Hingham Advisory Committee Financial Discussion Part 2

March 10, 2026

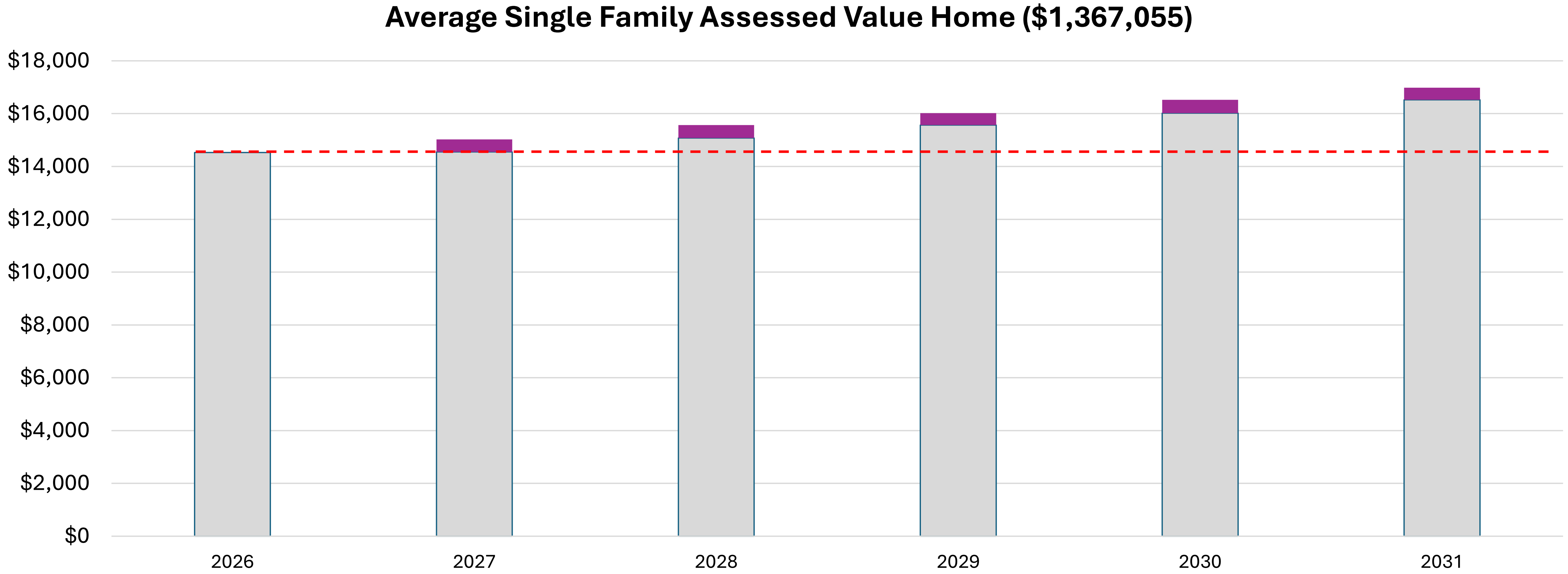
Updated March 11, 2026 (Updated Slides 13-14)

Updated April 14, 2026 (Revised HCAL Costs)

Agenda

- Tax Impacts
- Uses of Excess Unassigned Fund Balance
- Capital Expenditures using Fund Balance and Non-Excluded Debt

Without any additional debt exclusions or overrides, property taxes are projected to increase by 3.4% in each of the next five years – or a total of 16.9%



Includes increase allowed under Proposition 2 ½, impact of existing debt, pool, application of stabilization funds offsetting Public Safety Facility and Foster School (fully depleted by FY29)

Source: Town of Hingham Financial Planning Model 04/26

Projected Base Property Tax through 2030

Includes:

- Increase allowed under Proposition 2 ½
- Impact of previously authorized debt exclusions (Foster, Public Safety, Pool)

Assessed Value	FY26 Tax Bill	FY27 Tax Increase (3.5%)	FY28 Tax Increase (3.6%)	FY29 Tax Increase (2.9%)	FY30 Tax Increase (3.1%)	FY31 Tax Increase (2.8%)
$1 million	$10,620	$367	$417	$391	$425	$390
$1.367 million	$14,524	$502	$570	$535	$581	$533
$2.0 million	$21,256	$733	$834	$782	$850	$780
$2.5 million	$26,574	$917	$1,042	$977	$1,063	$975

Source: Town of Hingham Financial Planning Model 04/26

Hingham Center for Active Living:
Incremental Tax Impact of $25.8 million debt exclusion

Financing Assumptions (from Town)

- FY27: $15 million BAN
- FY28: $25.8 million BAN
- FY29: $25.8 million Level Principal Bond - 28 years

Assessed Value	FY27 Additional Tax Increase	FY28 Additional Tax Increase	FY29 Additional Tax Increase	FY30 Additional Tax Increase	FY31 Additional Tax Increase
$1 million	$40	$69	$178	$174	$171
$1.367 million	$55	$94	$243	$239	$234
$2.0 million	$80	$138	$356	$349	$342
$2.5 million	$100	$172	$445	$436	$428

Source: Town of Hingham Financial Planning Model 04/26

Projected Property Tax Bill Including $25.8 million HCAL Average Assessed Value Home ($1,367,055)

	2026	2027	2028	2029	2030	2031
Base Tax Bill	$14,524	$15,026	$15,566	$16,022	$16,526	$16,983
HCAL	$0	$55	$94	$243	$239	$234
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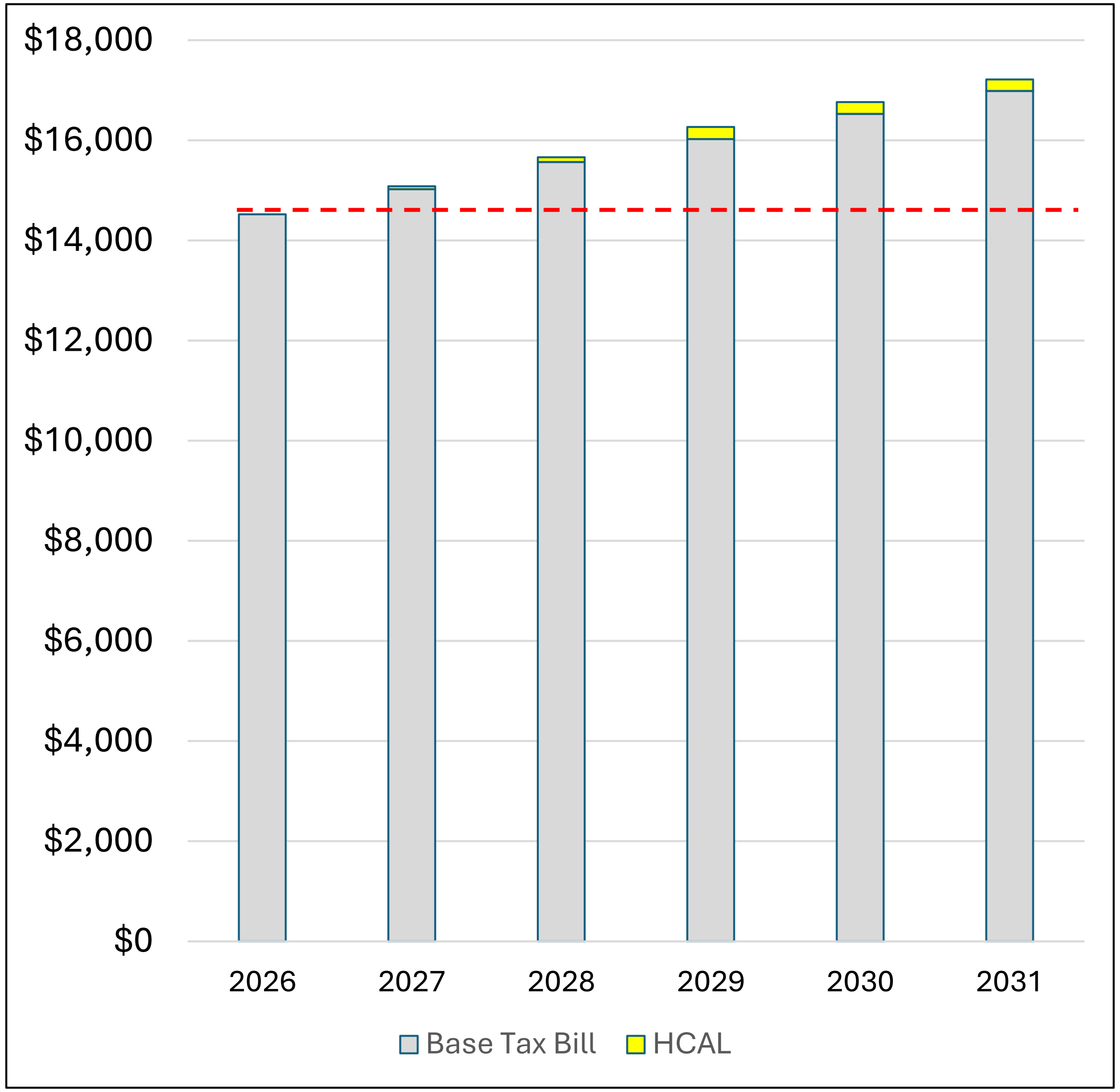
Total	**$14,524**	**$15,061**	**$15,660**	**$16,265**	**$16,765**	**$17,217**
% vs. Prior		3.8%	3.8%	3.9%	3.1%	2.7%
$ vs. Prior		$557	$579	$605	$500	$452

Including HCAL, property taxes are projected to increase by a total of 18.5% over the next five years – or an average of 3.7% per year



Source: Town of Hingham Financial Planning Model 04/26

School Roof/Mechanical System Project Cost Estimates

Project	Current Project Estimate	Estimated MSBA (30%)	Net Cost to Town	Fiscal Year of Debt Issuance
South School Roof – major repair or replacement	$5,778,000	$1,733,400	$4,044,600	2027
PRS Roof replacement	$6,527,000	$1,958,100	$4,568,900	2027
HHS Roof, Heat, Ventilation and Air Conditioning (HVAC) Replacement*	$43,863,580	$13,159,074	$30,704,506	2028
Total	------------------ **$56,168,580**	------------------ **$16,850,574**	------------------ **$39,318,006**	

Source: Hingham Public Schools – 7% escalation based on HABEEB & Associates' estimates

* Excludes Solar. MSBA requires solar design as part of roof project, but does not reimburse for installation

School Roof/Mechanical System Projects:
Estimated Incremental Tax Impact of $39.3 Debt Exclusion

Financing Assumptions

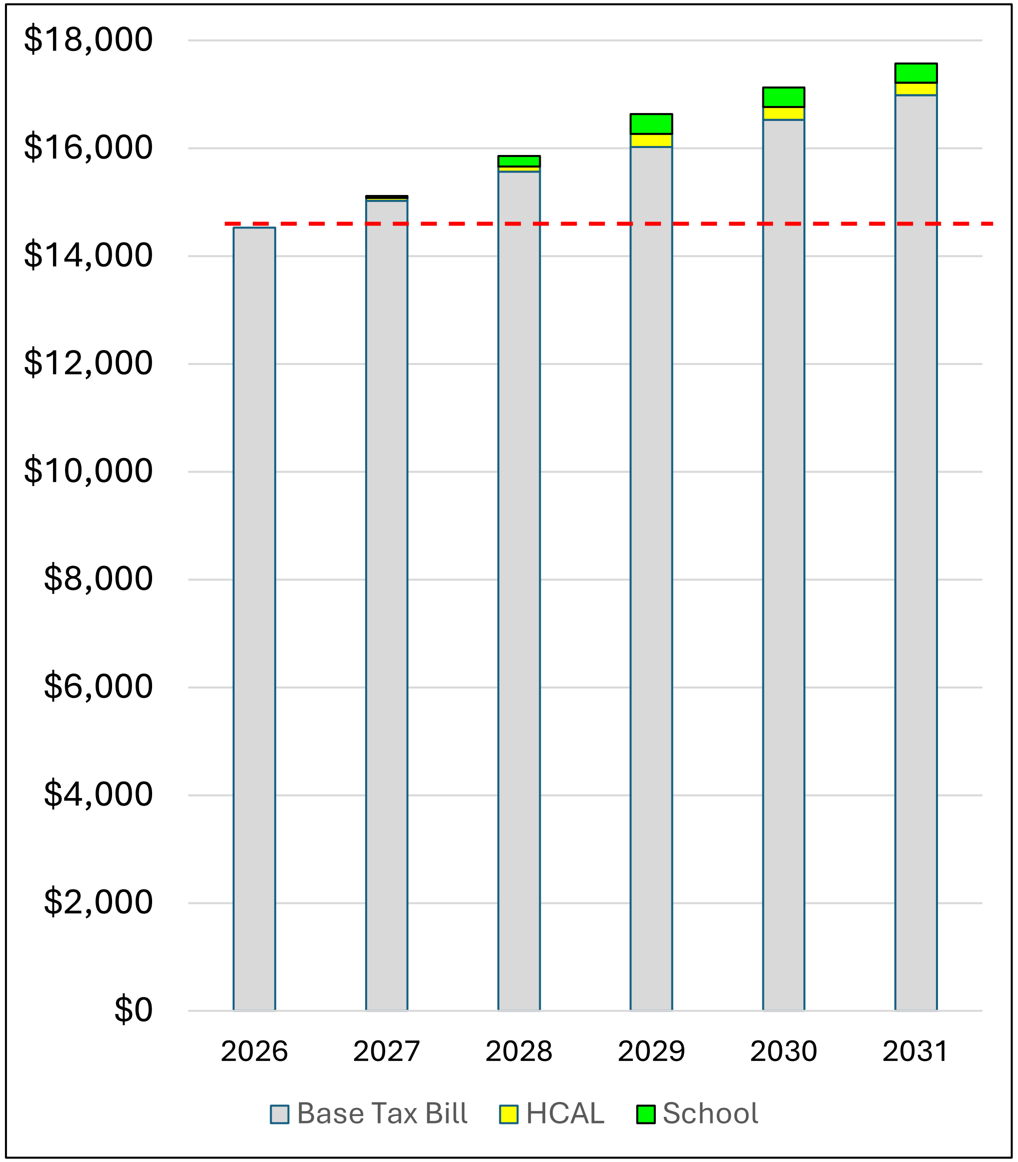
- FY27: $ 8,613,500 BAN (South and PRS)
- FY28: $ 8,613,500 Bond (South and PRS - 29 years)
- FY28: $30,704,506 BAN (HHS)
- FY29: $30,704,506 Bond (HHS – 29 years)

Assessed Value	FY27 Tax Increase	FY28 Tax Increase	FY29 Tax Increase	FY30 Tax Increase	FY31 Tax Increase
$1 million	$23	$144	$269	$264	$259
$1.367 million	$31	$197	$368	$361	$354
$2.0 million	$46	$288	$538	$528	$518
$2.5 million	$57	$360	$673	$660	$647

Source: Town of Hingham Financial Planning Model 04/26

Projected Property Tax Bill Including $25.8 million HCAL and $39.3 million School Projects: Average Assessed Value Home ($1,367,055)

	2026	2027	2028	2029	2030	2031
Base Tax Bill	$14,524	$15,026	$15,566	$16,022	$16,526	$16,983
HCAL	$0	$55	$94	$243	$239	$234
School	$0	$31	$197	$368	$361	$354
Total	----------- **$14,524**	----------- **$15,112**	----------- **$15,857**	----------- **$16,633**	----------- **$17,126**	----------- **$17,571**
% vs. Prior		4.0%	4.9%	4.9%	3.0%	2.6%
$ vs. Prior		$588	$745	$776	$493	$445



Source: Town of Hingham Financial Planning Model 04/26

Override: Estimated Tax Impact of $5 million override in FY29

Assessed Value	FY29 Tax Increase	FY30 Tax Increase	FY31 Tax Increase
$1 million	$444	$455	$467
$1.367 million	$607	$622	$638
$2.0 million	$889	$911	$934
$2.5 million	$1,111	$1,139	$1,167

Source: Town of Hingham Financial Planning Model 04/26

Projected Property Tax Bill Including $25.8 million HCAL, $39.3 million School Projects, and IF there was a $5.0 million Override in FY29: Average Assessed Value Home ($1,367,055)

	2026	2027	2028	2029	2030	2031
Base Tax Bill	$14,524	$15,026	$15,566	$16,022	$16,526	$16,983
HCAL	$0	$55	$94	$243	$239	$234
School	$0	$31	$197	$368	$361	$354
Override	$0	$0	$0	$607	$622	$638
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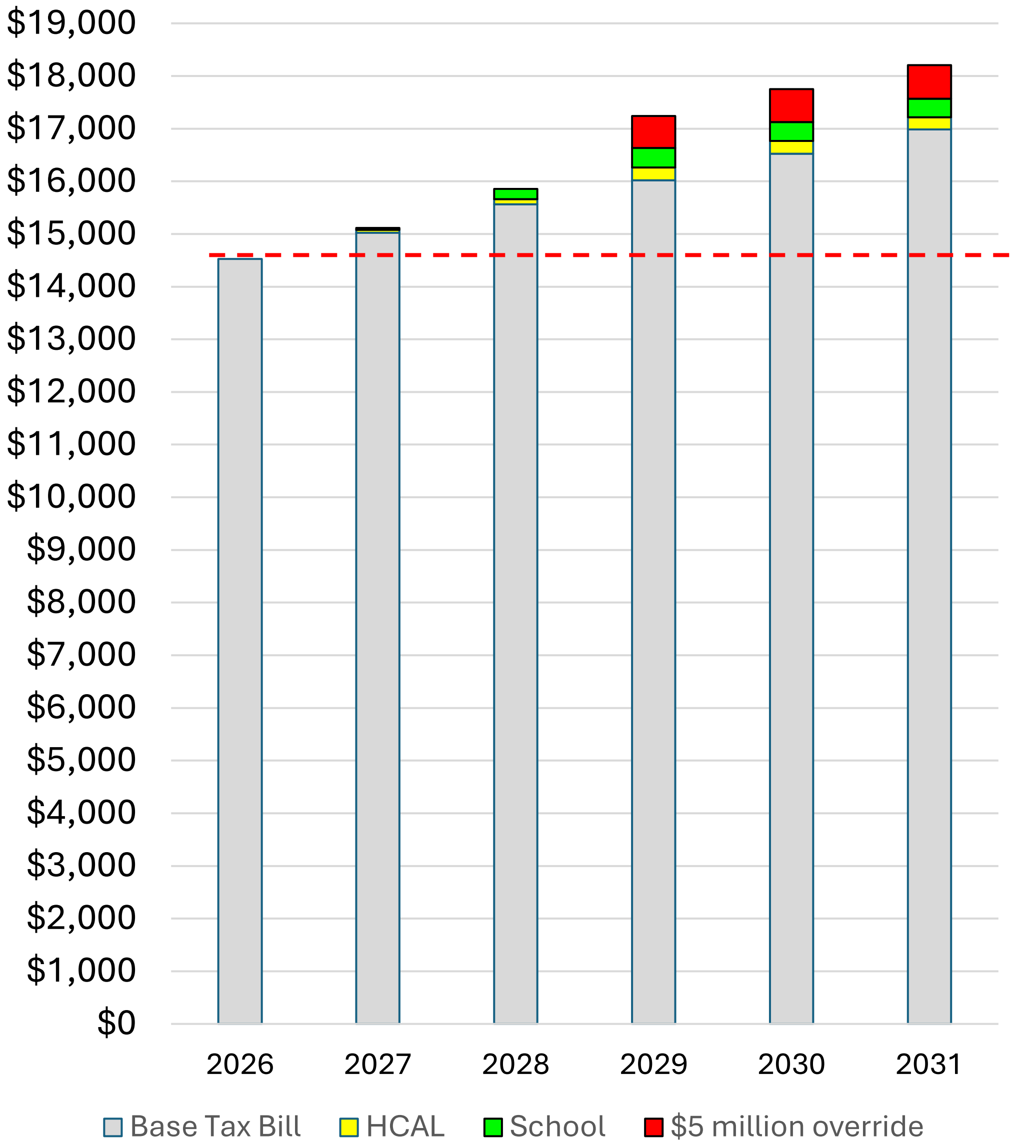
Total	**$14,524**	**$15,112**	**$15,857**	**$17,240**	**$17,748**	**$18,209**
% vs. Prior		4.0%	4.9%	8.7%	2.9%	2.6%
$ vs. Prior		$588	$745	$1,383	$508	$461



2026 – 2031: 25.4% total increase in 5 years
Debt Exclusions and Override = additional 8.5% increase

Source: Town of Hingham Financial Planning Model 04/26

Uses of Excess Unassigned Fund Balance and Capital Expenditures Using Fund Balance and Non-Excluded Debt

Uses of Excess Unassigned Fund Balance: 2015-2027

(Excludes uses for Water Company acquisition study, which were replenished upon purchase)

	One Time				Capital		Operating Expenses			Grand total
Annual Town Meeting	Stabilization Funds	Operating Budget*	Warrant Articles	School Extraordinary Capital	Additional Capital Outlay	Capital project feasibility and design*	Transfer to Reserve Fund* ("Article K")**	School Putback (MOU)	Health Insurance Subsidy	
2015			$670,000				$1,656,180			$2,326,180
2016			$100,000				$781,436			$881,436
2017			$400,000				$532,746			$932,746
2018			$115,300				$884,146			$999,446
2019			$340,000	$350,000			$777,413			$1,467,413
2020						$725,000	$0			$725,000
2021		$2,400,000	$200,000				$588,884			$3,188,884
2022		$1,929,265			$3,094,000		$950,820			$5,974,085
2023			$1,200,000				$749,194			$1,949,194
2024***	$7,000,000						$468,533			$7,468,533
2025	$1,000,000	$2,000,000	$40,000	$309,198	$3,969,414	$3,190,000	$387,293			$10,895,905
2026	$2,500,000		$850,000	$770,000	$4,415,521		$1,000,000	$738,382	$1,350,000	$11,623,903
2027								$2,100,000		$2,100,000

* 2021 and 2022 inc use of Town EUFB; Excludes federal COVID funds 2021-2023

** Two Town Meetings

*** Represents the amount transferred from Fund Balance to the current fiscal year Reserve Fund to ensure sufficient funds are available for the remainder of the fiscal year for unanticipated municipal expenses such as Snow and Ice. Consistent with the Town Financial Policy, actual expenditures are recorded to the appropriate expense accounts, and any unexpended Reserve Fund balance is returned to Fund Balance at year-end closeout.

Capital Funded with Fund Balance and Non-Excluded Debt: 2015-2027

Annual Town Meeting	Fund Balance: Additional Capital Outlay	Fund Balance: Capital project feasibility and design*	Borrowing: Non-Excluded Debt: Amount
2015			$500,000
2016			$2,537,903
2017			$1,340,000
2018			$700,000
2019			$4,550,160
2020		$725,000	
2021			$5,650,000
2022	$3,094,000		$3,993,600
2023			
2024			$1,200,000
2025	$3,969,414	$3,190,0000	$3,310,000
2026	$4,415,521		
2027			

Borrowing authorizations include North Fire Station, Road improvements, PRS windows (up to $3.9 million), Fiber Optic Network and Data Center, Fire apparatus, Dredging (up to $3.5 million), Seawalls.

In several cases, actual borrowing has been significantly lower than the authorized amount due to the Town receiving grants (MSBA, dredging), lower than expected costs, and timing (e.g. 2021 Harbor wharves).

* 2020-Foster and PS facility feasibility; 2025- HCAL and School Roof design