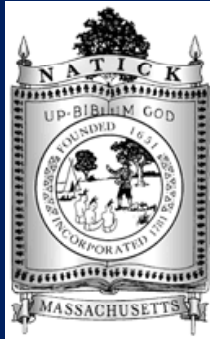


# *Town of Natick*

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FY 2014 Budget

Capital

March 28, 2013



## *Town of Natick*

FY 2014 Budget - Capital

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### **Presentation Summary:**

1. Capital – What it is
2. FY 2014 Capital Summary
3. 2013 Spring Annual Town Meeting Requests
4. Status of Financing
5. Summary



## Town of Natick

FY 2014 Budget - Capital

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### 1. Capital – What it is

Everything the Town does, from providing services to its residents and citizens, to equipping employees to effectively perform their jobs, requires the existence of certain basic physical assets. These assets include streets, water mains, parks, buildings, large equipment and technology. They must be purchased, maintained and replaced on a timely basis or their usefulness in providing public services will diminish. To accomplish this task in an orderly fashion, the Town prepares a five-year Capital Improvement Program and an annual Capital Budget are developed to ensure adequate capital investment in the Town's assets.

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## Town of Natick

FY 2014 Budget - Capital

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### 1. Capital – What it is

In the Town of Natick, a "Capital Expenditure" is defined ***as a major, non-recurring expenditure involving land acquisition, construction or major rehabilitation of a facility, or purchase of equipment costing \$10,000 or more with a useful life of five years or more.***



## **Town of Natick**

FY 2014 Budget - Capital

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### **1. Capital – What it is**

To evaluate capital, we ask department heads to submit requests for capital equipment and improvements to administration for a five-year horizon of time. This, along with detailed two-page descriptions of each capital request, forms the 400+ page annual Capital Improvement Plan as required by Section 5-7 of the Charter of the Town of Natick and Article 20, Section 2 of the By-Laws of the Town of Natick. Recently we have expanded the required five-year plan to a twenty-five year horizon for items such as vehicles and building systems.



## **Town of Natick**

FY 2014 Budget - Capital

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### **2. FY 2014 Capital Summary**

The FY 2014-2018 Capital Improvement Plan contains has over ***\$77,000,000 worth of capital requests*** between all funds. The requested amount of Capital Appropriation in all of FY 2014 is \$14,098,930:

- **\$11,449,930 of General Fund related projects**
- **\$ 2,639,000 of Water & Sewer related projects**
- **\$ 10,000 of Sassamon Trace related projects**



## *Town of Natick*

FY 2014 Budget - Capital

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### **3. 2013 Spring Annual Town Meeting Requests**

Capital at the 2013 Spring Annual Town Meeting is presented under Articles 13 and 14.

- Article 13: Capital Equipment
  - Requests \$1,650,840
  
- Article 14: Capital Improvement
  - Requests \$4,882,750



## *Town of Natick*

FY 2014 Budget - Capital

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### **3. 2013 Spring Annual Town Meeting Requests**

Article 13: Capital Equipment

- Requests \$1,650,840
  - Capital Stabilization Fund - \$660,840
  - Tax Levy Borrowing - \$990,000
- 19 projects
  - 6 vehicles, 4 building / systems equipment, 9 misc. equipment requests
  - 1 Public Schools (\$26,000)
  - 2 Police (\$85,560)
  - 2 Fire (\$156,000)
  - 10 Public Works (\$1,177,000)
  - 4 Facilities (\$106,280)



## *Town of Natick*

FY 2014 Budget - Capital

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### **3. 2013 Spring Annual Town Meeting Requests**

#### Article 14: Capital Improvement

- Requests \$ 4,882,750
  - Capital Stabilization Fund - \$265,000
  - Tax Levy Borrowing - \$2,115,750
  - Water & Sewer Borrowing - \$2,342,000
  - Inflow & Infiltration Fund - \$150,000
  - Golf Course Retained Earnings - \$10,000



## *Town of Natick*

FY 2014 Budget - Capital

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### **3. 2013 Spring Annual Town Meeting Requests**

#### Article 14: Capital Improvement

- Requests \$ 4,882,750
  - 22 projects
    - 2 Playgrounds, 3 field related projects, reconfiguration of dispatch center, road improvements, 4 building system upgrades, a retaining wall, golf course cart paths and numerous water & sewer infrastructure projects.
  - 1 Public Schools (\$175,000)    - 1 Police (\$230,000)
  - 3 Public Works (\$820,000)    - 3 Comm. Serv. (\$375,750)
  - 5 Facilities (\$780,000)        - 8 Water & Sewer (\$2,492,000)
  - 1 Golf Course (\$10,000)



# Town of Natick

FY 2014 Budget - Capital

## 3. 4. Status of Financing

- Funding for General fund projects comes from two sources: the Capital Stabilization Fund and from Borrowing.
- A significant amount of money was added to the Capital stabilization fund at the 2012 Fall Annual Town Meeting. The impact of the FY 2014 Capital Budget on the CSF is shown below:

FY 2014 - Capital Stabilization Fund	2012 FATM	Mar-13
Starting Balance	\$ 3,868,006	\$ 3,868,006
Anticipated Add to Fund	\$ 1,300,000	\$ 1,300,000
Less Cash Appropriations	\$ (1,764,000)	\$ (1,934,180)
Less Subsidy for HS & CSC	\$ (145,000)	\$ (250,000)
Less Additional debt service to fund CIP	\$ (534,135)	\$ (449,079)
<b>Capital Stab. Fund Balance at Fiscal Year End</b>	<b>\$ 2,724,871</b>	<b>\$ 2,534,747</b>



# Town of Natick

FY 2014 Budget - Capital

## 5. Summary

We are pleased to present a comprehensive Capital Improvement Budget to the citizens of Natick. The community has made great strides in recent years to adequately fund and improve the Town's many capital assets. This will ensure that our public servants have the right tools they need to continue providing quality services to the citizens of Natick. We will continue to work to improve our planning, seek out innovative tools and search for efficiencies to grow and sustain Natick.



*Town of Natick ~ Home of Champions*

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*Thank You*