

*CITY OF
PORTSMOUTH FY₂₃
PROPOSED
BUDGET*

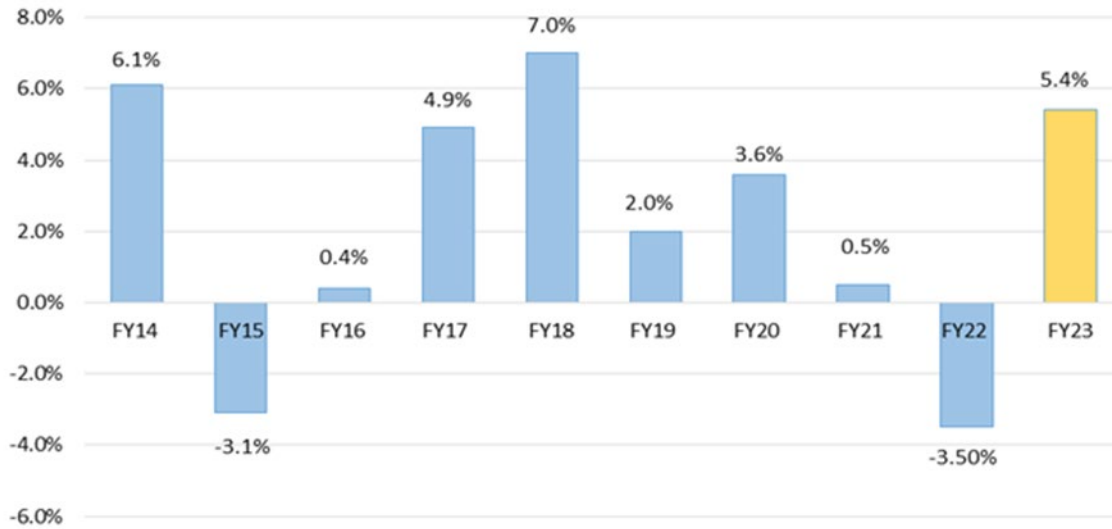
*CITY COUNCIL
WORK SESSION*

June 2, 2022

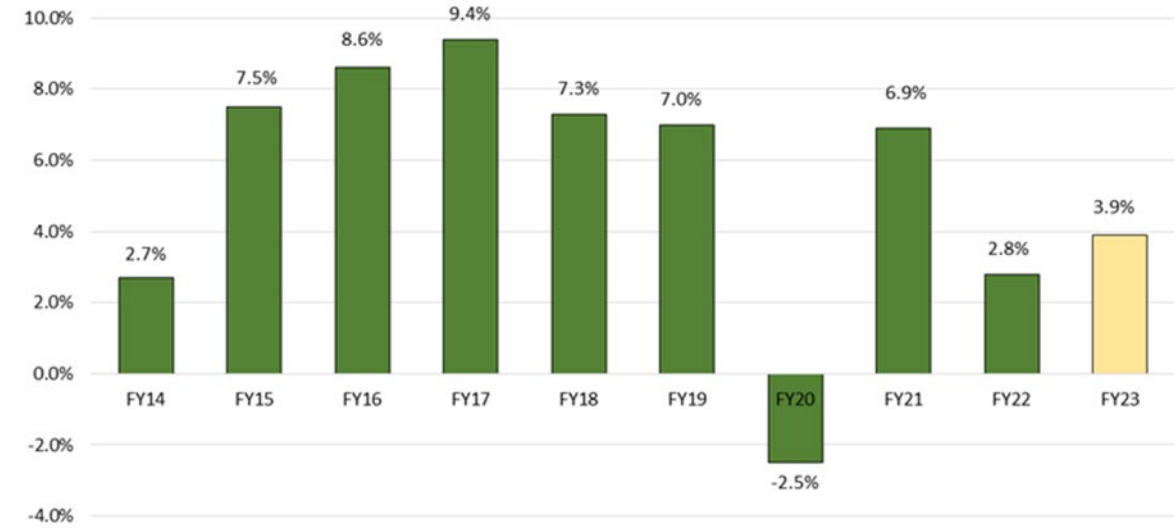
Health Insurance Stabilization Policy

(As Presented at the May 9, 2022 Public Hearing)

HEALTHTRUST PREMIUM RATE CHANGE HISTORY
10-YEAR ROLLING AVERAGE 2.3%



SCHOOLCARE PREMIUM RATE CHANGE HISTORY
10-YEAR ROLLING AVERAGE 5.4%

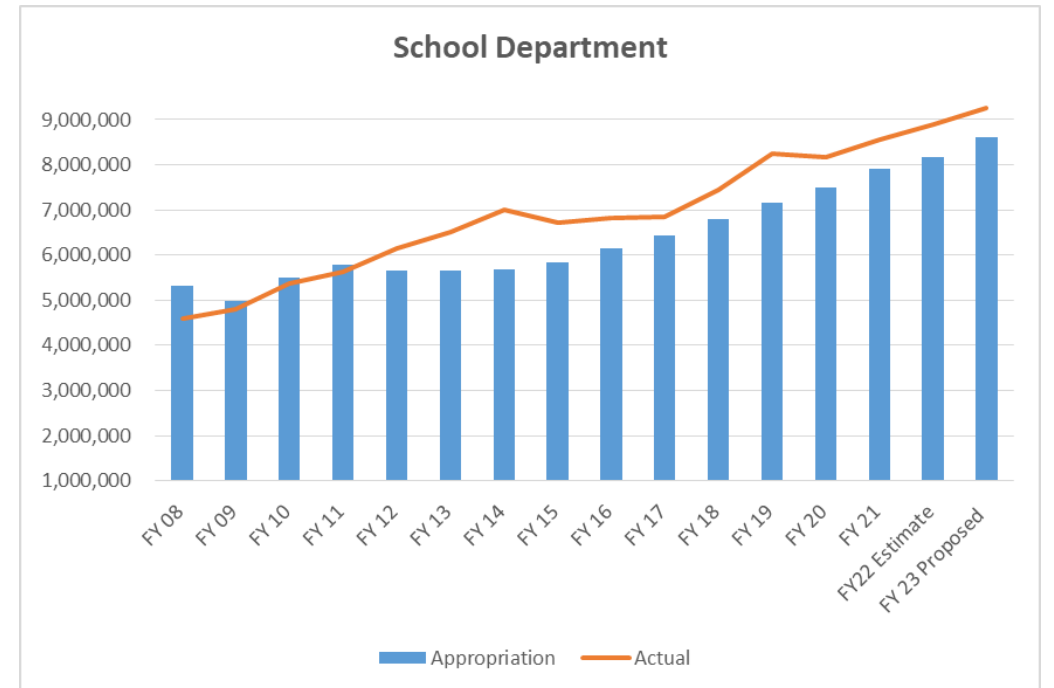
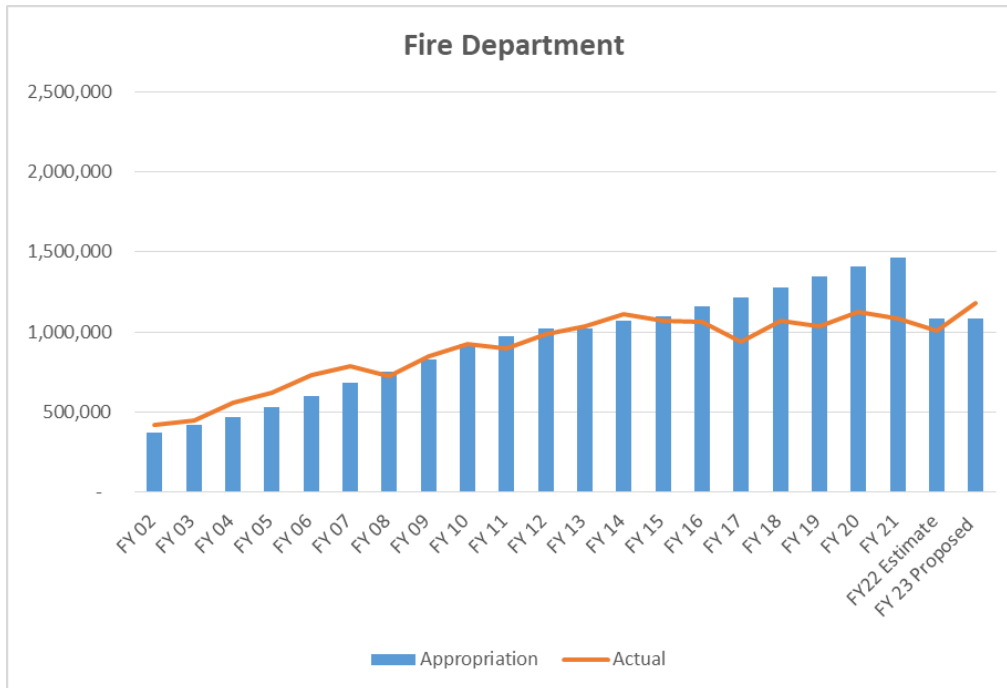
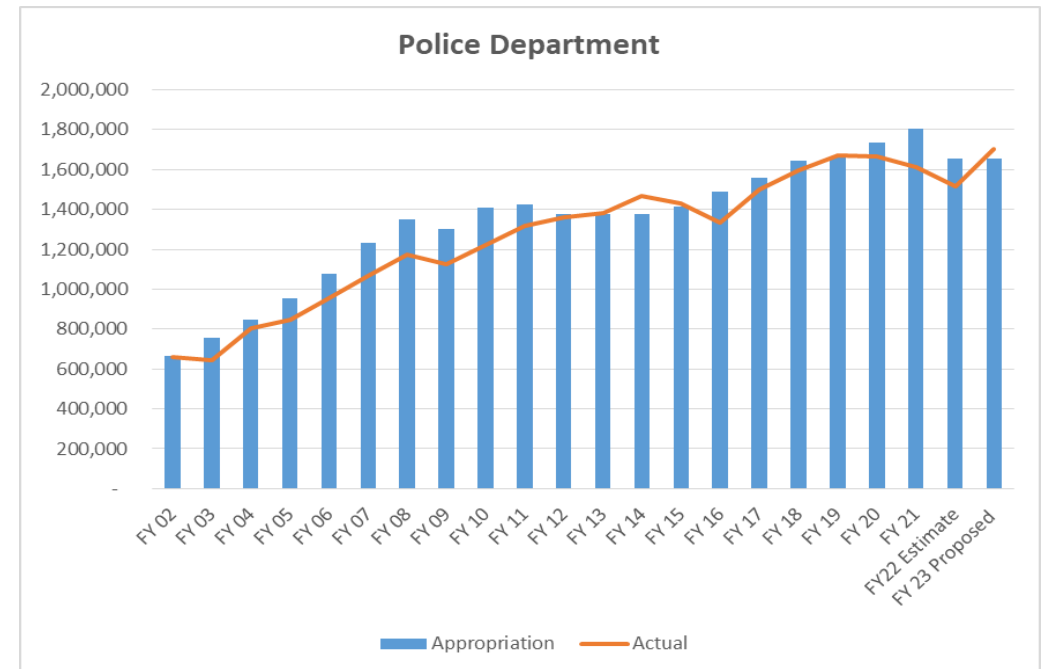
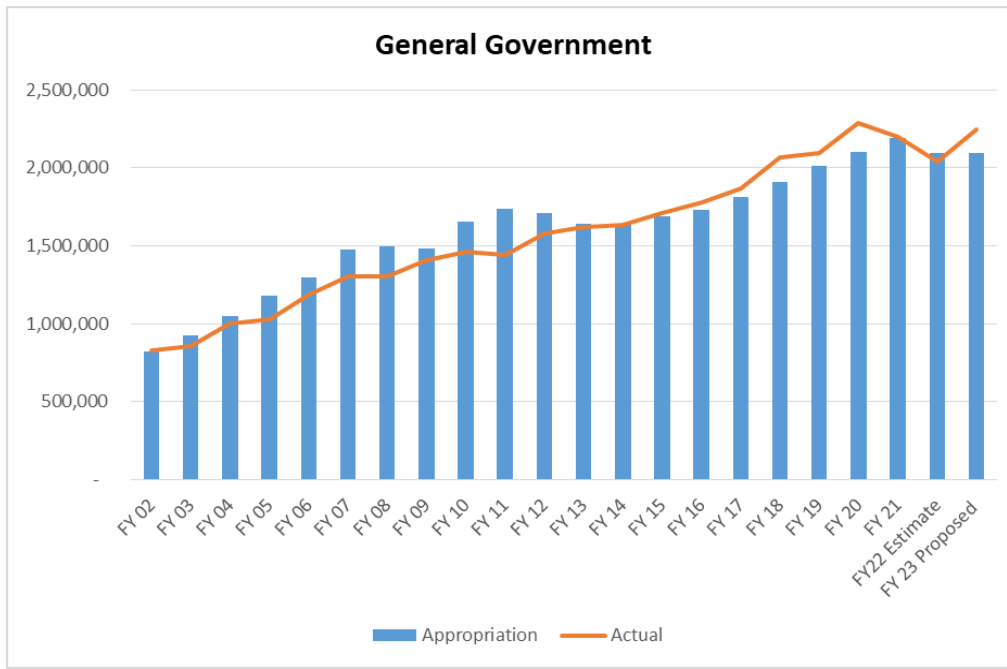


HEALTH INSURANCE			FY23 Change	FY23 Proposed Budget	FY23 Estimated City Cost	Health Ins Stabilization Reserve
	% Change	FY22 Budget				
General Government	2.30%	2,096,570	48,221	2,144,791	2,275,731	(130,940)
Police Department	2.30%	1,654,004	38,042	1,692,046	1,747,248	(55,202)
Fire Department	2.30%	1,086,917	24,999	1,111,916	1,183,318	(71,402)
School	5.40%	8,173,354	441,361	8,614,715	9,289,685	(674,970)
Total General Fund		13,010,845	552,623	13,563,468	14,495,982	(932,514)

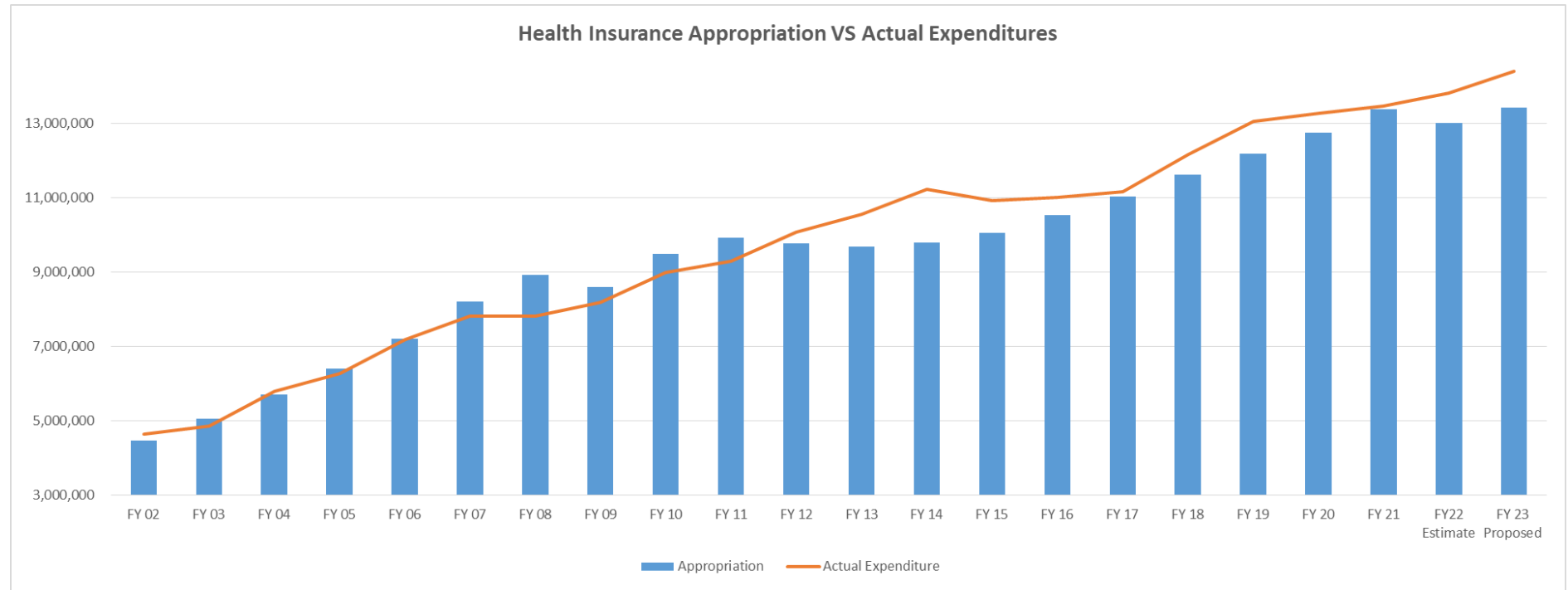
Health Insurance

History by Department

Budget vs. Actual



Health Insurance Appropriation Reduction



HEALTH INSURANCE			FY23	FY23	City Manager	FY23	Change	FY23	Health Ins
	% Change	FY22 Budget	Change	Proposed Budget	Reduction	Revised Budget	From FY22	Estimated City Cost (Adjusted)	Stabilization Reserve
General Government	2.30%	2,096,570	48,221	2,144,791	(50,000)	2,094,791	(1,779)	2,250,731	(155,940)
Police Department	2.30%	1,654,004	38,042	1,692,046	(50,000)	1,642,046	(11,958)	1,702,086	(60,040)
Fire Department	2.30%	1,086,917	24,999	1,111,916	(50,000)	1,061,916	(25,001)	1,183,318	(121,402)
School	5.40%	8,173,354	441,361	8,614,715		8,614,715	441,361	9,264,685	(649,970)
Total General Fund		\$13,010,845	\$552,623	\$13,563,468	(\$150,000)	\$13,413,468	402,623	\$14,400,820	(\$987,352)

Operating Budget

General Government	<ul style="list-style-type: none">• Delay Hire Communication & Digital Services Specialist ½ year (\$28,517)• Delay Hire Health Inspector ½ year (\$46,563)• Health Insurance (\$50,000)• Public Works – Energy Audit <u>(\$76,000)</u>
	Total (\$201,080)
Police Department	<ul style="list-style-type: none">• Delay Hire (2) Patrol Officers ½ year (\$81,328)• Delay Hire Crime Analyst until 4th quarter (\$43,993)• Health Insurance <u>(\$50,000)</u>
	Total (\$175,321)
Fire Department	<ul style="list-style-type: none">• Health Insurance (\$50,000)
School Department	<ul style="list-style-type: none">• Various Reductions <i>(next slide)</i> (\$400,064)
Total Operating Reduction (\$826,465)	

Operating Budget

School Department

- Not Fill half-year Curriculum Leader (-.5 FTE) (\$48,869)
- Leave PHS Library Aide at Part-Time (-.47 FTE) (\$16,172)
- Shift PMS Guidance Position to ESSER (-1.0 FTE) (\$95,830)
- Shift PMS Math Tutor to ESSER (-1.0 FTE) (\$43,893)
- Shift Chromebook Replacement to ESSER (\$75,300)
- Reduce Operating Districtwide (\$120,000)

FTE Reduction of (2.97)

Total Operating Reduction

(\$400,064)

Non- Operating Budget

Capital Outlay	• Delay Traffic Calming South St. at Middle Rd.	(\$300,000)
	• McIntyre Federal Building	<u>(\$25,000)</u>
	Total	(\$325,000)

IT Equipment Replacement	• Fire Department IT Equipment	(\$32,500)
--------------------------	--------------------------------	-------------------

Other Non-Operating	• PortsmouthNH 400th	(\$50,000)
	• Rockingham County Tax Obligation	(\$200,000)
	Total	(\$250,000)

Total Non-Operating Reduction	(\$607,500)
--------------------------------------	--------------------

	Tax Rate Increase	Annual Increase	Monthly Increase
Property Tax (Original request)	\$0.68	\$324.00	\$27.00
Appropriations			
Operating & Non-Operating Budget (\$1,433,965)	(\$0.23)	(\$109.95)	(\$9.16)
Revenues			
Increase Investment Interest Increase \$520,000	(\$0.08)	(\$38.24)	(\$3.19)
HB - 1221 - One Time State Retirement Reimbursement (7.5%) for Teachers and Uniformed Police & Fire: Estimated \$650,000 Awaiting Governor's Approval	(\$0.10)	(\$47.81)	(\$3.98)
Revised Property Tax	\$0.27	\$128.00	\$10.67

	Water Rate Increase	Annual Increase	Monthly Increase
Water Rate (5 Units)	3%	\$8.40	\$0.70
	Sewer Rate Increase	Annual Increase	Monthly Increase
Sewer Rate (5 Units)	6%	\$53.40	\$4.45

Total Proposed FY23 Budget

\$189.80 \$15.82

**Median Single Family Residential Home
FY 22 (TY 21)**



Estimated Property Tax Rate

FY22 Current Tax Rate	FY23 Estimated Tax Rate	\$ Change	% Change
\$15.03	\$15.30	0.27	1.78%

Revised FY23 Proposed Budget

	FY22	FY23	\$\$	%	CITY MANAGER'S AMENDMENTS TO PROPOSED BUDGET	FY23 REVISED PROPOSED BUDGET	\$\$	%
OPERATING BUDGET	BUDGET	CITY MANAGER RECOMMENDED	CHANGE FROM FY22	CHANGE FROM FY22			CHANGE FROM FY22	CHANGE FROM FY22
General Government	21,483,756	23,036,820	1,553,064	7.23%	(201,080)	22,835,740	1,351,984	6.29%
Police	12,553,495	13,156,399	602,904	4.80%	(175,321)	12,981,078	427,583	3.41%
Fire	9,816,421	10,149,433	333,012	3.39%	(50,000)	10,099,433	283,012	2.88%
School	53,551,766	56,202,146	2,650,380	4.95%	(400,064)	55,802,082	2,250,316	4.20%
Collective Bargaining	23,629	3,137,450	3,113,821	-	-	3,137,450	3,113,821	-
Uniform Police Salary Adjustment	0	287,278	287,278	-	-	287,278	287,278	-
Uniform Fire Salary Adjustment	0	223,894	223,894	-	-	223,894	223,894	-
<i>Department Operating Budget</i>	97,429,067	106,193,420	8,764,353	9.00%	(826,465)	105,366,955	7,937,888	8.15%
Transfer to Indoor Pool	150,000	150,000	0	0.00%	-	150,000	0	0.00%
Transfer to Prescott Park	177,486	272,255	94,769	53.40%	-	272,255	94,769	53.40%
Transfer to McIntyre Building	480,000	0	(480,000)	-100.00%	-	0	(480,000)	-100.00%
Transfer to Community Campus	116,000	360,788	244,788	211.02%	-	360,788	244,788	211.02%
Total Transfers/Other	923,486	783,043	(140,443)	-15.21%	-	783,043	(140,443)	-15.21%
Total Operating Budget	98,352,553	106,976,463	8,623,910	8.77%	(826,465)	106,149,998	7,797,445	7.93%
NON-OPERATING EXPENSE								
Debt Related Costs/TANS	128,000	120,000	(8,000)	-6.25%	-	120,000	(8,000)	-6.25%
Debt Service Payments	13,669,890	13,629,821	(40,069)	-0.29%	-	13,629,821	(40,069)	-0.29%
Overlay	1,000,000	1,000,000	0	0.00%	-	1,000,000	0	0.00%
Property & Liability Ins	417,090	437,645	20,555	4.93%	-	437,645	20,555	4.93%
Rockingham County Tax	5,813,878	5,930,000	116,122	2.00%	(200,000)	5,730,000	(83,878)	-1.44%
Contingency	300,000	300,000	0	0.00%	-	300,000	0	0.00%
Rolling Stock	584,500	601,000	16,500	2.82%	-	601,000	16,500	2.82%
IT Equipment Replacement	1,194,208	1,141,658	(52,550)	-4.40%	(32,500)	1,109,158	(85,050)	-7.12%
Capital Outlay	1,080,000	1,310,000	230,000	21.30%	(325,000)	985,000	(95,000)	-8.80%
Skateboard Park	2,200,000	0	(2,200,000)	-100.00%	-	0	(2,200,000)	-100.00%
McIntyre Eng/Design	400,000	0	(400,000)	-100.00%	-	0	(400,000)	-100.00%
McIntyre Settlement	500,000	1,000,000	500,000	100.00%	-	1,000,000	500,000	100.00%
Other General Non-Operating	784,914	762,289	(22,625)	-2.88%	(50,000)	712,289	(72,625)	-9.25%
Total Non-Operating Budget	28,072,480	26,232,413	(1,840,067)	-6.55%	(607,500)	25,624,913	(2,447,567)	-8.72%
Total Gross Budget	126,425,033	133,208,876	6,783,843	5.37%	(1,433,965)	131,774,911	5,349,878	4.23%
REVENUES								
Municipal	15,467,514	15,889,810	422,296	2.73%	520,000	16,409,810	942,296	6.09%
School	6,523,880	6,745,978	222,098	3.40%	-	6,745,978	222,098	3.40%
State Revenues	1,541,000	5,091,000	3,550,000	230.37%	650,000	5,741,000	4,200,000	272.55%
State Revenues-School Building Aid	1,757,195	1,757,195	0	0.00%	-	1,757,195	0	0.00%
<i>Use of Fund Balance</i>	0	0	0	-	-	0	0	-
Budget Process	480,000	1,000,000	520,000	108.33%	-	1,000,000	520,000	108.33%
Property Appraisal	100,000	100,000	0	0.00%	-	100,000	0	0.00%
Debt Service Reserve	1,900,000	1,700,000	(200,000)	-10.53%	-	1,700,000	(200,000)	-10.53%
Supplemental Appropriation	3,216,000	0	(3,216,000)	-100.00%	-	0	(3,216,000)	-100.00%
Total	30,985,589	32,283,983	1,298,394	4.19%	1,170,000	33,453,983	2,468,394	7.97%
BUDGETED PROPERTY TAX LEVY	95,439,444	100,924,893	5,485,449	5.75%	(2,603,965)	98,320,928	2,881,484	3.02%