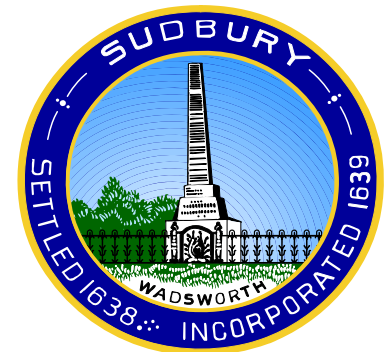


FY12 Budget
Revenue Forecast Update
- DRAFT FOR DISCUSSION -

Sudbury FinCom

April 25, 2011



TOWN OF SUDBURY

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Contents

- Update on key revenue assumptions since publication of Warrant:
 1. House Ways & Means (HWM) Committee view of State Aid
 2. Overall Revenue Forecast for Annual Town Meeting (ATM)

House estimate for state aid levels better than the Warrant....

**Massachusetts Department of Revenue
Division of Local Services
FY2012 Local Aid Assessments
SUDBURY + LINCOLN-SUDBURY**

	<u>FY11 Budget</u>	<u>FY12 Budget Warrant (assumed 5% reduction)</u>	<u>FY12 Budget House Version</u>	<u>FY12 Warrant vs. House (%)</u>	<u>FY12 Warrant vs. House (\$)</u>
TOWN - SUDBURY					
Education					
Chapter 70	4,184,481	3,975,257	4,206,945	5.8%	231,688
Other	83,874	79,680	24,598	-69.1%	(55,082)
Sub-Total	4,268,355	4,054,937	4,231,543	4.4%	176,606
General Government					
Unrestricted	1,184,015	1,124,814	1,098,406	-2.3%	(26,408)
Other	85,316	81,050	79,764	-1.6%	(1,286)
Sub-Total	1,269,331	1,205,864	1,178,170	-2.3%	(27,694)
Total Estimated Gross Receipts ^(a)	5,537,686	5,260,802	5,409,713	2.8%	148,911
Charges ^(b)	(233,892)	(222,197)	(188,605)	-15.1%	33,592
Total Estimated Net Receipts	5,303,794	5,038,604	5,221,108	3.6%	182,504
REGIONAL - LSRHS					
Chapter 70	2,500,432	2,375,410	2,513,855	5.8%	138,445
Other	245,095	232,840	269,834	15.9%	36,994
Total Estimated Gross Receipts	2,745,527	2,608,251	2,783,689	6.7%	175,438
Charges	(34,202)	(32,492)	(53,809)	65.6%	(21,317)
Total Estimated Net Receipts	2,711,325	2,575,759	2,729,880	6.0%	154,121
Sudbury Share (\$)	2,252,832	2,286,628	2,317,122	1.3%	30,494
Sudbury Share (%)	84.36%	84.88%	84.88%		
TOTAL: SUDBURY + LSRHS ^(c)					
Total Estimated Gross Receipts	7,853,813	7,474,685	7,772,508	4.0%	297,823
Charges	(262,745)	(249,777)	(234,278)	-6.2%	15,498
Total Estimated Net Receipts	7,591,068	7,224,908	7,538,230	4.3%	313,322

Footnotes:

(a) In the Warrant, this figure is listed as the "State Aid (Cherry Sheet)" line item within the Receipts section of the Summary Budget Data table on page FC-18.

(b) In the Warrant, this figure is included in the "Other Charges To Be Raised" line item of the Summary Budget Data table of page FC-18.

(c) Totals include Sudbury share of LSRHS Estimated Gross Receipts and Charges.

Comments

- ▶ House budget proposal released on April 14th
 - ▶ House estimate for State Aid is ~\$0.3M higher than assumptions in Sudbury Warrant
 - ▶ As compared to Governor and Senate, the House tends to present a more conservative budget

- ▶ House budget also contains significant municipal health insurance reform
 - ▶ Proposal gives cities and towns the same power as the state to implement changes in municipal health insurance plans outside of collective bargaining

Forecast has improved since the publication of the Warrant....

RECEIPTS	FY10 Actual	FY11 Budget	FY12 Budget	FY12 Budget	Change from Warrant	
			Warrant	Updated	%	\$
State Aid (Cherry Sheet)	\$ 5,580,961	\$ 5,537,686	\$ 5,260,802	\$ 5,409,713	2.8%	\$ 148,911 ^(a)
School Debt Reimbursement	1,702,597	1,702,597	1,702,597	1,702,597	0.0%	\$ -
Local Receipts	3,734,780	3,652,860	3,657,581	3,657,581	0.0%	\$ -
Free Cash	-	-	-	-		\$ -
Other Receipts	321,000	-	-	-		\$ -
Sub-Total	11,339,338	10,893,143	10,620,980	10,769,891	1.4%	\$ 148,911
Enterprise Funds	1,026,461	1,012,397	1,156,844	1,156,844	0.0%	\$ -
Tax Levy	65,529,152	67,418,506	69,018,845	69,018,845	0.0%	\$ -
TOTAL RECEIPTS	\$ 77,894,951	\$ 79,324,046	\$ 80,796,669	\$ 80,945,580	0.2%	\$ 148,911
TOTAL (excl. Enterprise Funds)	\$ 76,868,490	\$ 78,311,649	\$ 79,639,825	\$ 79,788,736	0.2%	\$ 148,911

Comments

- Based on the revised stated aid assumptions, non-override budgets should be adjusted (i.e. increased).
- Including the Sudbury share of LS, the total increase in revenues from since the publication of the Warrant was approximately \$0.3 million.

Footnotes:

(a) This figures represents the State Aid amount for Sudbury only; from a reporting and budget presentation perspective, State Aid for LSRHS is contained within the *LS Operating Assessment, Net* line item on page 3 and within the *LS Offsets/Re-apportionments* line item on page FC-18, respectively, of the Warrant.

....with exception of State Aid, no change in other assumptions