

TO: Honorable Mayor Rick Becksted and City Council Members
 FROM: Karen Conard, City Manager
 DATE: June 23, 2020
 Re: Adopted Annual Budget for Fiscal Year 2021
 CC: All Department Heads and Reference Books

The City Council adopted Resolution #8-2020, General Fund Expenditures in the amount of **\$118,965,338** on June 22, 2020 as shown below.

**CITY COUNCIL'S ADOPTED
 APPROPRIATIONS JUNE 22, 2020**

MUNICIPAL	\$20,871,927
POLICE	\$12,152,362
FIRE	\$9,624,468
SCHOOL	\$52,026,812
COLLECTIVE BARGAINING	\$105,000
TRANSFER TO INDOOR POOL	\$75,000
TRANSFER TO PRESCOTT PARK	\$99,344
NON-OPERATING	\$24,010,425
TOTAL	\$118,965,338

The FY21 Proposed Budget of \$120,653,944 submitted to the City Council on April 24, 2020 included reductions of \$4,314,938 from the requested budget of \$124,968,882. As a result of budget work sessions held, the City Council's adopted budget of **\$118,965,338** includes an additional reduction of \$1,688,606 from the submitted proposed FY21 General Fund budget.

OPERATING BUDGET ---Decrease of \$849,106

1) General Government – \$628,370

- a. General Administration & Transfers - \$278,500
 - i. \$75,000 - Transfer to Indoor Pool due to delay opening
 - ii. \$200,000 - Reduce Transfer to Leave at Termination Special Revenue Fund
 - iii. \$7,500 - Eliminate Overtime for Fireworks Police coverage
 - iv. (\$6,000) - Increase Telephone appropriation
 - v. \$2,000 - Reduce Street Light Supplies
- b. Public Works – \$250,674
 - i. \$56,914 – Reduce Mosquito Control to Monitor & Larvicide control
 - ii. \$76,160 - Reduce Weed Control Program
 - iii. \$20,000 - Reduce Irrigation of Parks
 - iv. \$14,000 - Reduce Recycling & Solid Waste Materials
 - v. \$30,000 - Reduce Traffic Line Marking program
 - vi. \$35,000 - Eliminate one (1) Part-time Position - Engineer
 - vii. \$10,000 - Reduce Part-time - Street Maintenance
 - viii. \$5,000 - Reduce Overtime - Facilities Custodial
 - ix. \$3,600 - Various reduction in Supplies & Materials
- c. Finance - \$34,666
 - i. \$29,466 - Reduce one (1) Full-time position to Part-time
 - ii. \$3,000 - Eliminate Furniture & Fixture appropriation
 - iii. \$2,200 - Various reductions in Supplies
- d. Recreation - \$43,000
 - i. Reduction in Summer Camp Programs

e. Library - \$13,125

i. Reduction of Books, Media, Periodicals & Technology Equipment

f. Information Technology - \$3,250

i. Various reductions in Supplies, Books & Periodicals, and Travel & Conference

g. Legal Department - \$5,155

i. Reduction in various Supplies and Travel & Conference

2) School – \$161,736

a. \$75,036 - Removal of the proposed Elementary World Language Teacher

b. \$66,700 - Reduce Technology Equipment

c. \$20,000 - Salary savings from replacing a retired Teacher's position at a lower grade

3) Police – \$59,000

a. Not fill the 11th Dispatcher

NON-OPERATING BUDGET---Decrease of \$839,500

4) \$500,000 - Removed the Litigation appropriation

5) \$99,000 - Reduced Rockingham County Tax Obligation

6) \$100,000 – Reduce Capital Contingency

7) \$140,500 - Reduced Rolling Stock

a. \$40,500 – Police Explorer (1)

b. \$100,000 – Eliminated the first year funding for two (2) Packers

City Council FY21 Adopted Budget

	FY20 Budget	FY21 City Manager's Proposed Budget	FY21 City Council Adopted Budget	\$Change From FY21 Proposed Budget	\$Change From FY20 Budget	% Change From FY20 Budget
OPERATING BUDGET:						
General Government	20,535,072	21,425,297	20,871,927	(553,370)	336,855	1.64%
Police	11,830,799	12,211,362	12,152,362	(59,000)	321,563	2.72%
Fire	9,347,650	9,624,468	9,624,468	0	276,818	2.96%
School	50,242,858	52,188,548	52,026,812	(161,736)	1,783,954	3.55%
Collective Bargaining	0	105,000	105,000	0	105,000	
Transfer to Indoor Pool	150,000	150,000	75,000	(75,000)	(75,000)	-50.00%
Transfer to Prescott Park	89,000	99,344	99,344	0	10,344	
Total Operating Budget	92,195,379	95,804,019	94,954,913	(849,106)	2,759,534	2.99%
NON-OPERATING EXPENDITURE:						
Debt Service & Related Costs	14,471,496	13,270,440	13,270,440	0	(1,201,056)	-8.30%
Overlay	1,000,000	1,000,000	1,000,000	0	0	0.00%
Property & Liability Ins	381,245	397,514	391,514	(6,000)	10,269	2.69%
County	5,741,466	5,798,880	5,699,880	(99,000)	(41,586)	-0.72%
Contingency	300,000	300,000	300,000	0	0	0.00%
Rolling Stock	883,260	568,000	427,500	(140,500)	(455,760)	-51.60%
IT Equipment Replacement	1,013,428	774,608	774,608	0	(238,820)	-23.57%
Capital Outlay	1,810,000	1,376,000	1,276,000	(100,000)	(534,000)	-29.50%
Litigation	0	500,000	0	(500,000)	0	
Other General Non-Operating	842,356	864,483	870,483	6,000	28,127	3.34%
Total Non-Operating Budget	26,443,251	24,849,925	24,010,425	(839,500)	(2,432,826)	-9.20%
Total Gross Budget	118,638,630	120,653,944	118,965,338	(1,688,606)	326,708	0.28%

As a result of the amendments, the adopted FY21 budget will result in an estimated tax rate of \$14.70 per \$1,000 of valuation. This rate is a decrease of (16¢) or -1.08% over FY20.

Please keep in mind that the tax rate is set by the New Hampshire Department of Revenue Administration in October once all state revenues, property valuation, and the county tax obligation are finalized.