

## Initial FY-2011 Model Results as of Oct. 2<sup>nd</sup>, 2009

The model does not include any possible Commonwealth “9c” reductions, as none have yet been issued. State and county assessments have been level funded, Local Aid gen’l gov’t component has been reduced by an additional 5% over FY-2010.

Unions:	Fract. Incr.	Non-union	Fract. Incr.	Other	Fract. Incr
Police-FT	0	Salaries	0	Hw Supt/Ser	0.02
Police-res.	0	Wages	0	Hw Fuel	0.2
Disp.	0			MSW	0.15
Fire-FT	0	Other	2.00E-02	Pension	0.1
Fire-call	0	El school	3.00E-02	Ins/life-med.	0.06
Hw	0	MASCO	4.00E-02	Ins/liab.	0.08
P-C	0	NSVE	4.50E-02		

The table shows the budgetary assumptions made for the purposes of this estimate. Uncontrolled expenditures are increased at 09 rates. Fuel cost increases for the Highway Dep’t has been estimated to be 20% over FY-2010 costs. Ambulance costs have been set to zero. FY-2010 allocation will show up as free cash unless transferred at STM. The bonds for the bridge and the fire truck have not yet been issued, as treasurer wants to roll these into one issue for bond issuance cost and cost of money reasons (lower interest rate). I have assumed a \$650,000 @ 5%, 20 year bond issue due in FY-2011 of which \$400,000 is excluded from Prop. 2-1/2.

<p><b>DISCLAIMER: THIS DOCUMENT IS A "WORK-IN-PROGRESS". IT HAS BEEN PREPARED FOR AND IS INTENDED SOLELY FOR THE USE OF THE TOPSFIELD FINANCE COMMITTEE FOR MODELING AND PLANNING PURPOSES. IT IS NOT TO BE CONSIDERED AS A RECOMMENDATION OF THE FINANCE COMMITTEE.</b></p>
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## Highlights of the preliminary model results

Budgetary Model 0: Prepared Oct. 3, 2009	FY-2011 Est.	FY-10 App. ATM 2009	\$ difference	% Diff.
<b>Receipts:</b>				
State (Local aid):	1,754,566	1,789,682	(35,116)	-1.96
Local Receipts	1,144,000	1,176,968	(32,968)	-2.80
School bldg assist	430,056	430,056	-	0.00
Total income:	3,328,622	3,396,706	(68,084)	-2.00
<b>Appropriations:</b> Budgetary increases FY-10 to FY-11 % Increase				
<b>Budgets as a whole:</b>				
Gen'l Gov't	1,005,782	999,386	6,396	0.64
GASPE audit:	-	8,500	(8,500)	-100.00%
<b>Public Safety</b>				
Police:	1,303,721	1,301,596	2,125	0.16
Fire:	587,704	585,967	1,737	0.30
Ambulance contract	-	54,000	(54,000)	-100.00
<b>Public Works:</b>				
Highway Dep't gen'l op.	337,458	335,962	1,496	0.45
Bridges/Roads:	76,587	75,085	1,502	2.00
Gasoline/Diesel:	45,960	38,300	7,660	20.00
Snow and Ice:	241,863	238,661	3,202	1.34
Park & Cemetery:	231,128	230,253	875	0.38
<b>Education:</b>				
Elementary:	5,958,489	5,784,941	173,548	3.00
Masconomet (Op. Budget):	6,092,149	5,870,454	221,695	3.78
North Shore Voc. Ed:	49,720	47,579	2,141	4.50
<b>Uncontrolled items:</b>				
Debt service:	1,176,915	1,117,578	59,337	5.31
Insurance (Liability):	340,229	315,027	25,202	8.00
Insurance (Health):	1,531,332	1,444,653	86,679	6.00
Pension liability	708,267	643,879	64,388	10.00
<b>Total Art. III:</b>	<b>14,836,893</b>	<b>14,402,643</b>	<b>434,250</b>	<b>3.02</b>
<b>ATM Articles:</b>				
Reserve fund:	125,000		From:	
Tri-Town	20,000		Free cash	
HAWC	1,000		Approp.	
	-		Free cash	
Emerson field:	1,250		Appropriation	
<b>FY-11 Levy Limit:</b>	<b>17,289,836</b>	<b>16,804,062</b>	<b>485,774</b>	<b>2.89%</b>
<b>Variance: over-(under)</b>	<b>719,505</b>	<b>(15,986)</b>		

**The Recap Summary shows a deficit of \$719,505. This of course assumes that the FY-2010 9c cuts in Local Aid yet to be announced do not require FY-2011 adjustments, and that the assumptions on which the above deficit is based do not prove to be optimistic.**

**The computed levy limit does include the FY-2010 override but assumes only a modest growth in real-estate revenues.**

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