

**City of Newton
Long-Range Financial Plan
&
Five-Year Financial
Forecast
FY2026 – FY2030**

**Mayor Ruthanne Fuller
October 7, 2024**



WHAT ARE WE GOING TO COVER TONIGHT???

- ❑ FY2024 Actuals & June 30, 2024 Certified Free Cash
- ❑ FY2025 Budget vs FY2025 Forecast
- ❑ Understanding Our Revenue Forecasts - FY2026 and Beyond
- ❑ Understanding Our Major Cost Drivers - FY2026 and Beyond
- ❑ What is our Pathway Forward

FY2024 Actuals & Certified Free Cash

**Free Cash = Excess Revenues &
Unexpended Appropriations**

FY2022 – \$28.8 M

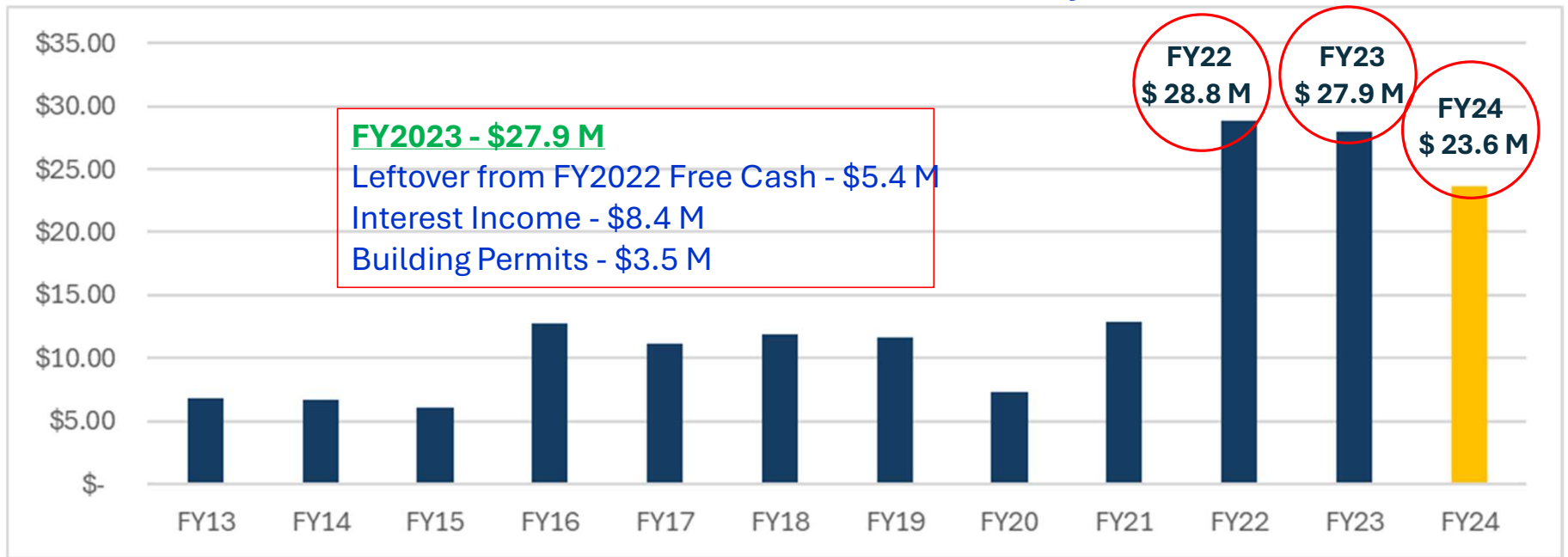
- Eversource Principal & Interest - \$12.4 M
- New Falls PILOT Payment - \$2.2 M
- Rooms & Meals Taxes - \$1.4 M
- SPED/Medicaid Reimbursements - \$1.8 M
- Building Permits - \$4.0 M

Extraordinary Free Cash Levels
FY2022 – FY2024 > \$23 Million Each Year
 (\$ Millions)

FY2024 - \$23.6 M

- Interest Income - \$11.6 M
- Motor Vehicle Excise Tax - \$2.1 M
- Rooms & Meals Tax - \$1.0 M
- Building Permits - \$3.8 M

FY22 Free Cash was \$15.8 Million more than any time in the Prior Decade

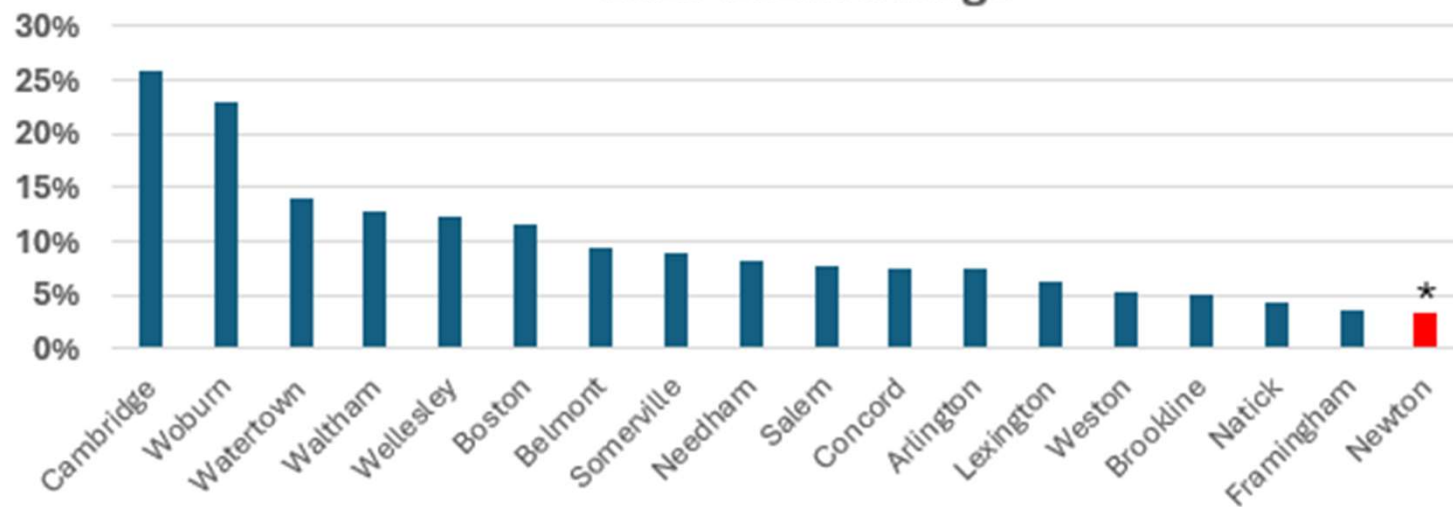


FY2023 - \$27.9 M

- Leftover from FY2022 Free Cash - \$5.4 M
- Interest Income - \$8.4 M
- Building Permits - \$3.5 M

FY2025 Budget = \$ 525 M
Free Cash @ 2.5% - \$13.75 M

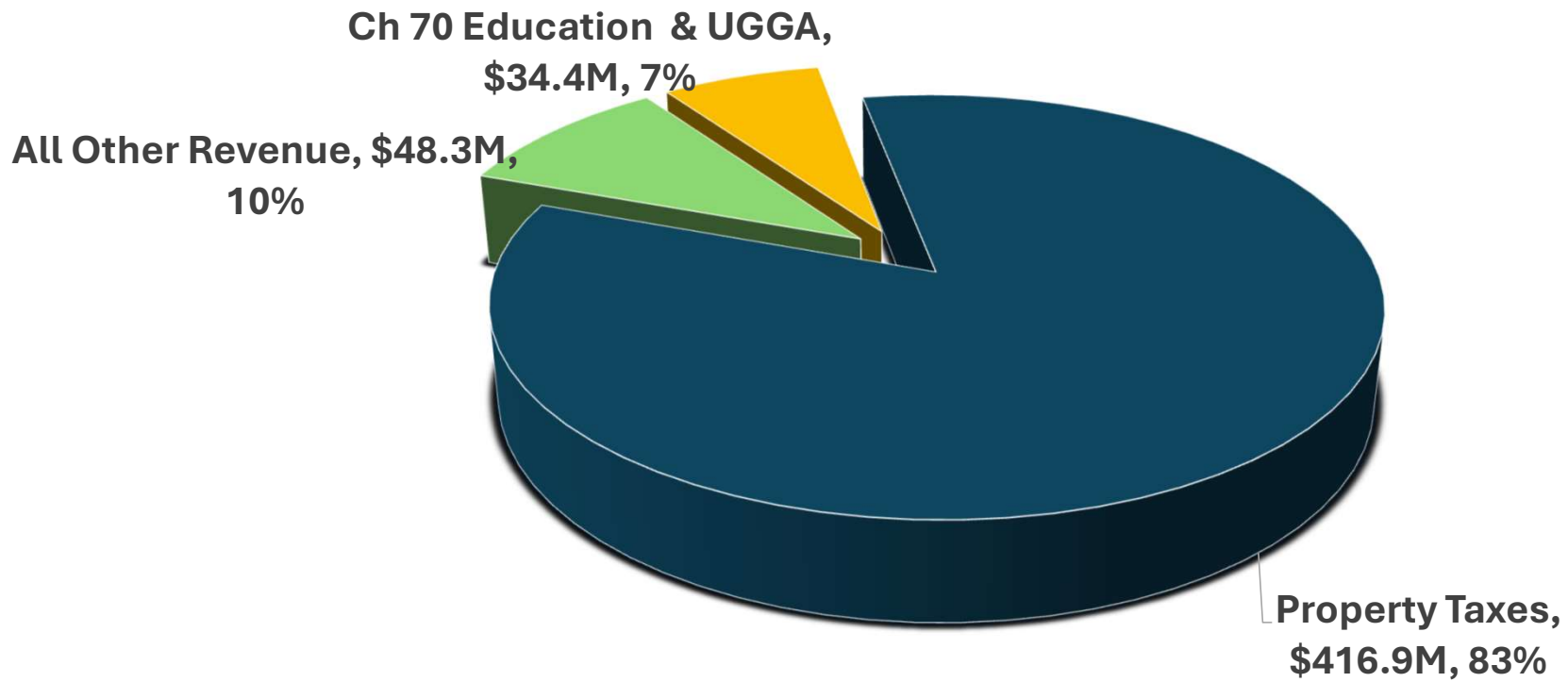
Free Cash as % of Budget 2020-2024 Average



* Newton's \$26.5m amount is still only 5%

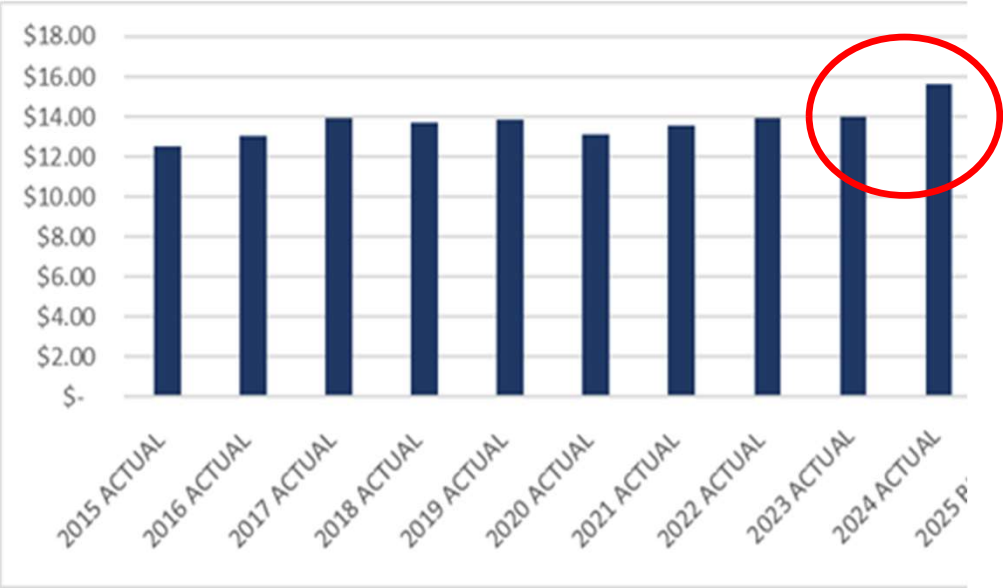
Key Revenues that Drove 2024 Free Cash

Fiscal Year 2024 – Property Taxes = \$416.9M



Excise Tax
FY2024 Actual - \$15.65M
(\$ Million)

FY24 Excise Tax Revenue - \$1.6 Million Above Previous Maximum



Inspectional Services
FY2024 Actual \$11.95M
(\$ Millions)

Last 3 Years – Higher than Ever Before

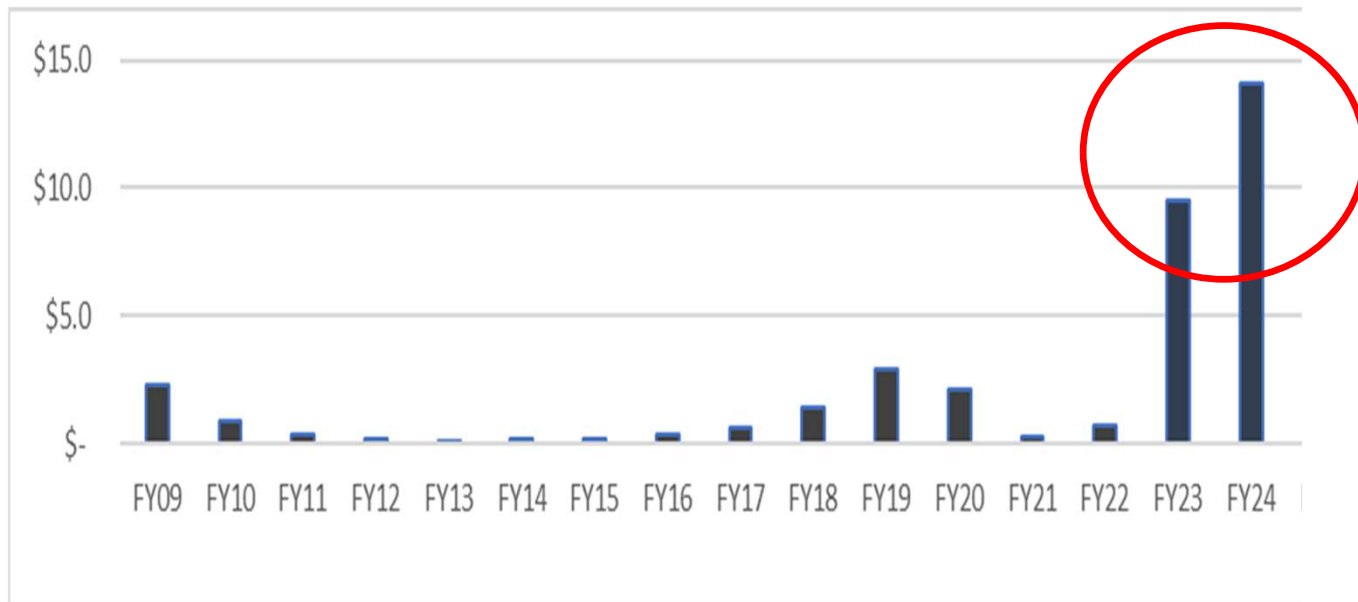


Revenue from Interest Income

FY2024 Actual Income - \$14.1M

(\$ millions)

Unprecedented Interest Income



Free Cash – Strategic Utilization

FY2022 and FY2023 Free Cash Appropriations – Reduce Future Debt Service

NPS: \$18.7 Million Municipal: \$ 5.0 Million

	<u>Annual Savings</u>
➤ <u>Supplement NPS Operating Budget</u>	
▪ \$10 Million Cash Payment to new Lincoln-Eliot at 150 Jackson Road to free up \$600K of annual operating funds which have been permanently added to NPS appropriation	\$ 600 K 30 yrs
➤ <u>Reduce Debt Service – Support NPS Budget - \$8.7 M</u>	
▪ Replacement of the two turf fields at Newton South High School (\$3.2M)	\$ 380 K 10 yrs
▪ Replacement of the turf field at Newton North High School (\$2.4M)	\$ 285 K 10 yrs
▪ Replace Entire Roof System – Peirce & Mason Rice Elementary Schools (\$2.3M)	\$ 200 K 15 yrs
▪ Newton North Pool Air Handling Unit (\$425K)	\$ 50 K 10 yrs
▪ Replace Chiller – Newton South Building H (\$350K)	\$ 41 K 10 yrs
➤ <u>Reduce Debt Service – Support Municipal Budget \$5.0 M</u>	
▪ Large Vehicle/Construction Equipment and Sidewalk Plows (\$2.3M)	\$ 270 K 10 yrs
▪ Fire Engine #7 (\$800K)	\$ 95 K 15 yrs
▪ Fire Station #2 – Installation of Heat Pumps (\$350K)	\$ 50 K 10 yrs
▪ Replacement of Newton Free Library HVAC System (\$1.2M)	\$ 140 K 10 yrs

TOTAL ONE-TIME FUNDS TURNED INTO MULTI-YEAR FUNDING \$2.1 MILLION

FY2022 and FY2023 Free Cash Appropriations – One-Time Investments

NPS: \$6.9 Million

Municipal: \$ 7.0 Million

➤ One-Time Improvements/Investments

One-Time Investments

- | | |
|---|------------|
| ▪ NPS Educational Stabilization Fund | \$ 3.800 M |
| ▪ Toilet Room Upgrades – Day Middle, Mason Rice, Bowen,
Memorial Spaulding, Peirce | \$ 1.275 M |
| ▪ Curriculum Investments | \$ 925 K |
| ▪ Replace Parking Area – Brown Middle School | \$ 300 K |
| ▪ Williams Elementary Improvements – Auditorium Ceiling,
Playground, Toilet Room | \$ 325 K |
| ▪ Install New PA Systems – Bigelow and Brown Middle Schools | \$ 300 K |
| ▪ Paving, Road Improvements and Traffic Calming | \$ 5.250 M |
| ▪ Police Headquarters – Repave Parking Lot and Install Fencing | \$ 600 K |
| ▪ Police IT | \$ 640 K |
| ▪ Police Cruisers | \$ 260 K |
| ▪ Election Equipment | \$ 250 K |

TOTAL ONE-TIME INVESTMENTS

\$13.9 MILLION

FY 2025 Proposed Free Cash Appropriations

NPS: \$ 5.4 Million Municipal: \$ 5.0 Million

➤ FY2025 Projected Free Cash Appropriations for NPS - \$5.4 Million

▪ NPS Educational Stabilization Fund	\$2.000 M
▪ NPS Math Curriculum	\$2.000 M
▪ NPS Phone over Internet (VoIP) Technology – NNHS & NSHS	\$ 300 K
▪ NPS Small Capital Projects	\$ 700 K
▪ McKinney Vento Transportation & Foster Aid Prior Year	\$ 381 K

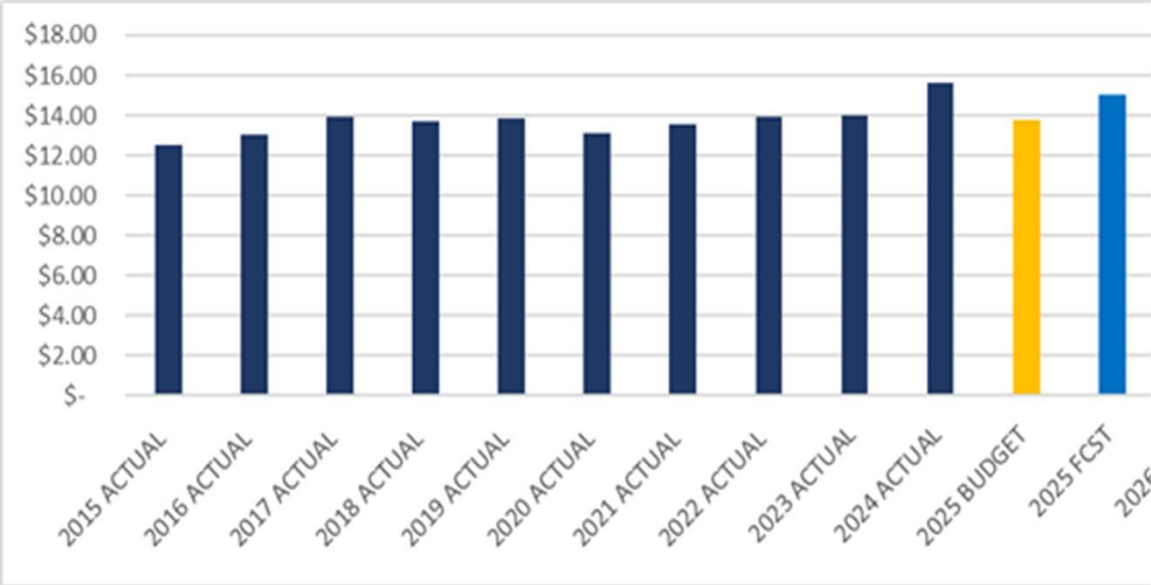
➤ FY2025 Projected Free Cash Appropriations for Municipal Purposes - \$5.0 Million

▪ Replacement of Fire Ladder 3	\$1.800 M
▪ PFAS-Free Protective Fire Gear	\$1.000 M
▪ Police and Fire Building Security Upgrades	\$ 225 K
▪ Traffic Calming	\$ 200 K
▪ DPW Fleet Replacement	\$1.000 M
▪ Small Municipal Capital Projects	\$ 775 K

FY2025 Forecast

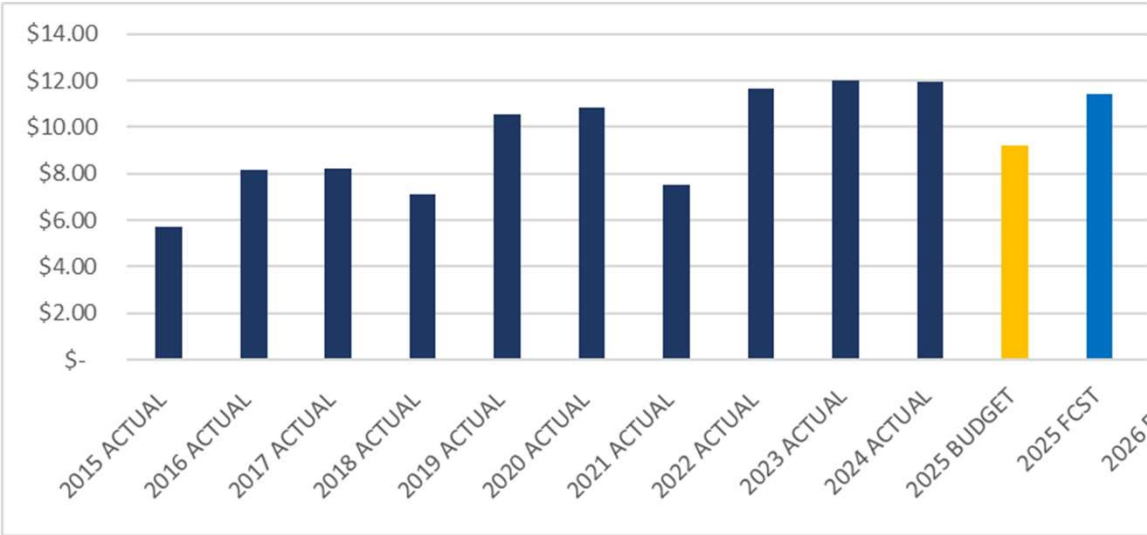
Excise Tax
FY2024 Actual - \$15.65M
(\$ Million)

FY2025 FCST = \$15.0 M



Inspectional Services
FY2024 Actual \$11.95M
(\$ Millions)

FY2025 FCST = \$11.4 M

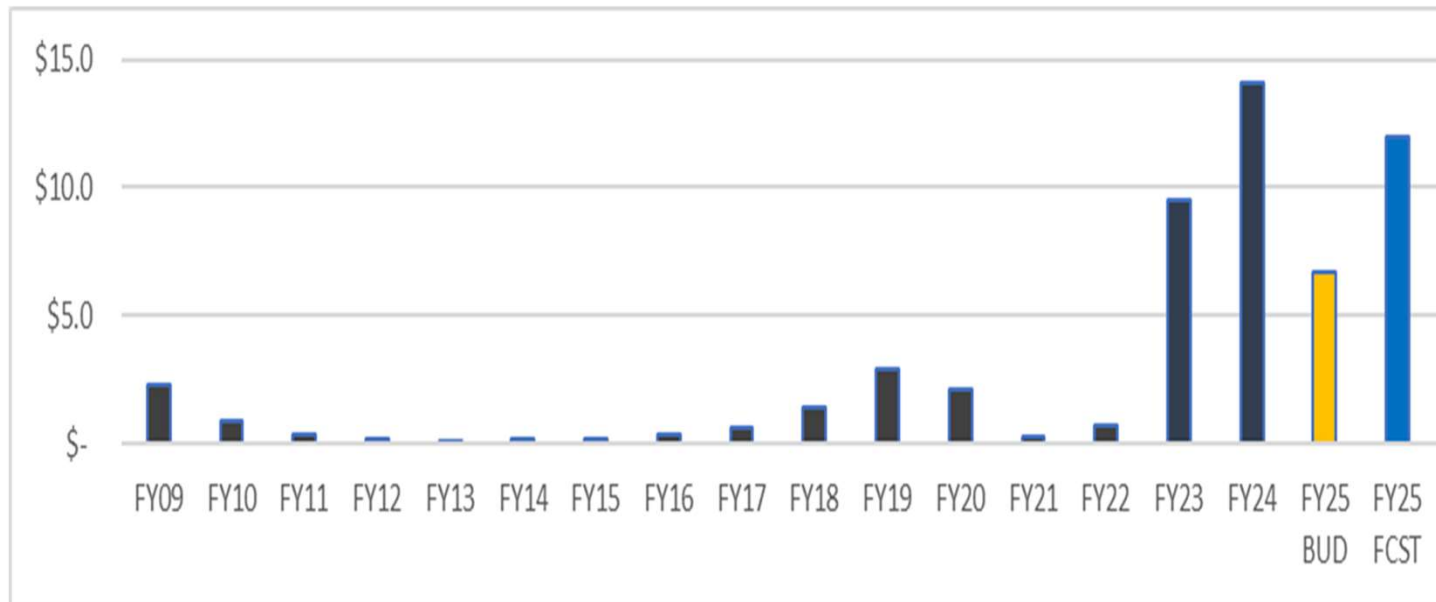


Revenue from Interest Income

FY2024 Actual Income - \$14.1M

(\$ millions)

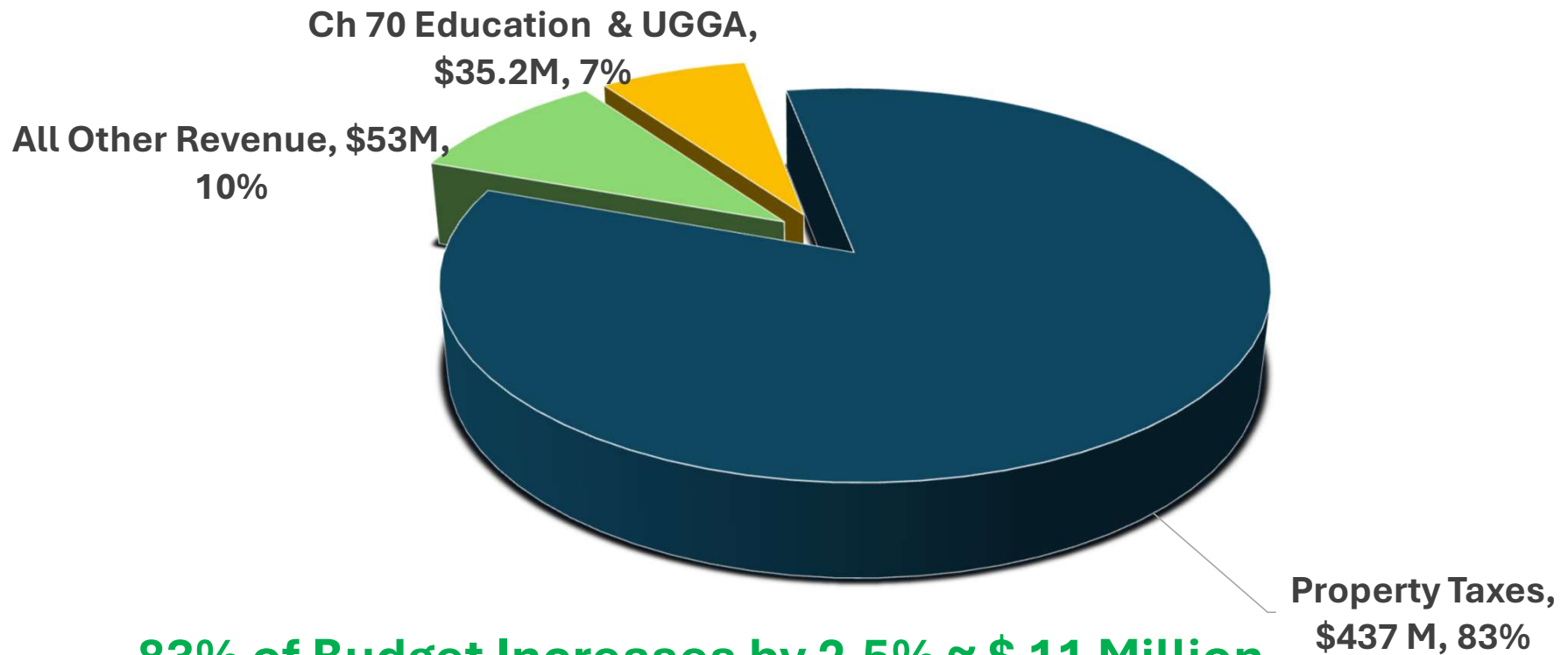
FY2025 FCST = \$12 M



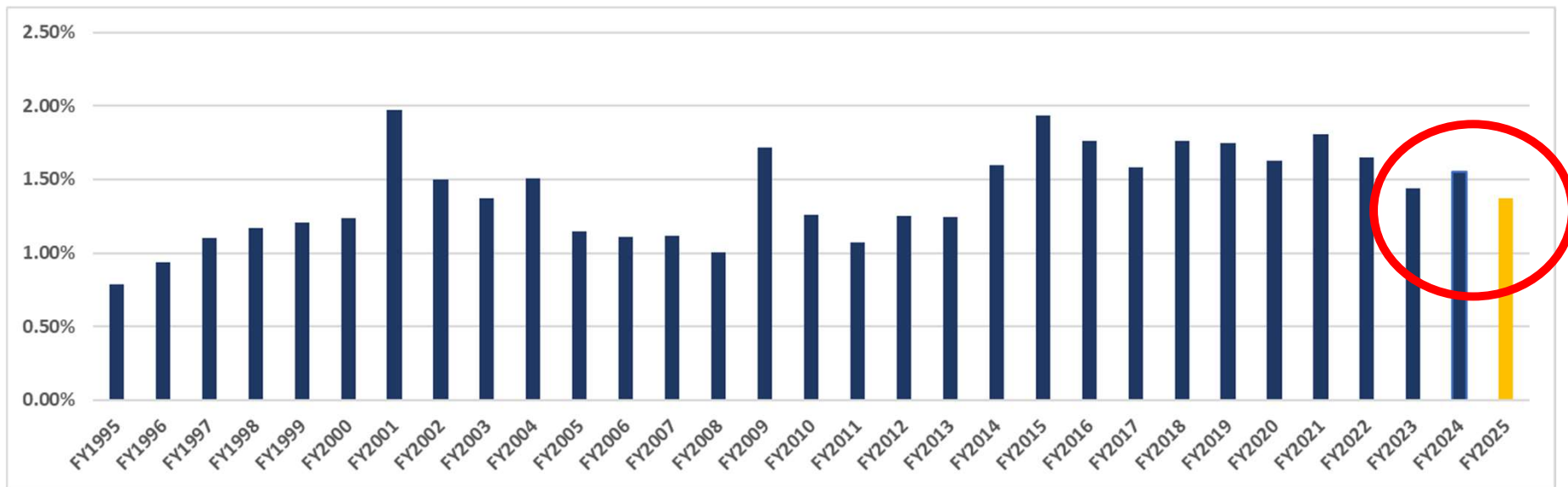
Understanding Our Revenue Forecasts FY2026 through FY2030

Property Taxes – Proposition 2 ½ and New Growth

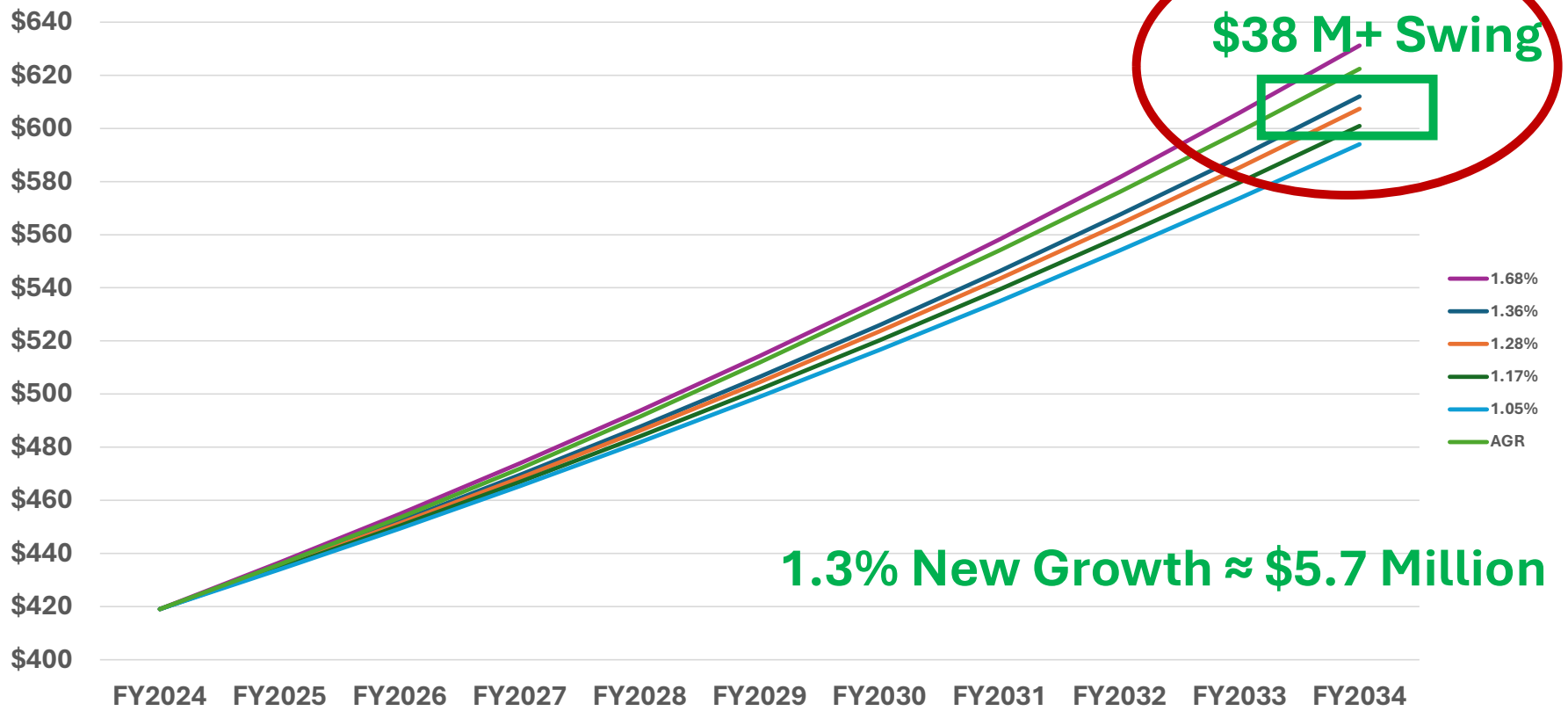
Fiscal Year 2025 – Property Taxes = \$437M



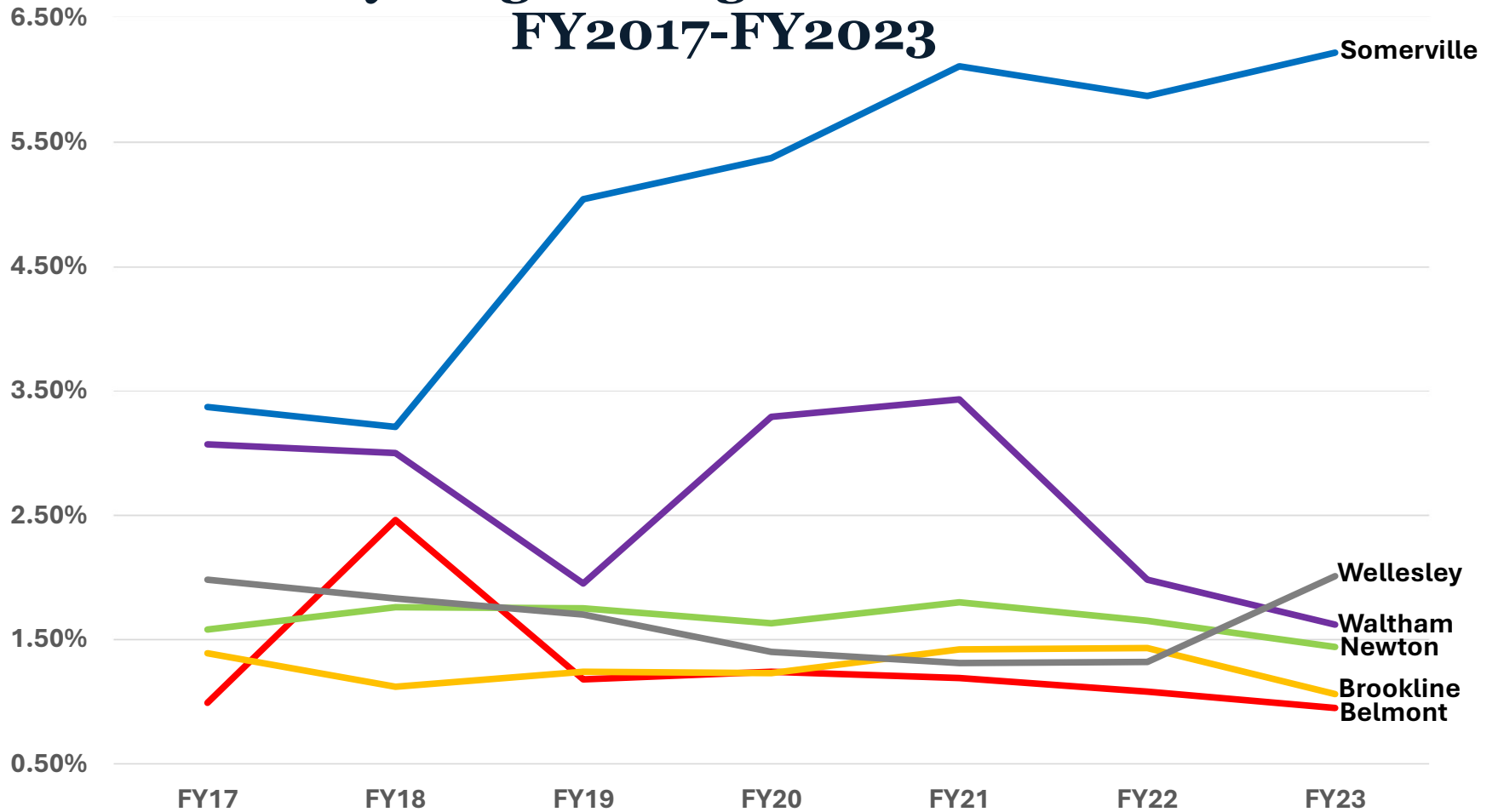
New Growth as a Percent of Property Tax Levy
30 Year Average = 1.41% **20 Year Average = 1.47%**
Current Projection – October 2024 = 1.37% - Lowest in >10 Years



Total Revenue through FY2035
New Growth & Redevelopment Ratios: 1.05% - 1.67%
(\$ Millions)



New Growth Percentage Increases By Neighboring Communities FY2017-FY2023



Other Important Revenues

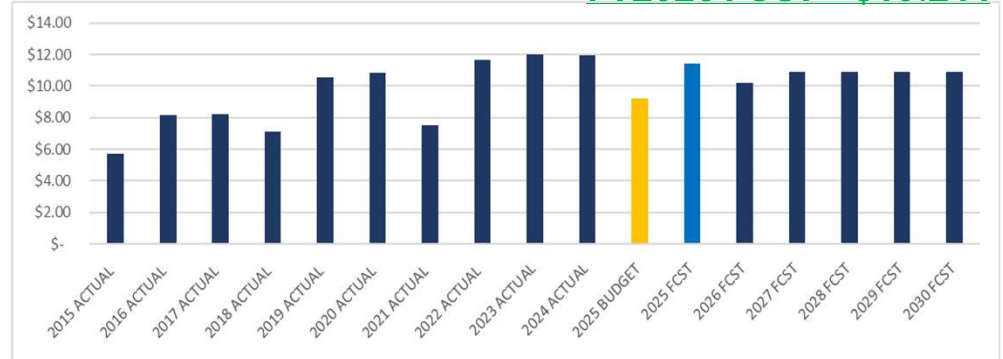
Excise Tax
 FY2024 Actual - \$15.65M
 (\$ Million)

FY2026 FCST = \$15.0 M



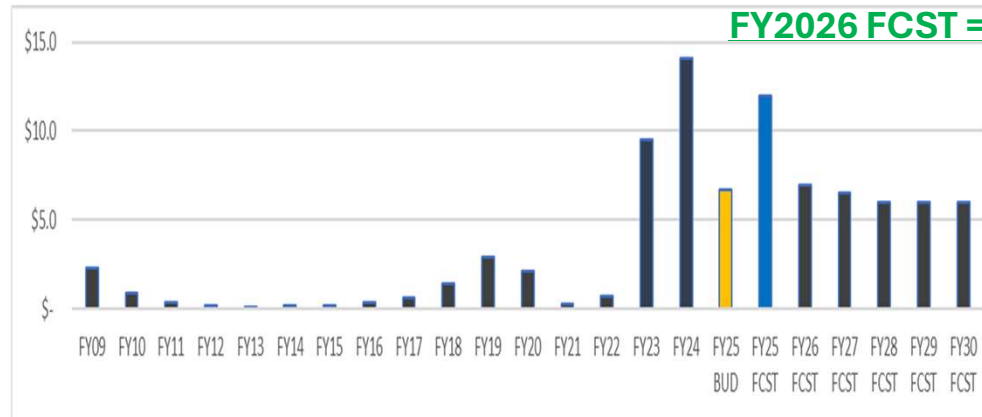
Inspectional Services
 FY2024 Actual \$11.95M
 (\$ Millions)

FY2026 FCST = \$10.2 M



Revenue from Interest Income
 FY2024 Actual Income - \$14.1M
 (\$ Millions)

FY2026 FCST = \$7.0 M



	ANALYSIS OF REVENUE					
	<i>FY2025 BUDGET/FY2026 THROUGH FY2030 FORECAST</i>					
	<u>2025 BUDGET</u>	<u>2026 FCST</u>	<u>2027 FCST</u>	<u>2028 FCST</u>	<u>2029 FCST</u>	<u>2030 FCST</u>
TOTAL REVENUE PROJECTION	\$ 525,419,465	\$ 547,255,010	\$ 568,765,519	\$ 587,563,517	\$ 608,234,285	\$ 627,398,389
% Increase		4.16%	3.93%	3.31%	3.52%	3.15%



Impacts of Debt Excluded Revenue

	ANALYSIS OF REVENUE					
	<i>FY2025 BUDGET/FY2026 THROUGH FY2030 FORECAST</i>					
	ADJUSTED FOR VOTER APPROVED DEBT EXCLUSIONS					
	<u>2025 BUDGET</u>	<u>2026 FCST</u>	<u>2027 FCST</u>	<u>2028 FCST</u>	<u>2029 FCST</u>	<u>2030 FCST</u>
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LESS: 2013 DEBT EXCLUSION	\$ 3,199,319	\$ 3,099,728	\$ 3,094,103	\$ 3,079,253	\$ 3,067,328	\$ 3,057,901
LESS: 2023 DEBT EXCLUSION	\$ 470,888	\$ 1,571,320	\$ 3,569,320	\$ 5,993,320	\$ 7,073,320	\$ 6,813,320
LESS TOTAL REV - DEBT EXCLU	\$ 3,670,207	\$ 4,671,048	\$ 6,663,423	\$ 9,072,573	\$ 10,140,648	\$ 9,871,221
ANNUAL INCREASE IN DEBT EXCLUDED REV		\$ 1,000,841	\$ 1,992,375	\$ 2,409,150	\$ 1,068,075	\$ (269,427)
		27%	43%	36%	12%	-3%
TOTAL REVENUE W/O DEBT EXCL	\$ 521,749,258	\$ 542,583,961	\$ 562,102,096	\$ 578,490,944	\$ 598,093,637	\$ 617,527,167
% Increase		3.99%	3.60%	2.92%	3.39%	3.25%

NPS Stabilization Fund Utilization

ANALYSIS OF REVENUE

FY2025 BUDGET/FY2026 THROUGH FY2030 FORECAST

ADJUSTED FOR VOTER APPROVED DEBT EXCLUSIONS

	<u>2025 BUDGET</u>	<u>2025 FCST</u>	<u>2026 FCST</u>	<u>2027 FCST</u>	<u>2028 FCST</u>	<u>2029 FCST</u>	<u>2030 FCST</u>
TOTAL REVENUE PROJECTION	\$ 525,419,465	\$ 534,023,295	\$ 547,255,010	\$ 568,765,519	\$ 587,563,517	\$ 608,234,285	\$ 627,398,389
% Increase			4.16%	3.93%	3.31%	3.52%	3.15%
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% Increase			3.99%	3.60%	2.92%	3.39%	3.25%

NPS EDU STABILIZATION FUND	\$ 4,100,000	\$ 5,100,000	\$ 6,100,000	\$ 4,100,000	\$ 4,108,299	\$ 3,215,378
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REV W/O DEBT EXCL & NPS STAB	\$ 517,649,258	\$ 537,483,961	\$ 556,002,096	\$ 574,390,944	\$ 593,985,338	\$ 614,311,789
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% Increase		3.83%	3.45%	3.31%	3.41%	3.42%
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Major Cost Drivers

Major Cost Drivers

- ❑ Understanding the Expenditure Forecast
 - ❑ Debt Service on NPS and City Projects
 - ❑ Pensions
 - ❑ Other Post Employment Benefits (OPEB)
 - ❑ Newton Public Schools
 - ❑ Collective Bargaining Agreements - Salaries, Compensation & Benefits
 - ❑ Health Insurance

Debt Service

Investment in School & City Buildings, Fleet, Bridges, Equipment, Parks, Transportation Initiatives, Water/Sewer/Stormwater Systems

Projected Debt Service Costs

5%-6% Debt to Revenue Ratio

(\$ Millions)

GENERAL FUND

Cooper Center

Lincoln-Eliot

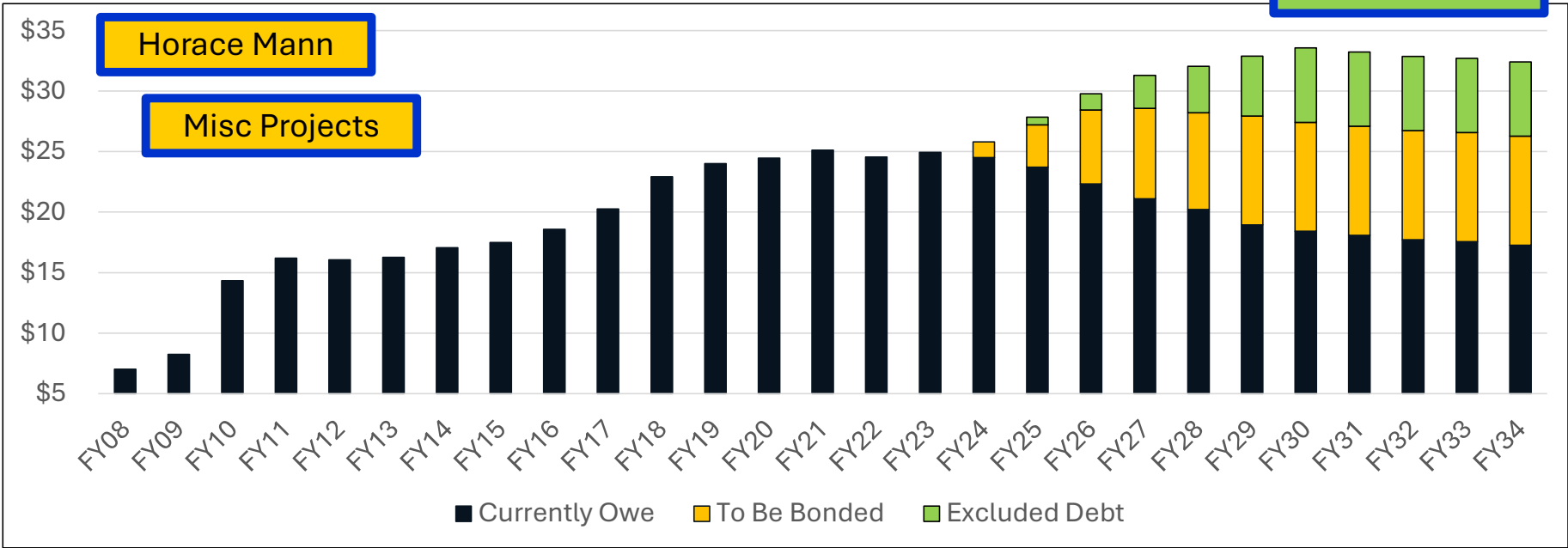
Horace Mann

Misc Projects

VOTER APPROVED
DEBT EXCLUSION

Countryside

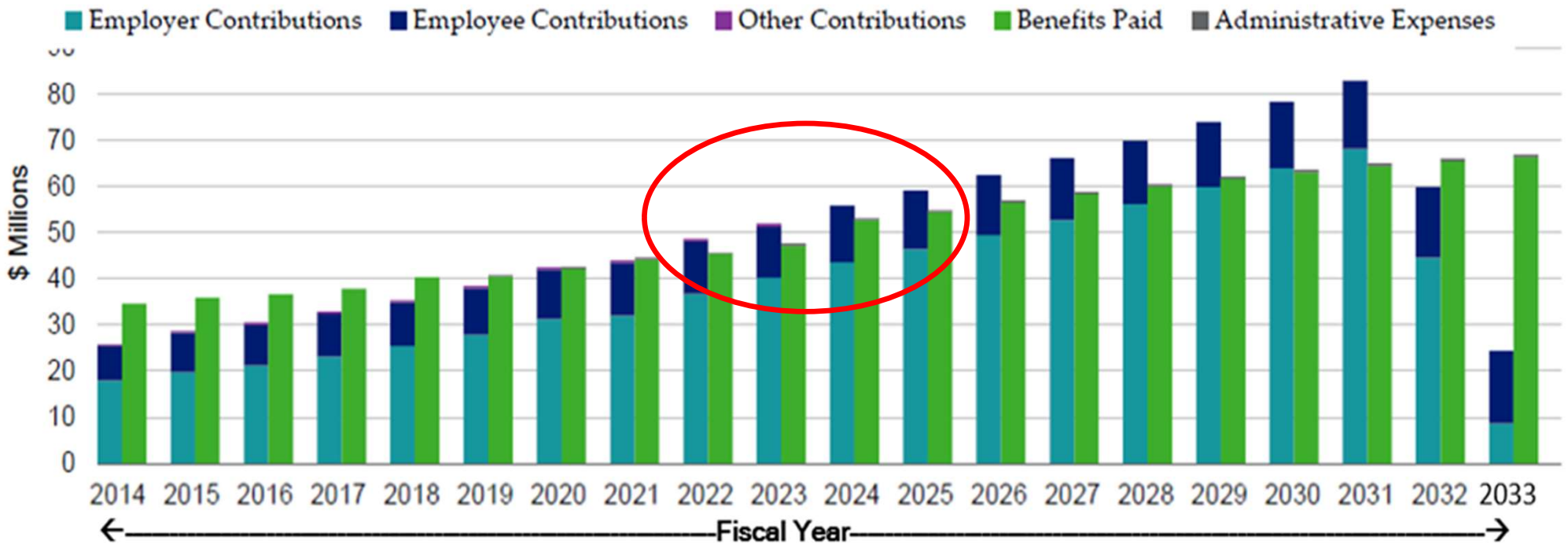
Franklin



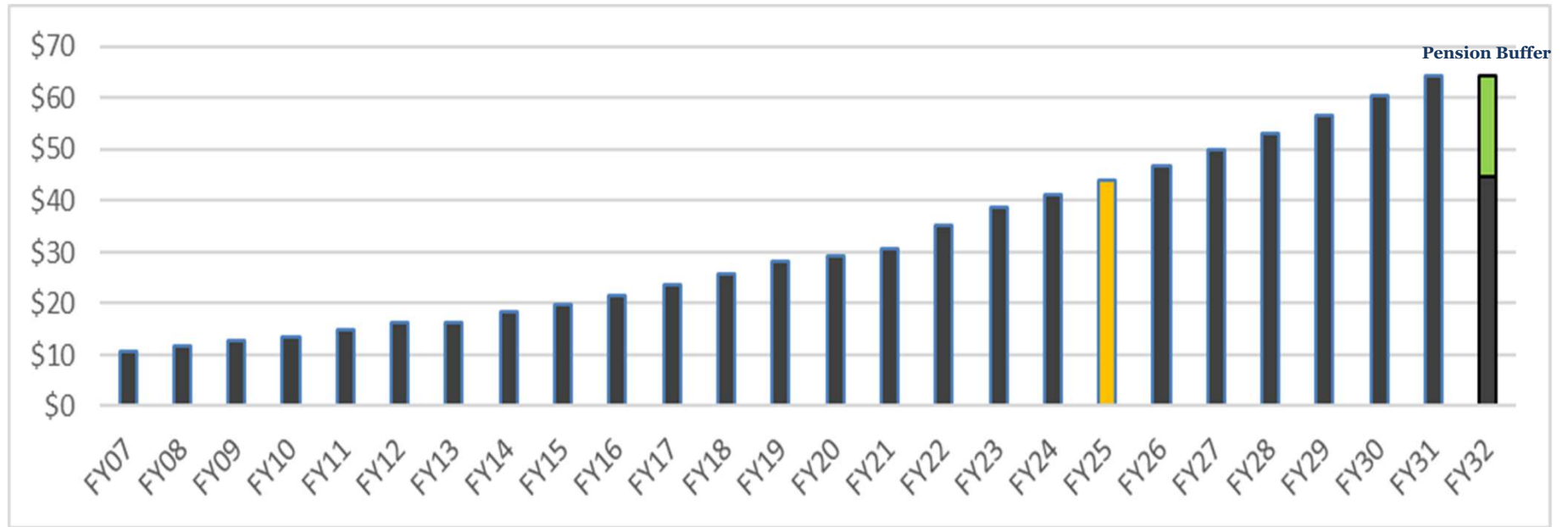
RIISING CONSTRUCTION COSTS & HIGH INTEREST RATES

Unfunded Pension Liability = \$307M

CONTRIBUTIONS IN vs BENEFITS PAID OUT



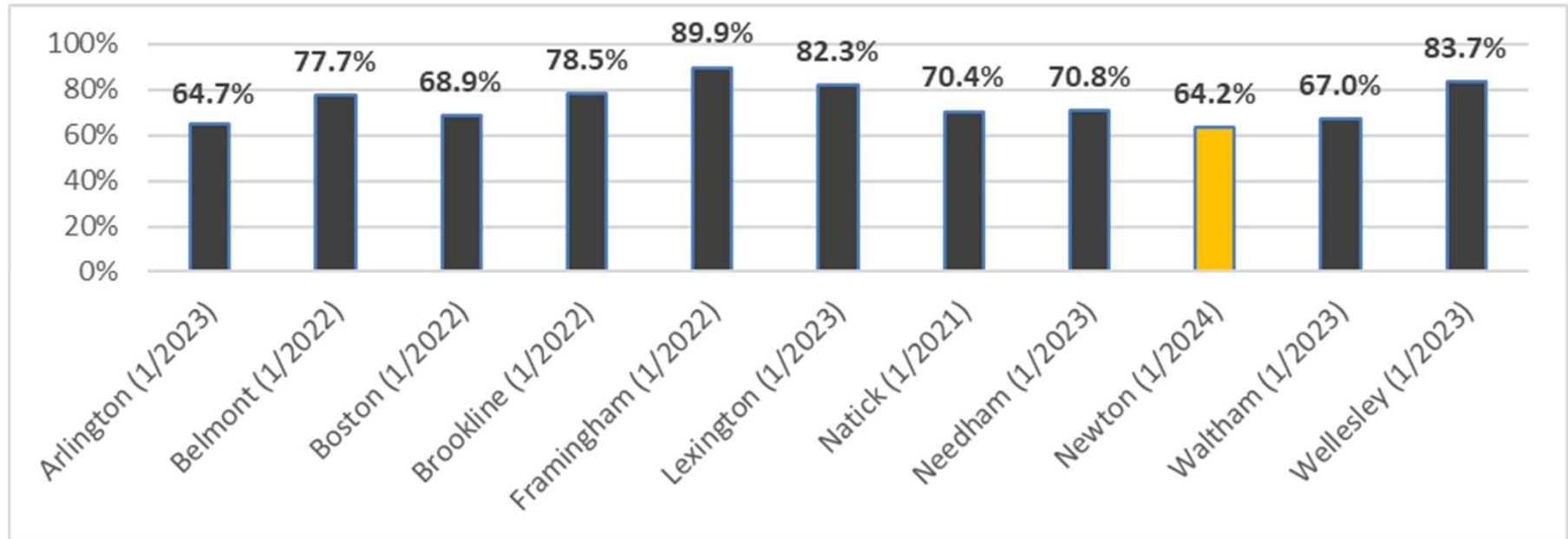
Projected Newton Contributory Retirement System Funding Schedule through 2032 – 6.6% Annual Increase



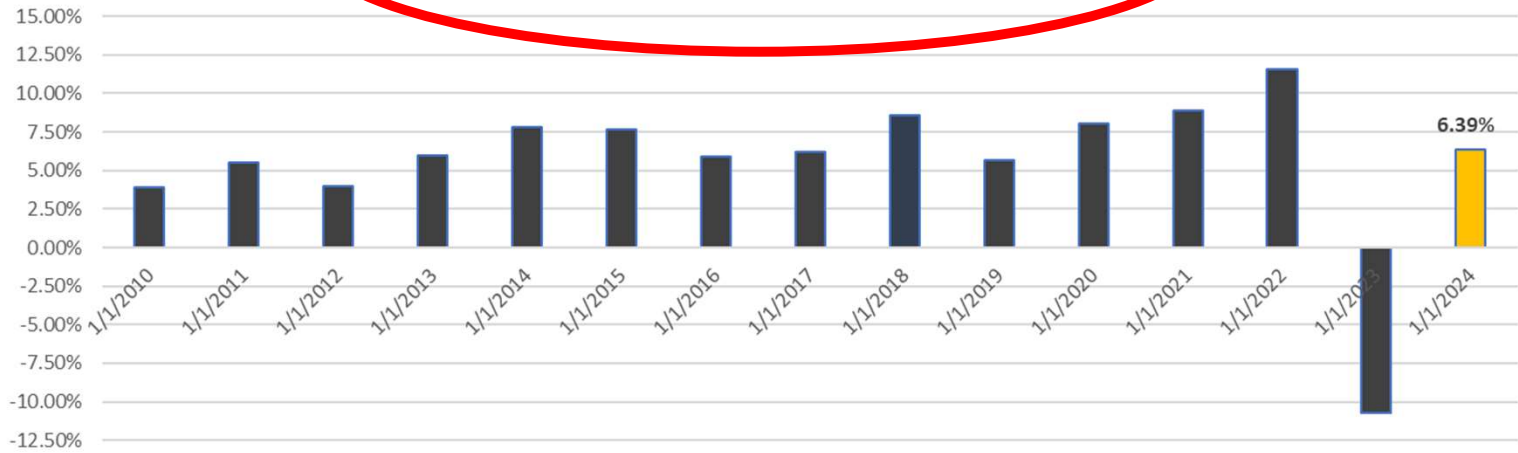
**64.2 %
Funded**

100%
Funded

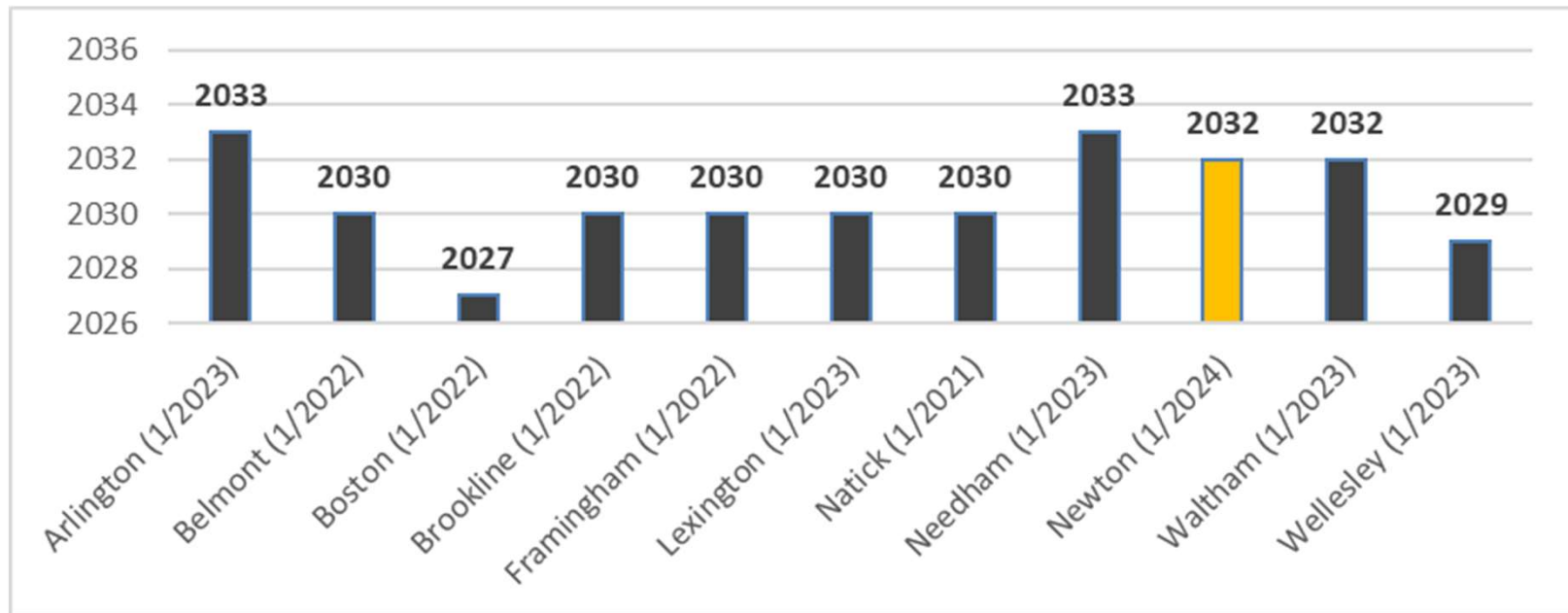
Current Pension System Funding by Community January 1, 2024 – or Most Recent Available



10 Year Agerage Rate of Return = 5.82%
15 Year Average Rate of Return = 5.69%
15 Year Average Rate of Return - Net of Highest and Lowest Year = 6.50%



PROJECTED ACHIEVEMENT OF FULL FUNDING



Quincy has been removed from comp set, due to fully funding their pension via a \$475 million Pension Obligation Bond

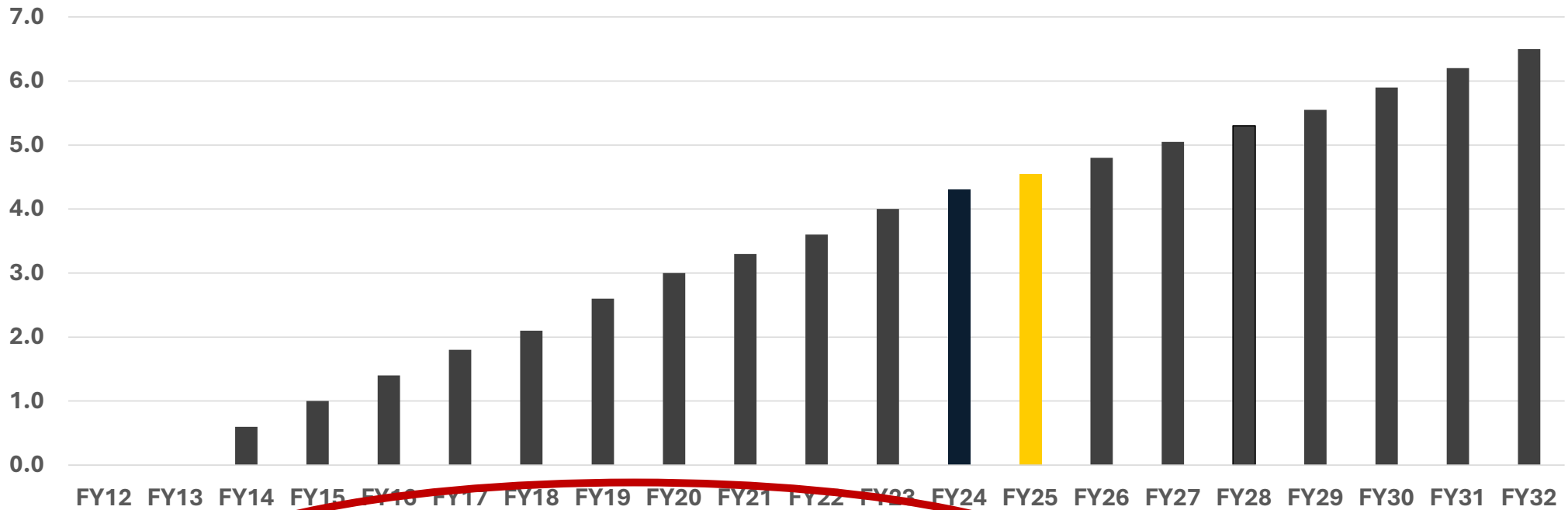
Pension Obligation Bonds

O.P.E.B. Liability - \$465 M

Other Post Employment Benefits/Retiree Health Insurance

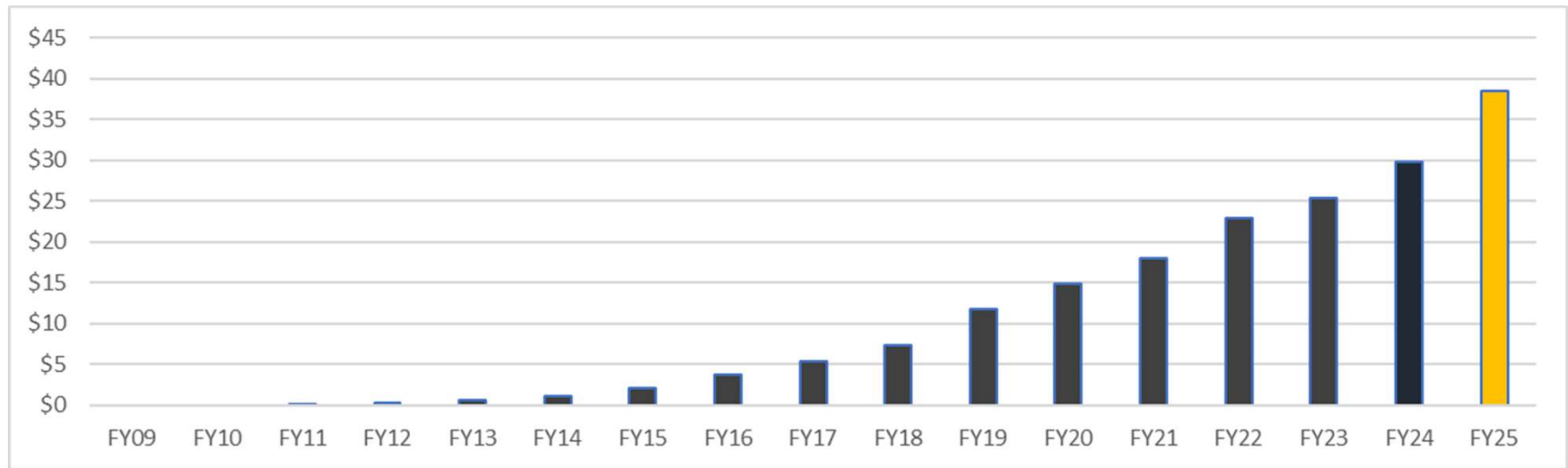
OPEB Contribution Projections of Employees Newly Insured since 7/1/2012

(\$ Mil)



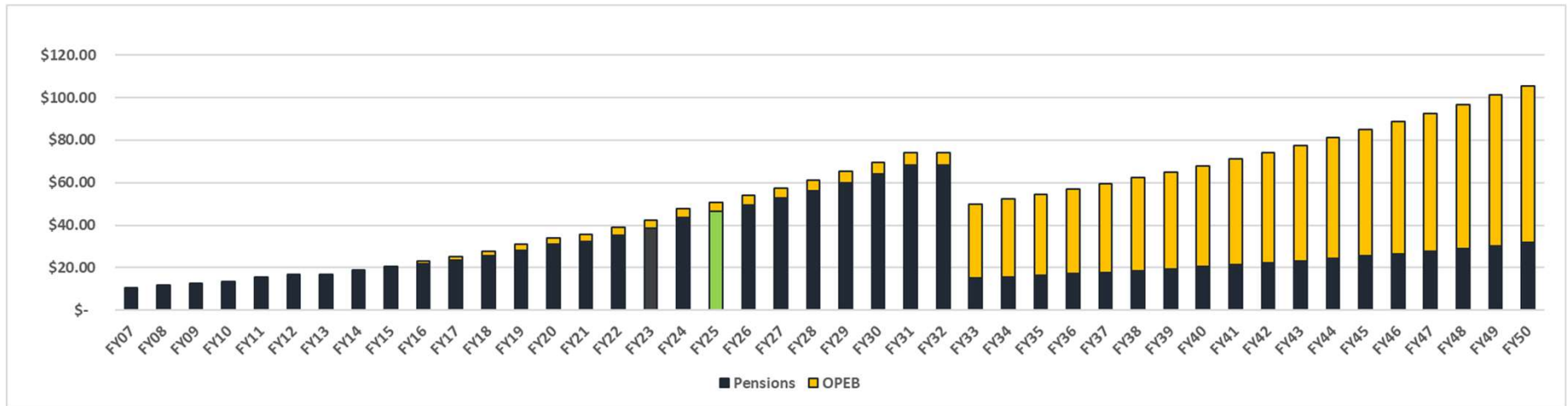
Fiscal Year	OPEB Percentage	# of Employees
FY12	4.05%	400
FY13	4.1%	645
FY14	2.5%	789
FY15	3%	942
FY16	3.25%	1,041
FY17	3.25%	1,179
FY18	3.25%	1,254
FY19	3.5%	1,395
FY20	3.6%	1,400
FY21	3.6%	1,445
FY22	3.65%	1,466
FY23	3.7%	1,515
FY24	3.75%	
FY25	3.75%	
FY26	3.8%	
FY27	3.85%	
FY28	3.9%	
FY29	3.95%	
FY30	4.0%	

OPEB Actual Trust Fund Total – June 30, 2024 - \$38.42M
Balances effective July 1, of each FY
FY2025 Budget \$4.24 Million



OPEB Funding Strategy

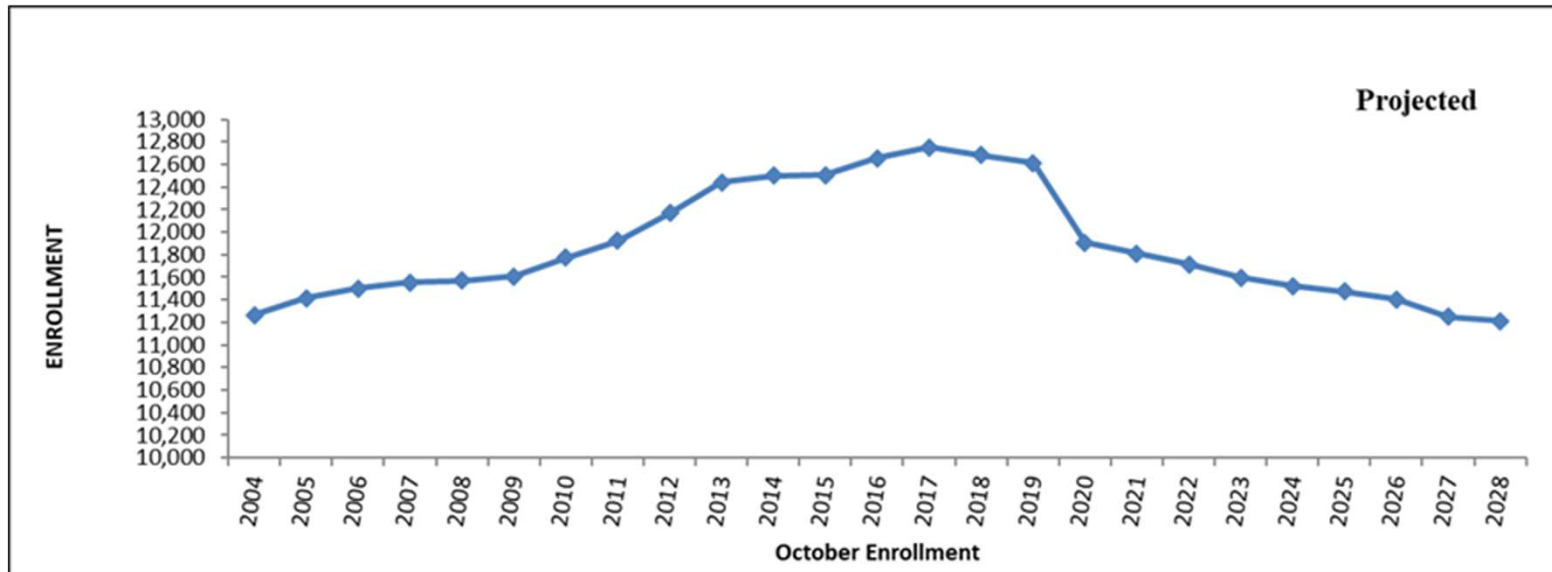
The Challenge is Getting to FY2032 and FY2045



NPS - Newton Public Schools

Newton Public Schools – Projected Enrollment

October 2024 – 11,522



Newton Public Schools projected Budget						
FY2025 BUDGET/FY2026 THROUGH FY2030 FORECAST						
<i>Adjusted for \$2 Million Increase to Stabilization Fund from 2024 Free Cash and NPS Multi-Year Forecast Utilization Schedule</i>						
	2025 BUDGET	2026 FCST	2027 FCST	2028 FCST	2029 FCST	2030 FCST
NEWTON PUBLIC SCHOOLS	\$ 278,547,007	\$ 278,547,007	\$ 288,296,152	\$ 298,386,517	\$ 308,830,046	\$ 319,639,097
Annual Increase @ 3.5%		\$ 9,749,145	\$ 10,090,365	\$ 10,443,528	\$ 10,809,052	\$ 11,187,368
TOTAL NPS OPERATING BUDGET	\$ 278,547,007	\$ 288,296,152	\$ 298,386,517	\$ 308,830,046	\$ 319,639,097	\$ 330,826,465
% Increase City Funding		3.50%	3.50%	3.50%	3.50%	3.50%
NPS STABILIZATION FUND - NPS CURRENT STRATEGY	\$ 4,100,000	\$ 5,100,000	\$ 6,100,000	\$ 4,100,000	\$ 4,108,299	\$ 3,215,378
NPS TOTAL AVAILABLE FUNDING	\$ 282,647,007	\$ 293,396,152	\$ 304,486,517	\$ 312,930,046	\$ 323,747,396	\$ 334,041,843
% Increase		3.80%	3.78%	2.77%	3.46%	3.18%



NPS EDUCATIONAL STABILIZATION FUND						
FY2025 BUDGET/FY2026 THROUGH FY2030 FORECAST						
NPS EDUCATION STABILIZATION BASED ON NPS MARCH 2024 MULTI-YEAR FORECAST						
	2025 BUDGET	2026 FCST	2027 FCST	2028 FCST	2029 FCST	2030 FCST
Interest Rate for Earnings on Investment	5.0%	4.0%	3.5%	3.5%	3.0%	2.5%
Beginning Balance 7/1/2024	\$ 22,394,932	\$ 21,264,032	\$ 16,810,593	\$ 11,085,464	\$ 7,229,955	\$ 3,215,378
Appropriation to NPS	\$ (4,100,000)	\$ (5,100,000)	\$ (6,100,000)	\$ (4,100,000)	\$ (4,108,229)	\$ (3,215,378)
Remaining Balance	\$ 18,294,932	\$ 16,164,032	\$ 10,710,593	\$ 6,985,464	\$ 3,121,726	\$ -
Fcst Interest Earned	\$ 921,600	\$ 646,561	\$ 374,871	\$ 244,491	\$ 93,652	\$ -
Final Balance	\$ 19,216,532	\$ 16,810,593	\$ 11,085,464	\$ 7,229,955	\$ 3,215,378	\$ -
Cash Infusion - December 2024	\$ 2,000,000	\$ -	\$ -	\$ -	\$ -	\$ -
Cash Infusion - Interest Earned	\$ 47,500	\$ -	\$ -	\$ -	\$ -	\$ -
Final Balance	\$ 21,264,032	\$ 16,810,593	\$ 11,085,464	\$ 7,229,955	\$ 3,215,378	\$ -

FY2025 BUDGET/FY2026 THROUGH FY2030 FORECAST						
NPS EDUCATION STABILIZATION BASED ON 3.5% ANNUAL GROWTH RATE						
	2025 BUDGET	2026 FCST	2027 FCST	2028 FCST	2029 FCST	2030 FCST
Interest Rate for Earnings on Investment	5.0%	4.0%	3.5%	3.5%	3.0%	2.5%
Beginning Balance 7/1/2024	\$ 22,394,932	\$ 21,264,032	\$ 17,701,353	\$ 13,775,157	\$ 9,552,443	\$ 4,993,027
Appropriation to NPS	\$ (4,100,000)	\$ (4,243,500)	\$ (4,392,023)	\$ (4,545,743)	\$ (4,704,844)	\$ (4,869,514)
Remaining Balance	\$ 18,294,932	\$ 17,020,532	\$ 13,309,330	\$ 9,229,414	\$ 4,847,599	\$ 123,513
Fcst Interest Earned	\$ 921,600	\$ 680,821	\$ 465,827	\$ 323,029	\$ 145,428	\$ 3,088
Final Balance	\$ 19,216,532	\$ 17,701,353	\$ 13,775,157	\$ 9,552,443	\$ 4,993,027	\$ 126,601
Cash Infusion - December 2024	\$ 2,000,000	\$ -	\$ -	\$ -	\$ -	\$ -
Cash Infusion - Interest Earned	\$ 47,500	\$ -	\$ -	\$ -	\$ -	\$ -
Final Balance	\$ 21,264,032	\$ 17,701,353	\$ 13,775,157	\$ 9,552,443	\$ 4,993,027	\$ 126,601

NPS EDUCATIONAL STABILIZATION FUND							
FY2025 BUDGET / FY2026 THROUGH FY2030 FORECAST							
NPS EDUCATION STABILIZATION HELD FLAT @ \$4.1 M PER YEAR							
	2025 BUDGET	2026 FCST	2027 FCST	2028 FCST	2029 FCST	2030 FCST	
Interest Rate for Earnings on Investment	5.0%	4.0%	3.5%	3.5%	3.0%	2.5%	
Beginning Balance 7/1/2024	\$ 22,394,932	\$ 21,264,032	\$ 17,850,593	\$ 14,231,864	\$ 10,486,479	\$ 6,578,073	
Appropriation to NPS	\$ (4,100,000)	\$ (4,100,000)	\$ (4,100,000)	\$ (4,100,000)	\$ (4,100,000)	\$ (4,100,000)	
Remaining Balance	\$ 18,294,932	\$ 17,164,032	\$ 13,750,593	\$ 10,131,864	\$ 6,386,479	\$ 2,478,073	
Fcst Interest Earned	\$ 921,600	\$ 686,561	\$ 481,271	\$ 354,615	\$ 191,594	\$ 61,052	
Final Balance	\$ 19,216,532	\$ 17,850,593	\$ 14,231,864	\$ 10,486,479	\$ 6,578,073	\$ 2,540,025	
Cash Infusion - December 2024	\$ 2,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	
Cash Infusion - Interest Earned	\$ 47,500	\$ -	\$ -	\$ -	\$ -	\$ -	
Final Balance	\$ 21,264,032	\$ 17,850,593	\$ 14,231,864	\$ 10,486,479	\$ 6,578,073	\$ 2,540,025	

Salaries, Compensation & Benefits

STATUS OF CONTRACTS – CITY AND SCHOOL DEPARTMENTS

Settled through June 30, 2021

- Newton Police Association (NPA) – 110 budgeted positions

Settled through June 30, 2024

- Teamsters – 170 budgeted positions
- AFSCME – 3092 & 3092B – City Hall Associates – 183 budgeted positions
- AFSCME – 1703 – Engineers – 13 budgeted positions
- AFSCME – 2443 – Foremen – 22 budgeted positions
- AFSCME 2913 - Parking Control & Crossing Guards – 10 full time (FT) Parking Control Officers budgeted, and 52 part time (PT) Crossing Guards budgeted
- Newton Police Superior Officers Association (NPSOA) – 35 budgeted positions
- MNA – Nurses – 31 budgeted positions

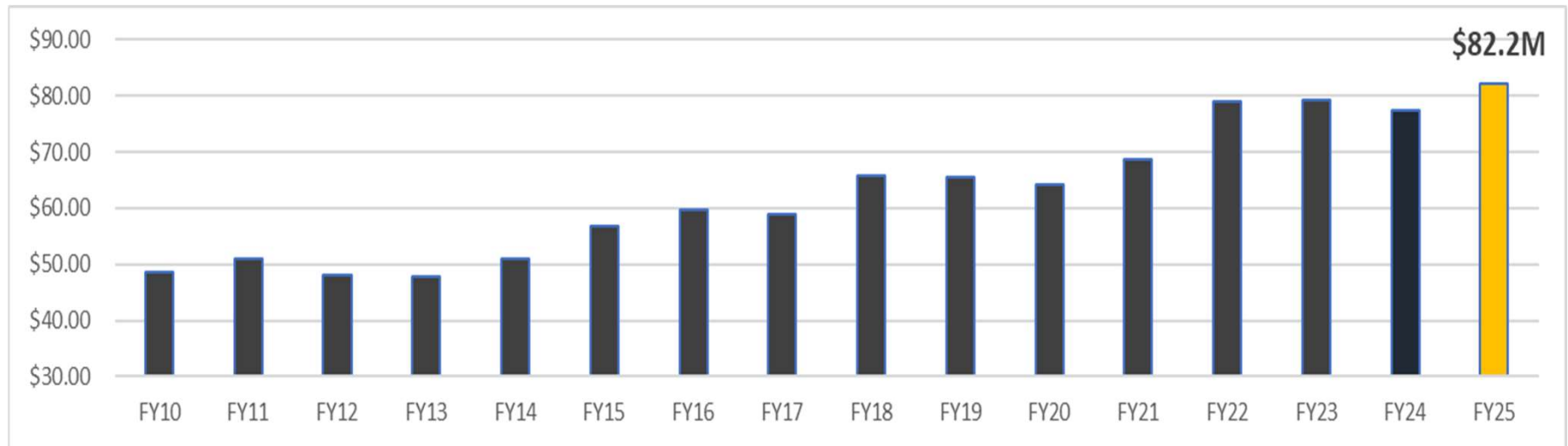
Settled through June 30, 2027

- International Association of Firefighters (IAFF Local 863) – 201 budgeted positions for FY2025
- Newton Public School Custodians Association – 87 members

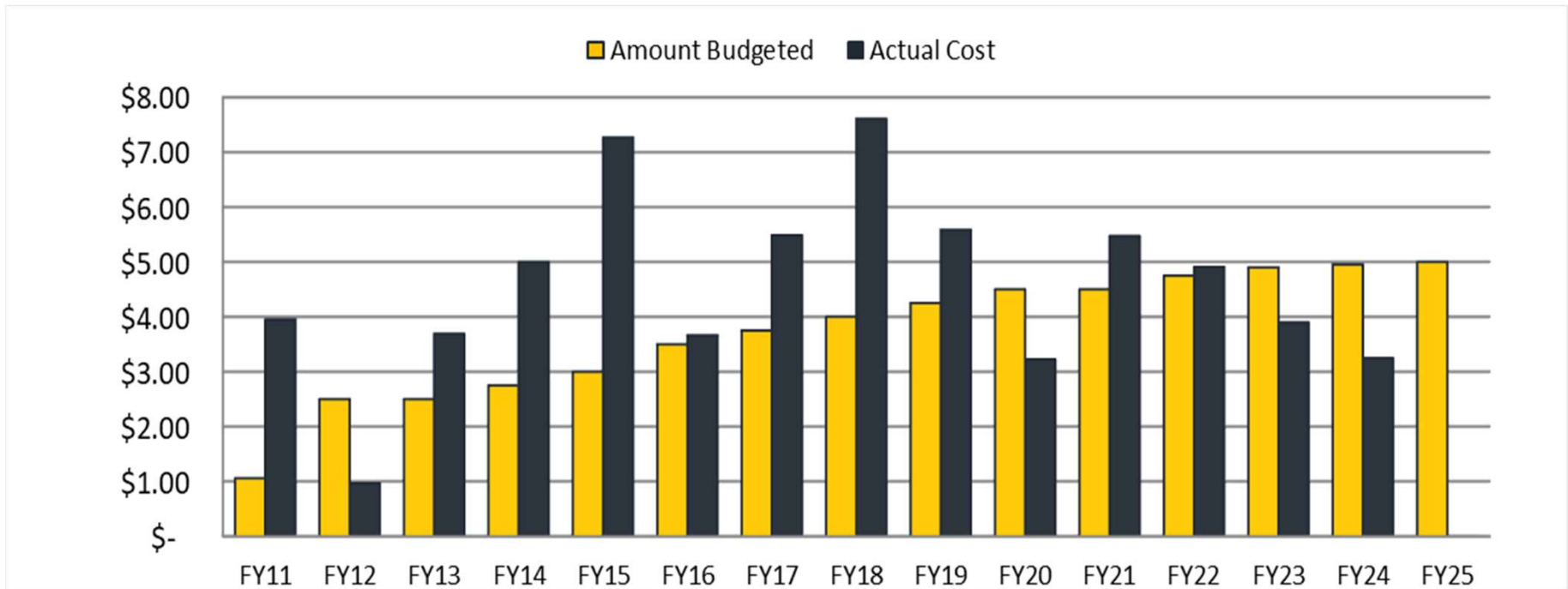
Settled through August 31, 2027

- Newton Teachers Association (NTA) – 2,162 members
- Newton Educational Secretaries Association (NESA) – 80 members

Total Cost of Newton's Health Insurance Program
Including City, Employee and Retiree Contributions
(\$ Millions)



Budgeted Appropriations vs. Actual Costs of Snow and Ice Removal and Costs of Other Significant Weather Events (\$ Millions)



Our Pathway Forward

City of Newton Annual General Fund Expenditure Forecast						
FY2025 BUDGET/FY2026 THROUGH FY2030 FORECAST						
	2025 BUDGET	2026 FCST	2027 FCST	2028 FCST	2029 FCST	2030 FCST
TOTAL REVENUE	\$ 525,419,465	\$ 547,255,010	\$ 568,765,519	\$ 587,563,517	\$ 608,234,285	\$ 627,398,389
% ANNUAL INCREASE		4.16%	3.93%	3.31%	3.52%	3.15%

CURRENT PROJECTED EXPENSES						
NEWTON PUBLIC SCHOOLS	\$ 268,655,412	\$ 288,296,153	\$ 298,386,519	\$ 308,830,047	\$ 319,639,098	\$ 330,826,467
NPS 3.5% ANNUAL INCREASE	\$ 278,058,351	\$ 288,296,153	\$ 298,386,519	\$ 308,830,047	\$ 319,639,098	\$ 330,826,467
CITY PROVIDED FUNDING FOR 2 C	\$ 220,000					
ADDITIONAL 0.1% INCREASE - FY2	\$ 268,655					
REPURPOSE PENSION APPROPRIATION						
NPS ALLOCATION @ 3.5% GROW	\$ 278,547,007	\$ 288,296,153	\$ 298,386,519	\$ 308,830,047	\$ 319,639,098	\$ 330,826,467
NPS EDUCATIONAL STAB FUND	\$ 4,100,000	\$ 5,100,000	\$ 6,100,000	\$ 4,100,000	\$ 4,108,299	\$ 3,215,378
PROJECTED NPS AVAILABLE	\$ 282,647,007	\$ 293,396,153	\$ 304,486,519	\$ 312,930,047	\$ 323,747,397	\$ 334,041,845
% ANNUAL INCREASE	5.21%	3.80%	3.78%	2.77%	3.46%	3.18%

MUNICIPAL EXPENDITURES	\$ 157,643,905	\$ 163,053,357	\$ 168,760,224	\$ 174,666,832	\$ 180,780,171	\$ 187,107,477
% ANNUAL INCREASE	4.47%	3.50%	3.50%	3.50%	3.50%	3.50%

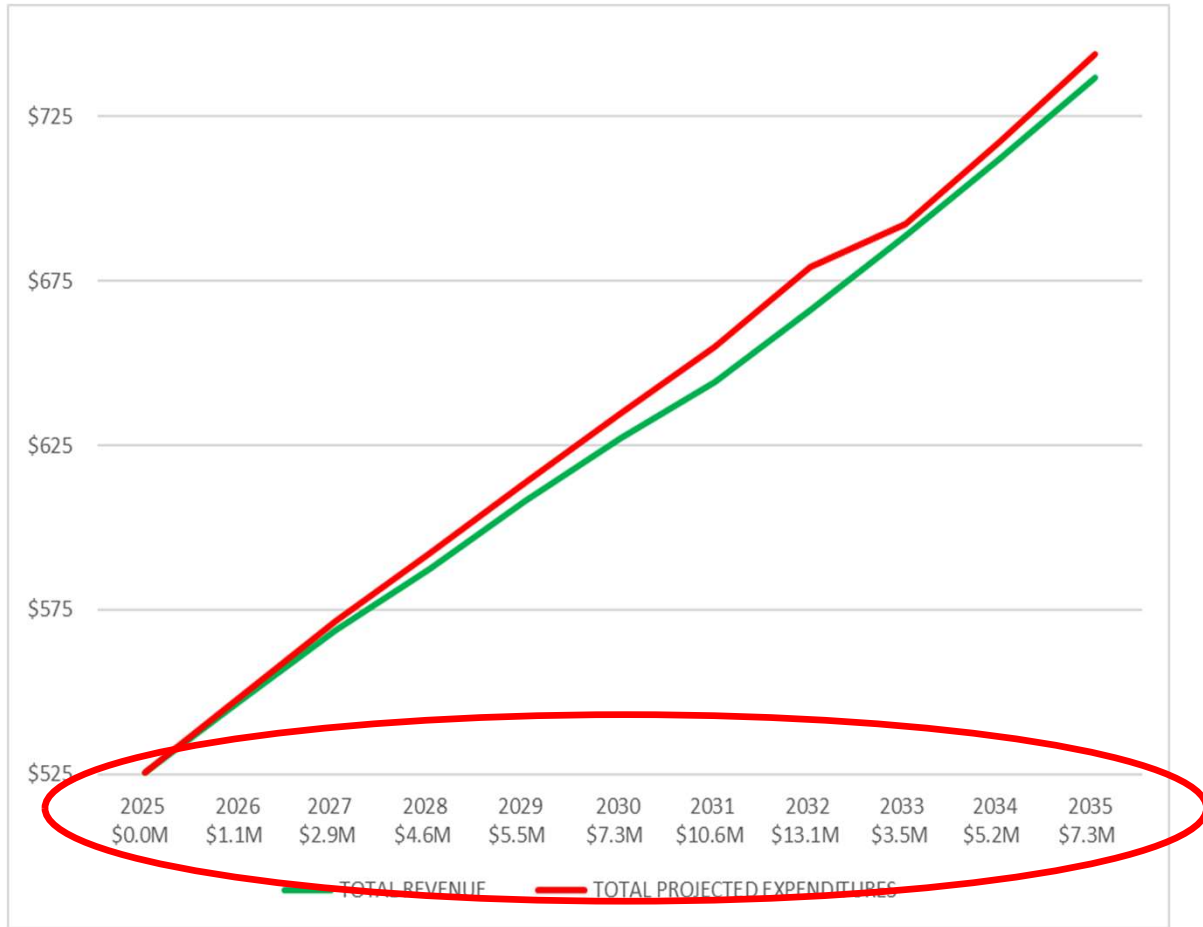
DEBT SERVICE - TOTALS	\$ 26,457,703	\$ 29,535,531	\$ 32,106,060	\$ 34,065,977	\$ 34,267,668	\$ 33,877,524
% ANNUAL INCREASE	4.72%	11.63%	8.70%	6.10%	0.59%	-1.14%

PENSIONS & RETIREE HEALTH INS	\$ 58,670,850	\$ 62,367,114	\$ 66,296,242	\$ 70,472,905	\$ 74,912,698	\$ 79,632,198
% ANNUAL INCREASE	0.84%	6.30%	6.30%	6.30%	6.30%	6.30%

TOTAL PROJECTED EXPENDITURE	\$ 525,419,465	\$ 548,352,155	\$ 571,649,045	\$ 592,135,761	\$ 613,707,935	\$ 634,659,044
% ANNUAL INCREASE		4.39%	4.25%	3.58%	3.64%	3.41%

VARIANCE +/-	\$ 0	\$ (1,097,145)	\$ (2,883,526)	\$ (4,572,244)	\$ (5,473,649)	\$ (7,260,655)
GAP AS % OF REVENUE		-0.20%	-0.51%	-0.78%	-0.90%	-1.16%

City of Newton
 General Fund Revenue and Expenditure Forecasted GAP
 FY2025 BUDGET/FY2026 THROUGH FY2035 FORECAST



GAP AS % OF REVENUE	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034	2035
	0.00%	0.20%	0.51%	0.78%	0.90%	1.16%	1.65%	1.97%	0.51%	0.73%	0.99%

