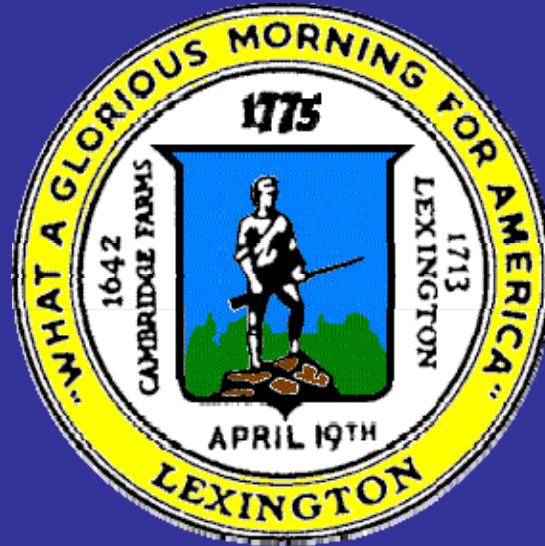


Town of Lexington



Summit III

FY 2012 Revenue Allocation Model

December 21, 2010



Town of Lexington-Financial Summit 3

FY2012 Revenue Allocation

\$ 3,698,619 Total Incremental Revenue

**\$ 2,648,964 School Share (3.8% increase
over FY11 School Budget)**

**\$ 1,049,655 Municipal Share (3.8% increase
over FY11 Municipal Budget)**



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FY2012 Revenue Allocation Model

\$	152,620,277	Projected FY2012 Revenues
\$	(69,243,526)	FY2011 school budget
\$	(27,437,817)	FY2011 municipal budget
\$	(1,770,000)	FY2012 Minuteman
\$	(4,083,286)	FY2012 Contributory Retirement
\$	(12,400)	FY2012 Non-Contributory Retirement
\$	(25,748,520)	FY2012 Benefits
\$	(310,000)	FY2012 Unemployment comp
\$	(540,000)	FY2012 Workers' comp
\$	(619,000)	FY2012 Property and Liability Insurance
\$	(100,000)	FY2012 Uninsured Losses
\$	(5,002,110)	FY2012 Debt Service
\$	(550,000)	FY2012 Reserve Fund
\$	(9,384,059)	FY2012 Facilities Department Budget
\$	(3,820,940)	FY2012 set aside for cash capital (\$1,270,000)/OPEB
\$	(300,000)	Set aside of free cash for unanticipated FY11 expenses

\$ 3,698,619 incremental revenue

71.6%	FY11 School Spending as % of FY10 general fund budget exclusive of Shared Expenses and Minuteman
28.4%	FY11 Municipal Spending as % of FY10 general fund budget exclusive of Shared Expenses and Minuteman

\$ 2,648,964 School Share of incremental FY2012 revenue (3.8% increase over FY11 School Budget)

\$ 1,049,655 Municipal Share incremental FY2012 revenue (3.8% increase over FY11 Municipal Budget)



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Policy Issues for Consideration

1. **Free Cash Set-Asides**
 - OPEB at \$500,000
 - Cash Capital at \$1,270,000
 - Library Settlement at \$100,000
 - CPA Premium at \$216,885
 - Building envelope, Street program, Senior Service program: All at prior year levels.
2. **Reduce Free Cash Supporting the Operating Budget by \$100,000**
3. **Increase Snow/Ice Budget by \$100,000**
4. **State Aid Reductions to be Offset by Reserves (e.g., Free Cash not yet designated - \$958,000)**