

Town of Medway

State of the Town

*Fall Town Meeting
November 16, 2015*

Board of Selectmen:

John Foresto, Chairman

Maryjane White, Vice-Chairman

Richard D'Innocenzo, Clerk

Dennis Crowley, Member

Glenn Trindade, Member

Michael Boynton, Town Administrator

MEDWAY NOW AT A GLANCE

- **STRONG RESERVES**
- **GOOD BOND RATING**
- **REVENUES & EXPENSES IN LINE WITH FY'16 EXPECTATIONS**
- **REALIZING GOALS**
- **LOOKING AT FUTURE**



Independent Audit

The Town's last completed audit (FY2014) indicated no financial deficiencies and the FY2015 audit is expected to reflect that sound fiscal practices remain in place and Medway's financial health is strong.



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FINANCIAL STABILITY- STABILIZATION FUNDS

● TOWN GENERAL STABILIZATION	\$2,032,283
● DPS FACILITY STABILIZATION	\$ 502,738
● OTHER STABILIZATION FUNDS	<u>\$1,881,496</u>
● TOTAL STABILIZATION AS OF 10/30/15	\$4,416,517
% OF OPERATING BUDGET	9.5%

Bond Rating Agencies recommend Stabilization Funds to be between 5% - 10% of the Operating Budget. Medway is on the upper end of this range

Stabilization Fund History

Year	Stabilization Amount	% of Budget
2006	\$399,617	0.96
2007	\$769,135	1.85
2008	\$2,117,499	4.64
2009	\$2,148,896	4.72
2010	\$2,967,359	6.08
2011	\$3,757,497	7.71
2012	\$3,560,835	6.81
2013	\$3,740,957	7.02
2014	\$3,917,310	7.26

ENTERPRISE FUND RESERVES

Solid Waste	\$1,172,894
EMS	\$ 255,785
Water	\$ 316,383*
Sewer	\$ 280,023**

* Pending reimbursement from the Mass Clean Water Trust for the water main projects on Winthrop and Highland Streets

** Decrease due to use of reserves for rate stabilization

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WHAT DOES OUR BOND RATING MEAN TO TAXPAYERS?

- WEIGHTED AVG. BOND INTEREST RATE:

2006: 4.52%

2015: 2.56%

- ESTIMATED SAVINGS DUE TO IMPROVED BOND RATING FROM 2006 - 2015:

\$2 – 2.2 MILLION

ESTIMATED SAVINGS OVER LIFE OF NEW BONDS ISSUED DURING THIS PERIOD

Current Debt Position

Total All Debt – \$ 40,847,024 as of 6/30/15

Enterprise Fund Debt – \$10,256,502

FY16 General Fund Debt Expense – \$3,509,060

FY16 General Fund Debt Ratio – 7.6%

Note: Bond Rating Agencies recommend a debt ratio between 5-10%;
Town's debt position exceeds standard set by rating agencies, e.g. not
greater than 10%

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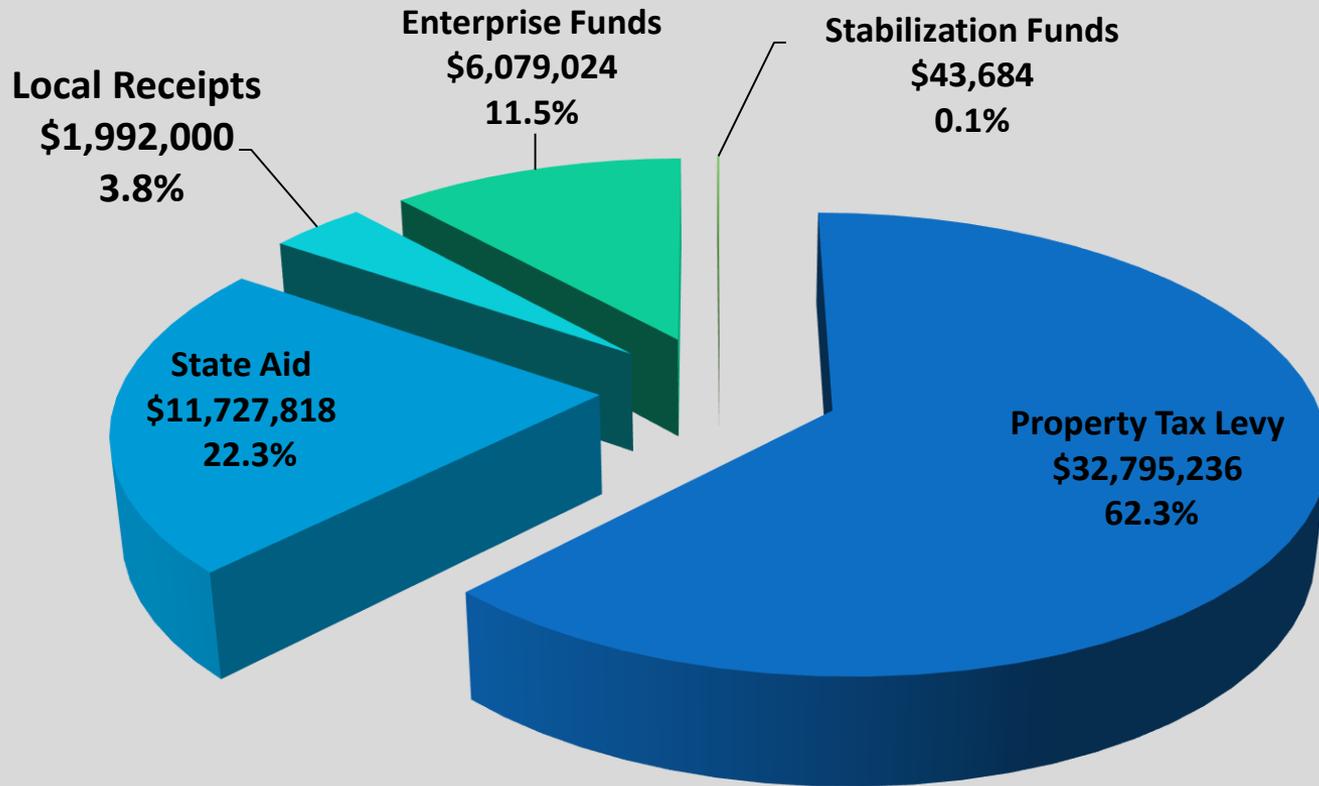


FY 2016 ESTIMATED REVENUES

EST. PROPERTY TAX LEVY	\$ 32,795,236
EST. STATE AID	\$ 11,727,818
EST. LOCAL RECEIPTS	\$ 1,992,444
ESCO STABILIZATION	\$ 43,684
TOTAL EST. REVENUES	\$ 46,558,738

FY16 Revenues

**General Fund \$46,558,738 + Enterprise \$6,079,024 =
Total Revenues \$52,637,762**



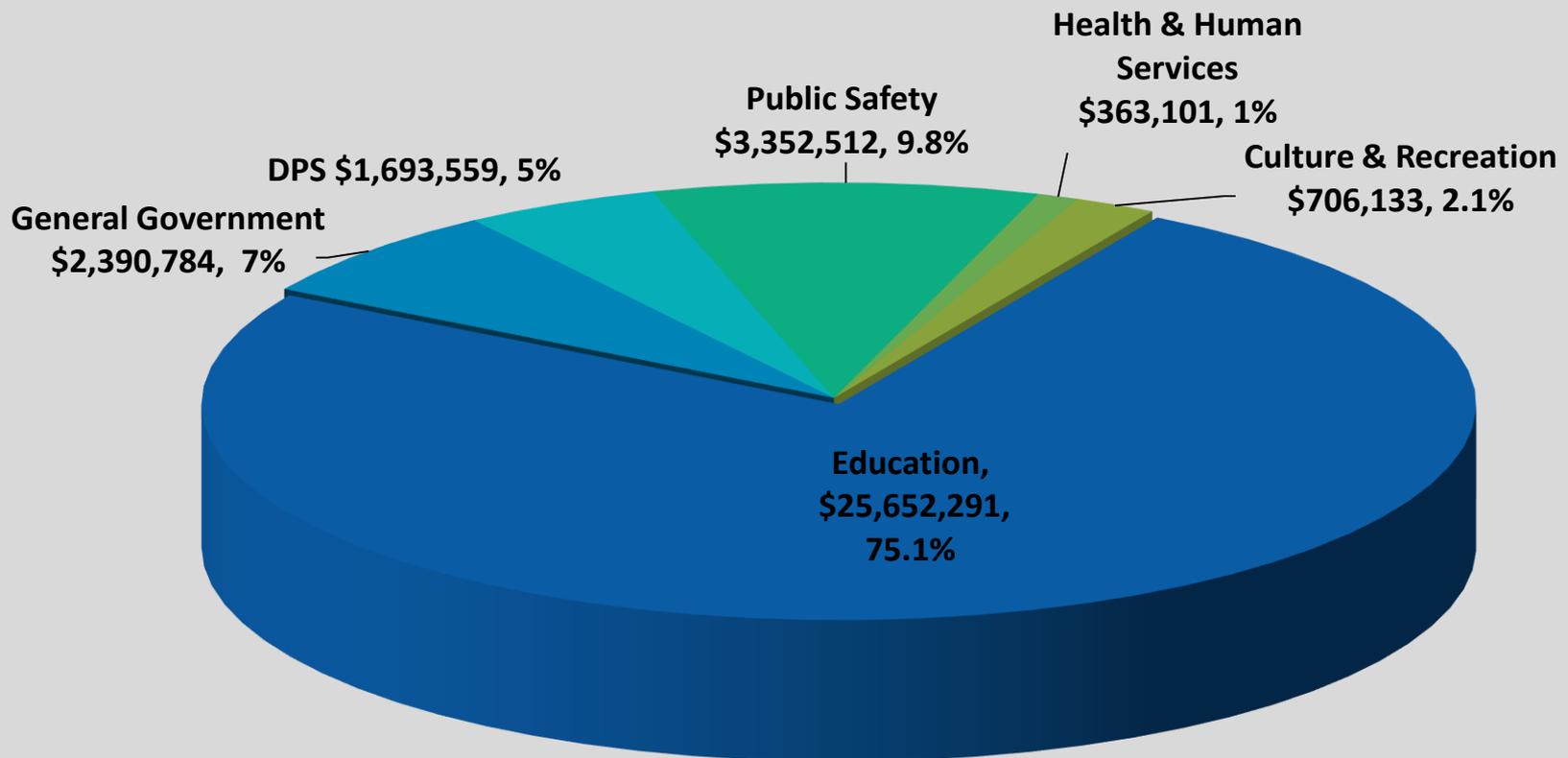
Unclassified Expenses and Enterprise Funds

Debt Service	3,509,060
Benefits and Insurances	7,595,656
State Assessments, other	1,116,142
Monetary Articles	179,500
Ambulance Enterprise	702,516
Solid Waste Enterprise	1,481,607
Sewer Enterprise	1,557,435
Water Enterprise	2,337,466

\$ 18,479,382

FY16 Expenditures

Organizational Budget less Unclassified & Enterprise =
\$34,158,380



FY15 Free Cash Allocation

FY14 Certified Free Cash

Item	Amount
Department of Public Services/Roads	\$872,000
Snow & Ice	400,000
OPEB Trust	150,000
Economic Development	95,000
Technical Services	85,000
School	40,000
Parks	35,000
Other	125,000
Unexpended Balance	200,046
TOTAL	\$2,002,046

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FY2015 Accomplishments

- Road Repair: Village and Adams Streets Paved
- Water Main Replacement: Highland and Winthrop Streets
- Synthetic Turf Fields: Open for Use
- School Grounds: DPS Now Maintaining
- Rt 109 Project: MassDOT Advertised for Construction
- Water Conservation: Residential Rebate Program Implemented
- Technology: Cyclical equipment needs incorporated into operating budget
- Library: Extended hours, new full-time Youth Services Librarian, STEM grant, over 200 programs offered in FY15

FY2015 Accomplishments (cont.)

- Master Plan: Mid-point Implementation Status Report
- Zoning Bylaw: Town Meeting Approved Recodification
- Design Review Guidelines: Revised and Adopted
- Developments: Cumberland Farms (Sept. 2014), Millstone Village (in construction), Tri Valley Commons (in construction)
- Community Housing: Updated Town's Affordable Housing Production Plan, Working with State to protect Town's interest in local affordable housing stock
- Building Dept: Transitioned to electronic permitting and payments
- Council on Aging: Serving hot lunches four days/week, exercise and art classes, monthly book discussion

FY2015 Accomplishments (cont.)

- Energy: New energy management system at Memorial School, net metering credit sales agreement
- Police: Increased motor vehicle enforcement, replaced motorcycle and cruiser, added a utility terrain vehicle for off road emergencies and illegal off road activity
- Fire: Training firefighters to national level of Firefighter I & II, advanced training in fire prevention inspections and plan review, staff member appointed to Norfolk County Technical Rescue Team

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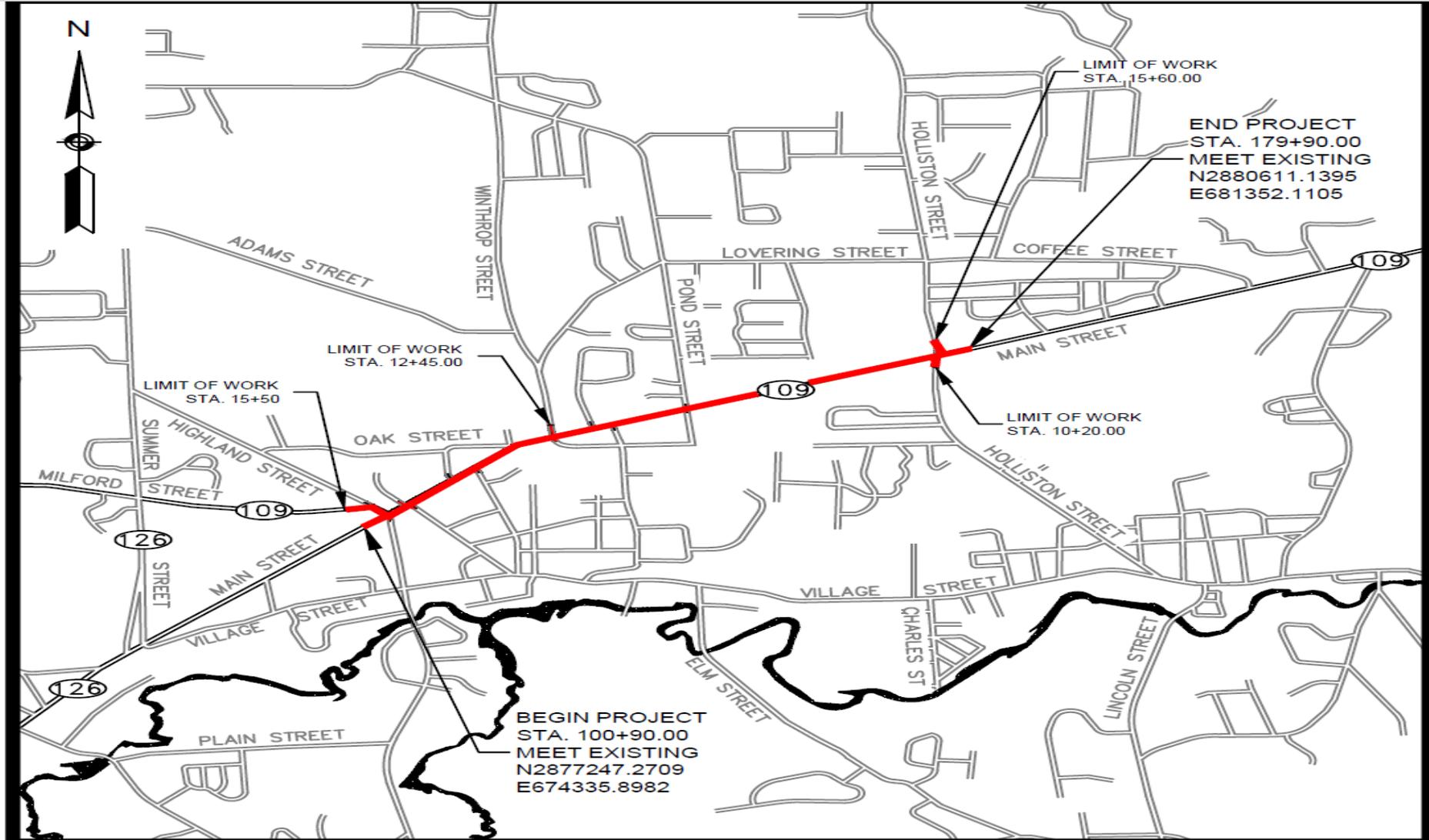
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MAJOR CAPITAL NEEDS

- DPS FACILITY - \$10 million
- ROADS AND SIDEWALKS - \$15 million
- INFRASTRUCTURE
 - Centralized water distribution system, Mandated stormwater improvements, Water main replacement, Sewer inflow and infiltration repairs
- SCHOOL BUILDINGS
 - McGovern lobby redesign and parking lot improvements, New roofs at Middle and Elem. Schools, Window replacement at Burke

ROUTE 109 PROJECT UPDATE



RTE 109 PROJECT TIMELINE/COST

BIDS DUE – JANUARY 2016

EST. CONTRACT AWARD DATE – APRIL 2016

EST. CONSTRUCTION START – MAY 2016

SUBSTANTIAL COMPLETION – DECEMBER 2017

FINAL COMPLETION – APRIL 2018

STATE FUNDS FOR PROJECT \$13,200,000

TOWN MEETING APPROVED FUNDS \$500,000

MEDWAY LOOKING FORWARD

*NO OVERRIDES OR DEBT
EXCLUSIONS PROJECTED FOR
THE FORESEEABLE FUTURE!*





THANK YOU!

A sincere thank you to the volunteers that commit their time, energy and passion to support the Town of Medway. We are a richer community through your efforts and we are truly grateful.