



QR Code for Fall Town Meeting Warrant



Select Board

Dennis Crowley, Chair

Glenn Trindade, Vice Chair

Frank Rossi, Clerk

Maryjane White, Member

Todd Alessandri, Member

Michael Boynton, Town Manager

State of the Town

Fall Town Meeting

November 14, 2022



Medway Now - At a Glance

- Current Financial Situation
- A Look Ahead
- Water Treatment Plant Project
- Enterprise Accounts

FY 2023 ESTIMATED REVENUES

| | <u>FY22</u> | <u>FY23</u> |
|-----------------------------|---------------------|---------------------|
| EST. PROPERTY TAX LEVY | \$44,992,170 | \$47,278,644 |
| EST. STATE AID | 12,527,604 | 12,579,847 |
| EST. LOCAL RECEIPTS | 3,244,100 | 3,305,100 |
| AMBULANCE RECEIPTS TRANSFER | 630,000 | 700,000 |
| DEBT STABILIZATION | <u>288,000</u> | <u>113,000</u> |
| TOTAL EST. REVENUES | \$61,681,874 | \$63,976,591 |

FY2023 MASSACHUSETTS STATE AID

Medway's Net State Aid has remained flat over the last 5 years.

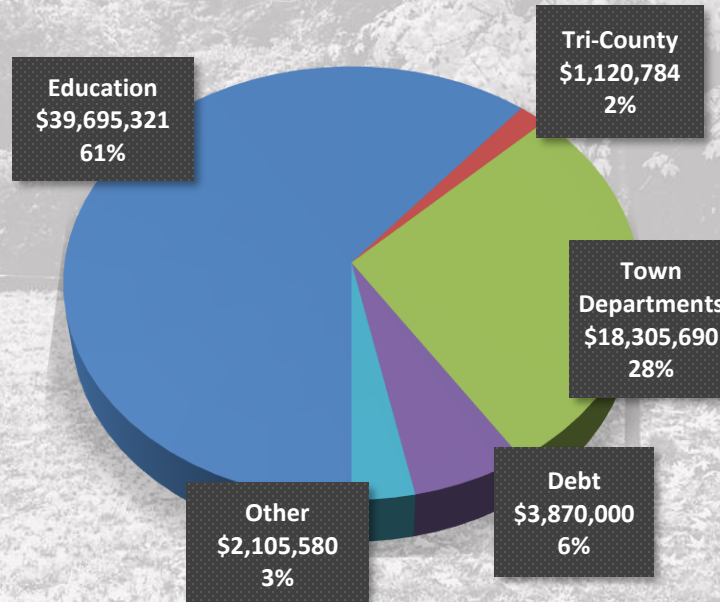
The average net increase has been **\$35,069** per year, which represents an average increase of only **0.30%**.

FY 2023 ESTIMATED EXPENSES

| | <u>FY22</u> | <u>FY23</u> |
|-----------------------------------|---------------------|---------------------|
| EDUCATION - Medway Public Schools | 29,076,000 | 29,776,000 |
| TRI-COUNTY / NORFOLK SCHOOLS | 1,060,329 | 1,160,784 |
| GENERAL GOVERNMENT | 2,946,872 | 3,117,623 |
| PUBLIC WORKS | 2,782,500 | 2,987,642 |
| PUBLIC SAFETY | 6,460,716 | 7,100,944 |
| HEALTH & HUMAN SERVICES | 510,809 | 525,948 |
| CULTURE & RECREATION | 1,193,795 | 1,335,784 |
| DEBT | 4,047,412 | 3,870,000 |
| INSURANCES | 11,386,422 | 11,996,286 |
| STATE ASSESSMENTS, etc. | 1,002,019 | 905,580 |
| MONETARY ARTICLES | <u>1,215,000</u> | <u>1,200,000</u> |
| | \$61,681,874 | \$63,976,591 |

FY2023 MEDWAY BUDGETED EXPENSES

FY23 General Fund Expenditures Total Budget = \$63,976,591



FY2022 FREE CASH ALLOCATION

| | |
|--|--|
| DPW – Plow Truck, Street Sweeper, Tractor | \$683,365 |
| Roads & Sidewalks, Bridges | 750,000 |
| Schools - HVAC, Drainage, Flooring, etc. | 636,000 |
| Other - Library Repairs, Fire Vehicle, Eco Develop | 382,551 |
| Information Svcs – Security Systems, PA Equipment | 221,000 |
| Stabilization Transfer – Capital | 3,955,000 |
| Stabilization Transfer – General & Athletic | 293,100 |
| Unexpended Balance | <u>313,066</u> |
| TOTAL | \$7,234,082 (FY21 Free Cash) |

FY22 Certified Free Cash = \$4,376,064

TOWN STABILIZATION FUNDS

| | |
|--|---------------------------------------|
| • GENERAL STABILIZATION | \$ 4,163,675 <i>(6.75% of budget)</i> |
| • CAPITAL IMPROVEMENT* | 7,193,045 |
| • ATHLETIC FIELD STABILIZATION* | 399,085 |
| • OTHER RESERVES (Sewer Betterments, Debt) | <u>457,383</u> |
| • TOTAL STABILIZATION AS OF 6/30/22 | \$12,213,188 |

***\$3,955,000 was added to the Capital Improvement Stabilization in FY2022**
An additional \$1M for Capital and \$75k for Athletic Fields is being proposed in Articles 7 & 8 at tonight's Fall Town Meeting

FY2022 Debt Picture

Total All Debt – \$46,151,837 as of 6/30/22

- Water Infrastructure \$13,266,154
- Town Buildings (DPW Facility) \$13,173,000
- Schools \$11,277,000
- Parks & Recreation \$ 3,930,000
- Equipment, Sewer Infrastructure, etc. \$ 4,505,683

FY21 Total Debt - \$50,819,680

Bond Agency Rating Criteria

The percentage of Debt Expense to the Total Operating Budget should be in the range of 5% - 8%

| | | |
|------------------------------|----------------------------|---------------|
| FY22 Bond Debt | <u>\$ 4,047,421</u> | |
| FY22 Operating Budget | \$59,464,855 | = 6.8% |

Percentage of FY22 debt to FY22 budget is 6.8%

Medway Debt Rating 'AAA'

from Standard & Poor's Rating Services

S&P Global stated in their July 14th, 2022 ratings report that Medway's AAA rating reflects their opinion of Medway's very strong economy, strong management with good financial policies and practices, very strong budgetary performance and flexibility, very strong liquidity, and a very strong debt and contingent liability position.

Medway is one of the 75 out of 232 communities in Massachusetts with an S&P AAA rating.

Chapter 40B Housing Update

| | |
|----------------------------------|--------------|
| Total Housing Units 2020: | 4,826 |
| 10% Requirement: | 483 |
| Current Units: | 544 |
| Needed: | 0 |
| Current Percentage: | 11.3% |

No unfriendly 40B's until the 2030 census.

Medway Tax Analysis

| <u>TOWN</u> | <u>MEDWAY AVE. HOME VALUE</u> | <u>TAX RATE</u> | <u>TAX DOLLARS</u> |
|---------------|-----------------------------------|-----------------|--------------------|
| Franklin | \$541,292 | 14.05 | \$7,605.15 |
| Bellingham | 541,292 | 14.08 | 7,621.39 |
| Milford | 541,292 | 15.39 | 8,330.48 |
| Medway | 541,292 | 16.93 | 9,164.07 |
| Hopkinton | 541,292 | 17.03 | 9,218.20 |
| Holliston | 541,292 | 17.38 | 9,407.65 |
| Medfield | 541,292 | 17.42 | 9,429.31 |
| Norfolk | 541,292 | 18.20 | 9,851.51 |
| Millis | 541,292 | 18.88 | 10,219.59 |



A LOOK AHEAD



MAJOR PRIVATE PROJECTS ON THE HORIZON

In Progress:

- **Salmon Willows** (*Phases 2 & 3*)
- **Timber Crest** (*Continuing*)
- **39 Main Street**

Potential:

- **Main Street Development**
- **Medway Grid BESS**

MAJOR FACILITY NEEDS

- **New Roofs – All (4) Schools**
 - **Replace High School Track**
 - **Replace Turf Fields: Hanlon, North and Lamson**
 - **Police Station Renovation**
-
- **Potential Centrally Located Fire Station**
 - **Potential New Town Hall**

Budget Factors on Horizon

- **Tri-County Renovation Project**
- **Tri-County Enrollment - Tuition**
- **Medway Public Schools**
- **Health Insurance**

Water Infrastructure Estimated Cost

| | |
|--|---------------------|
| Total Project Cost | \$30,754,715 |
| Federal Funding/39 Main Street | <u>(4,922,559)</u> |
| Amount to be Borrowed | \$25,832,156 |
| Borrowed To Date | (23,500,900) |
| FTM Article 11 - Oakland Transmission Line | (610,000) |
| Future Borrowing | (1,721,256) |

**Potential \$2.75 million dollar grant through the EPA*

74% of Homes & Businesses are on Town Water - 4,110 Individual Accounts

Water Treatment Plant Project Status

- On Schedule
(May 2024)
- On Budget



MEDWAY ENTERPRISE FUNDS

| | Water | Sewer | Solid Waste |
|---|--------------------|------------------|--------------------|
| FY22 Revenues | 4,038,252 | 2,078,960 | 1,562,822 |
| FY22 Expenses & Encumbrances | <u>3,493,201</u> | <u>1,688,685</u> | <u>1,587,650</u> |
| Net Gain | 545,051 | 390,275 | (24,828) |
| FY22 Certified Retained Earnings | \$1,758,489 | \$993,474 | \$1,332,580 |

Thank You...

to all the volunteers who commit
their time, energy, and passion
to support the Town of Medway
in so many ways!

A photograph of a waterfall cascading over rocks in a forest. The water is white and frothy as it falls. The surrounding trees are mostly bare, suggesting a late autumn or winter setting. The word "Questions?" is written in large, bold, black letters across the middle of the image.

Questions?