

TO: Honorable Mayor Steve Marchand and City Council Members
 FROM: John P. Bohenko, City Manager
 DATE: May 22, 2007
 Re: Adopted Annual Budget for Fiscal Year 2008

CC: All Department Heads and Reference Books

At the City Council meeting on May 21, 2007, Resolutions #1-2007, General Fund Expenditures in the amount of \$79,858,802 was adopted, which amends the City Manager's Proposed FY08 budget. The adopted annual appropriations and revenues as well as the changes from the proposed budget are described below.

CITY COUNCIL'S ADOPTED APPROPRIATIONS MAY 21, 2007	ESTIMATED REVENUES
MUNICIPAL	15,265,956
POLICE	8,352,488
FIRE	6,500,665
SCHOOL	34,326,773
NON-OPERATING	15,412,920
TOTAL	79,858,802

OPERATING EXPENDITURES:

**Reduction from Health Insurance*

	FY07 Adopted Budget	FY08 Submitted Budget	Adopted Budget	Proposed FY08 Budget	Change From FY07 Budget	% change from FY07 Budget
Municipal Departments	14,596,083	15,285,182	15,265,956	(19,226)	669,873	4.59%
Police Department	7,830,154	8,367,250	8,352,488	(14,762)	522,334	6.67%
Fire Department	6,126,861	6,508,821	6,500,665	(8,156)	373,804	6.10%
School Department	32,472,916	34,384,629	34,326,773	(57,856)	1,853,857	5.71%
Total Operating	61,026,014	64,545,882	64,445,882	(100,000)	3,419,868	5.60%

NON-OPERATING EXPENDITURES:

Tax Anticipation Note Interest	400,000	400,000	400,000	-	-	0.00%
Debt Service Payments	7,330,930	7,584,387	7,584,387	-	253,457	3.46%
Overlay	800,000	1,000,000	1,000,000	-	200,000	25.00%
Capital Outlay (see below)	1,200,000	1,470,000	1,200,000	(270,000)	-	0.00%
County	3,680,000	3,680,000	3,580,000	(100,000)	(100,000)	-2.72%
Contingency	400,000	400,000	300,000	(100,000)	(100,000)	-25.00%
Other General Non-Operating	1,431,442	1,348,533	1,348,533	-	(82,909)	-5.79%
	15,242,372	15,882,920	15,412,920	(470,000)	170,548	1.12%
TOTAL EXPENDITURES	76,268,386	80,428,802	79,858,802	(570,000)	3,590,416	4.71%

Reduction in Capital Outlay

Fire Communications	(25,000)
Powered Ambulance Cot	(12,000)
Land Acquisition	(25,000)
McIntyre Federal Office Bldg- Phase I	(25,000)
Municipal Complex Site Improvements	(25,000)
Traffic Signal Evaluation and Replacement-City-Wide	(25,000)
Citywide Traffic Signal Inventory	(25,000)
Ceres St Improvement	(50,000)
Traffic Calming/Upgrades	(50,000)
Capital Contingency	(8,000)

FY 07	Proposed FY08	City Council Approved	Change From Proposed	Change From FY07	% change From FY07
15.72	16.50	16.34	(0.16)	0.62	3.94%

The following summary pages are attached and should be filed with your proposed FY07 budget documents.
 Budget Summary page 45
 General Fund Capital Outlay Summary page 14

GENERAL FUND BUDGET SUMMARY - FY08 TAX RATE

DEPARTMENT REQUESTED City Council Adopted FY08 Budget- May 21, 2007

	FY 06/07 BUDGET	FY 07/08 Operating Budget	% Change	\$\$ Change	FY 07/08 operating Budget	% Change	\$\$ Change
OPERATING BUDGET							
Municipal	14,596,083	15,285,182	4.72%	689,099	15,265,956	4.59%	669,873
Police	7,830,154	8,367,250	6.86%	537,096	8,352,488	6.67%	522,334
Fire	6,126,861	6,508,821	6.23%	381,960	6,500,665	6.10%	373,804
School	32,472,916	34,384,629	5.89%	1,911,713	34,326,773	5.71%	1,853,857
Total	61,026,014	64,545,882	5.77%	3,519,868	64,445,882	5.60%	3,419,868
NON-OPERATING EXPENSE							
Tax Anticipation Note Interest	400,000	400,000	0.00%	0	400,000	0.00%	0
Debt Service Payments	7,330,930	7,584,387	3.46%	253,457	7,584,387	3.46%	253,457
Overlay	800,000	1,000,000	25.00%	200,000	1,000,000	25.00%	200,000
Capital Outlay	1,200,000	1,470,000	22.50%	270,000	1,200,000	0.00%	0
County	3,680,000	3,680,000	0.00%	0	3,580,000	-2.72%	(100,000)
Contingency	400,000	400,000	0.00%	0	300,000	-25.00%	(100,000)
Other General Non-Operating	1,431,442	1,348,533	-5.79%	(82,909)	1,348,533	-5.79%	(82,909)
Total	15,242,372	15,882,920	4.20%	640,548	15,412,920	1.12%	170,548
Total Gross Budget	76,268,386	80,428,802	5.45%	4,160,416	79,858,802	4.71%	3,590,416
REVENUES							
Municipal/State	13,747,835	14,088,584	2.48%	340,749	14,088,584	2.48%	
School	3,950,000	4,437,000	12.33%	487,000	4,437,000	12.33%	487,000
Use of Fund Balance	0	0	0.00%	0	0	0.00%	0
Use of Reserve for property Appraisal	73,500	73,500	0.00%	0	73,500	0.00%	0
Use of Reserve for Debt	1,500,000	1,500,000	0.00%	0	1,500,000	0.00%	0
Total	19,271,335	20,099,084	4.30%	827,749	20,099,084	4.30%	827,749
BUDGETED PROPERTY TAX LEVY	56,997,051	60,329,718	5.85%	3,332,667	59,759,718	4.85%	2,762,667
Total Property Tax Commitment	57,028,634	60,329,718	5.79%	3,301,084	59,759,718	4.79%	2,731,084
War Service Credits	507,700	507,700	0.00%	0	507,700	0.00%	0
Adequate Education Formula	(8,560,475)	(8,336,956)	-2.61%	223,519	(8,336,956)	-2.61%	223,519
State Education Tax	8,560,475	8,336,956	-2.61%	(223,519)	8,336,956	-2.61%	(223,519)
Total Property Taxes Assessed	57,536,334	60,837,418	5.74%	3,301,084	60,267,418	4.75%	2,731,084
Taxes Due State	0	0	0.00%	0	0	0.00%	0
ASSESSED VALUATION WITH UTILITIES	3,680,472,581	3,705,472,581	0.68%	25,000,000	3,705,472,581	0.68%	25,000,000
ASSESSED VALUATION NO UTILITIES	3,547,403,779	3,572,403,779	0.70%	25,000,000	3,572,403,779	0.70%	25,000,000
MUNICIPAL TAX RATE	12.43	13.18	6.00%	0.75	13.05	5.02%	0.62
COUNTY TAX RATE	0.88	0.99	12.86%	0.11	0.96	9.09%	0.08
STATE EDUCATION TAX RATE	2.41	2.33	-3.17%	(0.08)	2.33	-3.17%	(0.08)
COMBINED TAX RATE	15.72	16.50	4.97%	0.78	16.34	3.94%	0.62

Capital Improvements
Adopted May 21, 2007-Fiscal Year 2008
Taken from Capital Improvement Plan 2008-2013
General Fund, Capital Outlay Projects Only FY 08

Appendix II
Page

FY 08
General Fund
Capital Improvement Plan

II-21	FIRE COMMUNICATIONS	\$25,000
II-23	MUNICIPAL FIRE ALARM SYSTEM: REPAIRS AND IMPROVEMENTS	\$10,000
II-24	BIO-MEDICAL EQUIPMENT	\$7,000
II-25	COMMUNITY NOTIFICATION SYSTEM	\$25,000
II-26	AUTOMATED EXTERNAL DEFIBRILLATOR	\$9,000
II-31	SCHOOL DEPARTMENT COMPREHENSIVE FACILITY ASSESSMENT	\$25,000
II-32	WALKWAY, DOCK AND BUILDING LIGHTING-PRESCOTT PARK & FOUR TREE ISLAND	\$14,000
II-33	CHESTNUT ST IMPROVEMENTS-AFRICAN BURIAL GROUND	\$50,000
II-35	HISTORIC MARKERS	\$10,000
II-36	PLAYGROUND IMPROVEMENTS	\$75,000
II-37	IMPLEMENTATION OF PEIRCE ISLAND MASTER PLAN PROJECT	\$25,000
II-40	SOUTH MILL POND DOG PARK IMPROVEMENTS	\$5,000
II-41	SOUND BARRIERS I-95 - ATLANTIC HEIGHTS AND PANNAWAY MANOR	\$25,000
II-42	RECLAMATION OF FORMER STUMP DUMP	\$25,000
II-43	HISTORIC CEMETERY IMPROVEMENTS	\$10,000
II-45	MAPLE HAVEN STORM WATER DRAIN SYSTEM	\$75,000
II-48	CITY HALL SERVERS UPGRADE/REPLACEMENT	\$60,000
II-49	CITYWIDE WORK STATION REPLACEMENT	\$100,000
II-54	GREATER PORTSMOUTH TRANSPORTATION MGT ASSOC (GPTMA)	\$10,000
II-60	ISLINGTON ST/SPINNEY RD INTERSECTION SAFETY IMPROVEMENTS	\$25,000
II-61	TRAFFIC SIGNAL EVALUATION AND REPLACEMENT-CITYWIDE	\$75,000
II-62	CITYWIDE TRAFFIC SIGNAL INVENTORY	\$25,000
II-63	PEDESTRIAN SIGNAL UPGRADES	\$20,000
II-64	INTERSECTION/SIGNAL: PLAINS AVE/PEVERLY HILL RD	\$150,000
II-65	SAGAMORE AVE/SAGAMORE CREEK BRIDGE REPLACEMENT	\$40,000
II-66	PEIRCE ISLAND BRIDGE: REPAIR RAILS	\$50,000
II-69	CERES ST IMPROVEMENT	\$50,000
II-71	ELWYN PARK NEIGHBORHOOD INTERSECTION TRAFFIC CALMING	\$25,000
II-72	TRAFFIC MOLDING PROJECT	\$20,000
II-73	TRAFFIC CALMING/UPGRADES: OCEAN RD	\$100,000
II-74	CITYWIDE SIGN INVENTORY AND GIS APPLICATION	\$15,000
II-75	CITYWIDE TREE REPLACEMENT PROGRAM	\$20,000

Total General Fund FY 08 Capital Outlay

\$1,200,000