908,532	5,006,702
Hopkinton Public Schools	37,332,422	39,012,381	40,767,938	42,602,495	44,519,608
Regional Technical School	544,628	558,244	572,200	586,505	601,167
Public Works	3,996,734	4,126,669	4,259,202	4,394,386	4,532,274
Health & Human Services	540,974	551,793	562,829	574,086	585,567
Culture & Recreation	388,572	396,343	404,270	412,355	420,603
Debt Service	5,665,676	5,208,540	5,864,966	5,524,548	5,105,151
Benefits & Insurance	8,881,555	9,281,225	9,698,880	10,135,330	10,591,420
Community Preservation	307,300	307,300	307,300	307,300	307,300
Sewer Enterprise	2,917,512	2,975,863	3,035,380	3,096,087	3,158,009
Water Enterprise	1,667,399	1,700,747	1,734,762	1,769,457	1,804,846
Parks & Rec Enterprise	619,113	631,495	644,125	657,008	670,148
	70,682,920	72,728,055	75,988,857	78,359,302	80,761,832
ARTICLES & OTHER AMOUNTS TO BE RAISED					
Capital Improvement Plan	972,399	800,000	800,000	800,000	800,000
Strategic Initiatives	-	255,000	260,100	265,302	270,608
Community Preservation	208,000	1,800,000	1,800,000	1,800,000	1,800,000
Chapter 90	662,271	675,516	689,027	702,807	716,863
Stabilization	267,600	1,000,000	1,000,000	1,000,000	1,000,000
Snow & Ice Deficit	750,000	350,000	300,000	250,000	200,000
Miscellaneous Articles	226,300	220,000	220,000	220,000	220,000
Enterprise Articles	-	316,200	314,093	311,987	309,880
State Assessments	564,973	564,973	564,973	564,973	564,973
Overlay Reserve	450,000	450,000	450,000	450,000	450,000
	4,101,543	6,431,689	6,398,193	6,365,069	6,332,324
	74,784,463	79,159,745	82,387,050	84,724,371	87,094,157

FY16-19 Projected Sources of Funds

AVAILABLE FUNDS	FY2015	FY2016	FY2017	FY2018	FY2019
Local Receipts	3,161,382	3,257,036	3,257,036	3,257,036	3,257,036
State Aid	6,976,043	6,976,043	6,976,043	6,976,043	6,976,043
MSBA	1,487,086	1,487,086	1,487,086	1,487,086	1,487,086
Free Cash	2,327,399	600,000	600,000	600,000	600,000
Community Preservation	515,300	2,107,300	2,107,300	2,107,300	2,107,300
Other Available Funds	958,951	865,792	873,343	882,688	896,744
Enterprise Funds	5,676,510	6,216,790	6,320,846	6,427,024	6,535,369
Subtotal Available Funds	21,102,671	21,510,048	21,621,654	21,737,177	21,859,578
Tax Levy	53,681,792	57,649,697	60,765,395	62,987,194	65,234,579
Total	74,784,463	79,159,745	82,387,050	84,724,371	87,094,157

Fiscal Year Calendar Check-In

- Annual Town Audits beginning
- Year-end reporting
 - Tax rate recap
 - Tax rate set in December
 - Free cash certification
- Cash reconciliation in process
- FY2016 budget process

Thank You

- Discussion, questions, comments