
Fiscal Advisory Committee

Capital Needs

Town of Duxbury
Annual Town Meeting
March 14, 2015

Long-Term Capital Review

- Capital

- A Purchase of more than \$15K of something that has an estimated life of 3 Years or more

- Capital Caveats:

- Items costing less than \$15K
 - Example – Library Carpet Replacement; Harbormaster radios and pumps (Article 7 – “Capital Lite”)
- Items that are part of regular operations
 - Examples – Police cars
 - Technology

Funding Capital

- Within the Levy Limit
 - Cash Expenditures from the Annual Budget
 - Borrowing under the Levy Limit
- Excluded from the Levy Limit
 - Capital Expenditure Exclusion
 - Debt Exclusion
- If possible, pay with free cash
- This year - \$1.1 million free cash; \$70 thousand other funds; \$200,000 borrowing

Six-Year Capital Requests

	Town Capital	Water Enterprise Fund	Percy Walker Pool Enterprise Fund	Total
FY 2016 (Request)	2,183,598	1,042,222	----	3,225,820
(FinCom (Recom'd)	1,157,393	1,042,222	----	2,199,615
FY 2017	1,234,561	523,552	55,000	1,813,113
FY 2018	1,837,065	1,061,250	30,000	2,928,315
FY 2019	1,467,000	593,450	100,000	2,160,450
FY 2020	1,454,000	460,000	170,000	2,084,000
FY 2021	2,803,000	400,000	0	3,203,000
6 Year Req'st Total	10,979,224	4,080,474	355,000	15,414,698

Next 5 Years Projected Major Capital Expenditures

- Fire engine and ambulances - \$1.35 million
- DPW trucks, heavy equipment, transfer station, cemetery – \$1.8 million
- Building Repairs (Facilities Manager) – \$2.5 million
- Expand Senior Center - \$2.050 million
- DPW building - \$13-15 million
- New playing fields at Chandler - ??

Capital Take-Aways

- Without any new construction – average capital needs will be about \$1.6 million a year.
 - Most likely from free cash; rest from short term borrowing
- New construction will add at least \$15 million beginning in about FY 2021.
 - Likely will require long term borrowing.