



Town *of* Newmarket, NH

Proposed Operating Budget

For the Fiscal Year Ending June 30, 2015

Presented November 18, 2013

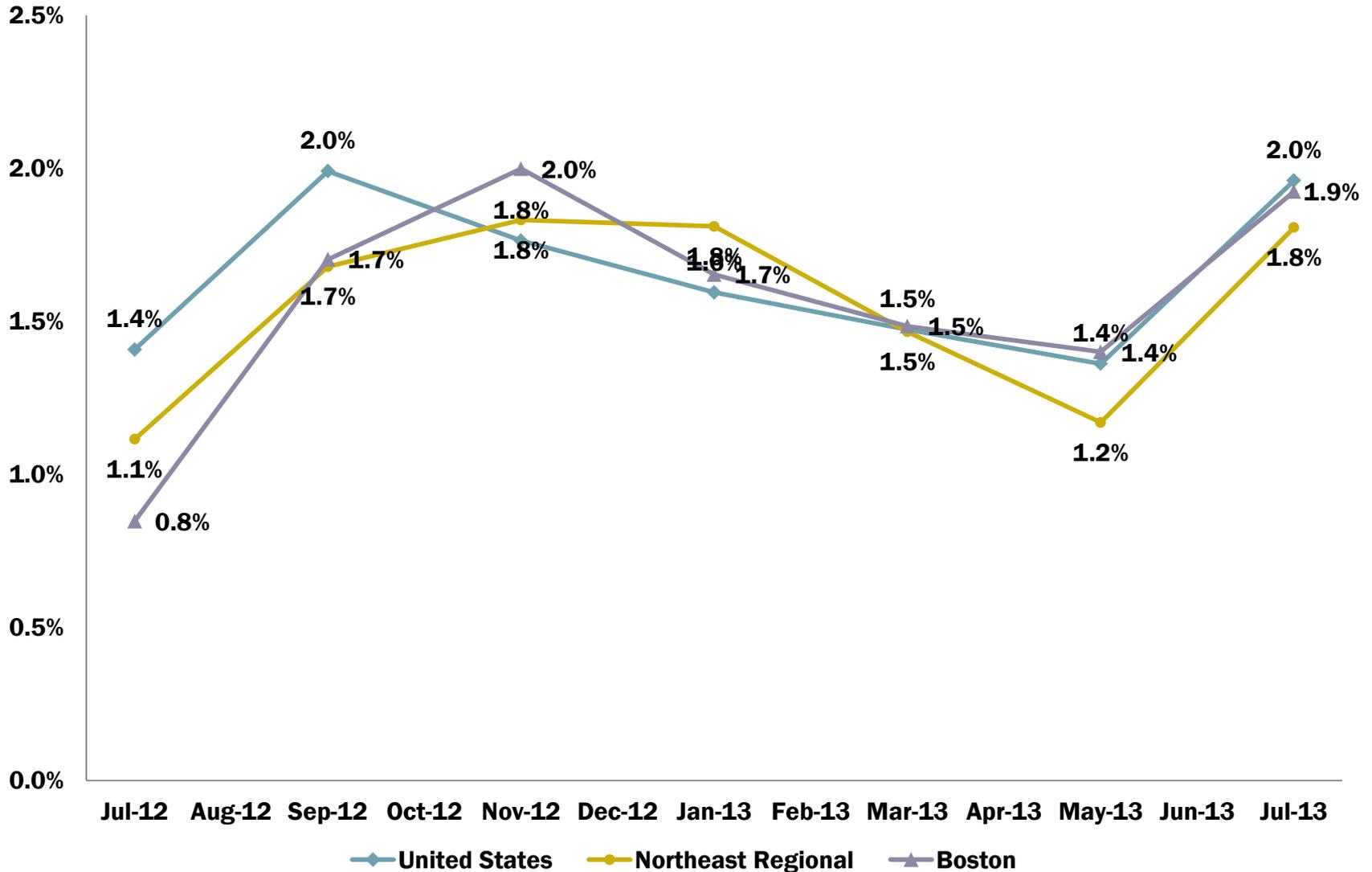
Steve Fournier, Town Administrator





Economic Indicators

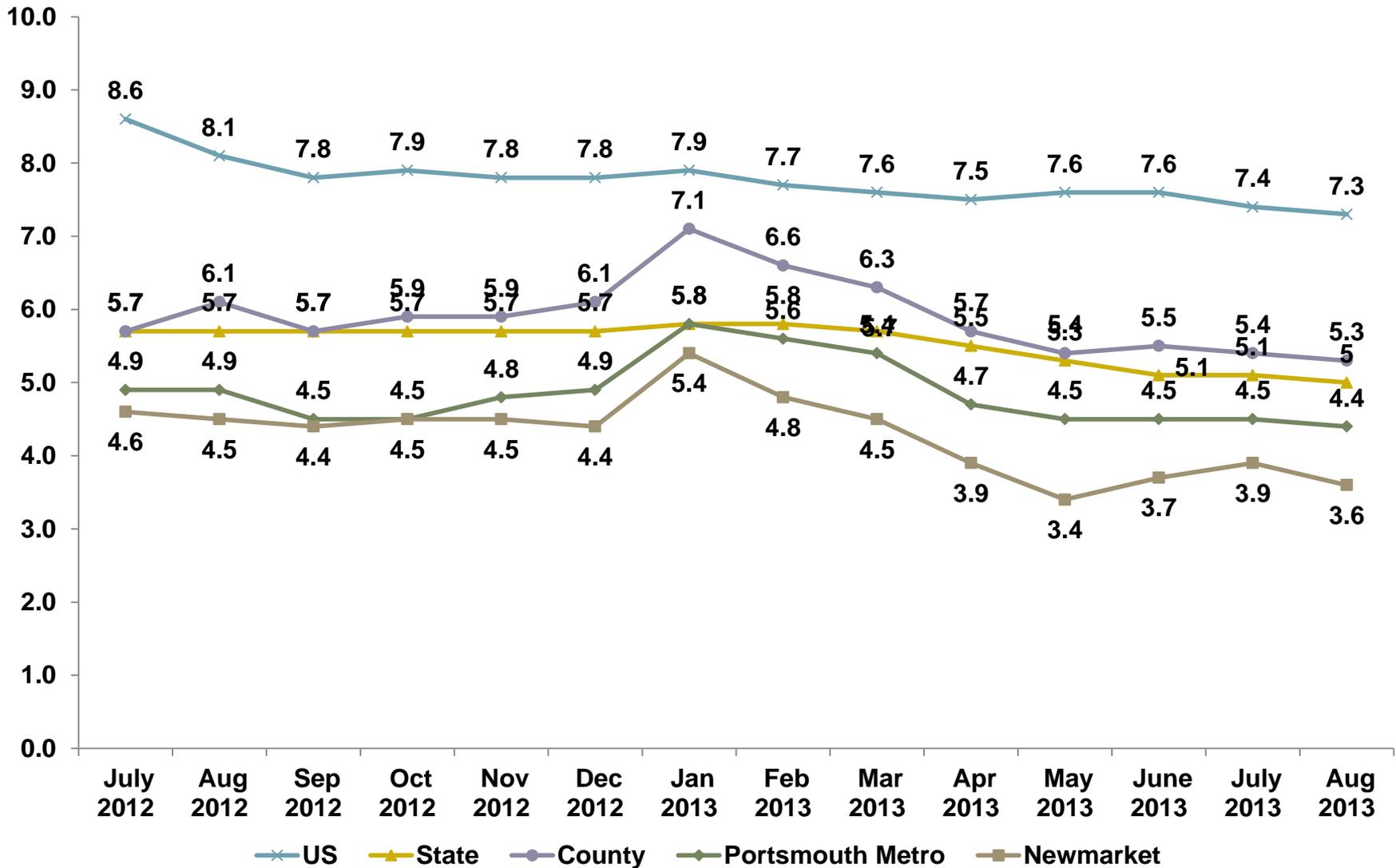
Consumer Price Index - Annual Increase 2013





Economic Indicators

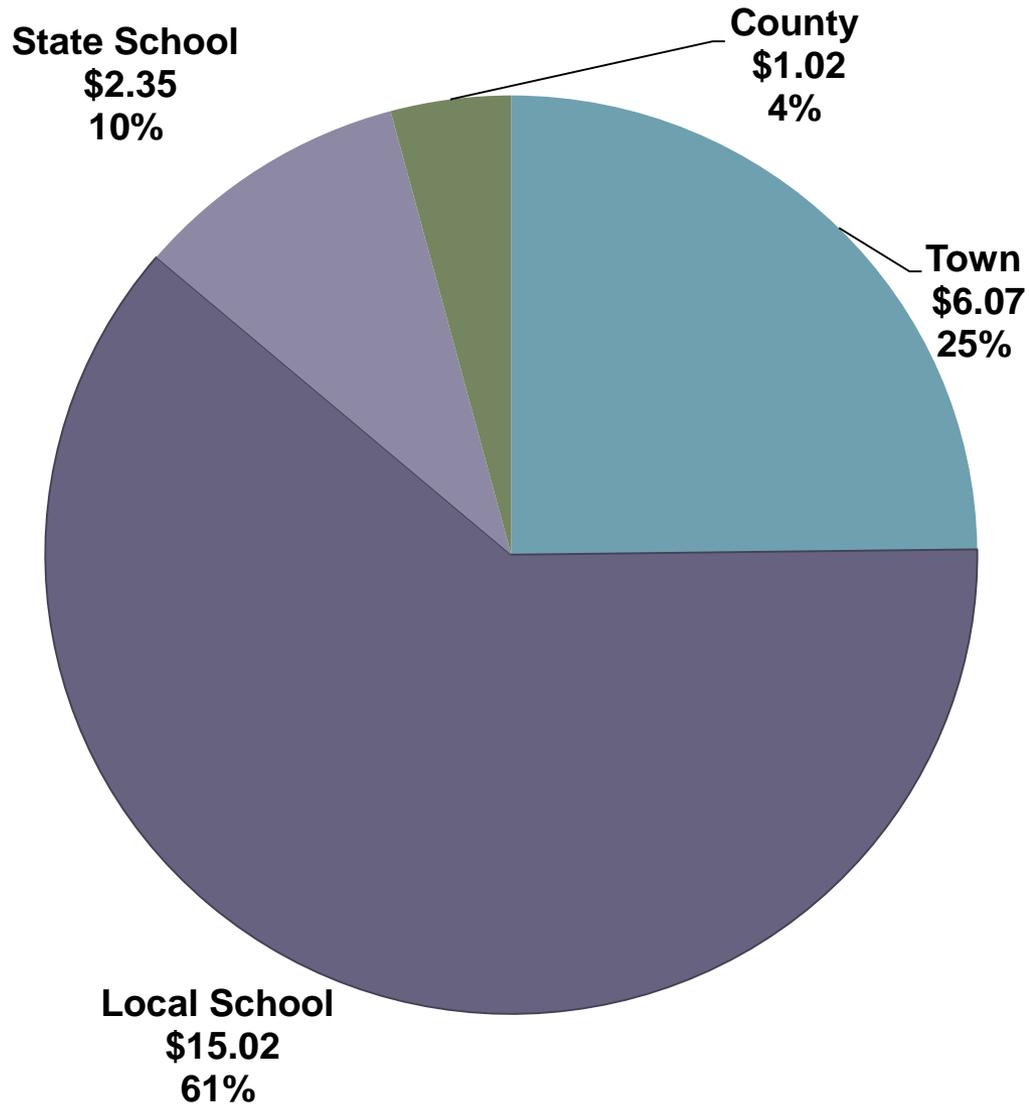
Unemployment Rates





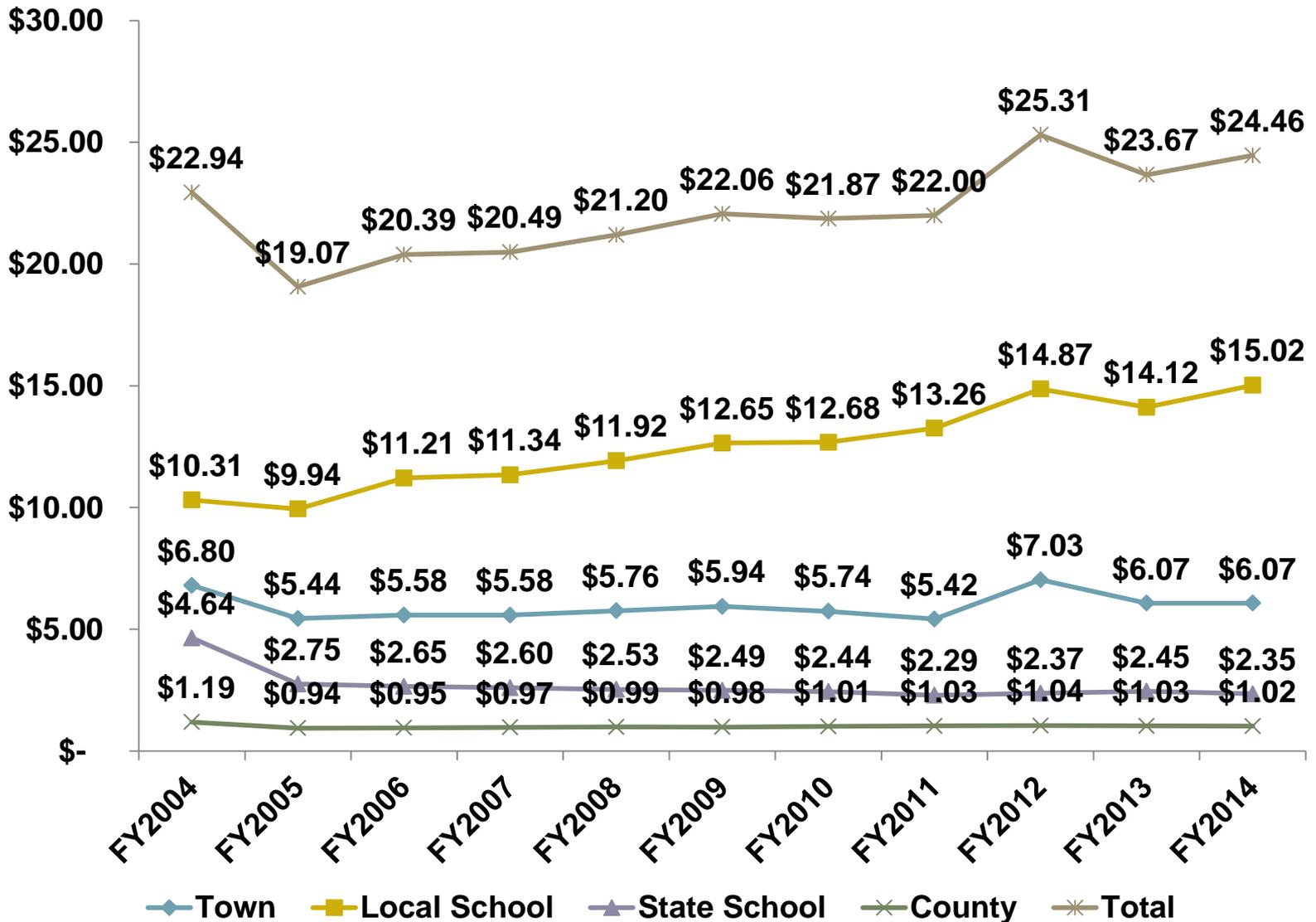
Tax Rate for FY14

- FY14 Tax Rate is \$24.46



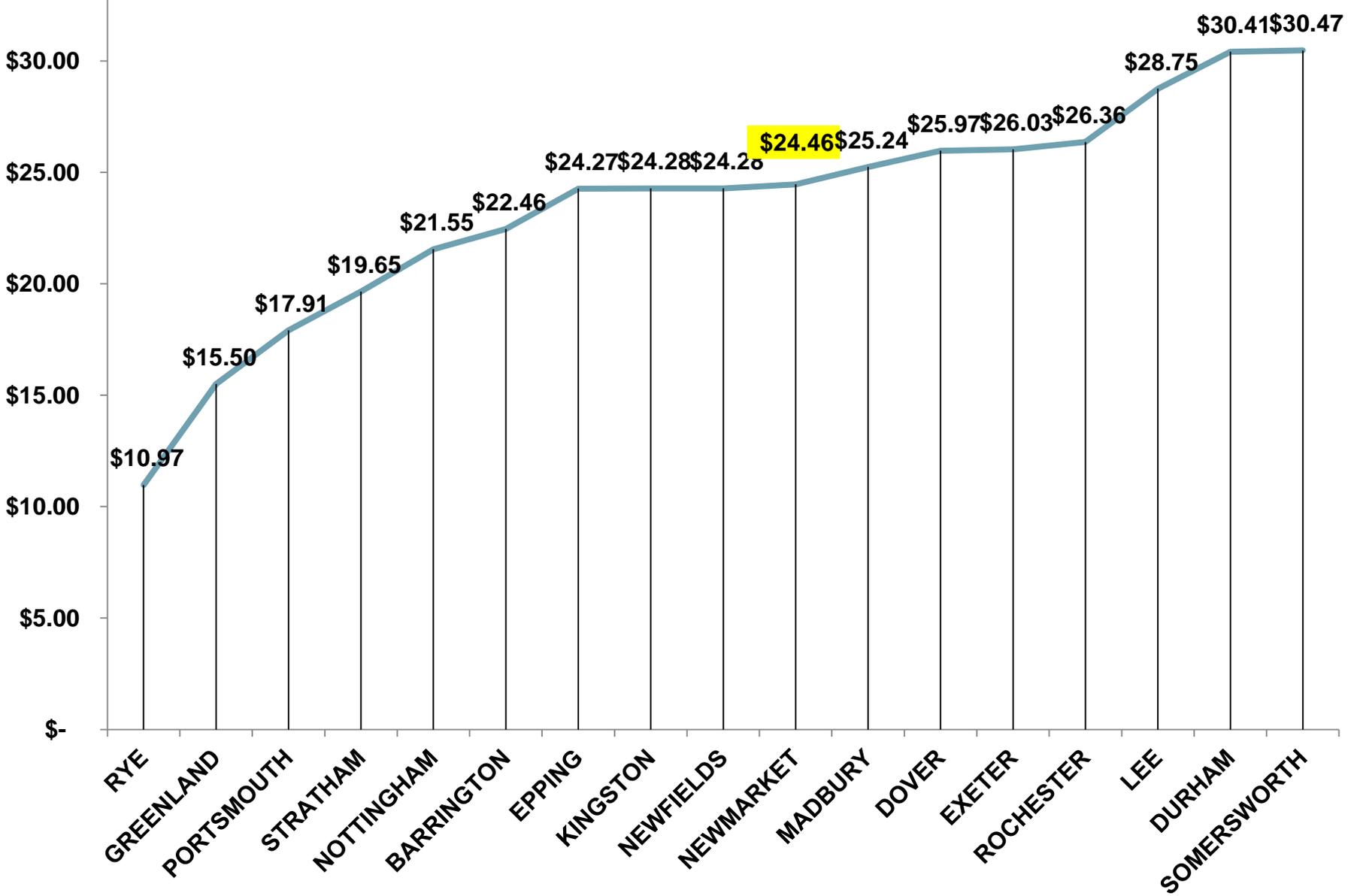


Ten Year Tax Rate Comparison





Tax Rate Comparison – Other Towns



\$35.00

\$30.00

\$25.00

\$20.00

\$15.00

\$10.00

\$5.00

\$-

RYE
GREENLAND
PORTSMOUTH
STRATHAM
NOTTINGHAM
BARRINGTON
EPPING
KINGSTON
NEWFIELDS
NEWMARKET
MADBURY
DOVER
EXETER
ROCHESTER
LEE
DURHAM
SOMERSWORTH



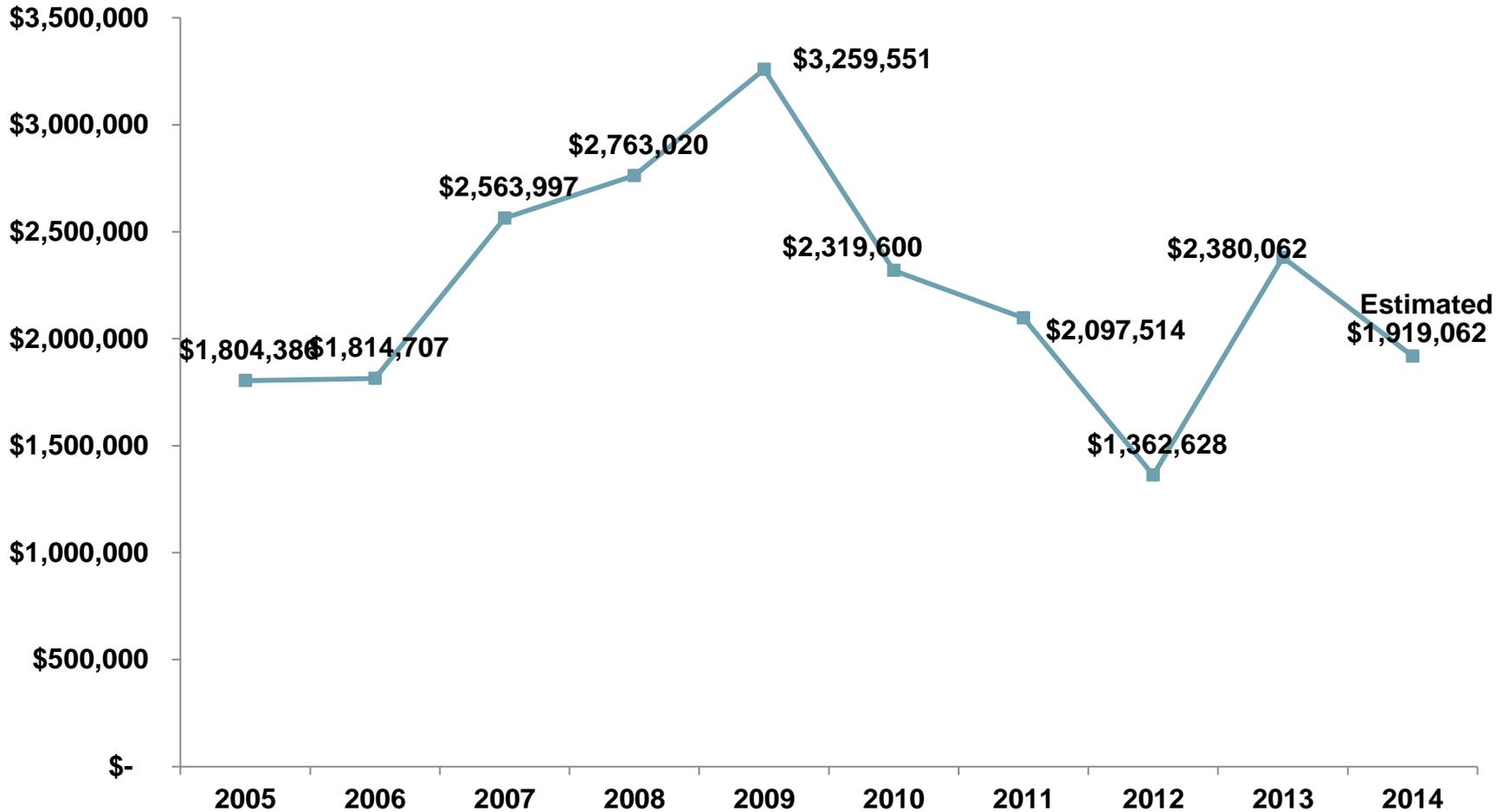
Fund Balance

- **Unassigned Fund Balance:** The fund balance, excluding all reserves and any other balances dedicated for another purpose.
- The New Hampshire Department of Revenue Administration recommends that municipalities retain between 5% and 10% of municipalities appropriations as fund balance.
- The Government Finance Officers Association recommends that a municipality retain between 8% and 17% of a municipalities appropriation as fund balance.
- Newmarket Town Policy states we must have between 5-10%
- After setting the Tax Rate the Town is at 10.5%



Fund Balance

10 Year Fund Balance History (At End of FY)



- If budget passes as proposed, \$404,460 would come off of the 2014 Estimated to \$1,514,602 – 8.2%



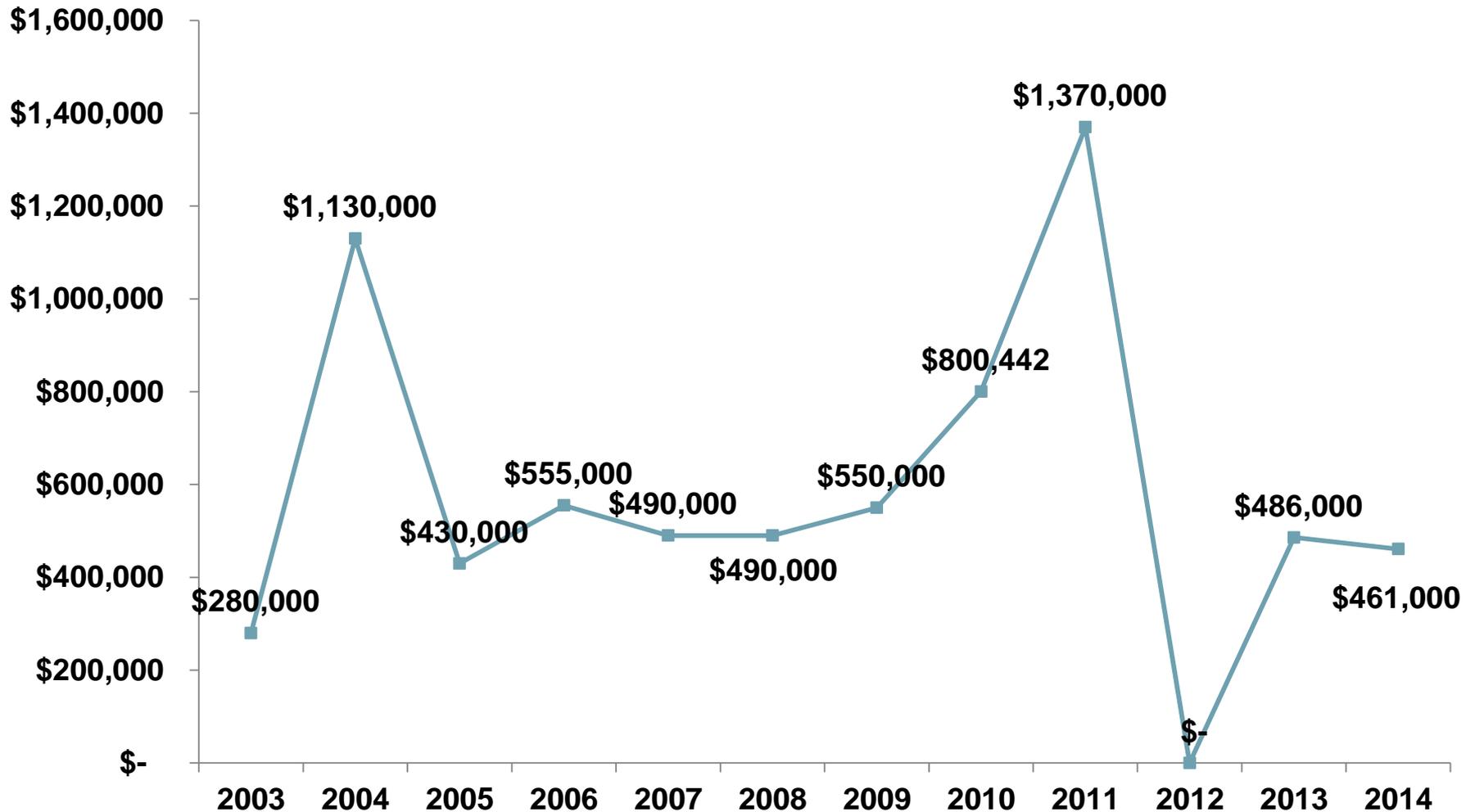
Fund Balance

- Added \$1,017,434 to our fund balance
- The sale of the former Department of Public Works Facility - \$234,310
- Increase in Motor Vehicle Revenues - \$90,067
- Increase in Miscellaneous Revenues - \$4,088
- Closing of the Parking Fund - \$187,761
- Under spending the FY2012-2013 Operating Budget by \$501,208
 - *Health Insurance (\$91,160)*
 - *Retirement (\$35,900)*
 - *Welfare (\$10,455)*
 - *Police Department (\$49,650)*
 - *Public Works Administration (\$30,138)*
 - *Buildings and Grounds (\$45,158)*
 - *Vehicle Maintenance (\$45,238)*
 - *Fire (\$32,264)*



Fund Balance

Use of Fund Balance
(Year is FY Ending)





Town Council is Recommending the Following for a Bottom Line Budget

	<u>Prior 2013</u>	<u>Current 2014</u>	<u>Department Proposed 2015</u>	<u>Town Administrator Proposed 2015</u>	<u>Town Council Proposed 2015</u>
Total expenditures	9,068,043	9,147,835	10,027,383	9,224,880	9,115,912
Percentage increase		0.88%	9.61%	0.84%	-0.35%

The proposed Town Council's budget is a reduction of \$31,923



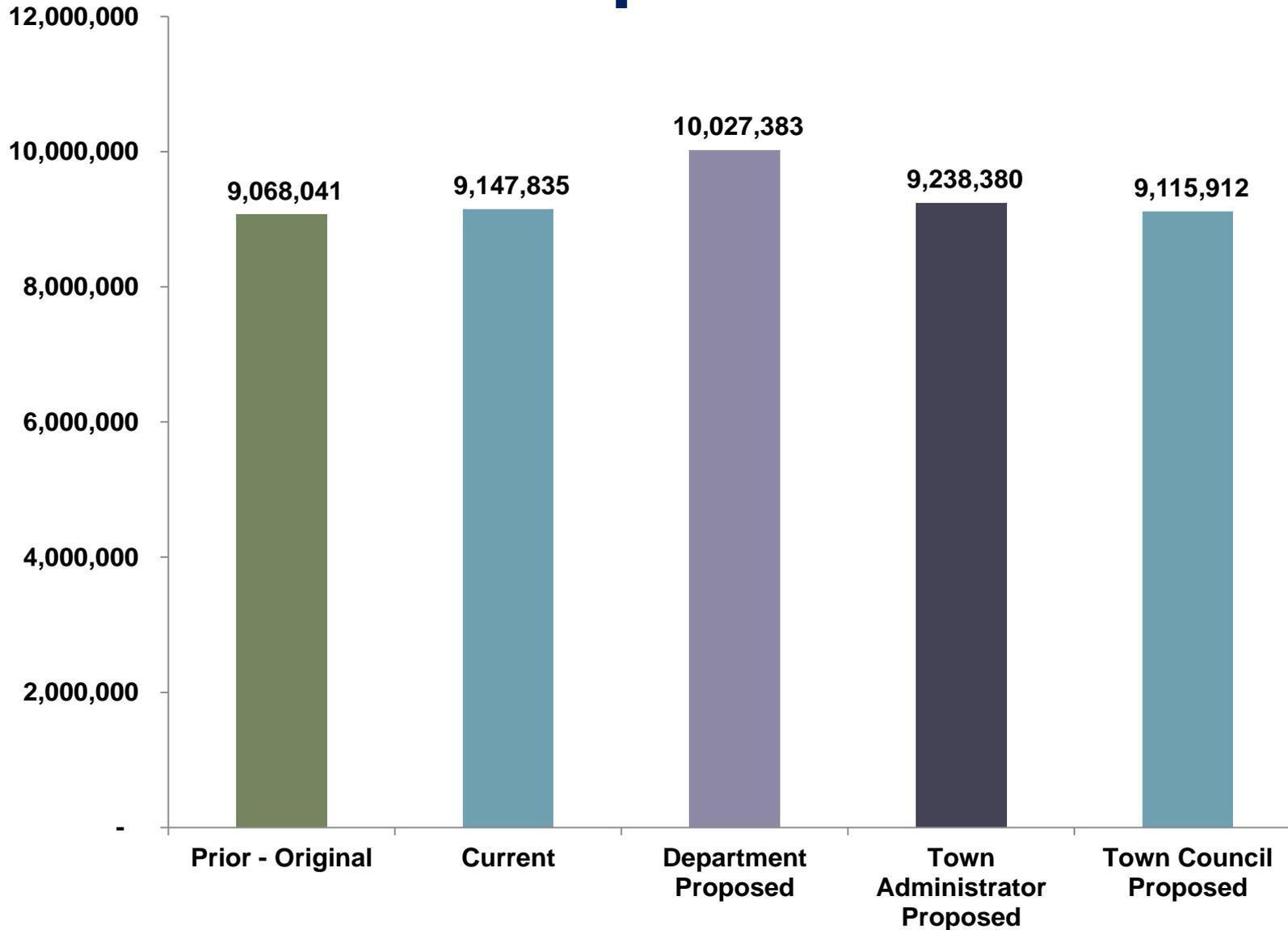
FY 15 Proposed Budget

- Expenditures Break down by Fund

	Prior	Current	Dept Proposed	Town Admin. Proposed	Town Council Proposed
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2015</u>	<u>2015</u>
General Fund	6,156,972	6,207,009	7,159,315	6,475,265	6,349,435
Library	284,130	300,931	303,736	303,736	303,736
Recreation Revolving	393,938	387,053	191,172	191,172	191,172
Solid Waste	441,577	450,225	487,861	479,611	449,611
Water	843,230	848,597	890,203	827,200	829,062
Waste Water	948,196	954,019	995,096	947,896	947,896

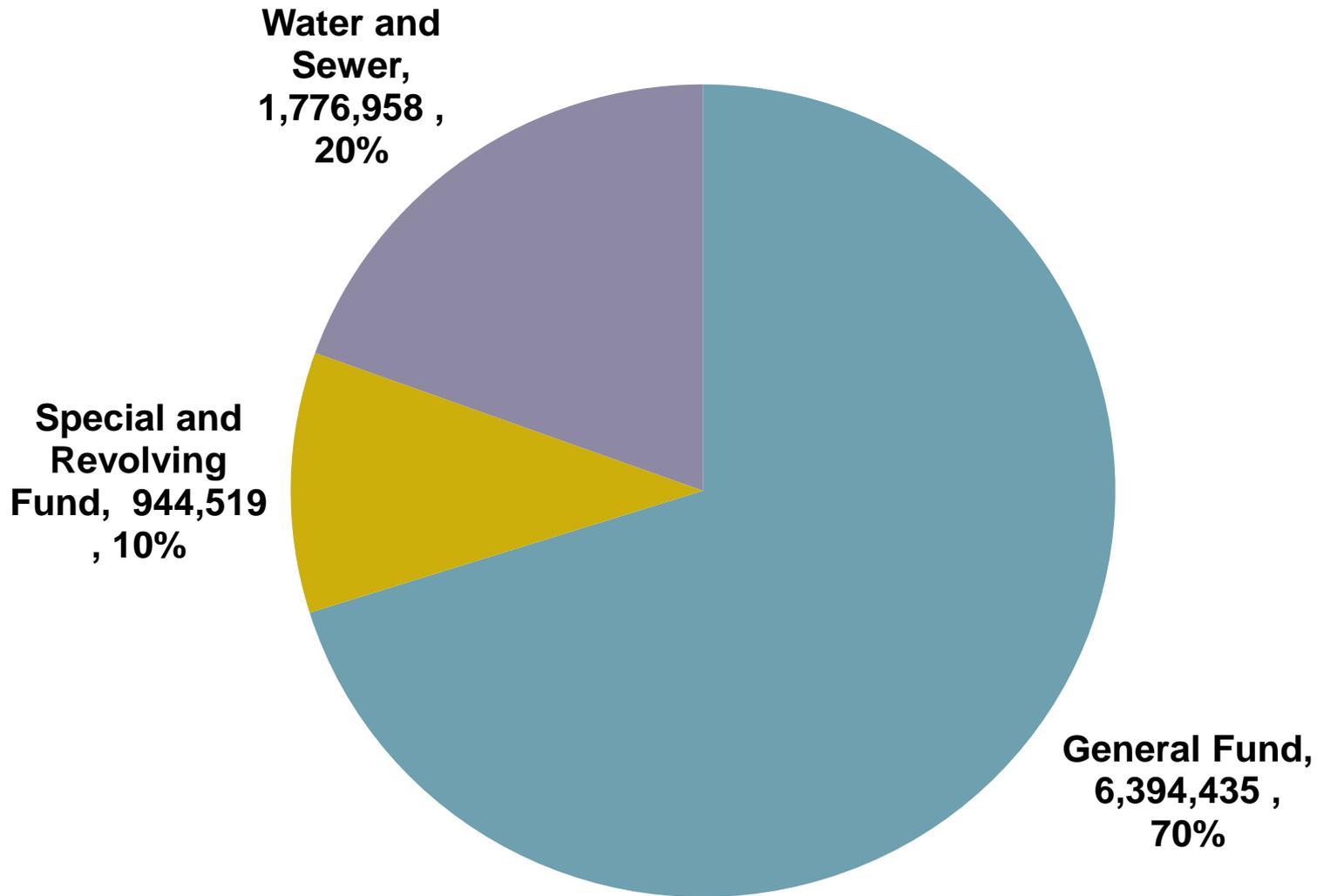


Three Year Comparison





Budget By Fund





Increases

- Overall
 - Employees Salaries – Merit Pool was Distributed
- Human Resources
 - FICA - \$55,526
 - Health - \$67,859
 - Liability Coverage - \$7,493
- Legal - \$7,500
- Planning
 - Master Plan Update - \$10,000
- IT - \$5,109
- Public Works Administration
 - Director Salary Now Covered 100% in Budget - \$18,229



Increases

- **Roads**
 - Engineering for Storm Water Management - \$28,000
 - Salt - \$5,000
- **Fire – \$52,402**
 - Ambulance Billing - \$16,000
 - On Call Stipends - \$15,000
 - Radios - \$5,000
- **Capital Reserve Contributions - \$16,857**
 - Technology - \$10,000
 - Police - \$2,744
 - Recreation Facilities - \$3,000
 - Storm Water Management - \$31,113
- **Solid Waste**
 - Household Waste Day - \$40,000



Decreases

- **Finance**
 - Personnel Changes - \$8,260
 - Audit Fees - \$6,250
- **Town Clerk - Tax Collector**
 - Salaries - \$7,806
 - Codification - \$11,300
- **Human Resources**
 - Retirement - \$36,903
 - Workers Compensation Coverage - \$61,934
- **Assessing - \$6,500**
- **Debt Service**
 - Removal of DPW/Fire Station Bill - \$140,250



Decreases

- **Vehicles**
 - Public Works Maintenance - \$15,050
- **Solid Waste**
 - Landfill Closure Testing - \$20,000
- **Water - \$19,535**
 - Public Works Director Salary - \$8,673
- **Sewer**
 - Public Works Director Salary - \$6,123



Where Town Council Cut Town Administrator's Budget

- **Town Administrator**
 - \$1,000 - Printing and Publishing
- **Finance**
 - \$10,000 – Finance Director Salary
 - \$2,000 - Advertising
- **Human Resources**
 - \$42,858 – Worker's Compensation
 - \$22,901 – Unemployment
- **Assessing**
 - \$2,950 – Various
- **Planning**
 - \$1,000 – Staff and Board Development
 - \$1,000 - Subscriptions

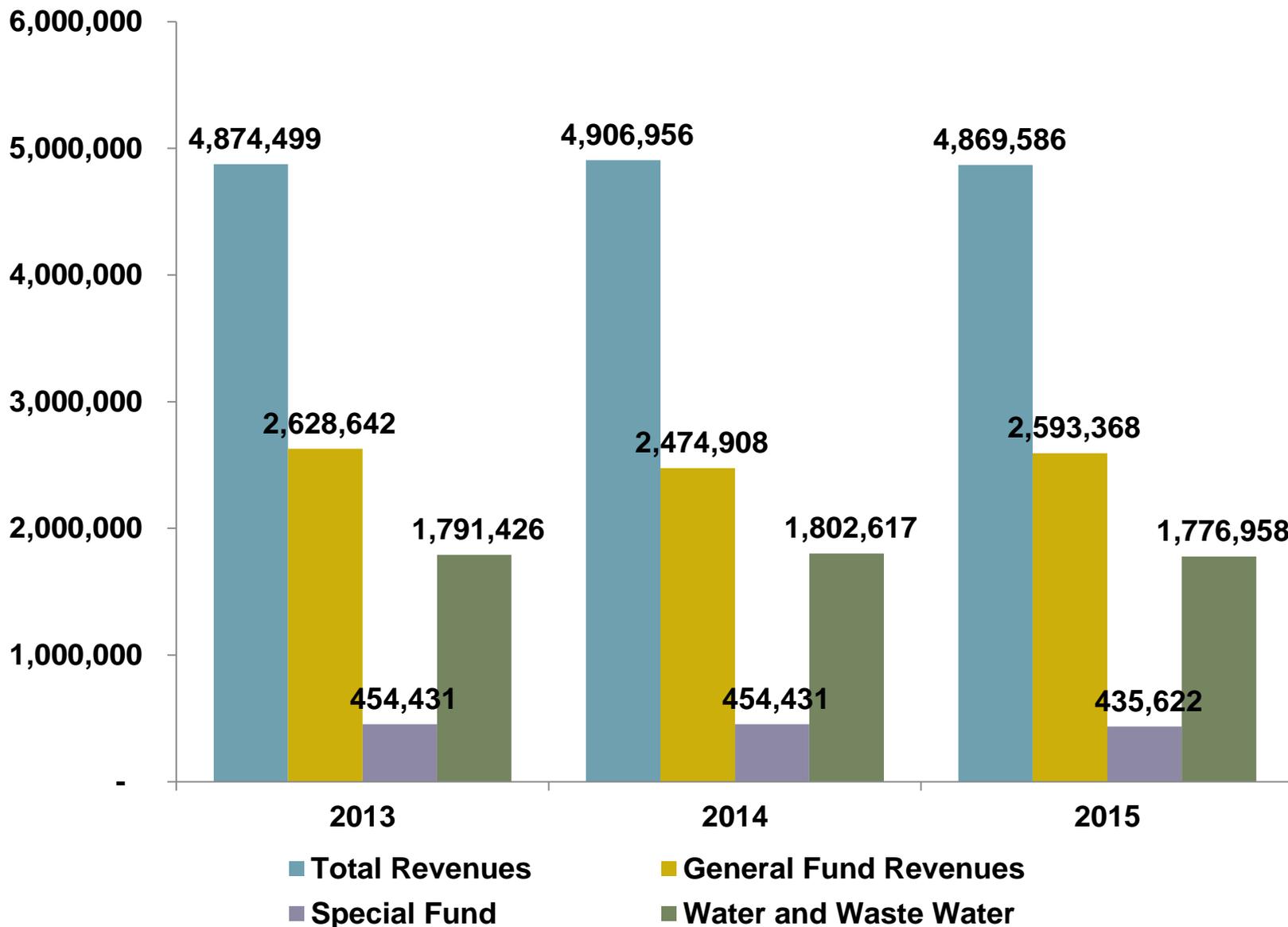


Where Town Council Cut Town Administrator's Budget

- **Information Technology**
 - \$1,000 – Training
 - \$600 – Communication Services
 - \$1,000 – Channel 13 Equipment
- **Bridges**
 - \$500 – Signs
- **Vehicles**
 - \$28,000 – Public Works Vehicle Maintenance
- **Capital Reserve**
 - Revaluation - \$30,000
- **Solid Waste**
 - \$5,000 General Supplies
 - \$5,000 – Household Waste Day
 - \$20,000 – Landfill Closure Monitoring
- **Water**
 - \$6,000 – Electricity
 - \$5,000 - Engineering



Revenue Budget





Tax Impact

**THIS NEXT SLIDE IS AN ESTIMATE
ONLY USING DATA AS WE HAVE
TODAY**



Tax Impact

	FY2013	FY14 Estimated	Town Administrator Proposed FY15	Town Council Proposed
Gross Appropriation	9,068,043	9,147,835	9,224,880	9,115,912
Less Revenues	4,874,499	4,906,956	4,804,086	4,869,586
Less Shared Revenues	-	-	-	-
Add: Overlay	148,575	100,000	100,000	100,000
Add: War Service Credits	175,000	175,000	175,000	175,000
Net Town Appropriation	4,517,119	4,515,879	4,699,794	4,521,326
				744,537,983
Assessed value	743,157,083	744,537,983	744,537,983	
<u>Estimated Tax rate</u>	\$ 6.07	\$6.07	\$6.31	\$6.07



Tax Impact

- **Average Home Value: \$250,000**
 - Current Town Portion of Tax Bill: \$1,517.50 annual
- **Proposed: \$1,517.50 annual**
 - No Increase