

Town of Acton Multi-Year Financial Model

Prepared by the Board of Selectmen, School Committee, and Finance Committee

1-Feb-18

<u>Summary</u>	<u>Tax Recap FY17</u>	<u>Tax Recap FY18</u>	<u>Projection FY19</u>	<u>Projection FY20</u>	<u>Projection FY21</u>
Municipal Funding Sources:					
Tax Levy (excluding debt exclusion)	\$ 76,920,952	79,832,757	83,177,563	85,257,002	87,388,427
State Aid	\$ 1,528,090	1,569,399	1,628,399	1,644,683	1,661,130
Local Receipts	\$ 4,840,386	4,935,066	5,201,104	5,253,115	5,305,646
Debt Exclusion	\$ 2,817,959	2,768,612	2,538,007	2,512,627	2,487,501
SBAB Reimbursement	\$ 923,000	923,000	923,000	923,000	923,000
Add: Town Reserves	\$ 2,467,969	2,483,800	2,000,000	1,300,000	1,300,000
Acton Total Funding Sources	\$ 89,498,356	92,512,635	95,468,073	96,890,427	99,065,704
<u>Allocation to Budgets</u>					
Municipal Spending	\$ 32,656,604	\$ 33,709,649	\$ 34,564,938	\$ 35,774,711	\$ 37,026,826
Percent change year-to-year	2.20%	3.22%	2.54%	3.50%	3.50%
ABRSD Assessment	\$ 55,547,097	\$ 57,730,056	\$ 60,184,148	\$ 62,738,849	\$ 65,408,504
Percent change year-to-year	4.47%	3.93%	4.25%	4.24%	4.26%
Minuteman Operating Budget	\$ 997,655	\$ 1,072,929	\$ 1,114,235	\$ 1,214,235	\$ 1,314,235
Minuteman Building Project Debt			\$ 189,579	\$ 296,296	\$ 296,296
Total Minuteman Assessment	\$ 997,655	\$ 1,072,929	\$ 1,303,814	\$ 1,510,531	\$ 1,610,531
Percent change year-to-year	11.22%	7.55%	21.52%	15.85%	6.62%
Total Acton Spending	\$ 89,201,356	\$ 92,512,634	\$ 96,052,900	\$ 99,727,795	\$ 103,749,565
Net Position	\$ 297,000	\$ 0	\$ (584,827)	\$ (2,837,368)	\$ (4,683,861)

<u>Table 6 Data</u>	<u>FY17 ABRSD Revenues</u>	<u>FY18 ABRSD Revenues</u>	<u>FY19 ABRSD Revenues</u>	<u>FY20 ABRSD Revenues</u>	<u>FY21 ABRSD Revenues</u>
ABRSD Funding Sources:					
State Aid Ch.70	\$ 14,531,276	14,804,931	14,971,546	15,140,000	15,280,000
Transportation	\$ 1,190,000	1,307,373	1,386,201	1,700,000	1,762,900
Regional Bonus Aid & Misc Revenue	\$ 74,000	179,000	124,000	275,000	275,000
Charter School Aid	\$ 27,683	25,350	25,004	35,000	35,000
Excess & Deficiency	\$ 200,000	450,000	200,000	200,000	200,000
Total	\$ 16,022,959	\$ 16,766,654	\$ 16,706,751	\$ 17,350,000	\$ 17,552,900

Additional OPEB Contribution	\$ 1,400,000	\$ 1,500,000	\$ 1,500,000	\$ 1,500,000	\$ 1,500,000
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<u>Town of Acton - Tax Impact</u>	<u>FY17</u>	<u>FY18</u>	<u>FY19</u>	<u>FY20</u>	<u>FY21</u>
Total Valuation ('000s)	\$ 4,230,440	\$ 4,308,187	\$ 4,437,432	\$ 4,570,555	\$ 4,707,672
Tax Rate	\$ 19.06	\$ 19.38	\$ 19.31	\$ 19.51	\$ 19.56
SF Value	\$ 561,186	\$ 566,279	\$ 588,930	\$ 606,598	\$ 624,796
% Change in SF Value			\$ 624,796.01	\$ -	\$ -
SF Tax Bill	\$ 10,697	\$ 10,976	\$ 11,374	\$ 11,836	\$ 12,224
% Change in SF Tax Bill	3.02%	2.60%	3.63%	4.07%	3.27%
\$ Change in SF Tax Bill	\$ 313	\$ 279	\$ 398	\$ 463	\$ 387

Changes

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<u>Location of Change (Sheet)</u>	<u>Subject Title</u>	<u>Amount</u>
	START - DEFICIT	-2,238,768
	<u>September 2017 FY19 Changes</u>	
	Increase FY19 motor vehicle estimate to FY17 actual	142,038
	Increase FY19 Investment income estimate to FY17 actual	15,000
	Increase FY19 Local receipts - Other departmental to FY17 actuals	109,000
	Lower FY19 overlay with results of municipal modernization Act combining overlay accts	200,000
		59,000
	Display Minuteman Capital debt service as increase to Muniuteman Operating Budget	-252,000
	DEFICIT - 9/28/2017	-1,965,730
	<u>October 2017 Changes</u>	
	Lower FY19 Minuteman Debt from \$252k to \$190k per 10/18/17 Correspondence	62,000
	Lower FY19 Minuteman Assesment by \$45k per 10/18/17 Correspondence	44,931
	DEFICIT - 10/26/2017	-1,858,799
	<u>November 2017 Changes</u>	
	Increased reserve replenishment estimate to \$2,000,000 from \$1,154,000 for FY 2018 close and FY2019 close	N/A
	DEFICIT - 11/30/2017	-1,858,799
	<u>January 2018 Changes</u>	
	Town budget difference (3.0% versus 3.5%)	168,548
	ABRSD budget difference (4.89% versus 5.85%)	<u>556,055</u>
	DEFICIT - 1/11/2018	-1,134,196
	ABRSD budget change for HIT vote	369,000
	Effect on FY19 tax levy due to FY18 actual new growth less than actual	-8,815
	Change in new growth (\$875k to \$800k) for FY19 due to negative variance in FY18	-75,000
	Municipal budget change for HIT vote	156,000
	Increase reserve use to \$2.0m from \$1.3m	700,000
	Give back untaxed levy capacity	-606,000
	Change in Minuteman FY19 preliminary assessment	<u>14,184</u>
	Deficit 2/1/2018	-584,827

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FY19	ALG	ALG
<u>Metric</u>	<u>1/11/2018</u>	<u>2/1/2018</u>
Deficit	(\$1,134,196)	(\$584,827)
Reserve Use	\$ 1,300,000	\$ 2,000,000
Untaxed Levy Capacity	\$ -	\$ 606,000
EST. Average S/F tax bill increase	4.33%	3.63%
ABRSD Assessment change	4.89%	4.25%
Municipal Spending change	3.00%	2.54%
Muniteman Assessment change	22.84%	21.52%