

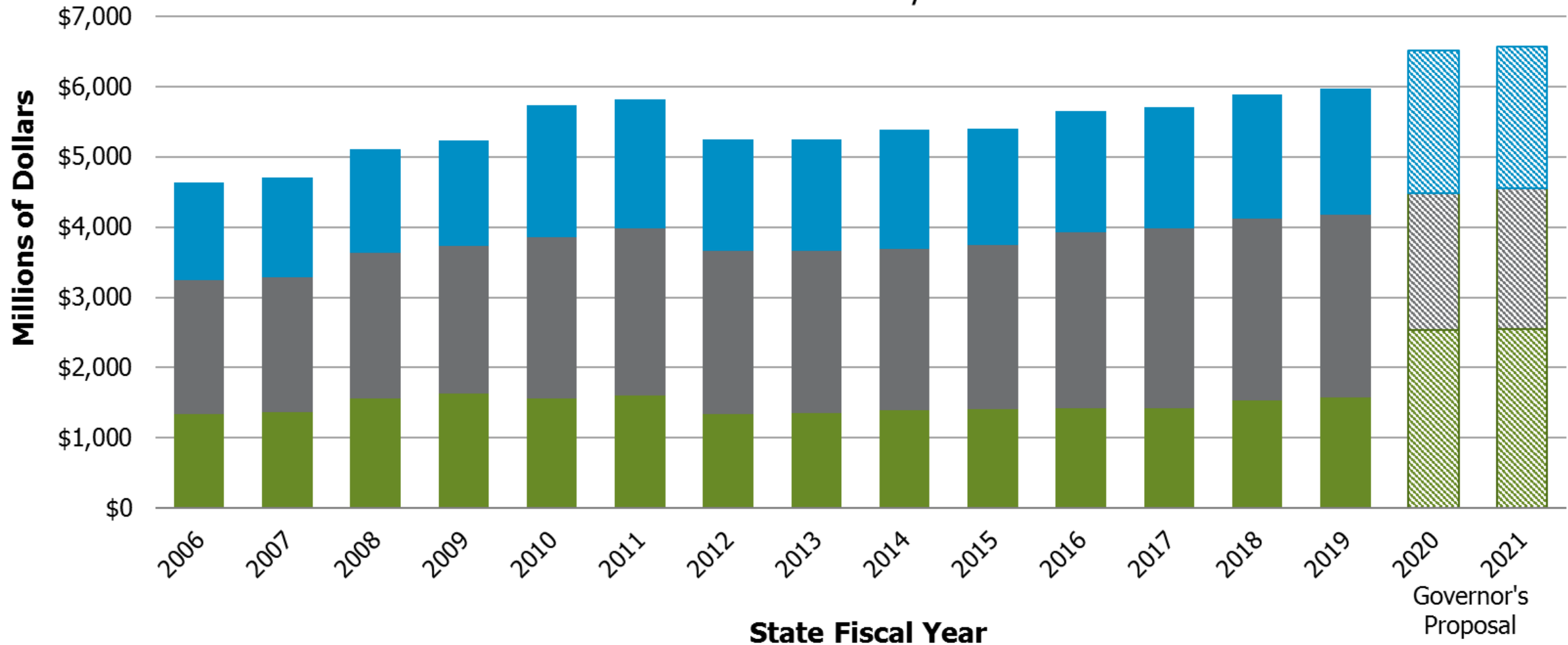
Funding the State Budget and Other Public Services

New Hampshire Fiscal Policy Institute
Sixth Annual Conference
Investments to Sustain a Vibrant Economy
February 22, 2019



New Hampshire State Budget Appropriations

As Enacted or Proposed

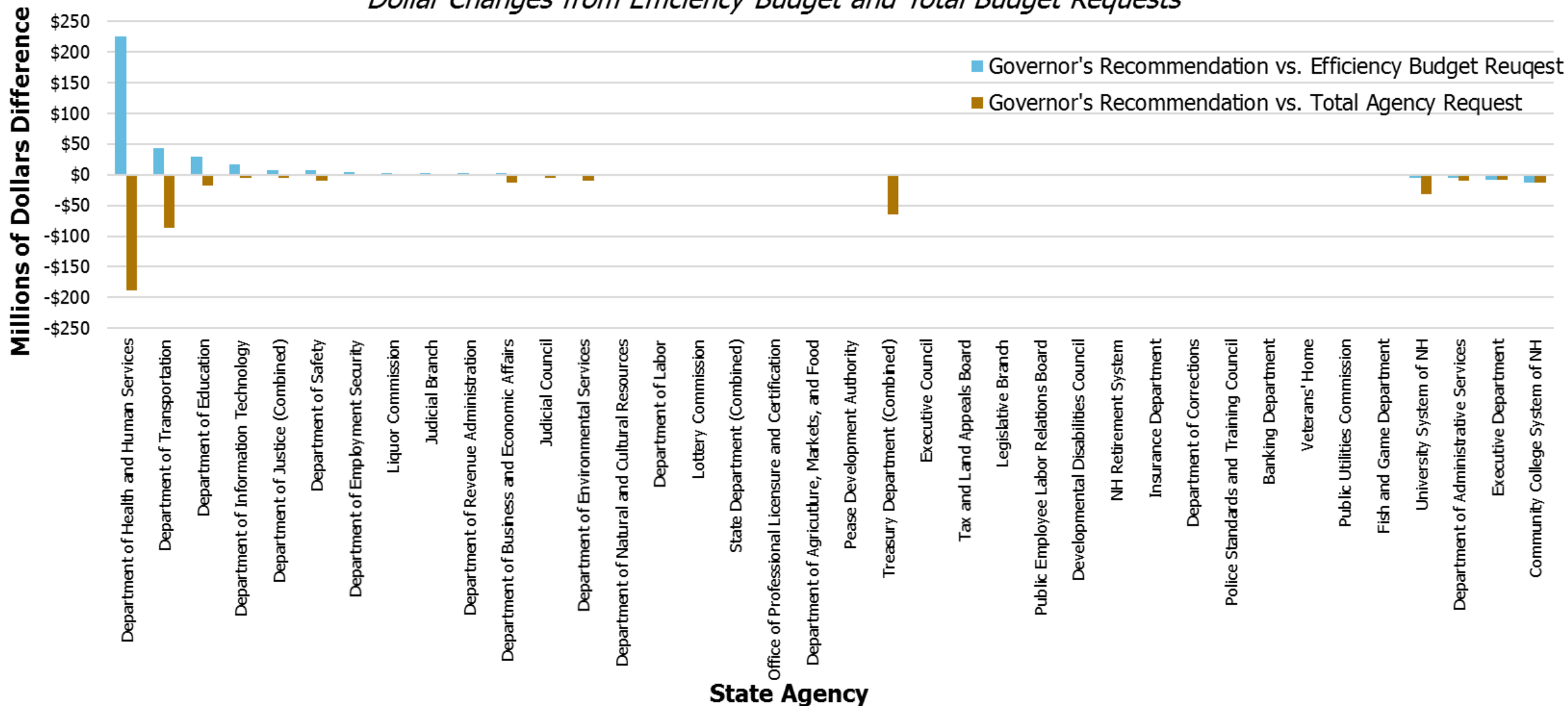


Sources: New Hampshire State Operating Budgets, Primary Budgets as Enacted (HB 1, Section 1 as Approved, Sessions 2005 to 2015; HB 144 in the 2017 Session); Governor's Operating Budget for Fiscal Years Ending June 30, 2020-2021

■ General Funds ■ Total other Funds ■ Federal Funds

Governor's Budget Proposal and Agency Budget Requests

Dollar Changes from Efficiency Budget and Total Budget Requests



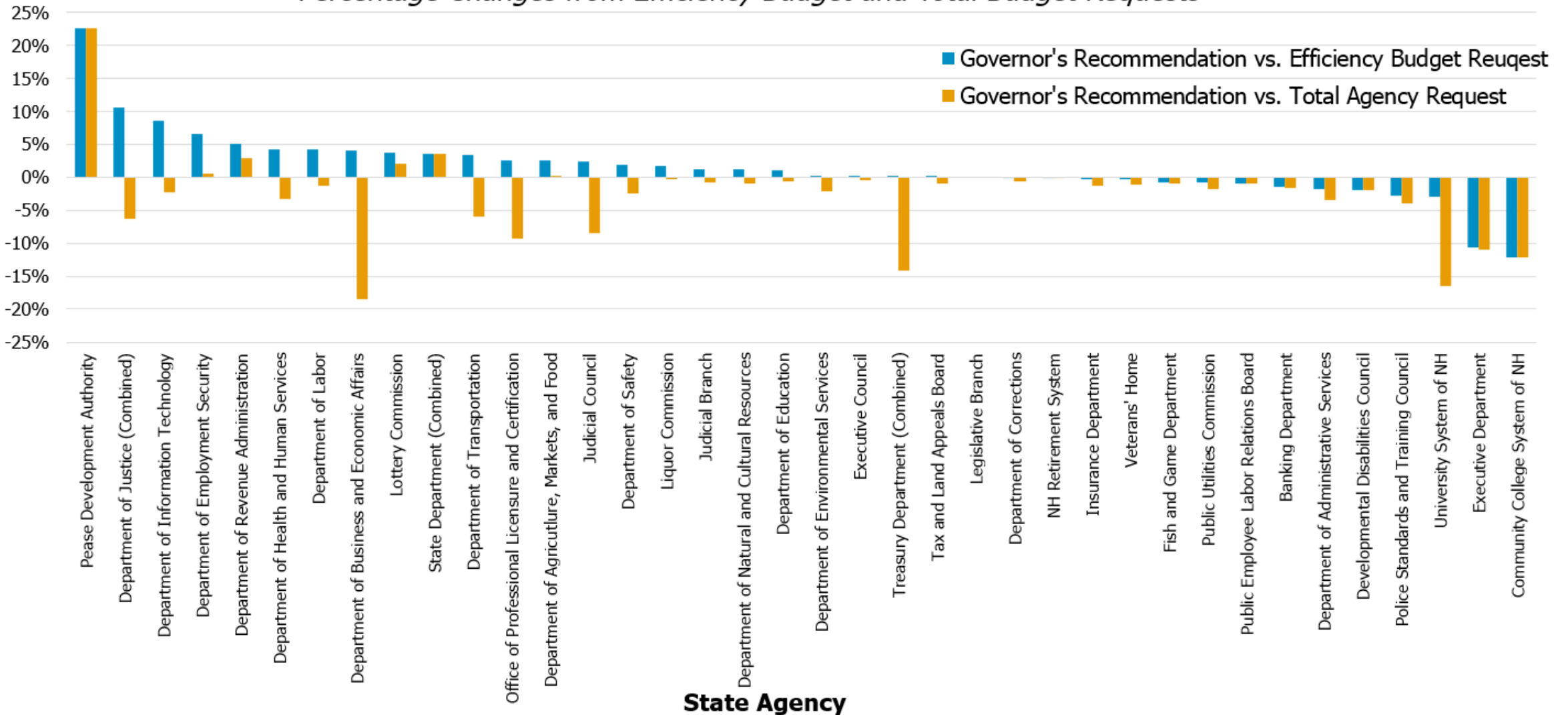
Note: The Governor's proposed Department of Military Affairs and Veterans Services and its component parts are not included, outside of DHHS.

Source: State Agency Budget Requests and Governor's Budget Proposal, State Fiscal Years 2020-2021

Governor's Budget Proposal and Agency Budget Requests

Percentage Changes from Efficiency Budget and Total Budget Requests

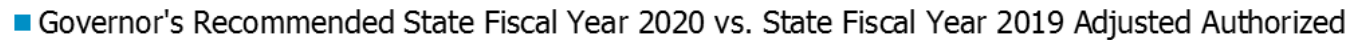
Percentage Change from Agency Budget Request



Note: The Governor's proposed Department of Military Affairs and Veterans Services and its component parts are not included, outside of DHHS.

Source: State Agency Budget Requests and Governor's Budget Proposal, State Fiscal Years 2020-2021

Governor's State Fiscal Year 2020 Recommendation Relative to Adjusted Authorized State Fiscal Year 2019

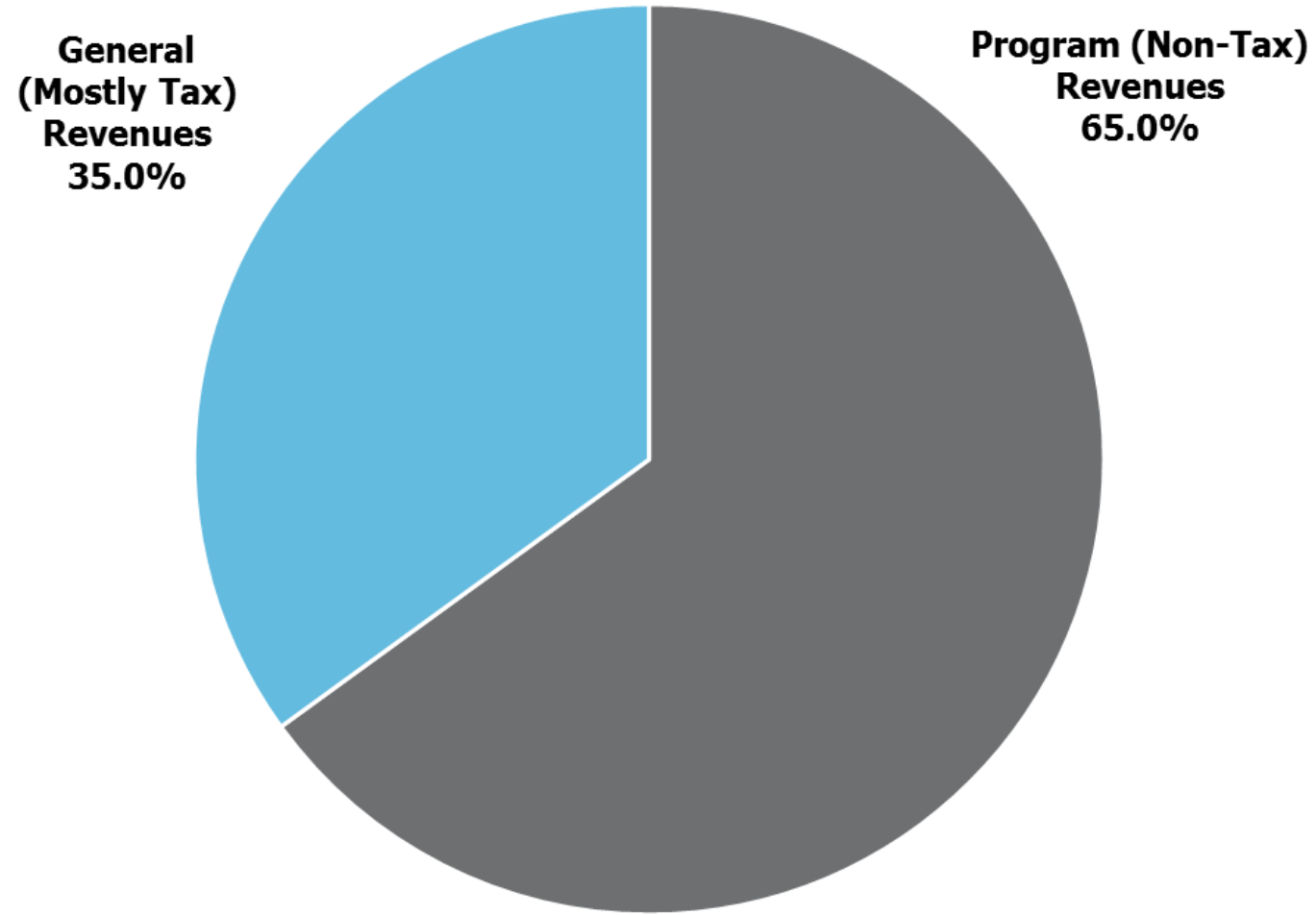


Source: Governor's Executive Budget Summary for Fiscal Years ending June 30, 2020-2021

General and Program Revenues

New Hampshire, State Fiscal Year (SFY) 2018

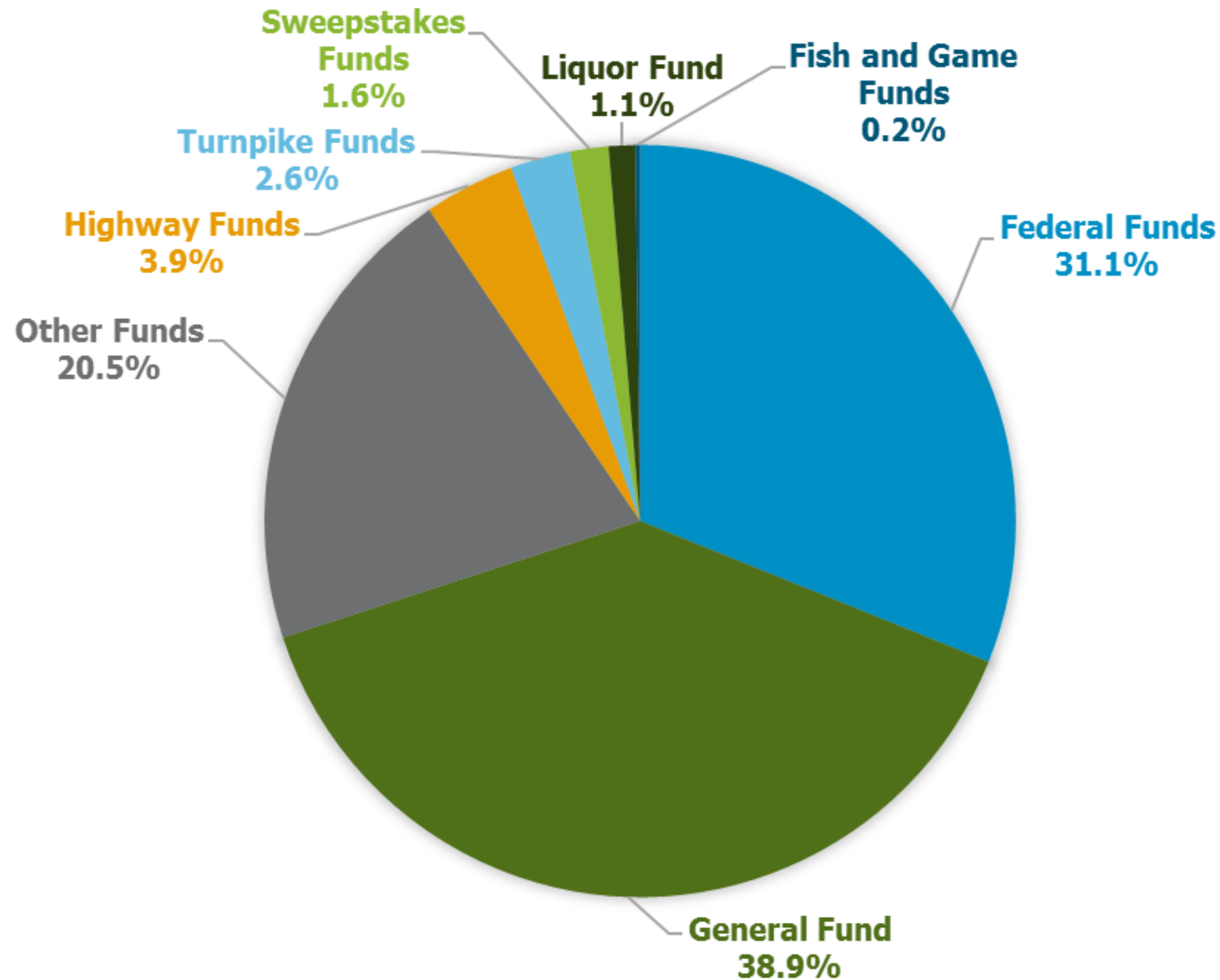
Source: NH Comprehensive Annual Financial Report, SFY 2018



Governor's Budget Proposal by Fund

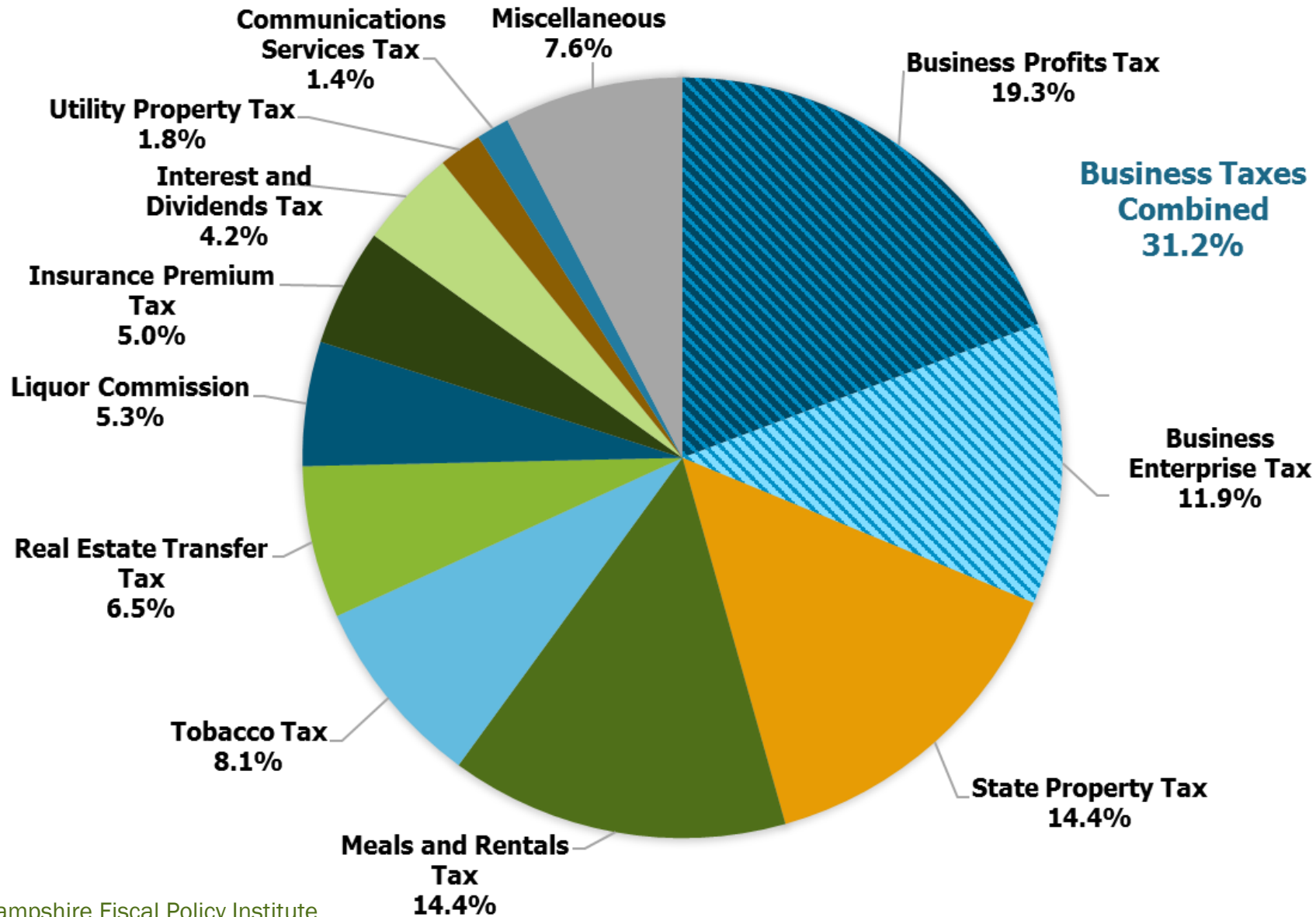
State Fiscal Year 2020

Source: Governor's Operating Budget for Fiscal Years Ending June 30, 2020-2021



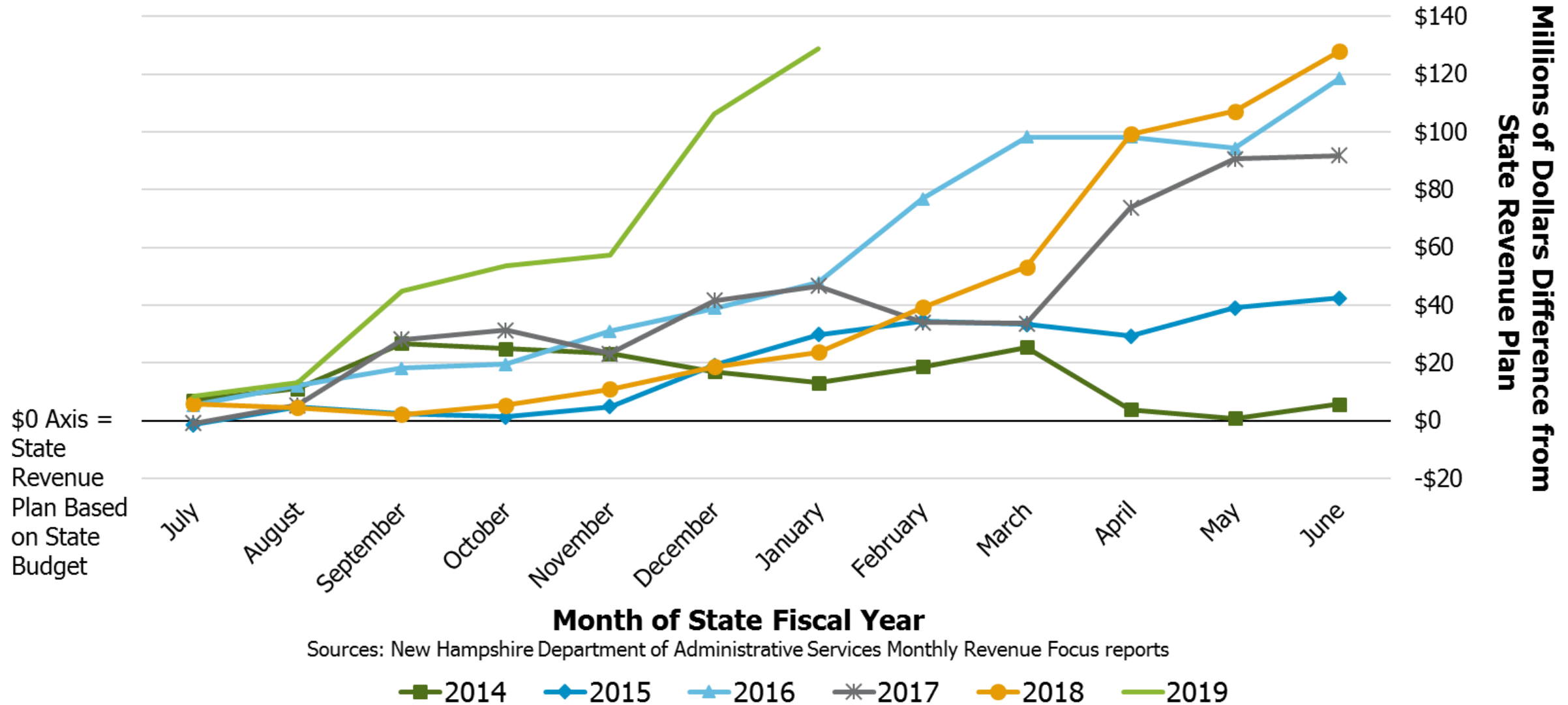
Governor's Projections for General Fund Revenue, State Fiscal Years 2020-2021

Source: Governor's Executive Budget Summary, SFYs 2020-2021



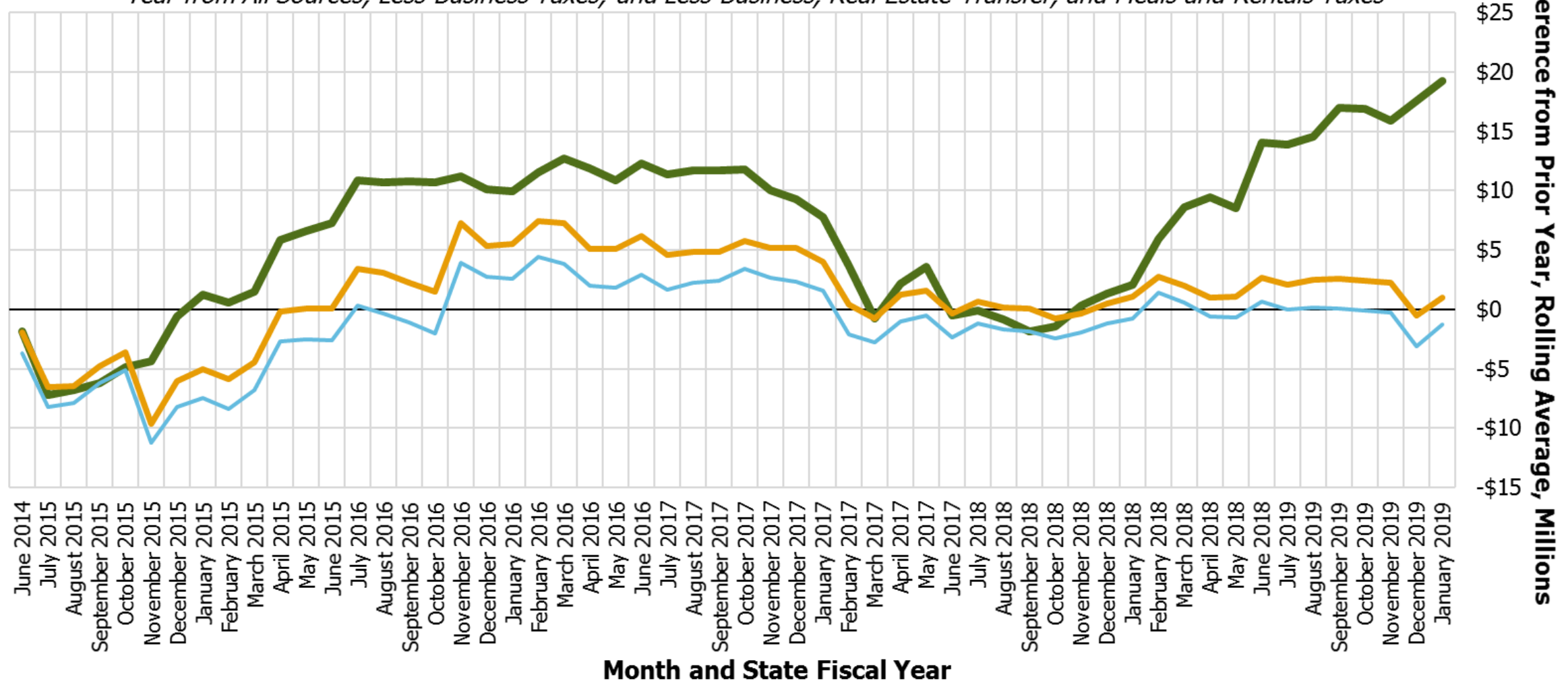
General and Education Trust Fund Revenue Surplus

Unaudited Cash Basis Aggregate Revenue Surplus by Month for Each State Fiscal Year



Differences in General and Education Trust Funds Monthly Cash Receipts

Twelve-Month Rolling Averages of Monthly Cash Receipts to the General and Education Trust Funds Relative to Prior Year from All Sources; Less Business Taxes; and Less Business, Real Estate Transfer, and Meals and Rentals Taxes

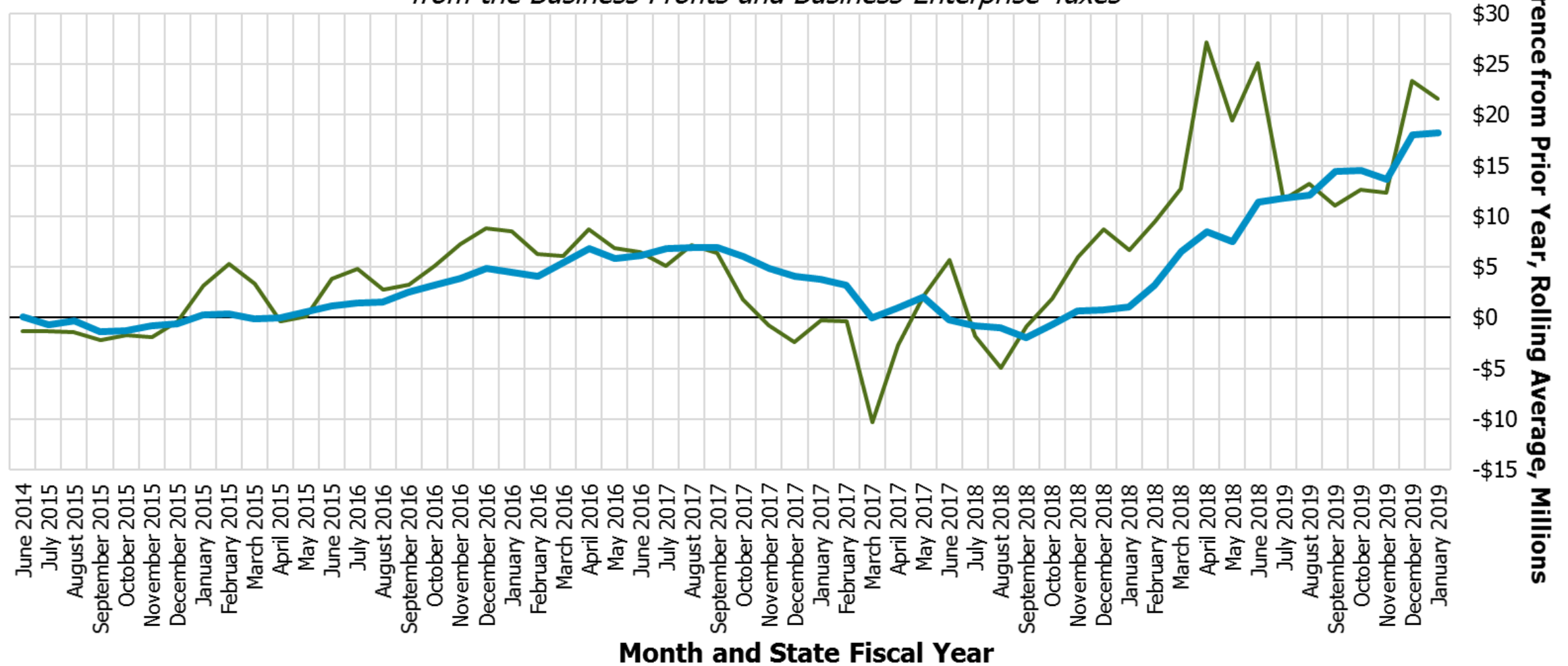


Sources: NH Department of Administrative Services Monthly Revenue Focus

— General and Education Trust Funds Revenue — Funds Revenue without BPT and BET — Funds Revenue without BPT, BET, M&R, and RETT

Average Differences in Business Tax Monthly Cash Receipts

Averages of Monthly Cash Receipts to the General and Education Trust Funds Relative to Prior Year from the Business Profits and Business Enterprise Taxes



Sources: New Hampshire Department of Administrative Services Monthly Revenue Focus Reports

— Three-Month Rolling Average Increase Over Prior Year

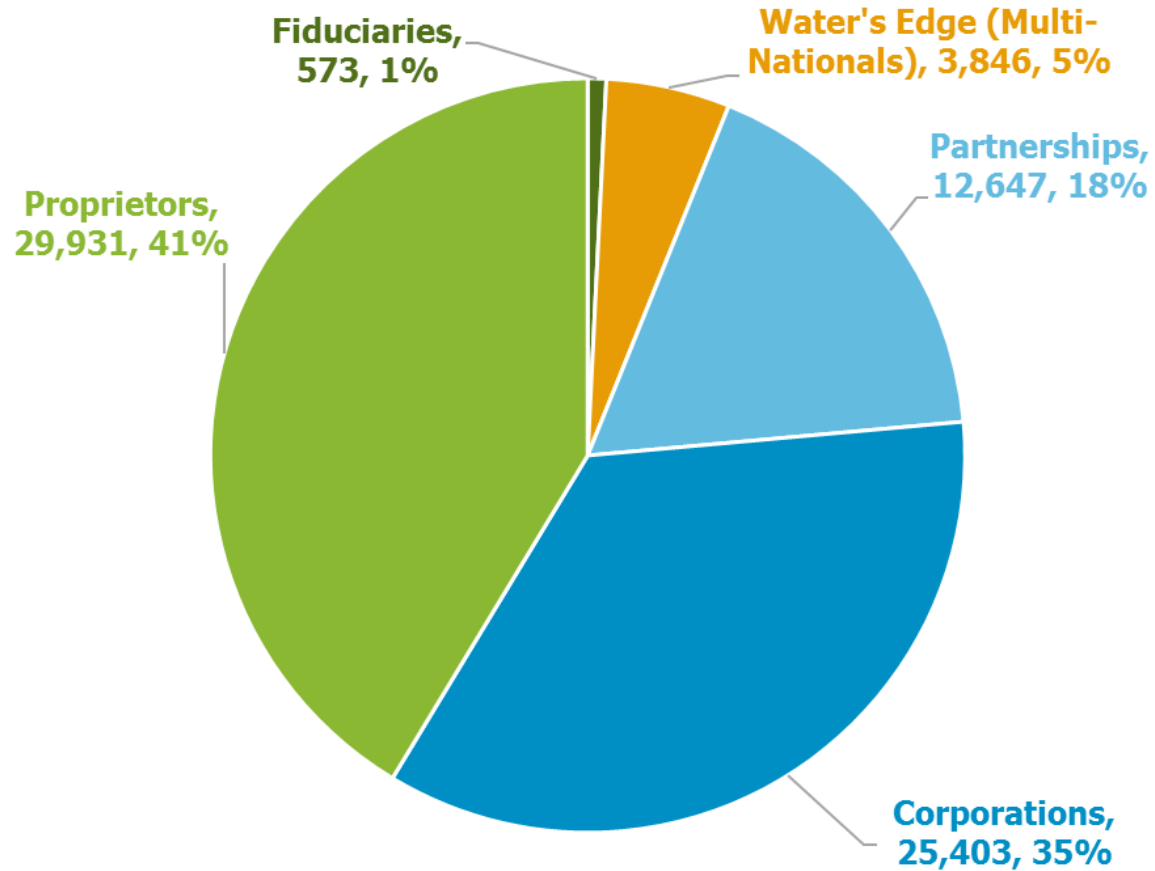
— Twelve-Month Rolling Average Increase Over Prior Year

Business Profits Tax Filers and Payments by Type

BPT Filers by Type

Draft Data, Tax Year 2016

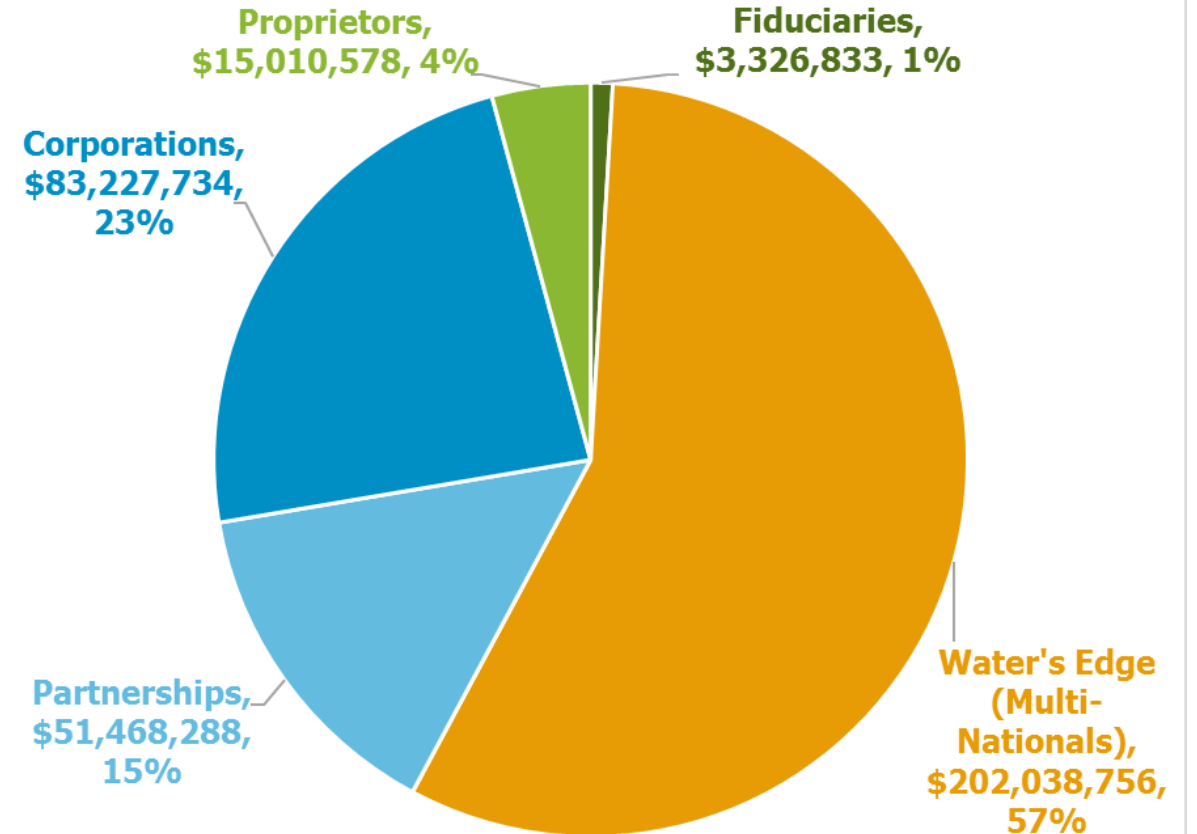
Source: NH Department of Revenue Administration, 2018 Annual Report



BPT Filer Types by Liability

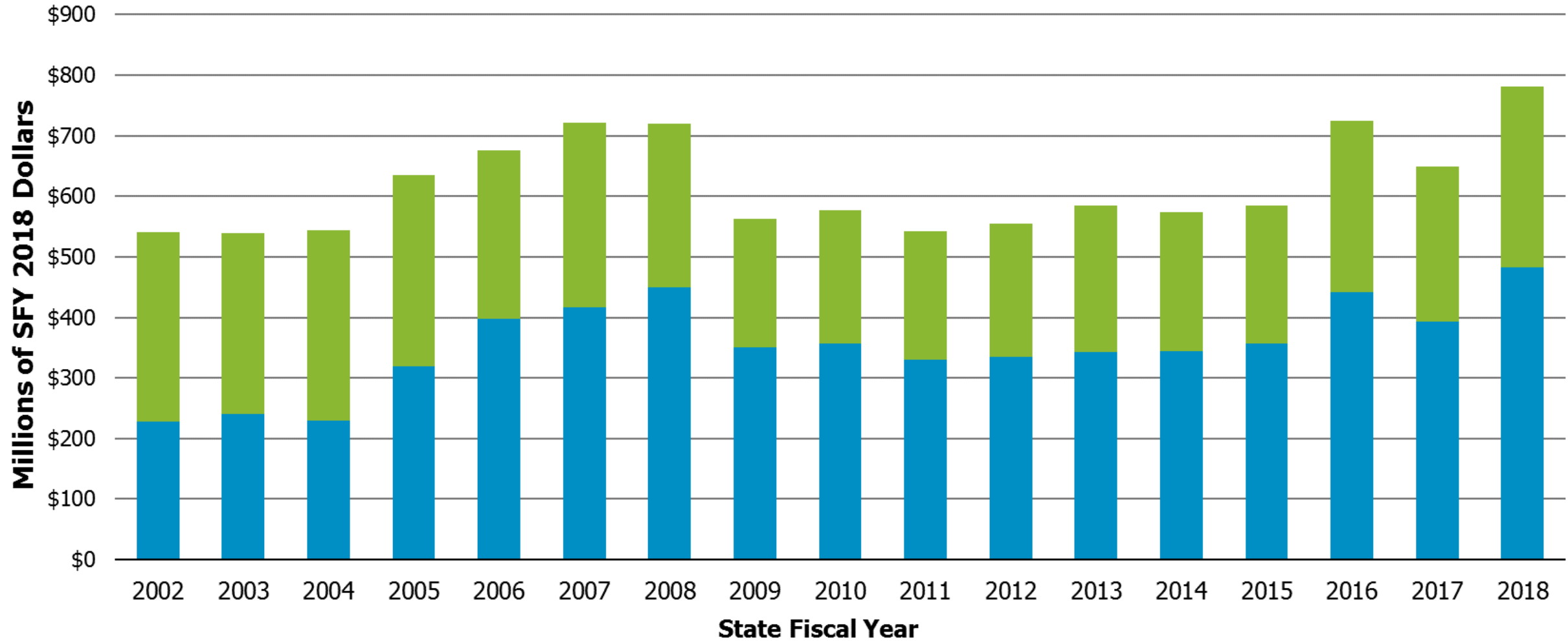
Draft Data, Tax Year 2016

Source: NH Department of Revenue Administration, 2018 Annual Report



Business Profits Tax and Business Enterprise Tax

New Hampshire General and Education Trust Fund Inflation-Adjusted Revenue



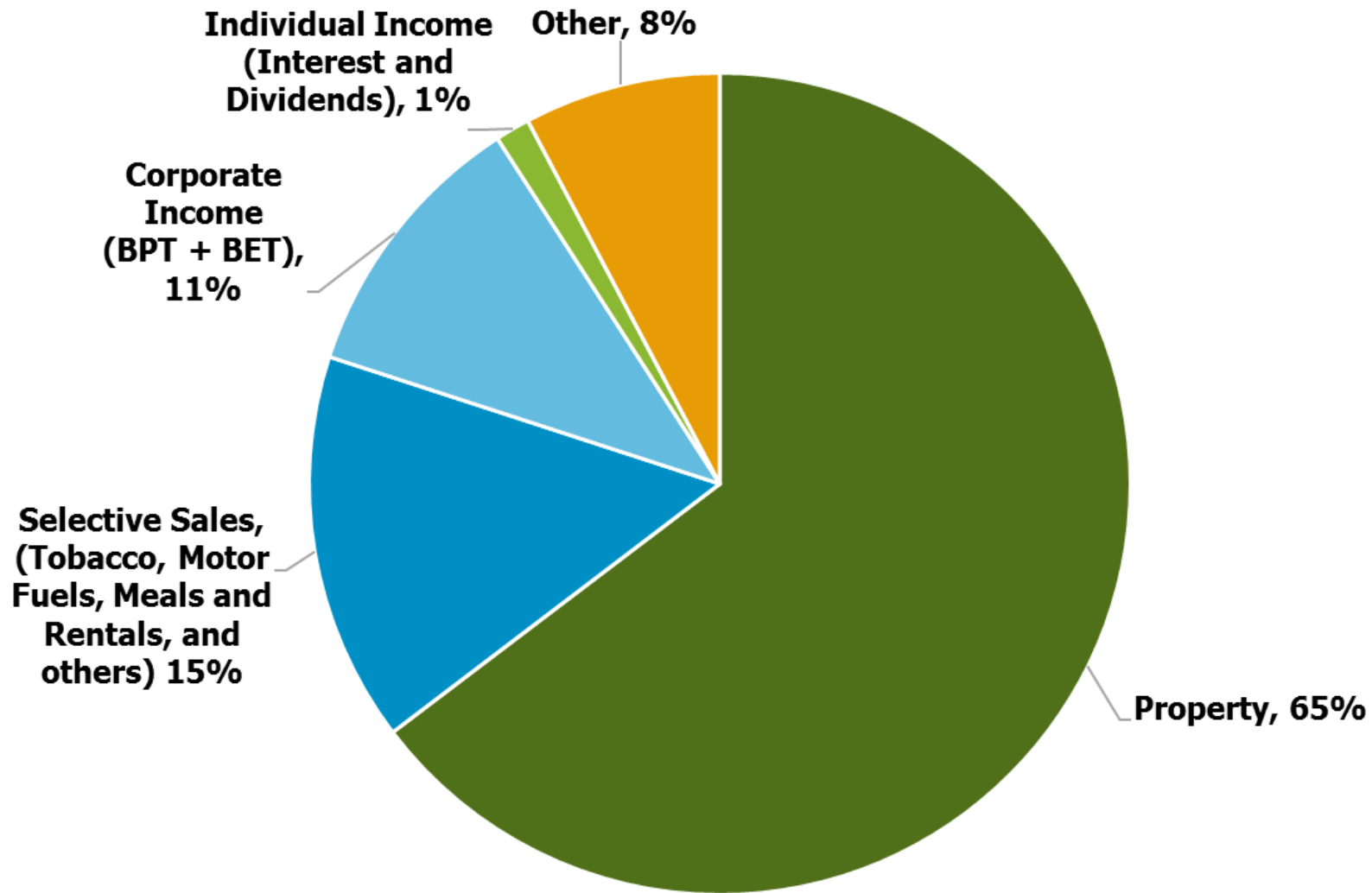
Sources: NH Comprehensive Annual Financial Reports; U.S. Bureau of Labor Statistics, CPI-U, Northeast

■ Business Profits Tax ■ Business Enterprise Tax

State and Local Government Tax Revenue

New Hampshire, Fiscal Year 2016

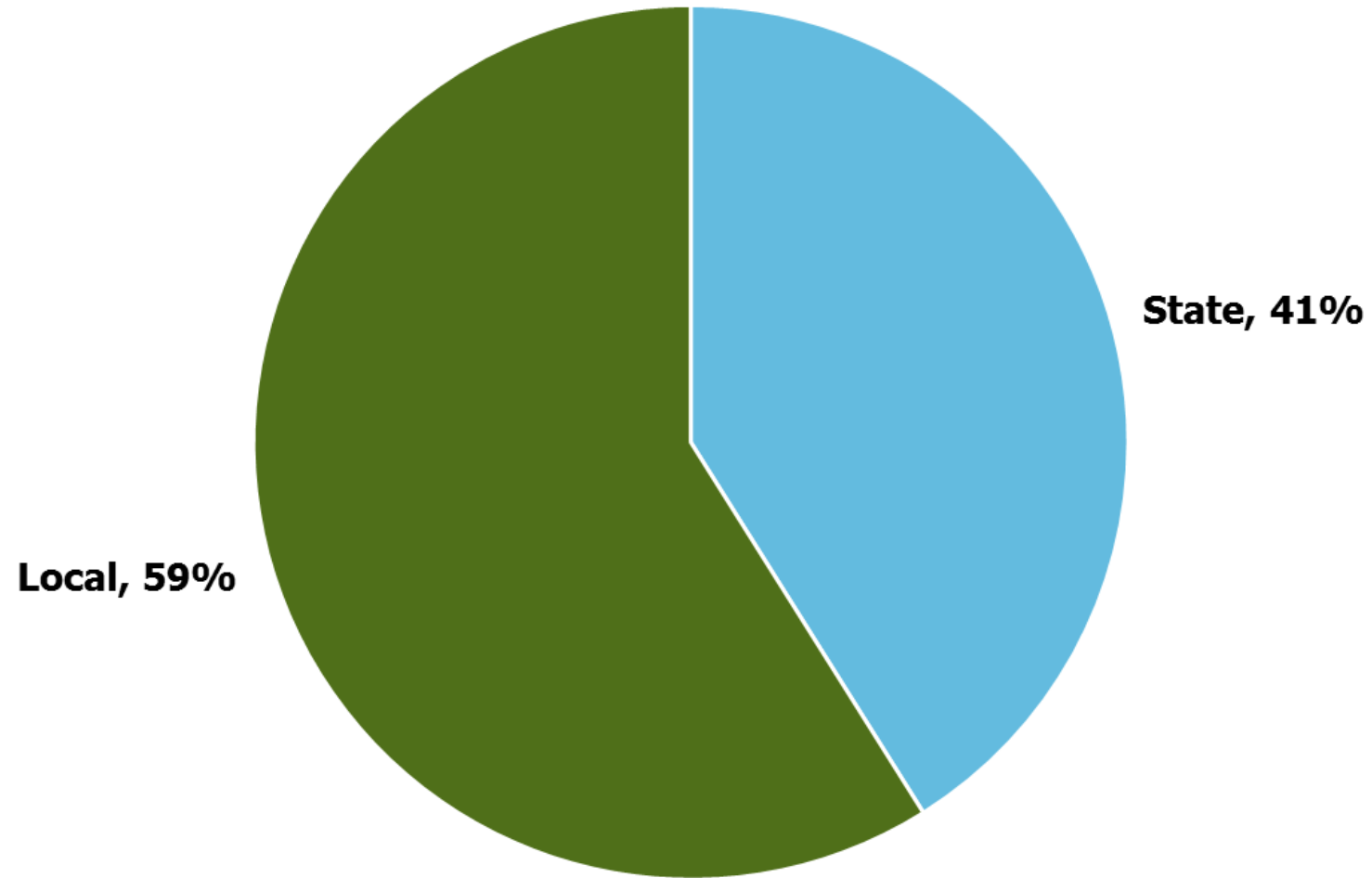
Source: U.S. Census Bureau, State and Local Government Finance Survey



State vs. Local Government Tax Revenue

New Hampshire, Fiscal Year 2016

Source: U.S. Census Bureau, State and Local Government Finance Survey

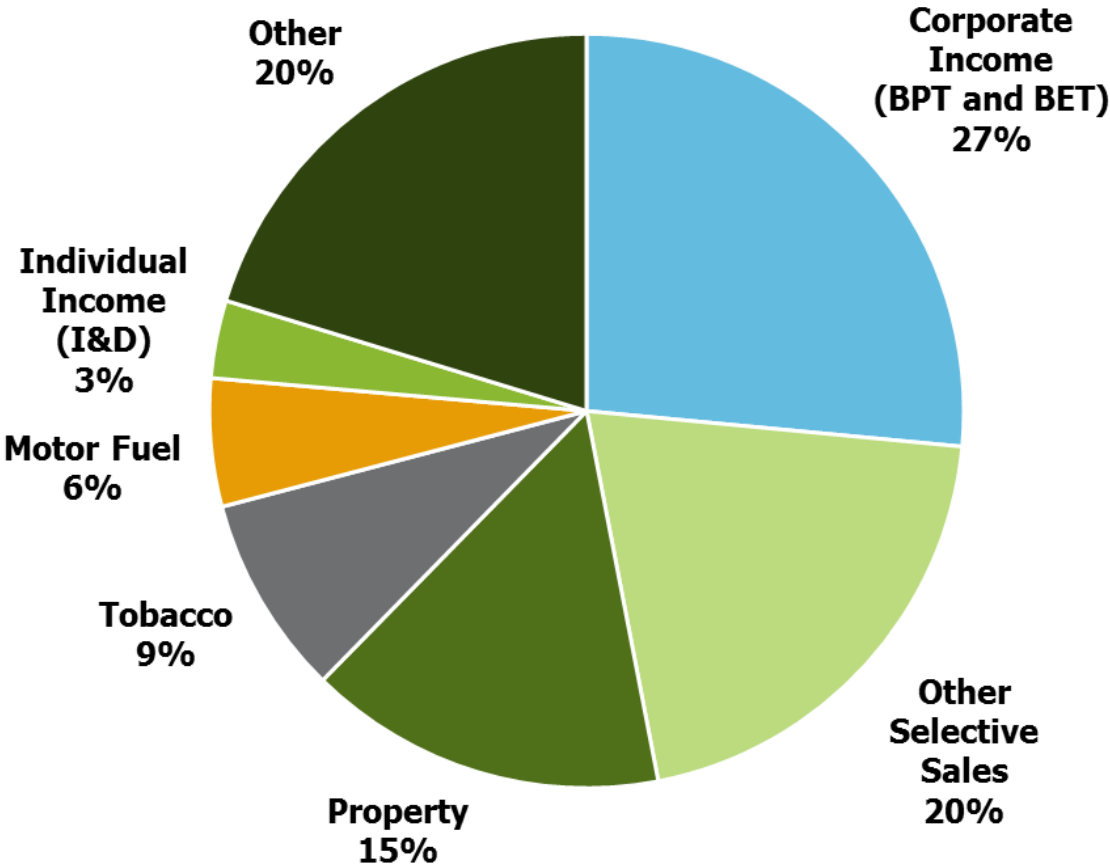


Tax Revenue Sources by Level of Government

All State Tax Revenue in New Hampshire

Fiscal Year 2016

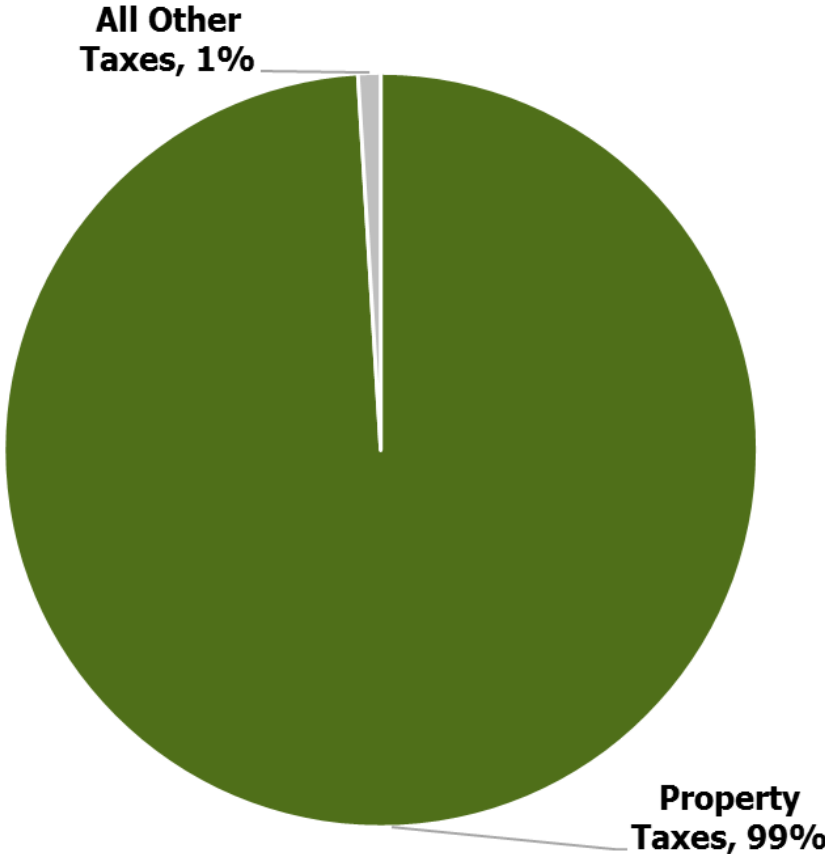
Source: U.S. Census Bureau, State and Local Government Finance Survey



All Local Tax Revenue in New Hampshire

Fiscal Year 2016

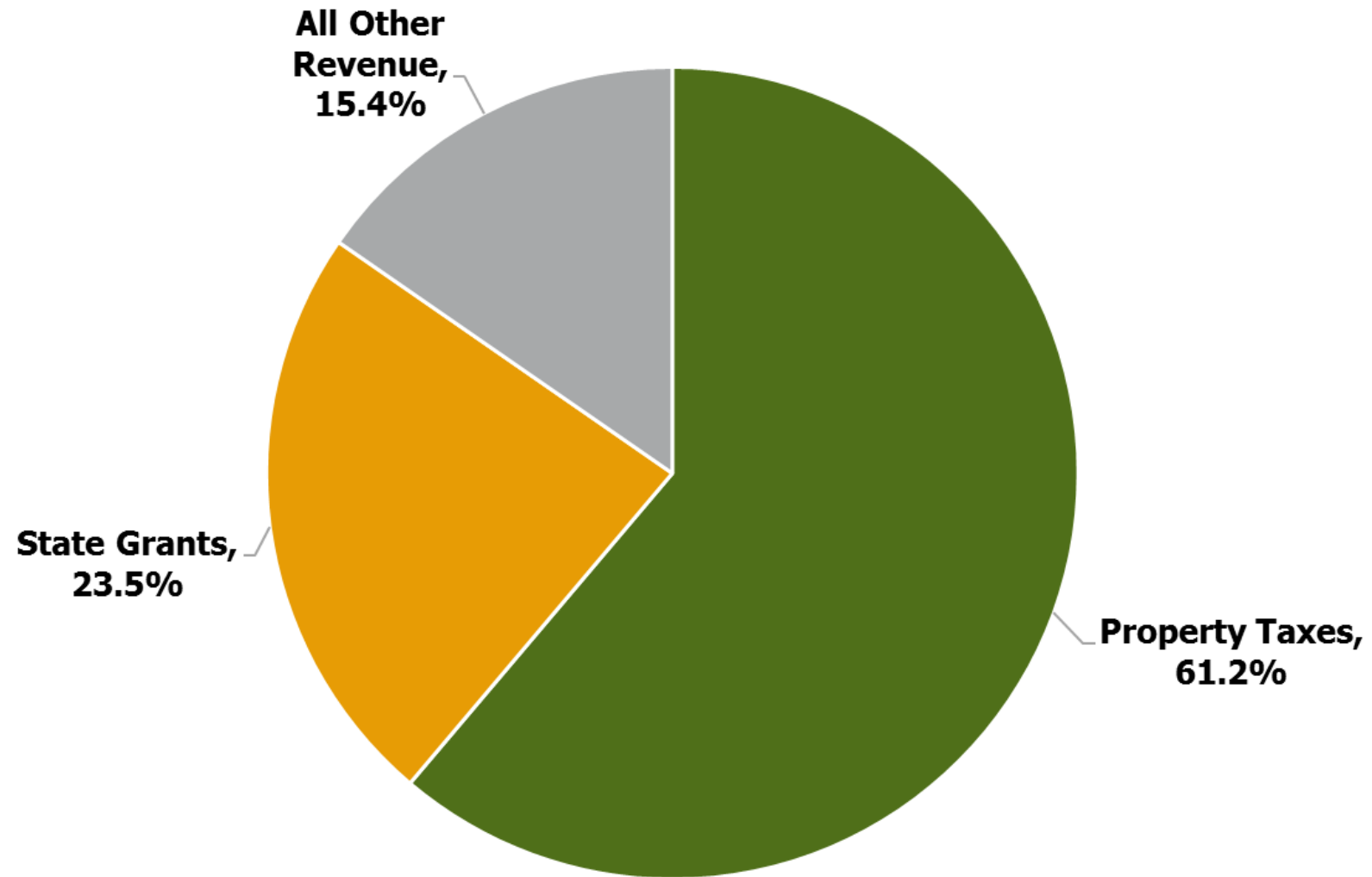
Source: U.S. Census Bureau, State and Local Government Finance Survey



Local Government Revenue Sources

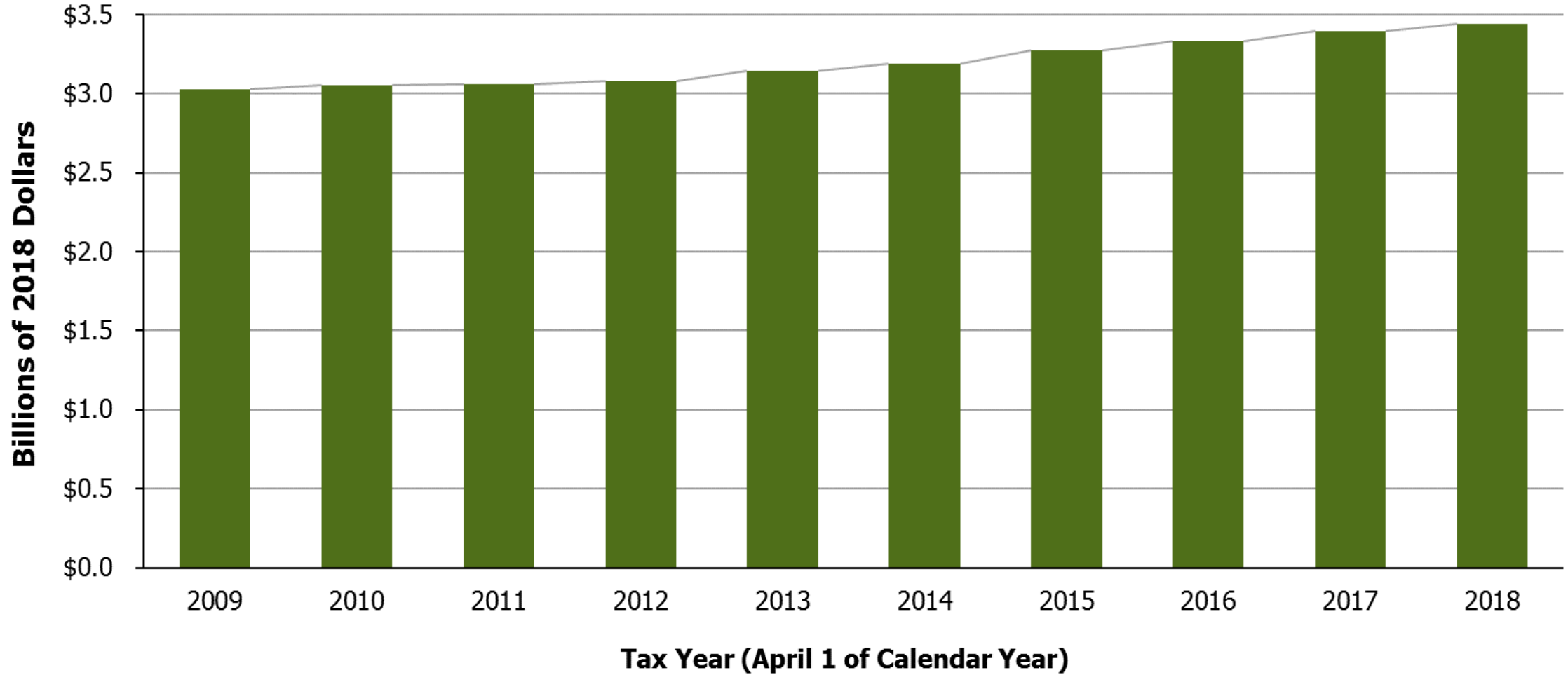
New Hampshire, Fiscal Year 2016

Source: U.S. Census Bureau, State and Local Government Finance Survey



New Hampshire Total Local Property Tax Commitment

Tax Year, Inflation-Adjusted Dollars

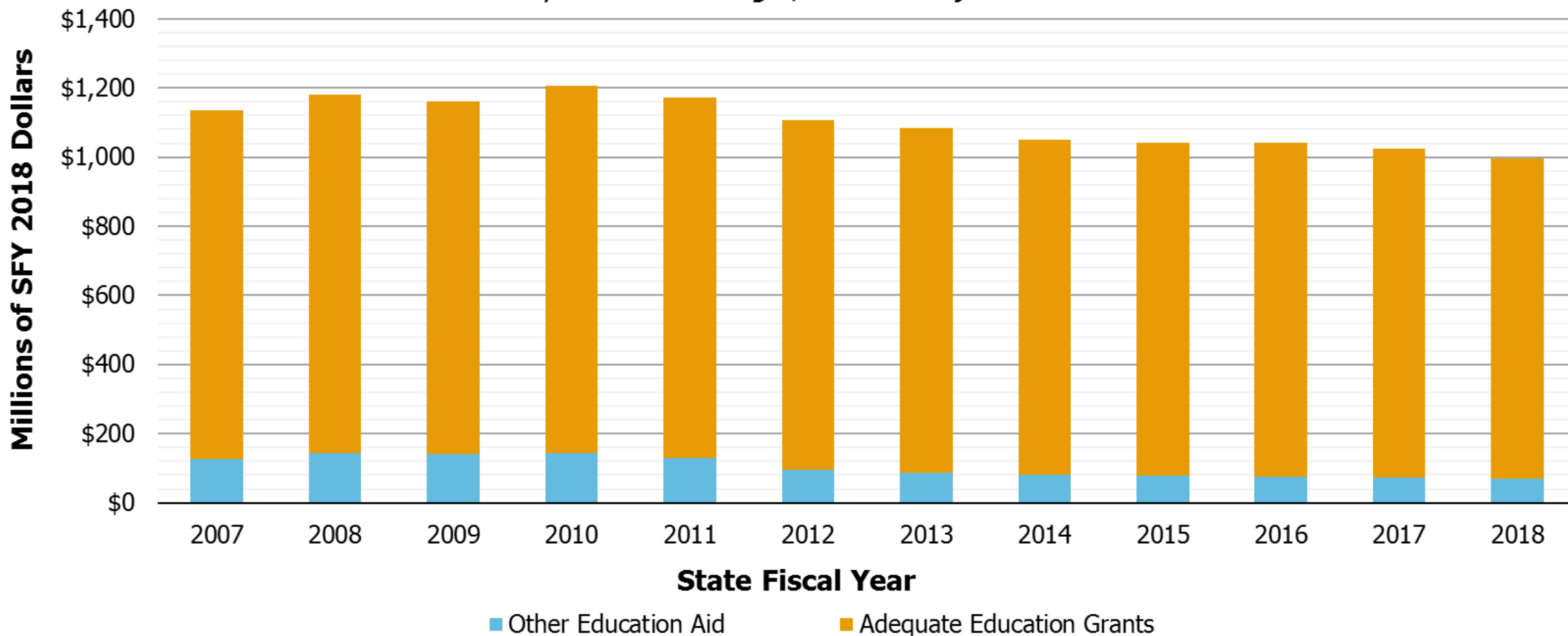


Note: Inflation-adjustment based on the calendar year of the same-numbered tax year.

Sources: NH Department of Revenue Administration;
U.S. Bureau of Labor Statistics Consumer Price Index-Urban, Northeast

Education Aid To Local Governments

New Hampshire State Budget, Inflation-Adjusted Dollars



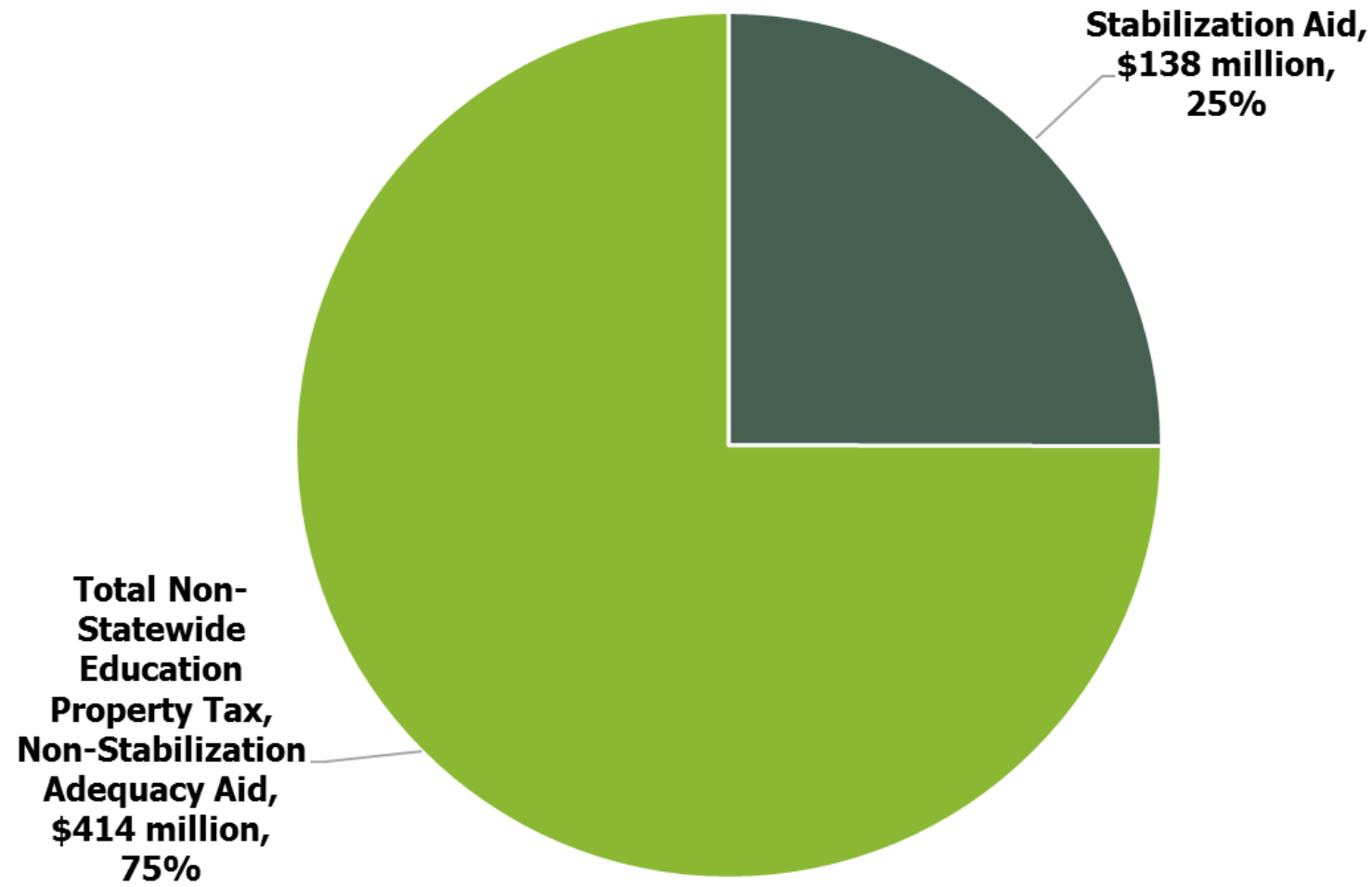
Note: Does not include certain school building aid dispensed from the temporary Public School Infrastructure Fund.

Sources: Office of Legislative Budget Assistant, *Schedule of State Aid to Cities, Towns, and School Districts*, October 12, 2018; U.S. Bureau of Labor Statistics, Consumer Price Index-Northeast, State Fiscal Year Adjustment from NHFPI Calculations

State Stabilization and Adequate Education Aid

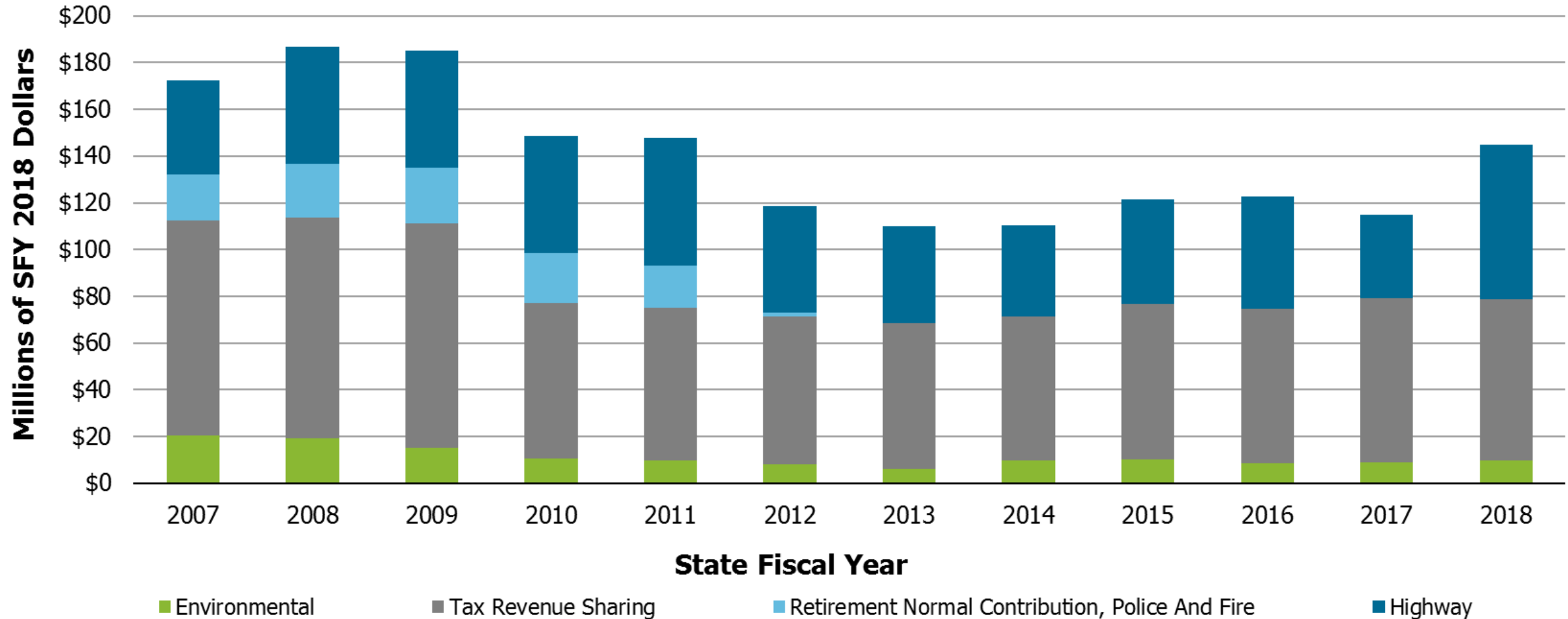
Not Including Statewide Education Property Tax, State Fiscal Year 2019

Source: New Hampshire Department of Education, Adequacy Aid Updated Memo, October 1, 2018



Non-Education Aid to Local Governments

New Hampshire State Budget, Inflation-Adjusted Dollars



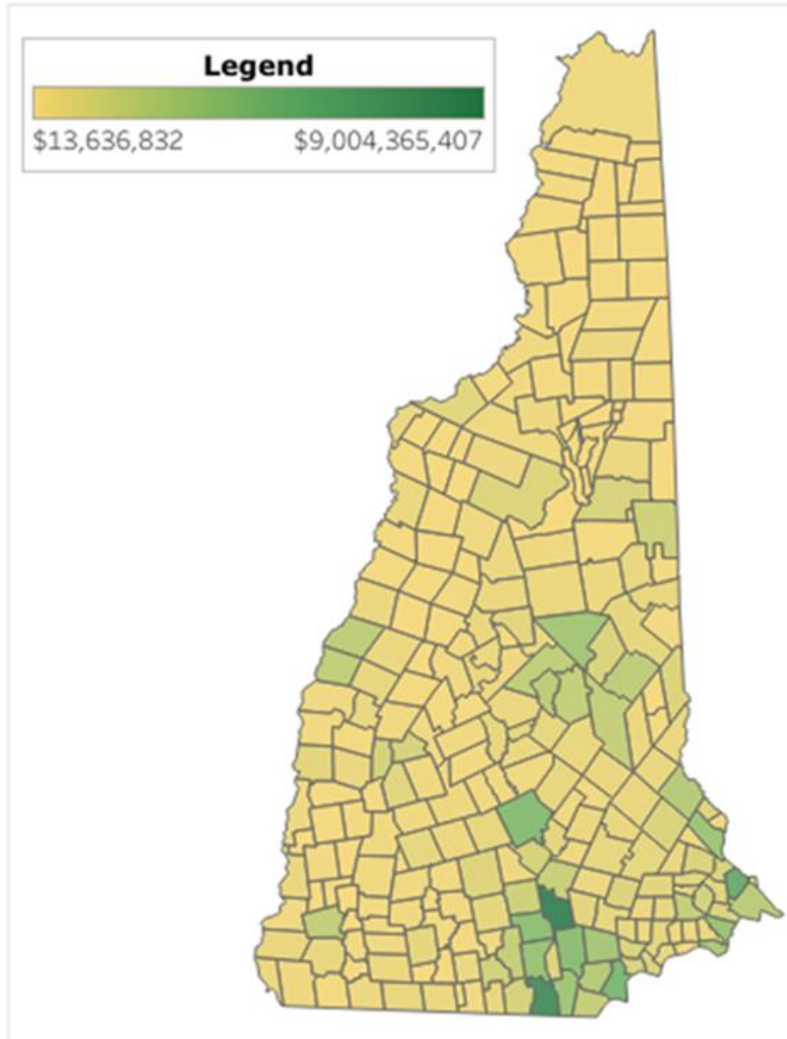
Note: Does not include certain municipal bridge aid not included in the State Budget.

Sources: Office of Legislative Budget Assistant, *Schedule of State Aid to Cities, Towns, and School Districts*, October 12, 2018; U.S. Bureau of Labor Statistics, Consumer Price Index-Northeast, State Fiscal Year Adjustment from NHFPI Calculations

Local Property Tax Bases

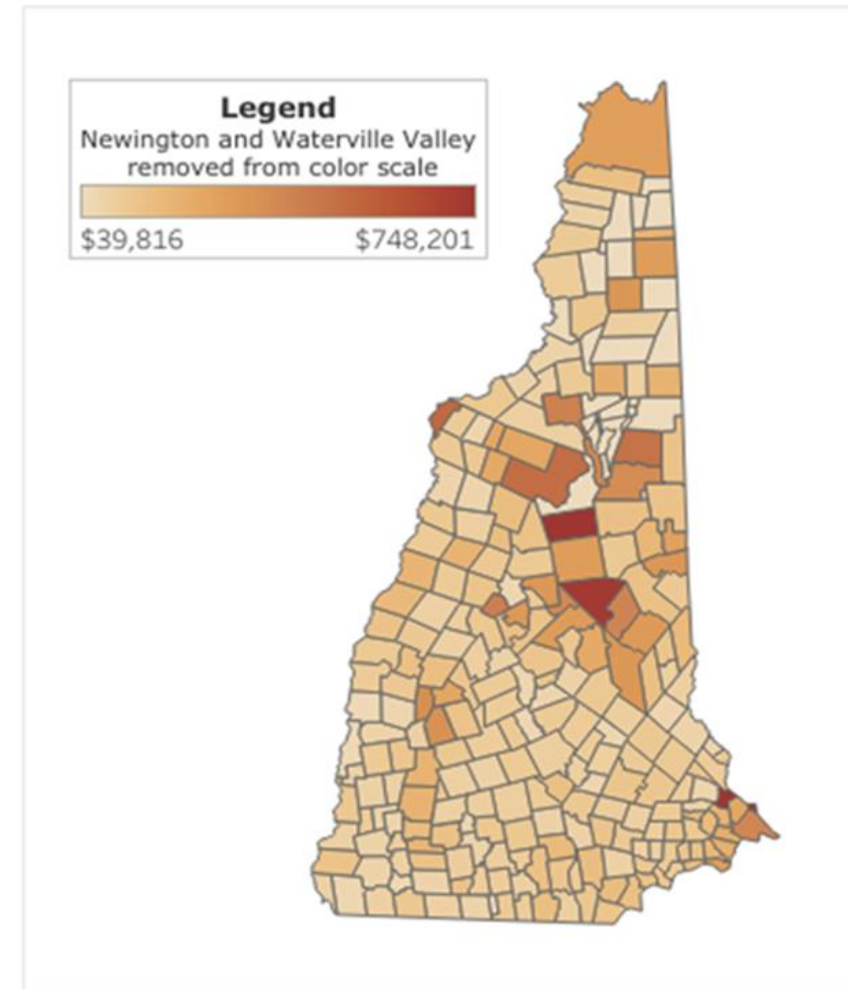
Total Municipal Property Value

Source: Completed Public Tax Rates 2017,
NH Dept. of Revenue Administration



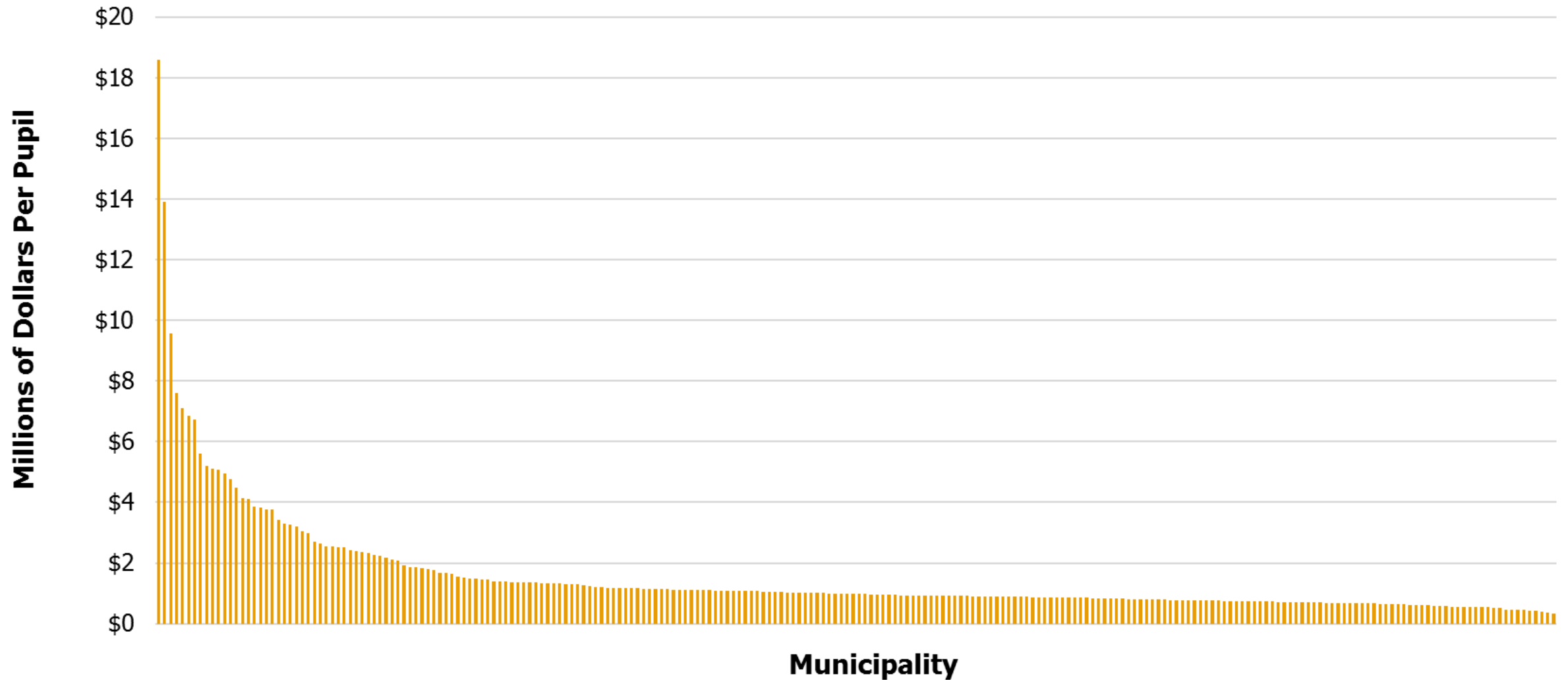
Municipal Property Value Per Capita

Source: Completed Public Tax Rates 2017,
NH Dept. of Revenue Administration.
2010 U.S. Census.



Equalized Property Valuation Per Pupil by Municipality

Includes Only Incorporated Municipalities, 2017



Source: New Hampshire Department of Education, Office of School Finance, Equalized Valuation per Pupil, 2017-2018, December 19, 2018.