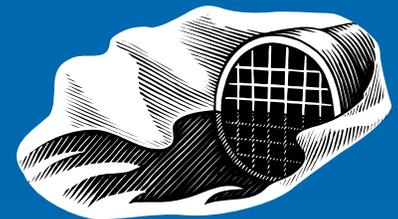


Town of Framingham



Office of the Chief Financial Officer FY07 Capital Budget Article 30



June 6, 2006



Capital Budget Rationale

- Give departments sufficient and efficient tools to improve daily operations.
- Do not pile on additional projects; let departments complete the projects already on their plate.
- Give special consideration if citizen safety is a concern.

Capital Plan Highlights

- Spans 6 years.
- Projects debt forward to 2012 based on the requests made by departments.
- Assumes use of partial Free Cash Capital allocation as allowed by town policy (\$202,440).
- Assumes an interest rate of 4.5% for debt projections and maximizes use of alternative borrowing sources.
- The recommended General Fund project list totals \$4,039,477
- The deferred list totals \$5,843,089

Changes from Original Recommendation

- Capital Budget, Finance Committee feedback was incorporated and the capital budget amended by adding or subtracting FY07 projects recommended or deferred list.
- Amount of free cash was reduced from \$769,242 to \$202,440 in order to improve our financial position in the Stabilization Fund.

Capital Plan FY2007 - FY2012
Department Request Totals by Fund
Assuming Free Cash Capital Allocation in FY07 - FY12
Impact of Option C Projects Deferred from FY07 to FY08

<u>Fund</u>	<u>FY2007*</u>	<u>FY2008*</u>	<u>FY2009</u>	<u>FY2010</u>	<u>FY2011</u>	<u>FY2012</u>	<u>Total</u>
General Fund	\$4,039,477	\$20,474,812	\$15,861,719	\$12,256,405	\$15,455,065	\$11,663,280	\$79,750,758
Arena Fund	\$164,710	\$194,062	\$1,169,437	\$213,916	\$0	\$0	\$1,742,125
Water Fund	\$3,046,975	\$10,918,049	\$12,704,162	\$11,803,878	\$11,847,463	\$13,278,584	\$63,599,111
Sewer Fund	\$10,996,000	\$5,428,453	\$13,840,956	\$11,950,000	\$14,160,000	\$1,203,996	\$57,579,405
Grand Total	\$18,247,162	\$37,015,376	\$43,576,274	\$36,224,199	\$41,462,528	\$26,145,860	\$202,671,399

*Subtracts projects deferred from FY07 and adds them to FY08

Total of deferred projects in General Fund is \$5,843,089; total of deferred projects in Water Fund is \$756,304; nothing deferred in Sewer Fund

FY2007 Recommended projects

	Project Name	Dept	Cost	Dept Priority	Avg Rank	Project Type	Recommended
A	Engine 2 Fire Pumper	Fire Department	398,750	1	39.5	V	398,750
A	Replace Station 2 Roof	Fire Department	31,375	2	33	IR	31,375
A	Communications Cabling	Fire Department	378,485	3	45.5	IT	378,485
A	Memorial Building Boiler Replacement	Gen Govt-Building Svcs	809,339	1	41.5	IR	809,339
A	Pearl Street Garage T truss Caulking	Gen Govt-Building Svcs	45,000	4	37.5	IR	45,000
A	McAuliffe Branch Renovation	Library	189,471	1	36	IR	65,046
A	Vehicle replacement F250 Pick Up 2WD	Parks & Recreation	27,151	1	33	V	-
A	Vehicle replacement F450 4WD Dump Truck	Parks & Recreation	46,060	2	33	V	Free Cash
A	Vehicle replacement F550 Trash Compacter	Parks & Recreation	68,506	3	35.5	V	68,506
A	Vehicle replacement Kubota Tractor	Parks & Recreation	24,300	4	31	V	24,300
A	Basketball Resurfacing Dennison	Parks & Recreation	53,750	9	25.5	IR	53,750
A	PC Mobile Laptops	Police Department	157,850	1	33	IT	157,850
A	Stormwater Planning (Beaver Dam) SRF 2956	Public Works	350,000	A		IR	350,000
A	Packer Conversion Snow Fighter	Public Works-Highway	62,500	6	29.5	V	Free Cash
A	Sidewalk/Accessibility Improvement Program	Public Works-Highway	100,000	8	42.5	IR	100,000
A	Multi-Purpose Sidewalk Tractor #471	Public Works-Highway	96,824	9	25.5	E	96,824
A	68,000 GVW Refuse Packer with Plow #518	Public Works-Sanitation	177,100	1	33.5	V	177,100
A	15,000 GVW 4WD Dump Body Truck #412	Public Works-Highway	52,296	2	36.5	V	Free Cash
A	15,000 GVW 4WD Dump Body Truck #413	Public Works-Highway	52,296	3	31.5	V	Free Cash
A	Stapleton Roof Supplemental	School Department	130,000	1	48	IR	130,000
A	Final Stage Boiler Replacements, 5 Schools	School Department	480,000	2	36.5	IR	480,000
A	Replace Fire Alarm at McCarthy School	School Department	110,000	4	39	IR	-
A	Curb/Sidewalk Repairs/Replacements	School Department	101,800	9	47.5	IR	-
A	Town Voice Mail/Telephone Upgrade	Tech Services	40,000	3	31	IT	40,000
A	Tercentennial Park Phase 3	Parks & Recreation	420,000	7	45.5	IE	420,000
Recommended Total			4,402,853				4,039,477

FY2007 Deferred Projects

	Project Name	Dept	Cost	Dept Priority	Avg Rank	Project Type	Recommended
C	Memorial Bldg Window Replacement Phase 1	Gen Govt-Building Svcs	140,250	5	20	IE	
C	Memorial Hall Motor Pool: Vehicle replacement	Finance	50,000	1	39	V	
C	Nevins Hall Stage Renovation	Gen Govt-Building Svcs	45,000	2	43	IR	
C	Callahan Phase 3 Function Rm & Kitchen	Parks & Rec - COA	387,839	5	28	IE	
C	Winch Grandstand Demo & Replacement	Parks & Recreation	128,274	8	23	IR	
C	33,000 GVW Multi-Purpose Truck	Public Works-Highway	120,000	7	30.5	V	
C	Vehicle Replacements 3 Pickups, 2 cars	School Department	109,877	3	30	V	
C	Emergency Generator Replacements 3 Schools	School Department	180,000	5	25	IR	
C	Replace Maint Truck	Fire Department	59,520	4	27.5	V	
C	Replace SCBA Units	Fire Department	331,670	5	45.5	E	
C	Old Senior Center Roof	Gen Govt-Building Svcs	59,500	6	30	IR	
C	Beach Storm Drain Phase 2	Parks & Recreation	749,000	6	48.5	IR	
C	Roller Blade Park Construction	Parks & Recreation	344,443	10	5	IE	
C	3 Ton Vibratory Roller	Public Works-Highway	34,000	4	31.5	E	
C	3 Cubic Yard Front End Loader with Plow #455	Public Works-Highway	148,000	5	32.5	E	
C	8,800 GVW 4WD Pick-Up Truck with Plow #402	Public Works-Highway	39,416	10	25.5	V	
C	Asphalt Repairs Various Schools	School Department	100,000	6	20	IR	
C	DDC Energy Conservation Controls	School Department	106,300	7	20	IE	
C	Thayer Campus Painting, Windows & Roof Repair	School Department	110,000	8	19.5	IR	
C	Municipal Wireless Access	Tech Services	2,600,000	1	28	IT	
Deferred Total			5,843,089				

FY2007 Arena Fund (all)

Arena Enterprise Fund							
A	Dasher Board and Glass Replacement	Park Rec-Arena	164,710	1	43.5	IE	164,710
Recommended Total			164,710				
Grand Total			164,710				

FY07 Water Enterprise Projects (all)

Water Enterprise Fund							
A	Birch Road Well Reactivation	Public Works-Water	400,000	1	39	IR	400,000
A	Fire Hydrant Replacement Program	Public Works-Water	225,000	2	69	IR	225,000
A	Backhoe/Loader With Plow #651	Public Works-Water	121,975	5	45.5	E	121,975
A	Cove Avenue Water Main Replacement	Public Works-Water	820,000	4	49	IR	820,000
A	Fay Road Water Main Replacement	Public Works-Water	950,000	3	49	IR	950,000
A	Waverly Street Water Main Replacement	Public Works-Water	530,000	7	51	IR	530,000
A Total			3,046,975				3,046,975
C	15,000 GVW 4WD Utility Body Truck #611	Public Works-Water	48,152	6	45.5	V	
C	Goodnow Water Tank Rehabilitation	Public Works-Water	550,000	8	53	IR	
C	15,000 GVW 4WD Utility Body Truck #624	Public Works-Water	48,152	9	46	V	
C	Brigham Road Water Main Replacement	Public Works-Water	110,000	10	51	IR	
C Total			756,304				
Grand Total			3,803,279				

FY07 Sewer Enterprise Projects (all)

Sewer Enterprise Fund							
A	Upgrade of Sewer Inspection Equipment	Public Works-Sewer	56,010	1	47.5	E	56,010
A	15,000 GVW 4WD Utility Body Truck #625	Public Works-Sewer	48,152	2	45.5	V	48,152
A	15,000 GVW 4WD Dump Truck With Plow #626	Public Works-Sewer	52,296	3	43.5	V	52,296
A	Gregory Road Sewer Relief Design	Public Works-Sewer	38,000	4		IR	38,000
A	Gregory Road Sewer Relief (SRF 2954)	Public Works-Sewer	707,000	4	59.5	IR	707,000
A	SSES SRF 2940	Public Works-Sewer	400,000			IR	400,000
A	Pump Station Replacement Design	Public Works-Sewer	396,000			IR	396,000
A	Pump Station Replacement SRF 2958	Public Works-Sewer	3,104,000			IR	3,104,000
A	Water St. Sewer Replacement Design	Public Works-Sewer	510,000			IR	510,000
A	Water St. Sewer Replacement SRF 2957	Public Works-Sewer	6,785,000			IR	6,785,000
A	Total		12,096,458				12,096,458
	Grand Total		12,096,458				12,096,458

Town Of Framingham

Office of the Chief Financial Officer

Recommended list with Free Cash***

FY2007-2012 Capital Budget FY2007-2012 General Fund Debt Impact

General Fund		FY2007**	FY2008	FY2009	FY2010	FY2011	FY2012
General Fund Recommended Expenditure Budget		\$ 183,520,927	\$ 189,944,159	\$ 196,592,205	\$ 203,472,932	\$ 210,594,485	\$ 217,965,292
Uniform increase assumed per year:	3.5%						
Debt Limit	5%	\$ 9,176,046	\$ 9,497,208	\$ 9,829,610	\$ 10,173,647	\$ 10,529,724	\$ 10,898,265
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Existing General Fund Debt	Totals:	\$ 7,107,103	\$ 6,818,039	\$ 6,176,191	\$ 5,891,832	\$ 5,438,869	\$ 4,876,045
Unissued but Authorized	Totals:	\$ 690,134	\$ 648,151	\$ 627,158	\$ 606,168	\$ 585,177	\$ 420,600
Total Existing General Fund Debt		\$ 7,797,237	\$ 7,466,190	\$ 6,803,349	\$ 6,498,000	\$ 6,024,046	\$ 5,296,645
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Current Available Debt within Debt Limit		\$ 1,378,809	\$ 2,031,018	\$ 3,026,261	\$ 3,675,647	\$ 4,505,678	\$ 5,601,620
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Debt Service for Projects Planned in FY2007 Capital Improvement Plan	***	\$ 82,623	\$ 423,906	\$ 401,557	\$ 390,380	\$ 379,206	\$ 368,032
Debt Service for Projects Planned in FY2008 Capital Improvement Plan	***		\$ 471,256	\$ 2,117,091	\$ 2,011,381	\$ 1,958,517	\$ 1,905,663
Debt Service for Projects Planned in FY2009 Capital Improvement Plan	***			\$ 356,545	\$ 1,575,138	\$ 1,497,553	\$ 1,458,759
Debt Service for Projects Planned in FY2010 Capital Improvement Plan	***				\$ 275,771	\$ 1,207,773	\$ 1,148,711
Debt Service for Projects Planned in FY2011 Capital Improvement Plan	***					\$ 347,740	\$ 1,556,118
Debt Service for Projects Planned in FY2012 Capital Improvement Plan	***						\$ 262,424
Debt Issuance Costs		\$ 30,000					
Subtotal Future Debt Service:		\$ 112,623	\$ 895,162	\$ 2,875,193	\$ 4,252,670	\$ 5,390,789	\$ 6,699,707
New Debt Service		\$ 7,909,860	\$ 8,361,352	\$ 9,678,542	\$ 10,750,670	\$ 11,414,835	\$ 11,996,352
Available Debt for Future Projects:		\$ 1,266,186	\$ 1,135,856	\$ 151,068	\$ (577,023)	\$ (885,111)	\$ (1,098,087)
Available Debt Net School Construction Reimbursement:		\$ 3,988,269	\$ 3,857,939	\$ 2,873,151	\$ 2,145,060	\$ 1,836,972	\$ 1,623,996
Percentage of Operating Budget		4.3%	4.4%	4.9%	5.3%	5.4%	5.5%
Percentage Net School Construction Reimbursement		2.9%	3.0%	3.6%	4.0%	4.2%	4.3%

*Recommended Project List; Deferred list included in FY08

** Current revenue estimate, includes new growth at \$1.9M and 11% inc in Ch 70

***Includes use of Free Cash in FY2007 at \$202,440 and FY2008 through FY2012 at \$500,000 each year

Town Of Framingham

Office of the Chief Financial Officer

Recommended list w/use of Retained Earnings

FY2007-2012 Capital Improvement Plan

FY2007-2012 Enterprise Fund Debt Impact

		FY2007	FY2008	FY2009	FY2010	FY2011	FY2012
WATER ENTERPRISE FUND	Recommended Water Enterprise Budget Excluding Indirect Costs	\$ 11,775,261	\$ 12,246,271	\$ 12,736,122	\$ 13,245,567	\$ 13,775,390	\$ 14,326,405
	<i>Uniform increase assumed per year: 4.0%</i>						
	Debt Target 15%	\$ 1,766,289	\$ 1,836,941	\$ 1,910,418	\$ 1,986,835	\$ 2,066,308	\$ 2,148,961
	Existing Fund Debt	\$ 974,443	\$ 962,082	\$ 929,570	\$ 916,185	\$ 897,553	\$ 797,094
	Unissued but Authorized	\$ 530,677	\$ 514,301	\$ 506,114	\$ 497,926	\$ 489,738	\$ 481,549
	Total Existing Fund Debt	\$ 1,505,120	\$ 1,476,383	\$ 1,435,684	\$ 1,414,111	\$ 1,387,291	\$ 1,278,643
	Current Available Debt within Debt Limit	\$ 261,169	\$ 360,558	\$ 474,734	\$ 572,724	\$ 679,017	\$ 870,318
	Debt Service for Projects Planned in FY2007 Capital Improvement Plan *	\$ 33,300	\$ 181,600	\$ 174,940	\$ 171,611	\$ 168,280	\$ 164,951
	Debt Service for Projects Planned in FY2008 Capital Improvement Plan		\$ 246,456	\$ 1,115,317	\$ 1,065,803	\$ 1,041,045	\$ 1,016,285
	Debt Service for Projects Planned in FY2009 Capital Improvement Plan			\$ 285,844	\$ 1,212,104	\$ 1,154,466	\$ 1,125,648
	Debt Service for Projects Planned in FY2010 Capital Improvement Plan				\$ 265,588	\$ 1,124,077	\$ 1,070,715
	Debt Service for Projects Planned in FY2011 Capital Improvement Plan					\$ 266,567	\$ 1,136,882
	Debt Service for Projects Planned in FY2012 Capital Improvement Plan						\$ 298,768
	Debt Issuance Costs	\$ -					
	Subtotal Future Debt Service:	\$ 33,300	\$ 428,056	\$ 1,576,101	\$ 2,715,106	\$ 3,754,435	\$ 4,514,481
New Debt Service	\$ 1,538,420	\$ 1,904,439	\$ 3,011,785	\$ 4,129,217	\$ 5,141,726	\$ 5,793,124	
Available Debt for Future Projects:	\$ 227,869	\$ (67,498)	\$ (1,101,367)	\$ (2,142,382)	\$ (3,075,418)	\$ (3,644,163)	

Town Of Framingham

Office of the Chief Financial Officer

Recommended list w/use of Retained Earnings

FY2007-2012 Capital Improvement Plan
FY2007-2012 Enterprise Fund Debt Impact

		FY2007	FY2008	FY2009	FY2010	FY2011	FY2012
SEWER ENTERPRISE FUND	Recommended Sewer Enterprise Budget Excluding Indirect Costs	\$ 12,461,771	\$ 12,960,242	\$ 13,478,652	\$ 14,017,798	\$ 14,578,509	\$ 15,161,650
	<i>Uniform increase assumed per year: 4.0%</i>						
	Debt Target 15%	\$ 1,869,266	\$ 1,944,036	\$ 2,021,798	\$ 2,102,670	\$ 2,186,776	\$ 2,274,247
	Existing Fund Debt @	\$ 527,674	\$ 475,983	\$ 425,915	\$ 420,655	\$ 193,735	\$ 189,020
	Unissued but Authorized @	\$ 34,270	\$ 33,582	\$ 33,238	\$ 32,895	\$ 32,552	\$ 60,160
	Total Existing Fund Debt	\$ 561,944	\$ 509,565	\$ 459,153	\$ 453,550	\$ 226,287	\$ 249,180
	Current Available Debt within Debt Limit	\$ 1,307,322	\$ 1,434,472	\$ 1,562,645	\$ 1,649,120	\$ 1,960,490	\$ 2,025,067
	Debt Service for Projects Planned in FY2007 Capital Improvement Plan 20	\$ 42,110	\$ 294,770	\$ 286,348	\$ 282,137	\$ 277,926	\$ 273,715
	Debt Service for Projects Planned in FY2008 Capital Improvement Plan		\$ 101,890	\$ 482,042	\$ 461,049	\$ 450,553	\$ 440,055
	Debt Service for Projects Planned in FY2009 Capital Improvement Plan			\$ 311,422	\$ 1,317,439	\$ 1,254,925	\$ 1,223,669
	Debt Service for Projects Planned in FY2010 Capital Improvement Plan				\$ 268,876	\$ 1,135,250	\$ 1,081,476
	Debt Service for Projects Planned in FY2011 Capital Improvement Plan					\$ 318,600	\$ 1,345,200
	Debt Service for Projects Planned in FY2012 Capital Improvement Plan						\$ 27,090
	Debt Issuance Costs	\$ -					
	Subtotal Future Debt Service:	\$ 42,110	\$ 396,660	\$ 1,079,812	\$ 2,329,501	\$ 3,437,254	\$ 4,364,115
New Debt Service	\$ 604,054	\$ 906,225	\$ 1,538,965	\$ 2,783,051	\$ 3,663,541	\$ 4,613,295	
Available Debt for Future Projects:	\$ 1,265,212	\$ 1,037,812	\$ 482,833	\$ (680,381)	\$ (1,476,764)	\$ (2,339,048)	

@ Includes rescinding authorized and existing debt for projects that have received alternative funding, or have been completed under budget and have remaining authorization not bonded.

Use half of FY07 retained earnings to reduce existing debt

Town Of Framingham

Office of the Chief Financial Officer

Recommended list w/use of Retained Earnings

FY2007-2012 Capital Improvement Plan FY2007-2012 Enterprise Fund Debt Impact

		FY2007	FY2008	FY2009	FY2010	FY2011	FY2012	
ARENA ENTERPRISE FUND	Arena Enterprise Budget Excluding Indirect Costs	\$ 469,725	\$ 488,514	\$ 508,055	\$ 528,377	\$ 549,512	\$ 571,492	
	<i>Uniform increase assumed per year: 4.0%</i>							
		\$ -						
	Debt Target 15%	\$ 70,459	\$ 73,277	\$ 76,208	\$ 79,257	\$ 82,427	\$ 85,724	
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	Existing Fund Debt	# \$ 47,408	\$ 51,112	\$ 44,913	\$ 43,484	\$ 36,992	\$ 34,153	
	Unissued but Authorized	@						
	Total Existing Fund Debt	\$ 47,408	\$ 51,112	\$ 44,913	\$ 43,484	\$ 36,992	\$ 34,153	
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	Current Available Debt within Debt Limit	\$ 23,051	\$ 22,165	\$ 31,295	\$ 35,773	\$ 45,435	\$ 51,571	
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	Debt Service for Projects Planned in FY2007 Capital Improvement Plan	** \$ 3,229	\$ 13,634	\$ 12,988	\$ 12,665	\$ 12,342	\$ 12,019	
	Debt Service for Projects Planned in FY2008 Capital Improvement Plan		\$ 4,366	\$ 18,436	\$ 17,563	\$ 17,126	\$ 16,689	
	Debt Service for Projects Planned in FY2009 Capital Improvement Plan			\$ 26,312	\$ 111,097	\$ 105,834	\$ 103,203	
	Debt Service for Projects Planned in FY2010 Capital Improvement Plan				\$ 4,813	\$ 20,322	\$ 19,359	
Debt Service for Projects Planned in FY2011 Capital Improvement Plan					\$ -	\$ -		
Debt Service for Projects Planned in FY2012 Capital Improvement Plan						\$ -		
Debt Issuance Costs	\$ -							
Subtotal Future Debt Service:	\$ 3,229	\$ 18,000	\$ 57,736	\$ 146,138	\$ 155,624	\$ 151,270		
Debt Service	\$ 50,637	\$ 69,112	\$ 102,649	\$ 189,622	\$ 192,616	\$ 185,423		
Available Debt for Future Projects:	\$ 19,822	\$ 4,165	\$ (26,441)	\$ (110,365)	\$ (110,189)	\$ (99,699)		