

*FY07 Budget Update*

Board of Selectmen Meeting

January 23, 2006

# FY07 Budget Update - FY07 Available Budget Funds

<b>Change in Revenue FY06 to FY07</b>	
Taxes – per Proposition 2 ½	\$1,275,000
New Growth	\$300,000
Increased Tax Money	\$1,575,000
Local Receipts	\$0
State Aid	\$0
Available Funds	\$0
Free Cash	(\$135,000)
<b>Total Increase in Revenue</b>	<b>\$1,440,000</b>

<b>Increases in Fixed Costs For all School and Municipal Employees</b>	
Benefit/Employment Costs	\$650,000
Insurance/Reserve	\$25,000
<b>(10.5% increase) Total</b>	<b>\$675,000</b>

Note: Current Estimate is \$822,000  
Due to 17% pension assessment increase.

**Net New Revenue – \$765,000**  
**Available for school and municipal operating budgets.**

To balance budget today:

- 2% increase to school and municipal operating budgets.
- Capital budget level funded.

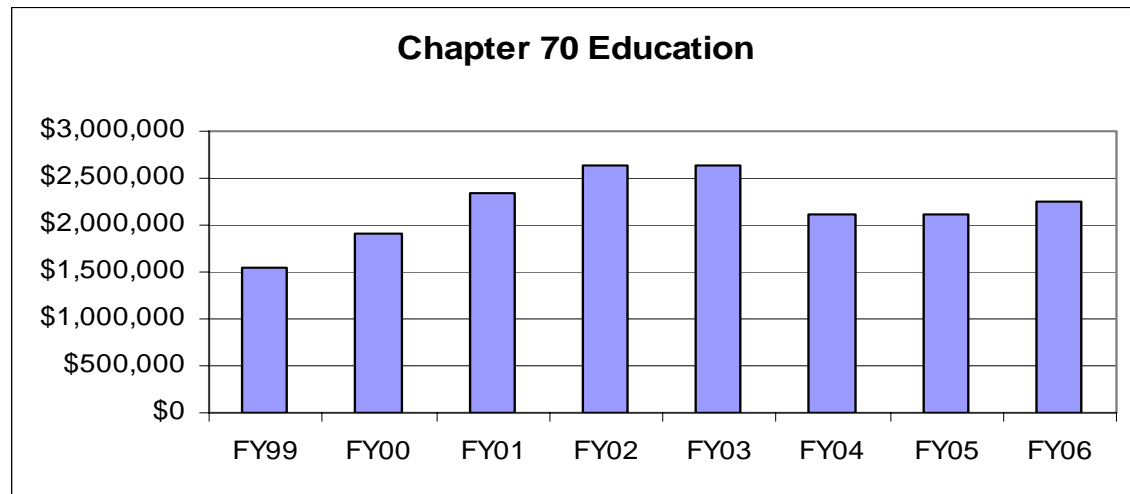
# FY07 Budget Update - Review of State Aid

Governor's budget – end of January.  
Final state budget – June, 2006.

Two major categories of State aid:

- Chapter 70 Education.
- Lottery.

<i>Chapter 70</i>	
FY99	\$1,539,577
FY00	\$1,908,727
FY01	\$2,345,177
FY02	\$2,635,628
FY03	\$2,635,628
FY04	\$2,108,502
FY05	\$2,108,502
FY06	\$2,250,702



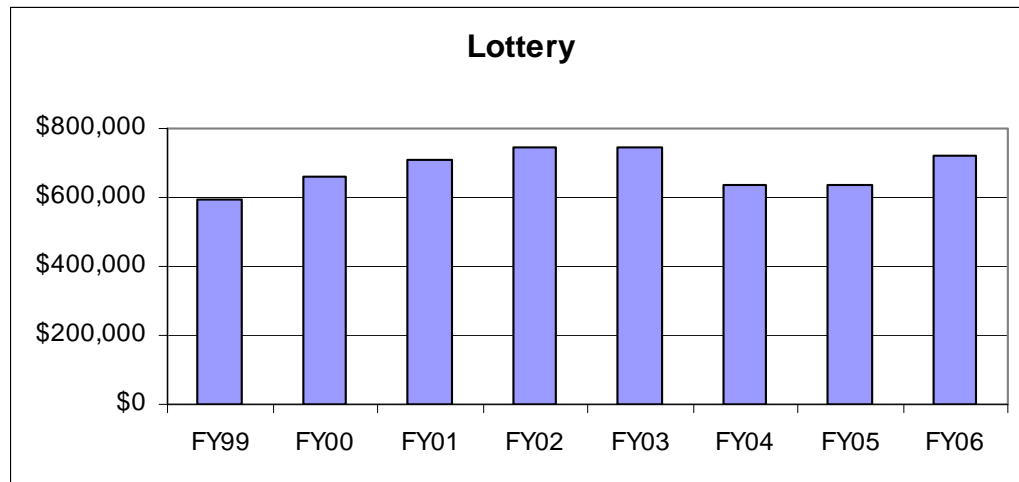
## Chapter 70 Education

- FY06 included \$50 per pupil increase – approximately \$142,000.
- FY07 - ?
  - Assume \$50/per pupil.
  - Will there be more?

## FY07 Budget Update - Review of State Aid

---

<i>Lottery</i>	
FY99	\$596,949
FY00	\$658,858
FY01	\$711,529
FY02	\$747,149
FY03	\$747,149
FY04	\$635,077
FY05	\$635,077
FY06	\$721,560



### **Lottery aid:**

- Initial remarks indicate 17% increase?
- For Westwood, \$122,000.

## Update - FY07 Available Budget Funds

---

**Net New Revenue – \$765,000 - Available for school and municipal operating budgets.**

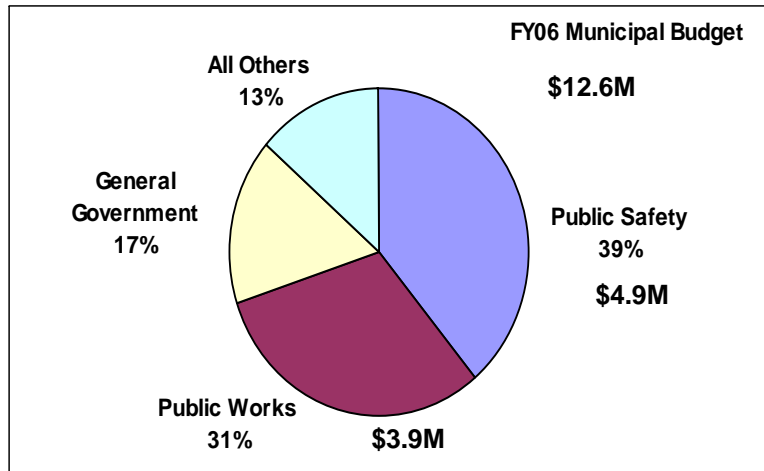
To balance budget today:

- 2% increase to school and municipal operating budgets.
- Capital budget level funded.

		Current available funds within Proposition 2 ½ can fund:		
FY06 Budget		FY07 Budget	\$ Increase	% Increase
\$26,060,095	FY07 School Operating Budget	\$26,581,296	\$521,201	2%
\$12,688,282	FY07 Municipal Operating Budget	\$12,942,047	\$253,765	2%
\$406,000	FY07 School Capital Budget	\$406,000	\$0	0%
\$417,000	FY07 Municipal Capital Budget	\$417,000	\$0	0%

- Assuming Chapter 70 funds increase at \$50/per pupil, School budget could be \$27,001,296, a \$941,201 or 3.6% increase.

# Municipal Budget Today.....

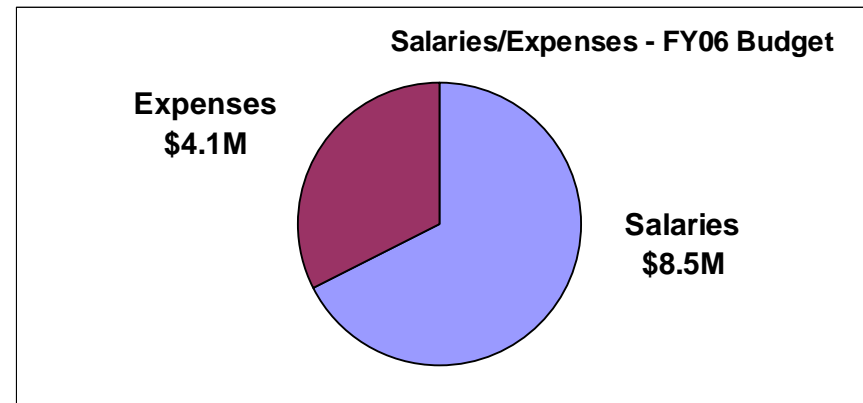


What we do:

FY06 Municipal Budget \$12.6M

70% or \$9M provides for:

- Police and Fire public safety protection.
- Ambulance services.
- Public Works services.
- Trash/recycling.



**Salary is 68% of budget.**

## FY07 Municipal Budget Detail.....

	<b>Expended FY2005</b>	<b>Current FY2006 Budget</b>	<b>FY2007 Budget</b>	<b>\$ Change FY07 vs. FY06</b>	<b>% Change FY07 vs. FY06</b>
Salaries	\$8,445,048	\$8,574,704	\$8,941,831	\$367,127	4.3%
Expenses	\$4,455,033	\$4,113,578	\$4,234,956	\$121,378	3.0%
<b>Total</b>	<b>\$12,900,081</b>	<b>\$12,688,282</b>	<b>\$13,176,787</b>	<b>\$488,505</b>	<b>3.9%</b>

<b>Major Salary Changes</b>		
<b>Department</b>	<b>Item</b>	<b>Amount</b>
All departments	Salary/COLA increases	\$258,000
All departments	Salary step/other increases	\$82,000
Police	State funded education incentive	\$10,000
Personnel	Increase to full time Director requested	\$16,000
	<b>Total Major Salary Increases</b>	<b>\$366,000</b>

<b>Major Expense Changes</b>	
	<b>Amount</b>
Utilities – estimated increase	\$100,000
Town Clerk – election cycle	\$13,050
Public Works expense – budget reduction	(\$30,100)
Trash disposal	\$42,500
<b>Total</b>	<b>\$125,450</b>

