



FY09 Operating Budget

Finance Committee Review

FY09 Operating Budget Summary

- FY09 Recommended Spending:
\$202,773,419
- FY09 Estimated Revenue:
\$202,773,497
- Difference: \$78

FY09 Operating Budget Summary

- Tax revenue: \$146,601,066
 - New growth \$2.2 million
- State aid: \$34.2 million
 - legislative local aid resolution
- Local receipts: \$18.1 million
- Enterprise Indirect: \$2.3 million
- Free cash: \$1,246,510
- Other: \$277,548
- No telecommunications loophole revenue

FY09 Operating Budget Summary

- Operating budget totals \$202,773,419, a 4.7% increase over FY08.
- Personnel costs are \$102,212,650, an increase of \$3.9 million or 4% over FY08
- Operating costs are \$94,821,233, a 5.4% increase
- Energy costs are \$5,313,928, an increase of \$334,700 or 6.8%
- Small capital increases \$115,96 or 26.8%

FY09 Operating Budget Summary

- School budget recommended at \$86,962,829, a \$\$ million increase or 4.83%.
- Keefe Tech recommended at \$9,041,252, a 6.8% increase
 - Switched \$20,000 from Keefe to FSD versus forecast
 - Recommend if any further reduction made in Keefe it moves to Framingham

FY09 Operating Budget Summary

- Health Insurance base increase of 7.5% reduced by stop loss insurance savings of \$420,000.
 - Net increase is 5.9%
 - Recommend passage of Section 18, mandatory switch of retirees to Medicare.
 - Section 18 will produce about \$880,000 in savings, but not assumed in this budget as it may not be realized until July 2009.

FY09 Operating Budget

- Reserve Fund level at \$400,000
- New Contingency Fund of \$415,000
 - Pool for a number of anticipated costs that could materialize during FY09
- No contribution to the Stabilization Fund
 - Free cash amount not sufficient to allocate
- Liability Insurance increases 10%, or \$80,000
 - Continued aggressive credit pursuit

FY09 Operating Budget Summary

- Contributory retirement increases 6.5%
 - Non-contributory increases 3%
- Debt Service increases 7.0%
 - Principal and interest on bonds increases 8.1% based on FY09 capital budget recommendation

FY09 Operating Budget Detail

- Department Budgets
- Changes range from a 42% decrease to a 15.9% increase
- Total increase in department budgets is \$1,104,545 or 2.3%
- No reclassifications in budget; funded a job classification study in Human Resources

FY09 Operating Budget Detail

- Building Inspection
 - continues funding for inspectors added last year
- Building Services
 - does not add positions, but assumes positions funded from Maynard revenues will be primarily funded by GF
- Communities and Development
 - eliminates funds for LIFT transferred to RTA, adds Town marketing consultant

FY09 Operating Budget Detail

- Conservation Commission
 - transferred to DPW, .5 FTE increased to .8 FTE funded from Wetland Permit revenue
- DPW Engineering
 - Requested 2 new FTEs for new trench mandate partially funded from Pavement revolving fund. Recommended one contracted position. New interns funded.
- Sanitation
 - Significant savings in trash removal which help funds additional hours for recycling center public access.

FY09 Operating Budget Detail

- Elections
 - Funds presidential election plus town election
- Emergency Management
 - Fully funds Connect CTY system and IP phone switch for system
- Human Resources
 - Funds job classification study for all departments and divisions; HR positions reorganized, no cost.

FY09 Operating Detail

- Parks & Recreation
 - Increased park maintenance costs and small field improvements
- Council on Aging
 - .5 FTE activities coordinator added
- Police Department
 - Small increase in overtime and 5 replacement cruisers. FTE count increased by 1 Sgt. and 1 Lt. offset by savings in overtime.

FY09 Operating Budget Detail

■ Technology Services

- 15.9% increase in total budget, no new positions
- 21.6% increase in operating budget due to increases in hardware and software maintenance. Town wide IT maintenance is paid via Tech Services budget.
- Small capital increases by \$46,401 or 173%

■ Treasurer/Collector

- Savings realized from reduction of staff due to streamlining

FY09 Operating Budget Detail

- Veterans Services

- \$10,000 increase in veterans benefits (up to 75% reimbursable)

- Weight & Measures

- Decrease in small capital, additional part time inspection hours added.

FY09 Water and Sewer Budgets

- Water Department Budget: 11.7% increase
 - 5.2% increase in personnel costs
 - \$75,000 increase in overtime, ½ pump station electrician, ¼ dispatcher position
 - 29.6% increase in energy costs (reall)
 - 5.3% increase in operating costs; includes MWRA preliminary assessment
 - 8.4% increase in small capital
 - 51% increase in debt service
 - 8.5% increase in indirect charge

FY09 Water and Sewer Budgets

- Sewer Department Budget: 9.4% increase
 - 10% increase in personnel costs includes ½ pump station electrician, wastewater tech, meo and \$10,000 in overtime
 - 11% decrease in energy costs
 - 1.3% decrease in operating cost (including MWRA preliminary assessment)
 - 203% increase (\$62,000) in small capital
 - 131% increase in debt service
 - 9% increase in indirect charge

FY09 Operating Budget

Section 18 Medicare Retirees

- 425 retirees affected
- \$2,079,000 gross savings switching to Medicare
- \$361,000 penalty to be paid by Town
- \$838,000 to subsidize cost of Medicare Part B for those affected
- \$880,000 net savings to health insurance budget