



FY27 Budget Update

JANUARY 7, 2026



FY27 Revenue Outlook

Category	FY2026	FY2027	\$ Change	% Change
Property Taxes	115,421,140	119,235,939	3,814,799	3.31%
Local Receipts	10,250,730	10,445,000	194,270	1.90%
Indirect Costs	1,532,475	1,609,099	76,624	5.00%
State Aid	18,613,839	18,821,605	207,766	1.12%
Operating Budget Stabilization Fund	0	700,000	700,000	
Other funds	105,000	105,000	0	0.00%
Subtotal	145,818,184	150,916,643	4,993,459	3.42%
<i>Free Cash</i>	<i>3,563,122</i>	<i>0</i>	<i>(3,563,122)</i>	<i>-100%</i>
<i>Special Purpose Debt Stabilization Fund</i>	<i>326,049</i>	<i>0</i>	<i>(326,049)</i>	<i>-100%</i>
Total Revenue	149,812,355	150,916,643	1,104,288	0.74%



	FY 2026	FY 2027	\$	%
	<u>BUDGET</u>	<u>PROJECTION</u>	<u>Change</u>	<u>Increase</u>
Previous Levy Limit	99,114,881	112,591,960	13,477,079	13.60%
Add 2.5% Levy	2,477,872	2,814,799	336,927	13.60%
Override	9,500,000	0	(9,500,000)	-100.00%
New Growth	1,499,207	1,000,000	(499,207)	-33.30%
Subtotal	112,591,960	116,406,759	3,814,799	3.39%
Debt Exclusion	1,336,993	939,281	(397,712)	-29.75%
Special Purpose Debt Stabilization	992,187	1,389,899	397,712	40.08%
Legally obligated medical expenses	500,000	500,000	0	0.00%
Subtotal	2,829,180	2,829,180	0	0.00%
Property Tax Subtotal	115,421,140	119,235,939	3,814,799	3.31%



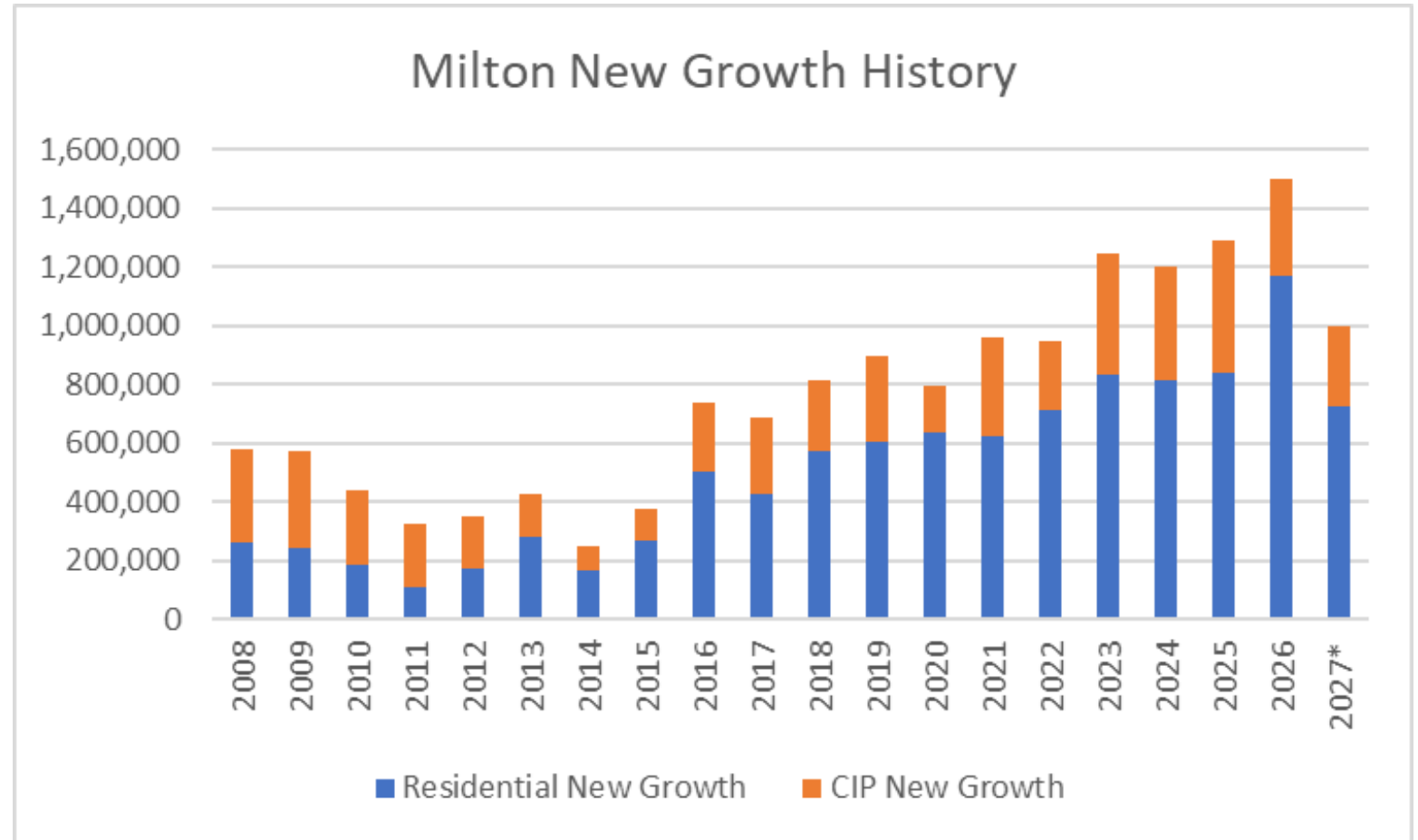
New Growth

New Growth is the dollar increase in the annual levy limit that reflects the additional tax revenue generated by new construction, renovations, etc.

This does not include growth from change due to revaluation, but results from an improvement to a property.

Examples:

- New construction: Wolcott Woods, 131 Eliot, 440 Granite, Ice House (Blue Hills Parkway)
- Additions/Renovations
- Utilities





Local Receipts								
	6/30/20	6/30/21	6/30/2022	6/30/2023	6/30/2024	6/30/2025	6/30/2026	FY2027
	YTD	YTD	YTD	YTD	YTD	YTD		
	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Recap</u>	<u>Revised Estimate</u>
Motor Vehicle	4,199,884	4,317,089	4,456,996	4,526,550	4,833,934	5,407,305	4,515,730	4,560,000
Local Meals Tax	198,481	199,457	301,252	345,227	366,333	364,614	350,000	360,000
Penalties & Interest	560,087	592,136	726,963	696,457	634,224	1,197,575	635,000	640,000
P.I.L.O.T. (Payments In Lieu Of Taxes)	269,058	291,558	329,030	330,000	345,000	355,000	330,000	355,000
Trash & Recycling Fees	1,174,999	1,234,550	1,251,892	1,191,138	1,306,010	1,673,488	1,480,000	1,600,000
Fees	195,990	352,768	191,791	209,199	291,725	284,005	280,000	280,000
Cemetery Fees	419,243	403,916	438,493	431,910	341,005	376,160	345,000	345,000
Other Departmental Revenue	249,352	91,110	240,307	271,196	289,908	260,955	260,000	260,000
Building permits	855,490	1,245,390	1,301,543	1,505,729	1,934,580	1,837,703	1,410,000	1,300,000
Other Licenses and permits	240,468	147,551	145,843	136,606	145,092	143,761	140,000	140,000
Fines & Forfeits	167,902	107,120	101,462	104,067	136,475	147,304	105,000	105,000
Investment Income	322,015	85,105	67,550	769,155	1,662,637	1,420,095	400,000	500,000
RDS Prescripion drug refunds sbe GF	83,231	199,441	57,786	49,453	-	-	-	
Opiod Settlement	-	-	-	-	-	-	-	
Subtotal Revenues	8,936,200	9,267,191	9,610,908	10,566,687	12,286,923	13,467,965	10,250,730	10,445,000



Expenditures
Forecast as of 1/6/2026

	FY 2026	FY 2027	\$	%	
	<u>BUDGET</u>	<u>PROJECTION</u>	<u>Change</u>	<u>Increase</u>	<u>Notes</u>
Milton Public Schools	72,873,914	76,662,596	3,788,682	5.20%	Level Service
Town Departments	32,758,275	33,952,334	1,194,059	3.65%	Level Service
Blue Hills Regional	954,340	1,025,916	71,576	7.50%	
Shared: Health Insurance	17,114,549	18,965,020	1,850,471	10.81%	Health insurance @ 10%
Shared: Pension	4,696,318	4,723,259	26,941	0.57%	
Shared: OPEB	1,562,500	1,626,563	64,063	4.10%	
Shared: Debt Service	5,711,478	6,132,905	421,427	7.38%	
Shared: Consolidated Facilities	1,416,167	1,459,940	43,773	3.09%	
Shared: General Insurance	1,535,953	1,580,000	44,047	2.87%	
Shared: Free Cash to Capital & Stab.	3,407,456	0	(3,407,456)	-100.00%	
Shared: Reserve Fund	282,256	300,000	17,744	6.29%	
Shared: Other	7,011,957	6,955,237	(56,719)	-0.81%	
Total	149,325,163	153,383,770	4,058,607	2.72%	
Deficit / Surplus		(2,467,127)			



Balanced Budget Scenario				
	FY 2026	FY 2027	\$	%
	<u>BUDGET</u>	<u>PROJECTION</u>	<u>Change</u>	<u>Increase</u>
Milton Public Schools	72,873,914	74,608,313	1,734,399	2.38%
Town Departments	32,758,275	33,537,922	779,647	2.38%
Blue Hills Regional	954,340	1,025,916	71,576	7.50%
Shared: Health Insurance	17,114,549	18,965,020	1,850,471	10.81%
Shared: Pension	4,696,318	4,723,259	26,941	0.57%
Shared: OPEB	1,562,500	1,626,563	64,063	4.10%
Shared: Debt Service	5,711,478	6,132,905	421,427	7.38%
Shared: Consolidated Facilities	1,416,167	1,459,940	43,773	3.09%
Shared: General Insurance	1,535,953	1,580,000	44,047	2.87%
Shared: Free Cash Appropriations	3,407,456	0	(3,407,456)	-100.00%
Shared: Reserve Fund	282,256	300,000	17,744	6.29%
Shared: Other	7,011,957	6,955,237	(56,719)	-0.81%
Total	149,325,163	150,915,075	1,589,912	1.06%
Deficit / Surplus		1,568		
		School reductions:	(2,054,283)	
		Town reductions:	(414,412)	



Next Steps

Work with Departments to identify reductions to meet balanced budget

Final Revenue Forecast changes

- Governor's budget will set state aid amounts for use in the FY27 Budget (late January)
- Local receipts review (late January)
- New Growth (February)

Use of Free Cash

- Capital Budget (CIPC meeting: January 15, 2025)
- General Stabilization per financial policy
- Operating Budget Stabilization Fund and/or SPED Stabilization Fund
- One-time costs in FY27 Departmental Budgets

Health Insurance

- Continue to track FY26 claims, changes in market