**PROPOSED FY2019 BUDGET**

**SUGGESTED GENERAL FUND BUDGET ADJUSTMENT OPTIONS W/ TAX BILL IMPACT**

**As of April 18, 2018**

| | Budget Adjustment Initially Suggested | Estimated Property Tax Rate Change | Average Residential* Property Tax Bill Impact | Council Consensus KEEP or DISCARD |
|---|---|---|---|---|
| 1 **General Government Operations** | | | | |
| a. Increase COAST Subsidy to reinstate FasTrans Service | $25,986 | $0.008 | $2 | - |
| b. Reduce COAST Subsidy to prior year amount | ($40,486) | ($0.013) | ($3) | - |
| c. Reduce estimated amount for contracted specialized legal services | ($10,000) | ($0.003) | ($1) | - |
| d. Reduce overlap for legal support services succession plan (6 months) | ($14,734) | ($0.005) | ($1) | - |
| ~~e. Reduce CC/TC hours of operation~~ | ~~($35,000)~~ | ~~($0.011)~~ | ~~($3)~~ | DISCARD |
| f. Eliminate SRPC Membership Dues | ($20,382) | ($0.006) | ($2) | - |
| 2 **Police Operations** | | | | |
| a. Eliminate Teen Center Operation (includes staff, van and net of increase to McConnell subsidy) | ($115,566) | ($0.036) | ($10) | - |
| b. Reduce 24/7 Public Safety Communications Center coverage (net of increased OT coverage needs) | ($59,082) | ($0.019) | ($5) | - |
| 3 **Fire & Rescue Operations** | | | | |
| a. Eliminate professional standards administration/weekday coverage (net of increased OT needs) | ($34,056) | ($0.011) | ($3) | - |
| b. Reduce Fire & Rescue equipment repair and replacement | ($43,750) | ($0.014) | ($4) | - |
| c. Reduce Inspection Services overtime coverage for night time inspections and added plan review | ($5,000) | ($0.002) | ($0) | - |
| d. Eliminate scheduled PC purchase | ($2,250) | ($0.001) | ($0) | - |
| 4 **Community Services Operations** | | | | |
| a. Reduce street paving overlays to prior year amount | ($203,256) | ($0.064) | ($17) | - |
| b. Remove GF cost for Electrician services (net of increased contract services and water/sewer share) | ($17,075) | ($0.005) | ($1) | - |
| 5 **Recreation Operations** | | | | |
| a. Eliminate Special Recreation Programs funding (includes Arats, 400th Anniversary, and 4th of July) | ($9,500) | ($0.003) | ($1) | - |
| b. Eliminate Cocheco Arts Festival Subsidy | ($10,000) | ($0.003) | ($1) | - |
| c. Eliminate need based scholarships for fee supported recreation programs | ($20,000) | ($0.006) | ($2) | - |
| 6 **Library Operations** | | | | |
| a. Increase proposed night and weekend custodial coverage (20 hrs/week) | $14,530 | $0.005 | $1 | - |
| b. Eliminate proposed night and weekend custodial coverage (10 hrs/week) | ($14,530) | ($0.005) | ($1) | - |
| c. Eliminate Sunday Library hours of operation | ($14,600) | ($0.005) | ($1) | - |
| d. Increase Passport Fee Revenue per State Department rate adjustment | ($13,300) | ($0.004) | ($1) | - |
| e. Reduce Book and Collection purchase amount to current year | ($3,237) | ($0.001) | ($0) | - |
| 7 **School Operations** | | | | |
| a. Reduce School Board Recommended Budget | ($100,000) | ($0.031) | ($8) | - |
| b. Reduce School Board Recommended Budget (school related tax cap overage w/out DHS/CTC allowance) | ($1,206,222) | ($0.379) | ($100) | - |
| c. Reduce School Board Recommended Budget (school related tax cap only w/ DHS/CTC allowance) | ($1,541,418) | ($0.484) | ($128) | - |
| d. Reduce School Board Recommended Budget (equivalent to tax cap overage) | ($2,747,640) | ($0.863) | ($228) | - |

**PROPOSED FY2019 BUDGET**
**SUGGESTED GENERAL FUND BUDGET ADJUSTMENT OPTIONS W/ TAX BILL IMPACT**
**As of April 18, 2018**

| | Budget Adjustment Initially Suggested | Estimated Property Tax Rate Change | Average Residential* Property Tax Bill Impact | Council Consensus KEEP or DISCARD |
|---|---|---|---|---|
| **8 Additional Misc. Budget Adjustments** | | | | |
| a. Adjust Health Insurance for reduced actual rate vs GMR (net of OPEB retiree additions) | ($1) | ($0.000) | ($0) | - |
| b. Adjust various fees and charges to recover cost for service | ($1) | ($0.000) | ($0) | - |
| c. Update Tax Cap calculation prior year levy/construction value* Does not impact rate adjustment | $68,581 | | | Tax Cap |
| **Council Consensus Total Budget Adjustment** | **$0** | **$0.000** | **$0** | |
| Total City | $0 | $0.000 | $0 | |
| Total School | $0 | $0.000 | $0 | |

* Average Residential Value used for tax bill calculation = $264,861

**PROPOSED FY2019 BUDGET**
**SUGGESTED GENERAL FUND BUDGET ADJUSTMENT OPTIONS W/ TAX BILL IMPACT**
**As of April 18, 2018**

| | Current | Property Tax Rates Fiscal Year 2019 Estimate | | | Amount Above/(below) | |
|---|---|---|---|---|---|---|
| | **FY 2018** | **Proposed** | **Tax Capped** | **Adjusted** | **Tax Cap** | |
| **City Rate** | $9.96 | $10.11 | $10.12 | $10.11 | ($0.01) | |
| **Local School Rate** | $10.91 | $11.93 | $11.08 | $11.93 | $0.85 | |
| **State School Rate** | $2.23 | $2.22 | $2.22 | $2.22 | $0.00 | |
| **County Rate** | $2.77 | $2.81 | $2.81 | $2.81 | $0.00 | |
| **Total Property Tax Rate** | $25.87 | $27.07 | $26.23 | $27.07 | $0.84 | $26.61 is tax cap w/ HS Debt Allowance |
| **Increase FY19/FY18** | | $1.20 | $0.36 | $1.20 | | $0.74 is tax cap w/ HS Debt Allowance |
| | | **Average Residential Property Tax Amounts** | | | | |
| **City Tax** | $2,638 | $2,678 | $2,680 | $2,678 | ($3) | |
| **Local School Tax** | $2,890 | $3,160 | $2,935 | $3,160 | $225 | |
| **State School Tax** | $591 | $588 | $588 | $588 | $0 | |
| **County Tax** | $734 | $744 | $744 | $744 | $0 | |
| **Average Residential Tax Bill** | $6,852 | $7,170 | $6,947 | $7,170 | $222 | $7,048 is tax cap with HS Debt Allowance |
| **Proposed Increase FY19/FY18** | | $318 | $95 | $318 | | $196 is tax cap with HS Debt Allowance |
| | | 4.6% | 1.4% | 4.6% | | 2.9% is tax cap with HS Debt Allowance |

| | FY18 Tax Levy | FY19 Tax Cap Calc | FY19 Tax Capped Levy |
|---|---|---|---|
| City (pre-credit) | $ 31,391,978 | $ 844,330 | $ 32,236,308 |
| Local School | $ 34,354,636 | $ 940,476 | $ 35,295,112 |
| State School | $ 6,894,236 | $ 50,973 | $ 6,844,285 |
| County | $ 8,713,747 | $ 246,598 | $ 8,643,721 |
| | $ 81,354,597 | $ 2,082,377 | $ 83,019,426 |

| | |
|---|---|
| Average Residential Home Value | $ 264,861 |
| Average Commercial Assessement | $ 810,941 |
| Net Assessed Value | $ 3,185,231.460 |

**Council Adjustments**
**Consensus to Date**

| | Revenue | Expense | Net |
|---|---|---|---|
| City | $ - | $ - | $ - |
| School | $ - | $ - | $ - |

**Actual Tax Cap + Allowance Comparison:**

| | |
|---|---|
| City Manager Proposed Budget Tax Cap Overage | $ 2,679,059 |
| LESS: DHS/CTC Anticipated Debt Allowance | $ 1,206,222 |
| LESS: Additional Council Consensus Budget Adjustments | $ - |
| Amount to achieve anticipated tax cap overage with allowance | $ 1,472,837 |

* Average Residential Value used for property tax calculation = $ 264,861

# Analysis of Tax Cap - FY 2019 Budget

## City of Dover, NH

***Calculated as of 4/18/2018***

**Property Tax Related Components of General Fund Budget**

| | | City Portion | School Portion | State Portion | County Portion | Total |
|---|---|---|---|---|---|---|
| **A.** | Prior Fiscal Year Net Amount Raised by Taxes (Certified FY2018 Tax Levy): | $30,795,407 | $34,354,636 | $6,894,236 | $8,713,747 | $80,758,026 |
| **B.** | Multiplied by INCREASE in Boston CPI Urban - CPI-U (Average of 2015, 2016 and 2017 Calender Year 12 month percent change, not seasonally adjusted, 1982-84 base year) | 1.53% | 1.53% | | | |
| **C.** | **Subtotal (A x B =)** | **$471,170** | **$525,626** | | | |
| **D.** | Prior April 1 to March 31 Net Construction/Demolition Permit Value: | $38,000,000 | $38,000,000 | | | |
| **E.** | Multiplied by Prior Fiscal Year Tax Rate (Actual): | $9.82 | $10.91 | | | |
| **F.** | Subtotal (D x E =) | $373,160 | $414,580 | | | |
| **G.** | **Increase Allowed for FY2019 Tax Levy (C + F =):** | **$844,330** | **$940,206** | | | |
| **H.** | **FY2019 Amount allowed to be Raised by Taxes (Capped Tax Levy) (A + G =):** | **$31,639,737** | **$35,294,842** | | | |
| **I.** | FY2019 Amount to be Raised by Taxes (Estimated Tax Levy): | $31,639,737 | $35,294,842 | $6,945,209 | $8,960,345 | $82,840,133 |
| **M.** | Budget Increase Allowed per Estimated Capped Tax Levy (H-A): | $844,330 | $940,206 | $50,973 | $246,598 | $2,082,107 |
| **N.** | Net Assessed Property Value for FY2018 | 3,150,231,460 | 3,150,231,460 | 3,086,603,660 | 3,150,231,460 | 3,150,231,460 |
| **O.** | Estimated Increase in Property Tax Rate | $0.27 | $0.30 | $0.02 | $0.08 | $0.66 |

| | Year | Annual Change |
|---|---|---|
| Consumer Price Index - Boston | | |
| CUURA103SAO | 2015 | 0.6 |
| | 2016 | 1.5 |
| | 2017 | 2.5 |
| | 36 Month Change | 1.53 |

County Proposed 2018 Budget Tax Levy Amount
City of Dover Apportionment (based on TY 2016 Equalization)

State Education Tax Warrant TY2018 (FY2019)