



Capital Planning Committee

REPORT TO ARLINGTON TOWN MEETING

APRIL 25, 2018

Membership

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- ▶ Charlie Foscett - Chairman, FinCom Designee
- ▶ Brian Rehrig – Vice Chairman, Citizen Appointee
- ▶ John Danizio –School Department Designee
- ▶ Dean Carman – Treasurer
- ▶ Sandy Pooler – Town Manager Designee
- ▶ Steve Andrew – Secretary, Citizen Appointee
- ▶ Chris Moore – Citizen Appointee
- ▶ Barbara Thornton - Citizen Appointee
- ▶ Timur Yontar, Joe Barr – Advisors
- ▶ Michael Morse- Deputy Treasurer
- ▶ Amy Fidalgo- Management Analyst

The Comptroller Designee is currently vacant

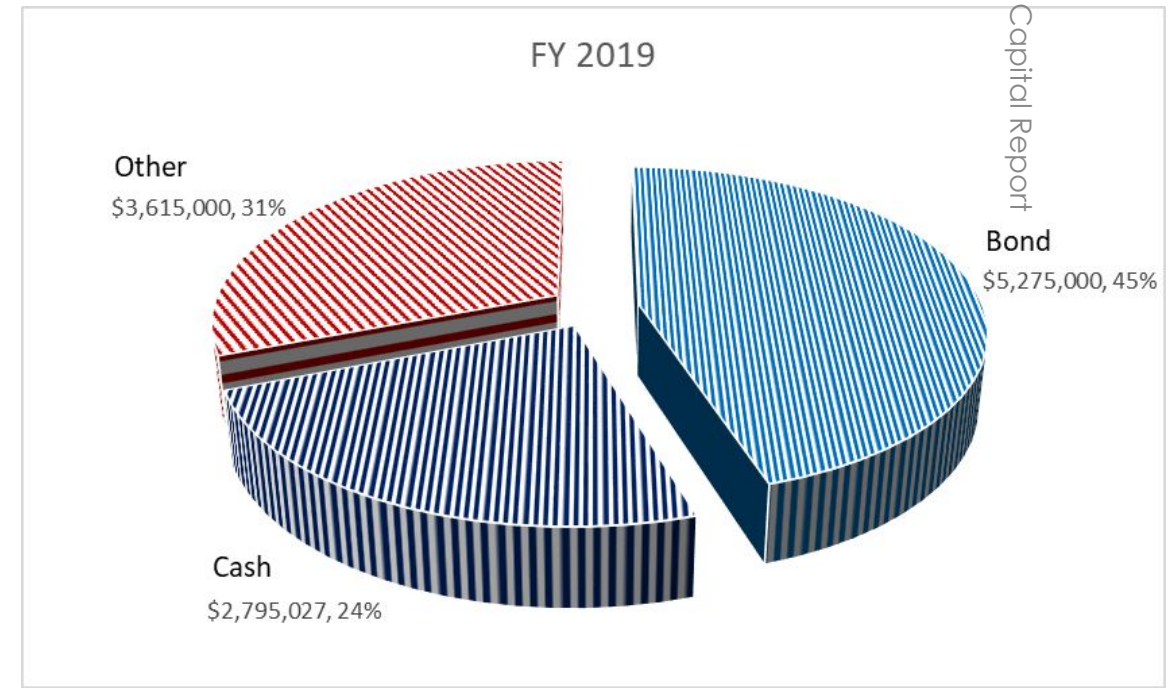
- ▶ Thank you Town meeting for Support of Article 6
- ▶ Congratulations to Chris Moore, new Citizen Appointee
- ▶ Special thanks to Financial Analyst Amy Fidalgo who has provided unfailing and professional support in all matters and for Sandy Pooler's guidance
- ▶ Thanks to Timur Yontar and Joe Barr for serving as advisors
- ▶ Brian Rehrig and Chris Moore insured the completeness and accuracy of the CPC report

The Capital Report

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- ▶ 74 items in the Budget
- ▶ About 800 individual items in the five year plan
- ▶ 6 tables, 6 figures and 6 exhibits in the Capital Report
- ▶ 19 headlined sections over 13 pages
- ▶ We have less than seven minutes
- ▶ Can touch only the highlights
- ▶ You can ask as many detailed questions as you would like



For New Town Meeting Members

► Types of Funding:

- **Exempt:** Outside of prop 2.5 limits, approved by voters directly as a Debt Exclusion or Override
- **Non-exempt:** Paid for by taxes of current year and total non-exempt funds are limited to 2.5% growth over prior year plus new growth. The Capital Budget and Capital Plan are planned to stay with 5% of non-exempt budget

► Sources of Funding:

- **Cash:** Direct purchases from funds raised in the current FY tax levy
- **Bonds:** Borrowing which is paid back over multiple years from current and future year's tax levies, payments include principle and interest
- **Other:** Grants, fees, non-tax revenue
- **CPA Funds:** Money raised through CPA tax surcharge, exempt from Proposition 2.5, but spending limited to Open space, recreation, affordable housing and historical preservation. Administered by CPAC

Big Projects – New and Planned

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Project	Estimated Cost	Planned FY Date	Funding Source	Comment
Senior Center Renovation	\$4,000,000	2020	Non-exempt Budget	Preliminary Design Stage
DPW Facility and Campus Renovation and Improvements	\$20,250,000	2020	Non-exempt and water/sewer fund	Preliminary Design Stage
Mill Street Bridge	\$1,100,000	2019	Non-exempt and State Grant	In Process
Reservoir Improvements	\$2,000,000	2020	Non-exempt, fees, grants, CPA	Preliminary Design Stage
Hardy School Addition Supplement	\$1,300,000	2019	Non-exempt	Voted STM Feb. 2018
Arlington H.S. Rebuild	~\$300,000,000	2020-2024 ?	Exempt and MSBA	In Feasibility Phase with MSBA

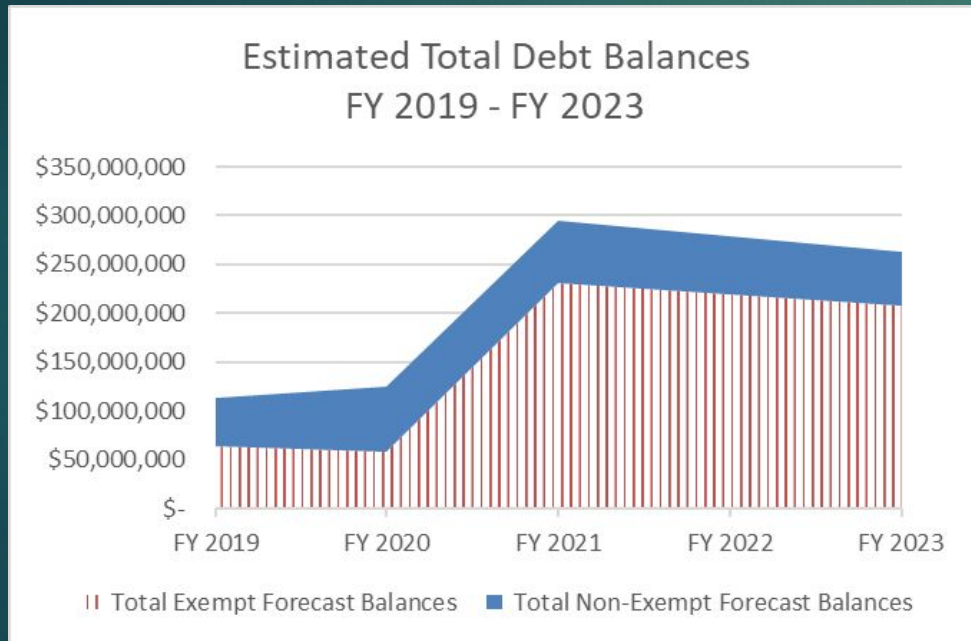
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Town Debt

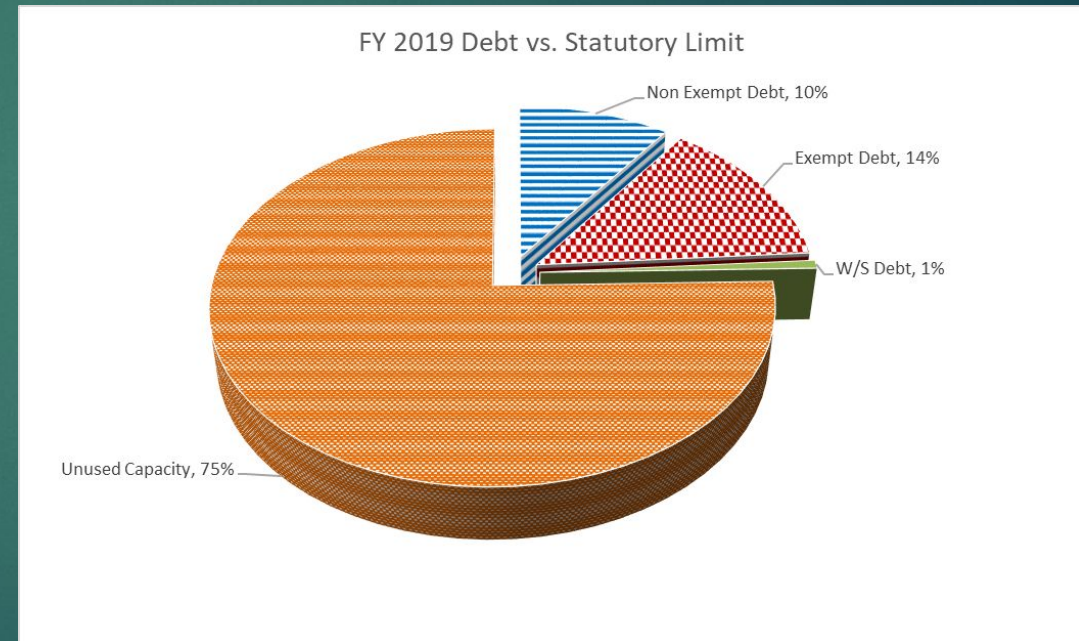
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Total Debt



Debt Capacity



Town of Arlington						
Capital Plan FY 2019 - FY 2023						
Fiscal Year	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	Total
Prior Non-Exempt Debt	\$6,506,880	\$5,714,390	\$4,846,727	\$4,164,215	\$3,822,031	\$25,054,243
Cash	\$2,795,027	\$2,426,735	\$2,419,060	\$2,225,544	\$2,508,383	\$12,374,749
New Non-Exempt Debt Service	\$99,313	\$837,475	\$1,921,959	\$3,143,030	\$3,351,896	\$9,353,673
BAN Interest and Principal	\$17,850	\$6,375	\$168,938	\$0	\$0	\$193,163
Total Non-Exempt Tax Burden	\$9,419,069	\$8,984,975	\$9,356,684	\$9,532,789	\$9,682,310	\$46,975,827
Direct funding sources:						
Non-exempt Bond Premium FY2018	(\$3,019)					(\$3,019)
Rink Enterprise Funds	(\$82,591)	(\$79,966)	(\$62,381)	(\$83,906)	(\$81,194)	(\$390,038)
Ambulance Revolving Fund	(\$15,675)	(\$47,175)	(\$30,675)	(\$86,475)	(\$59,280)	(\$239,280)
Capital Carry Forwards	(\$393,382)					(\$393,382)
Antennae Funds	(\$205,546)	(\$192,044)	(\$183,038)	(\$177,032)	(\$173,025)	(\$930,685)
Urban Renewal Fund	(\$43,844)	(\$42,444)	(\$41,044)	(\$39,644)	(\$38,244)	(\$205,219)
Asset Sale Proceeds	(\$250,000)					(\$250,000)
Adjust for Roadway Reconstruction Override 2011	(\$463,877)	(\$475,474)	(\$487,361)	(\$499,545)	(\$512,033)	(\$2,438,290)
Adjust for 2016 and prior Bond Premium	(\$552,822)	(\$516,611)	(\$260,240)			(\$1,329,673)
Adjust for 2018 encumbered debt service						\$0
Net Non-Exempt Plan	\$7,408,314	\$7,631,262	\$8,291,945	\$8,646,188	\$8,818,534	\$40,796,242
Pro Forma Budget	\$148,762,870	\$156,026,748	\$163,262,721	\$170,911,915	\$177,748,399	\$816,712,654
Budget For Plan at 5%	\$7,438,144	\$7,801,337	\$8,163,136	\$8,545,596	\$8,887,420	\$40,835,633
Plan as % of Revenues	4.98%	4.89%	5.08%	5.06%	4.96%	5.00%
Variance From Budget	\$29,830	\$170,076	(\$128,809)	(\$100,592)	\$68,886	\$39,391

See Page 5 and 6 in the Capital Report

This Plan assumes an Operating Override is Voted

We Ask for Your Favorable Vote

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- ▶ On Article 30, the Capital Budget, and your implicit support of the Five Year Capital Plan
- ▶ On Article 31, the rescinding of authorized but not issued debt that is no longer required
- ▶ On Article 33, the appropriation of Water and Sewer Reconstruction Debt provided on an interest-free basis by the MWRA

Thank You