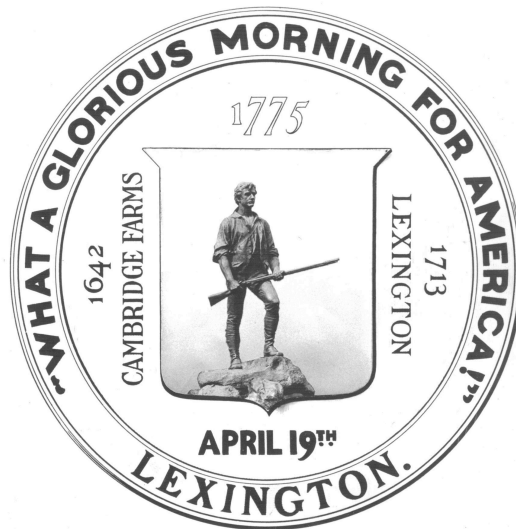


CAPITAL EXPENDITURES COMMITTEE

TOWN OF LEXINGTON



**UPDATES TO THE REPORT TO THE
2015 ANNUAL TOWN MEETING (ATM)
&
2015 SPECIAL TOWN MEETINGS, March 23, 2015 (STM)**
(Released March 16, 2015; Errata Released on March 19, 2015)
Released April 15, 2015

Submitted by:

Jill I. Hai, Chair
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Starts on reverse

This document provides updates and four additional corrections to the Committee’s report. (Two corrections were in the earlier Errata publication.) The updates reflect the changes that have come to the Committee’s attention as of the publication of this document or revised Committee positions and explanations that were either verbally made to Town Meeting during its deliberations or that are expected still to be presented to the 2015 ATM. (If an update is material to the Committee’s position as verbally presented to the Meeting, the change from the original report was or will be identified at that time of that presentation.)

Page 46:

- a. In the 1st full paragraph (“This Committee...”), 1st sentence, change “buildings” to “house”.
- b. Add as a new paragraph following that 1st full paragraph:

While two of the funding sources (\$264,428 for Community Housing and \$253,027 for Open Space; totalling \$517,455) are CPA-category specific, only the use of \$100,545 of the Unbudgeted Reserve must be analyzed regarding assignment to CPA categories. (That assignment has no bearing on the financial sourcing, but is just for tracking how the Town is using the funding to meet the objectives of the CPA.) That use includes \$5,545 related directly to Community Housing (including the \$3,000 for protection of the house) and \$95,000 for ancillary costs (legal and other miscellaneous purposes related to the purchase and use of the property). This Committee’s approach is to assign the ancillary funding in the same proportion as the category-specific funding. In this case, that category-specific funding (including the \$5,545) is 51.6% for Community Housing and 48.4% for Open Space. That results in the \$95,000 for ancillary costs having \$49,020 assigned to Community Housing and \$45,980 to Open Space. The total appropriation then has \$318,993 allocated to Community Housing and \$299,007 to Open Space.

Page 47: In the Article 11 header table, Funding Source:

- a. Change “\$10,076,825 GF (Debt)” to “\$10,005,743 GF (Debt)”.
- b. Append at the end “ + \$71,082 Unexpended Cash Balances”.

Pages 48 & 49: In sub-Article (c):

- a. In the header table, change the Funding Source to “\$43,343 GF (Debt) + \$225,575 GF (Free Cash) + \$71,082 Unexpended Cash Balances”.
- b. Add, at the end (on Page 49), as a new paragraph:

The following table identifies the Unexpended Cash Balances from prior appropriations that are being reappropriated as part of the funding of this capital effort:

Unexpended Cash Balances to be Re-Appropriated		
Original Appropriation	Original Purpose	Amount
1996 ATM, Article 14	Library Construction	\$4,513
2009 ATM, Article 18A	School Technology	\$721
2011 ATM, Article 12A	School Technology	\$67
2012 ATM, Article 15B	Classroom Furniture	\$78
2012 ATM, Article 11B	Park Improvements—Hard Court Resurfacing	\$6,332
2013 ATM, Article 10A	Fire Pumper Replacement	\$47,687
2013 ATM, Article 13B	Classroom Furniture	\$6,706
2013 ATM, Article 14M	Public Facilities Vehicle Replacement	\$4,978
Total		\$71,082

Pages 54 & 55: In sub-Article (q):

- a. In the header table, Change the Committee Recommends to “Approval 3–2”.

- b. Change the last paragraph (“The member in opposition...”) to:

The members in opposition to this project believe it is premature to provide this funding. Their concerns include, but are not limited to, that (1) exactly what will be purchased is not known; (2) the request is to fund the “full buy” of meters before any success has been demonstrated; (3) there is an insufficient understanding of just how the meters will be programmed with the expectation to achieve the presumed behavioral change; (4) there is no material change proposed in the enforcement activity (still just one Parking Enforcement Officer) to enhance the likelihood of the presumed behavioral change; (5) no requirement that employers will be required to work in parallel so employees are not using prime parking intended for customers; and (6) they have much doubt that in the Lexington context the expected change in behavior will be achieved and may, in fact, cause some customers to shop and visit elsewhere.

Page 56: In the Article 14 header table, replace the Funding Source entry with “\$894,845 Water EF (RE) + \$5,155 Unexpended Cash Balance from 2010 ATM, Article 13B, Rehabilitating Standpipes”

Page 65:

- a. In Article 24, last table, Original Appropriation, 2nd row: Correct “Article 3” to “Article 2”.
- b. In Article 25:
- (1) Replace the header table with:

<i>Article 25: Rescind Prior Borrowing Authorizations</i>	Amount for Rescission	Original Authorization	Committee Recommends
	\$3,264,471	See Below	Approval (4–0)

- (2) Replace the next-to-last paragraph (“Beyond the rescissions...”) with:

Beyond the rescissions addressed under Article 24, there are the following additional rescissions:

Original Appropriation	Purpose	Amount	Reason
2007 ATM, Article 36	Public Works Facility	\$2,261,871	Project completed without needing this remaining authority.
2010 ATM, Article 9	Land Purchase—Off Marrett Road (Cotton Farm Acquisition)	\$1,002,600	Project completed without needing this remaining authority. [†]
Total		\$3,264,471	

[†]Seller financed, without interest and over two years, the \$2,300,000 balance due on the \$3,800,000 purchase after an initial CPF cash payment of \$1,500,000. The first payment due against the balance was under a BAN (for cash received). That payment originally was to be \$1,300,000 in FY2012, but was accelerated and discounted to \$1,297,400 due to financing costs to be borne by the Town that had not been contemplated; leaving \$2,600 of the overall authorization unused. (That BAN was paid off under the 2011 ATM, Article 8(k).) The last \$1,000,000 payment was due on a BAN (but written for the seller as security only; no cash received; and thus did not use any of the bonding authorization) that was paid off as a debt service under 2012 ATM, Article 8(l). The authorization now being rescinded is the sum of those two unused debt authorizations.

Page 66: In Article 26, header table, Funds Requested, last line: Change “\$18,175” to “18,174.93”.

Page 67: In Article 30:

a. Replace the header table with:

<i>Article 30: Amend FY2015 Operating, Enterprise And CPA Budgets (Enterprise & CPA only)</i>	Budget	Funds Requested	Purpose	Funding Source	Committee Recommends
	Recreation EF	\$30,000	Recreation Expenses	Recreation EF (RE)	Approval (4–0)
	CPA	\$1,000,960	CPA Debt Service	CPA (Cash)	Approval (5–0)

b. 1st paragraph (“To see if...”), next-to-last line, after “thereto.”, correct by adding a closing quotation mark.

c. As a new paragraph after the 1st paragraph, add:

Recreation EF

The current estimate for the equipment needed for the Community Center’s exercise room is \$60,000; however, that funding wasn’t included in the Center’s capital budget and purchasing that equipment so the room is fully functional is considered important. DPF does not believe there will be a sufficient balance in the existing capital appropriation to finance that purchase. The requested increase in the EF budget, together with a matching amount that the BoS has authorized be spent from the Selectmen’s Gift Account, will provide the funding needed for the exercise-room equipment.

d. On the line before the next paragraph (“It was contemplated...”), add “CPA”.

Page 69: In Article 42, last line: Replace the last clause (“it believes....”) with "it believes that because of the imprecision and inherent redundancy of the Motion under this Article, it does not advance the cause.”.

Pages E-1 & -2:

a. Article 11(c): Replace Funding Source with “\$43,343 GF (Debt) + \$225,575 GF (Free Cash) + \$71,082 Unexpended Cash Balances”

b. Article 14: Replace Funding Source with “\$894,845 Water EF (RE) + \$5,155 Unexpended Cash Balance from 2010 ATM, Article 13B, Rehabilitating Standpipes”.

c. Article 25: Replace Request with “Multiple”; add “See Article for original authorizations.” to Funding Source.

d. Article 26: Correct Request to “Multiple”; add “See Article for specifics.” to Funding Source.

e. Article 30: In Description, change “(CPA Only)” to “Enterprise & CPA Only”; replace Request with “Multiple”, and Funding Source with “See Article for specifics.”.

f. Article 31: Correct Request to “N/A”.

g. Totals: In Description, change “Totals” to “Totals (excluding values of the “Multiple” entries)” and replace Request with “\$34,509,925”.