



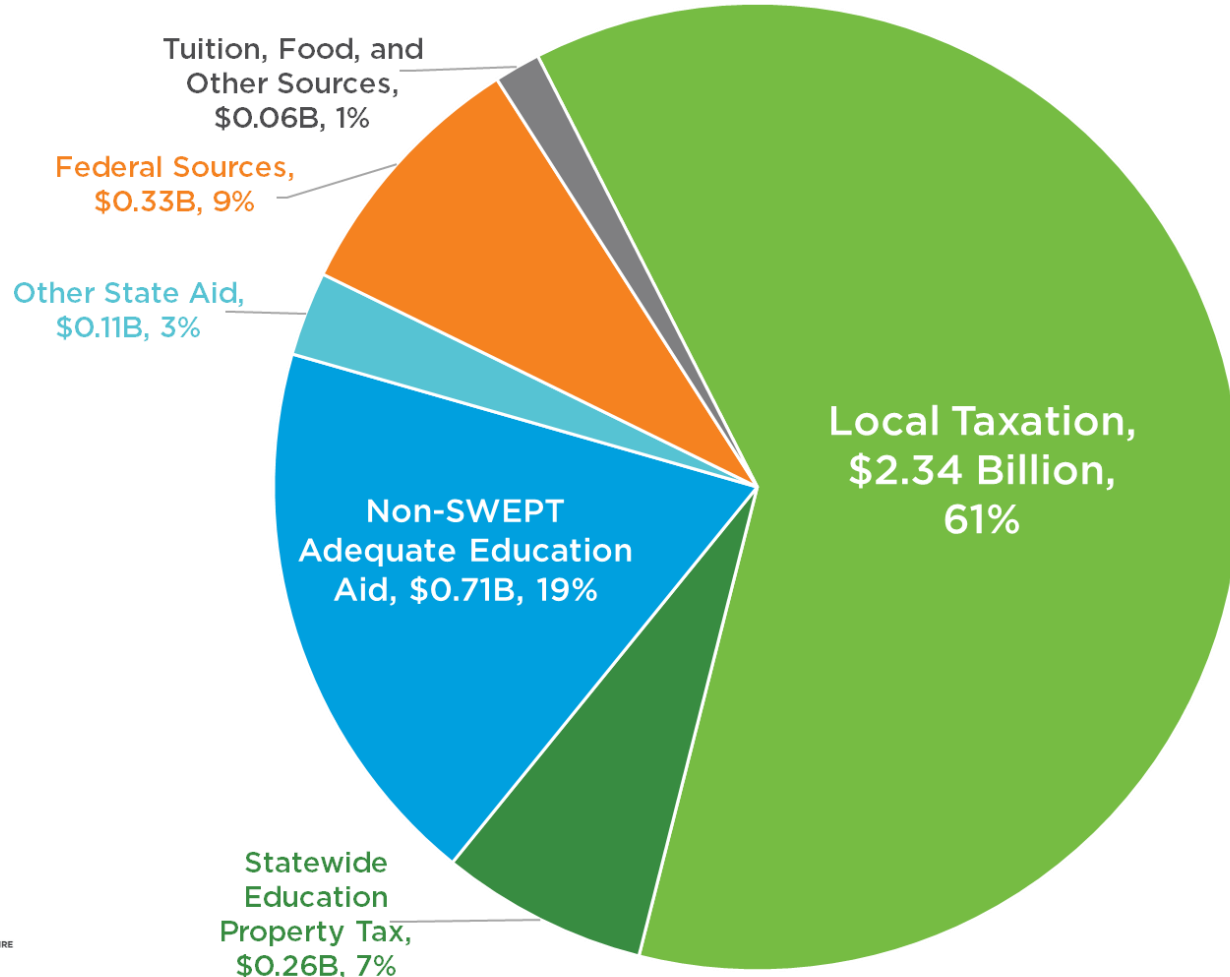
FUNDING FOR LOCAL PUBLIC EDUCATION, PROPERTY TAXES, AND STATE BUDGET FUNDING FOR HIGHER EDUCATION

NEW HAMPSHIRE FISCAL POLICY INSTITUTE
9TH ANNUAL BUDGET AND POLICY CONFERENCE

DECEMBER 6, 2024

PROPERTY TAXES KEY TO SCHOOL DISTRICTS

AGGREGATE NEW HAMPSHIRE SCHOOL DISTRICT REVENUE, SCHOOL YEAR 2022-2023



Source: New Hampshire Department of Education

Reported Statewide Average 2022-2023 Costs Per Pupil:

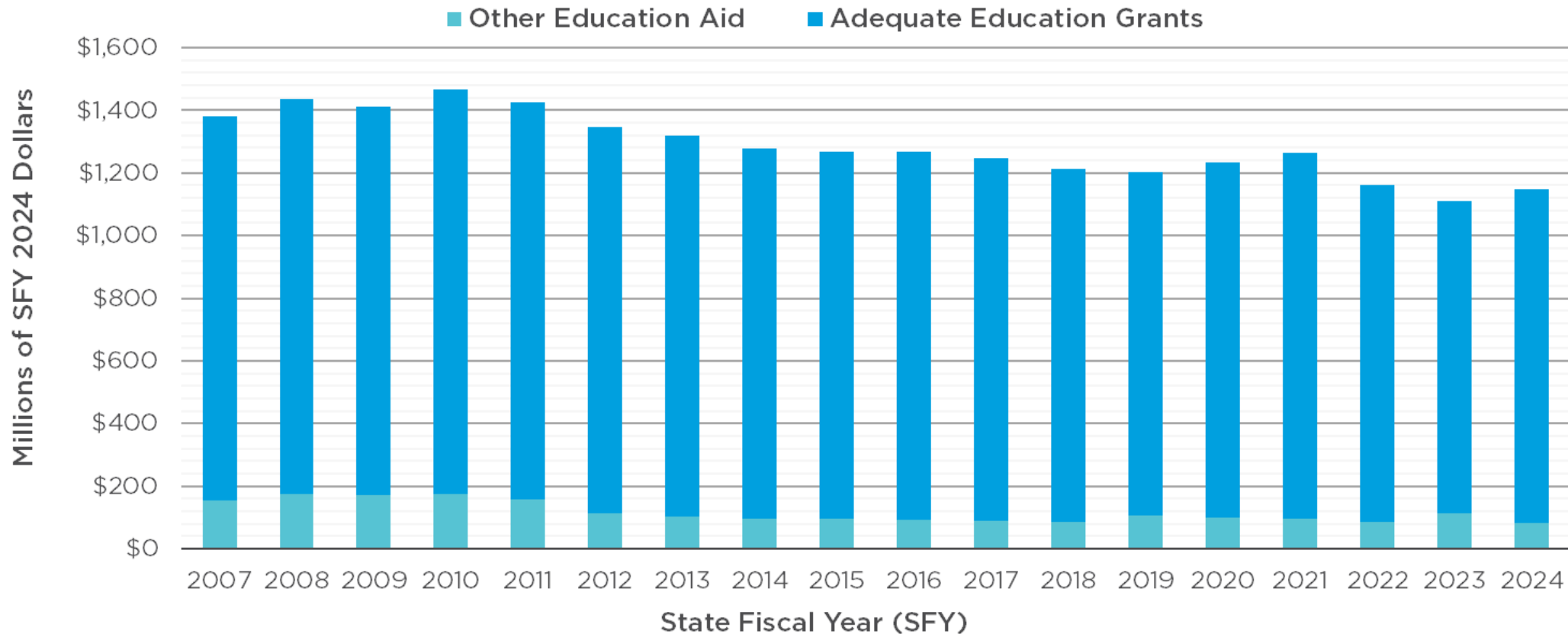
Operating Expenses: \$20,323

- Including Tuition and Transportation: \$22,680
- Including Tuition, Transportation, and Capital Items, Facilities Construction, and Interest: \$24,645

Source: New Hampshire Department of Education, reporting information collected from school districts

EDUCATION FUNDING PRIMARILY DRIVEN BY STUDENT ENROLLMENT, TARGETED AID

EDUCATION AID TO LOCAL GOVERNMENTS
NEW HAMPSHIRE STATE BUDGET, INFLATION-ADJUSTED DOLLARS



Sources: New Hampshire Office of Legislative Budget Assistant, *State Aid to Cities, Towns, and School Districts*, October 2024;
U.S. Bureau of Labor Statistics, Consumer Price Index-Northeast, State Fiscal Year Adjustment from NHFPI Calculations

STATE EDUCATION FUNDING IN NH SMALLER PORTION THAN IN OTHER STATES

STATE FUNDING FOR ELEMENTARY AND SECONDARY PUBLIC EDUCATION AS A PERCENTAGE OF ALL REVENUE TO THESE SCHOOLS, FISCAL YEAR 2022

State or Nation	Percentage Funding for Local Public Education from State Sources	Estimated Rank Among 50 States
Vermont	87.4%	1
Hawaii	84.7%	2
Nevada	69.3%	3
Arkansas	67.0%	4
Kansas	65.2%	5
United States	44.0%	--
Florida	32.3%	46
Texas	31.0%	47
South Dakota	30.6%	48
Nebraska	30.0%	49
New Hampshire	29.4%	50

New Hampshire Rank by Metric Among 50 States and DC, Fiscal Year 2022:

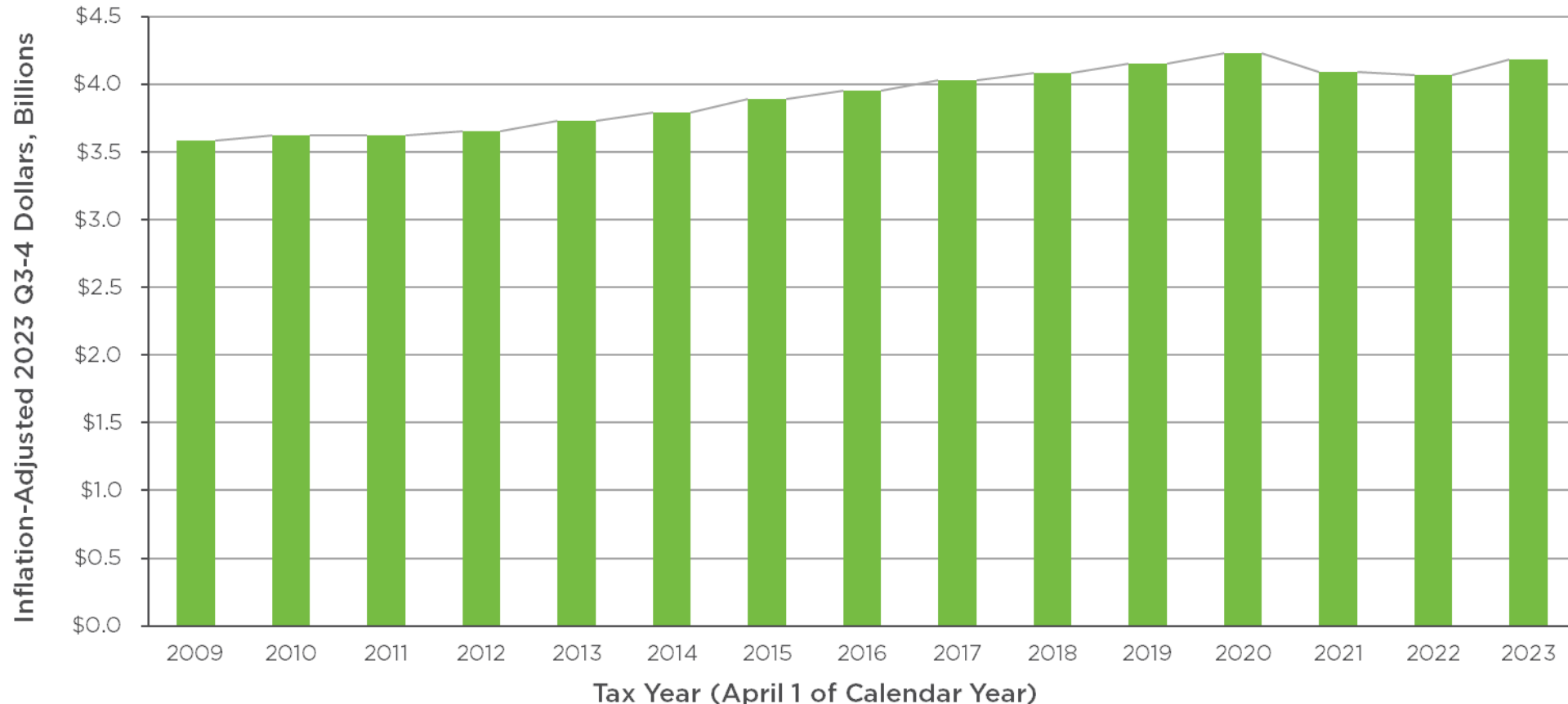
- Total elementary and secondary revenue per pupil: 10th
- Elementary and secondary revenue from state sources only: 34th
- Elementary and secondary revenue from local sources only: 4th

Source: U.S. Census Bureau, 2022 Annual Survey of School System Finances

Source: U.S. Census Bureau, 2022 Annual Survey of School System Finances

INCREASING COSTS FOR SCHOOLS, CITIES AND TOWNS, AND COUNTIES IMPACT LOCAL TAXES

NEW HAMPSHIRE TOTAL LOCAL PROPERTY TAX COMMITMENT TAX YEAR, INFLATION-ADJUSTED DOLLARS

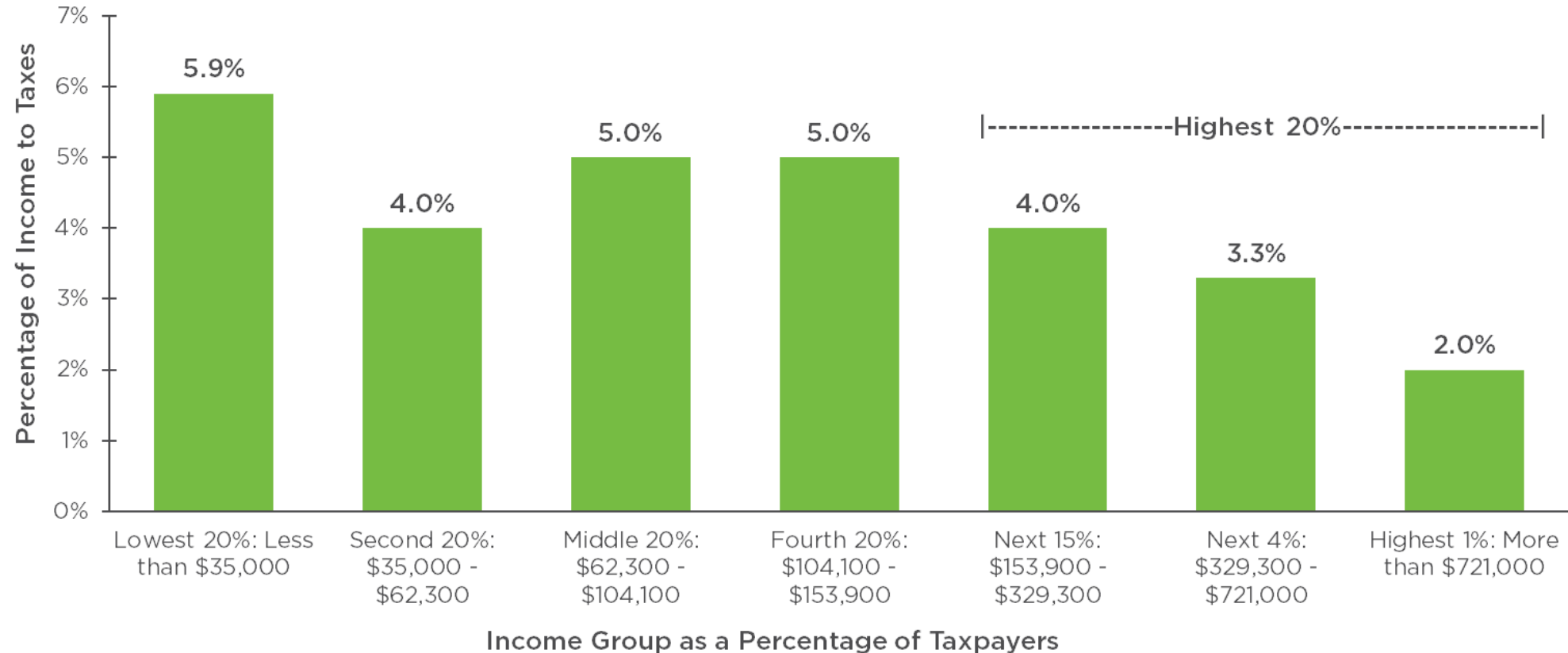


Note: Inflation-adjustment based on the second half of same numbered calendar year
Sources: New Hampshire Department of Revenue Administration;
U.S. Bureau of Labor Statistics Consumer Price Index-Urban, Northeast

EFFECTIVE PROPERTY TAX RATES ON LOWER-INCOME HOUSEHOLDS ARE HIGHER

NEW HAMPSHIRE STATE AND LOCAL PROPERTY TAXES AS A SHARE OF FAMILY INCOME

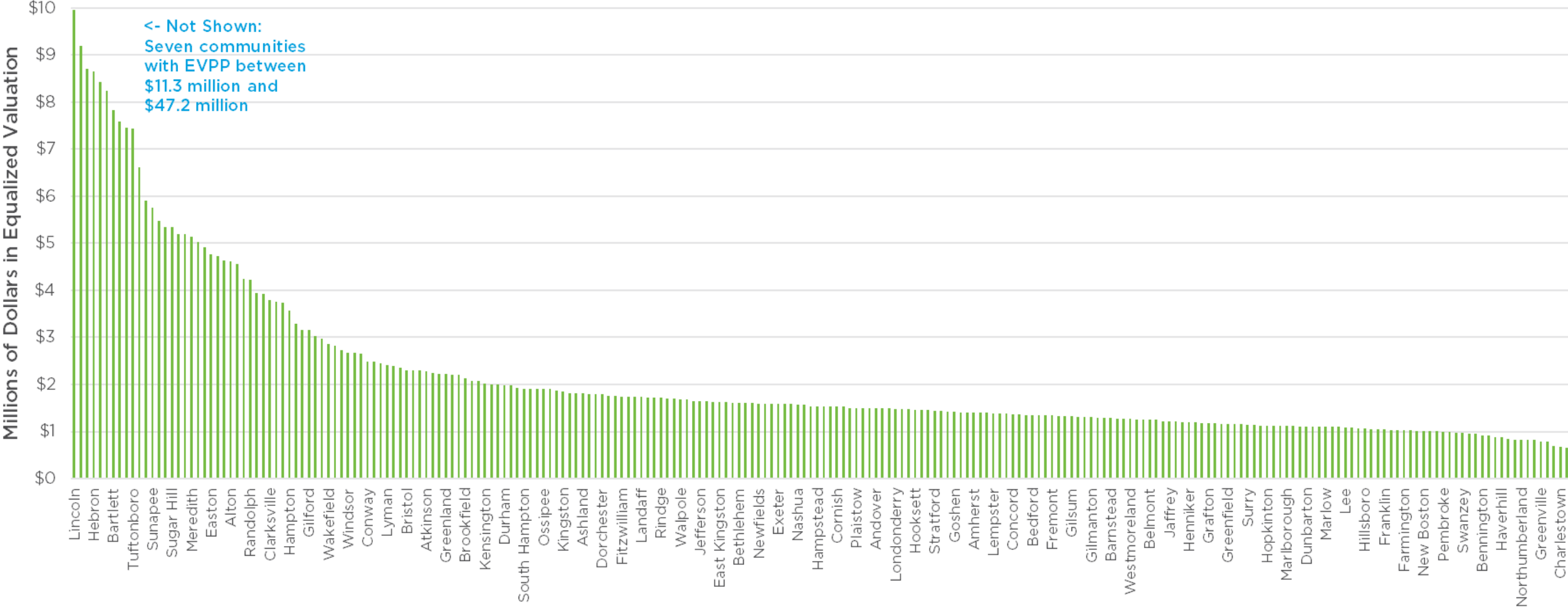
*Effective Tax Rate as a Share of Income by Income Group, 2024 Tax Laws Based on 2023 Income Levels**



*Note: Does not include taxpayers who are age 65 and older or tax units with negative incomes. Dependent filers are included with claiming filer.
Source: Institute on Taxation and Economic Policy, Who Pays? Seventh Edition, January 2024

FISCAL CAPACITY VARIES BY COMMUNITY

EQUALIZED VALUATION PER PUPIL BY NEW HAMPSHIRE COMMUNITY, STATE FISCAL YEAR 2024



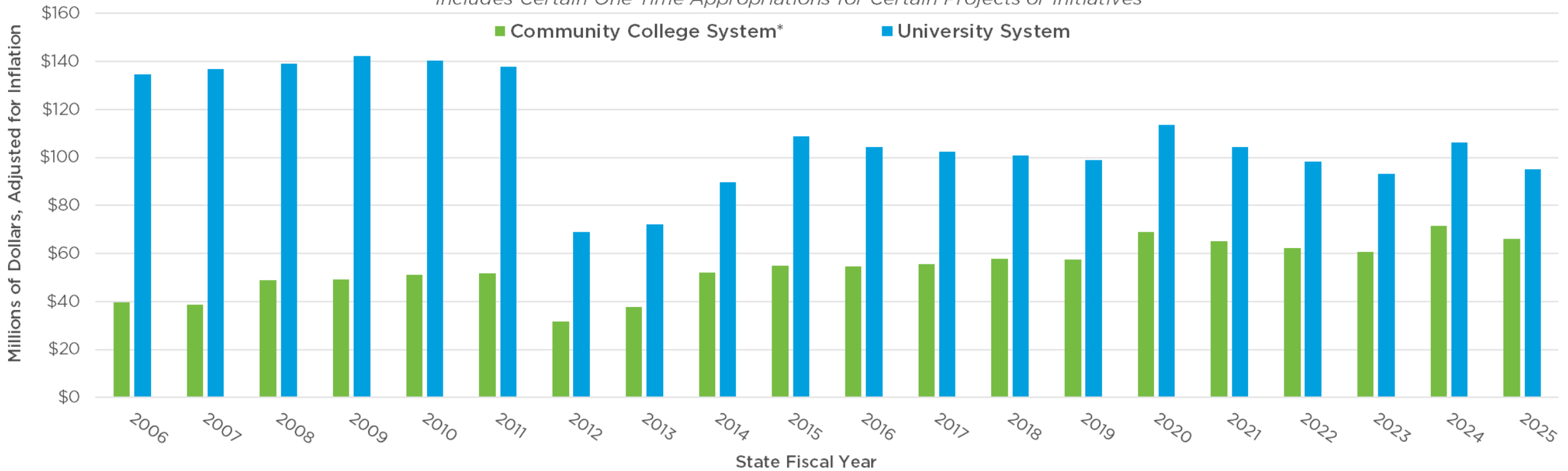
Community (Not All Names Shown)

Source: New Hampshire Department of Education, FY 2024 Adequacy Aid (April 1, 2024)

HIGHER EDUCATION FUNDING FROM THE NEW HAMPSHIRE STATE BUDGET

NEW HAMPSHIRE PUBLIC HIGHER EDUCATION FUNDING IN THE STATE BUDGET, ADJUSTED FOR INFLATION

Includes Certain One-Time Appropriations for Certain Projects or Initiatives

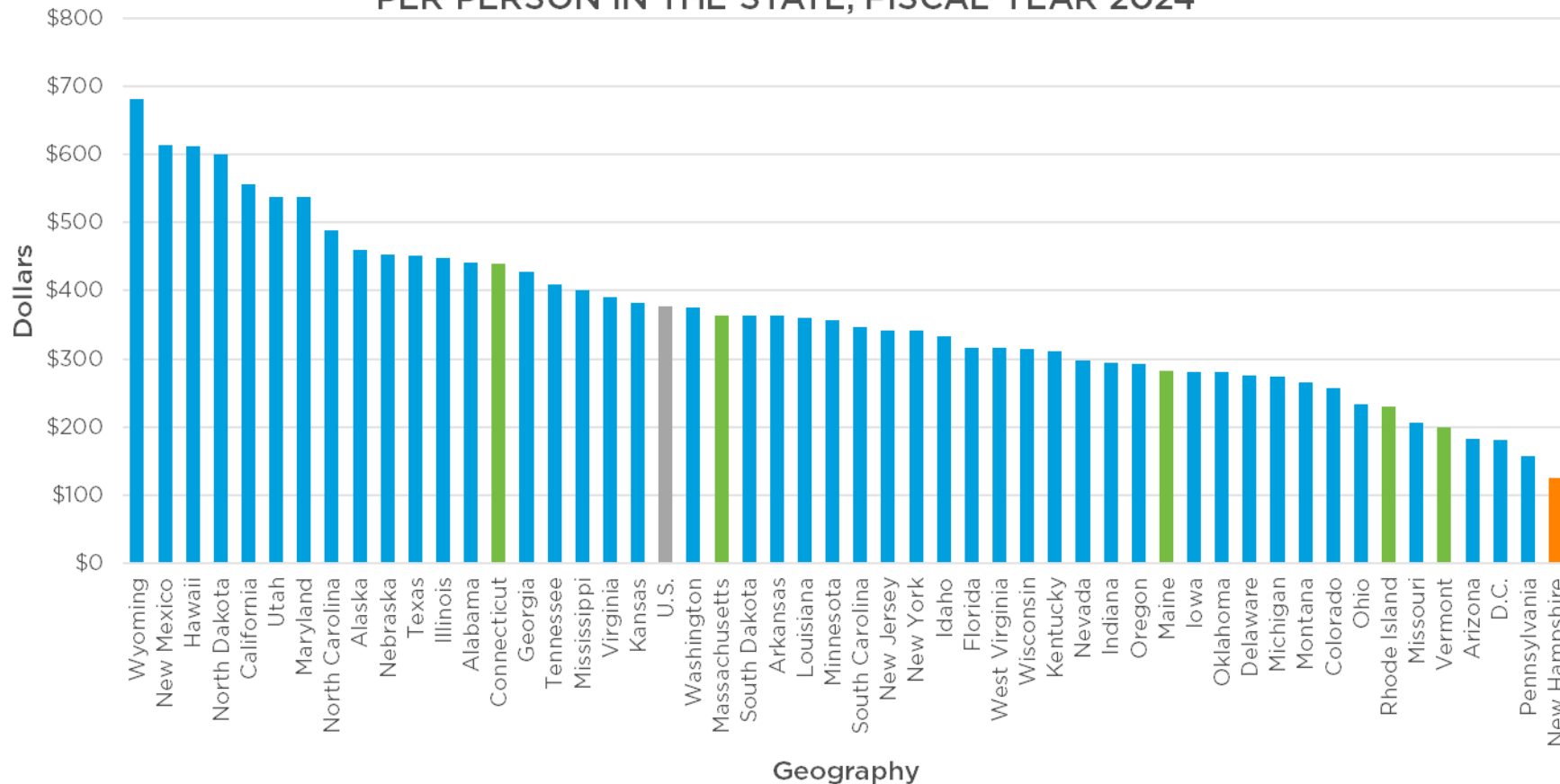


*Note: Prior to SFY 2012, the Community College System was organized differently, and its entire structure was included in the State Budget. In this graph, only General Fund line item and one-time Trailer Bill appropriations are included in the historical data. Inflation data for SFY 2025 based on PCE inflation projections from the Federal Open Market Committee's September 18, 2024 meeting.

Sources: New Hampshire State Operating Budgets and Trailer Bills as Enacted; U.S. Bureau of Labor Statistics, Consumer Price Index- Urban, Northeast; U.S. Federal Open Market Committee

NEW HAMPSHIRE HIGHER EDUCATION FUNDING LOWER THAN OTHER STATES BY KEY MEASURES

DOLLARS OF STATE HIGHER EDUCATION SUPPORT PER PERSON IN THE STATE, FISCAL YEAR 2024



Source: State Higher Education Executive Officers Association

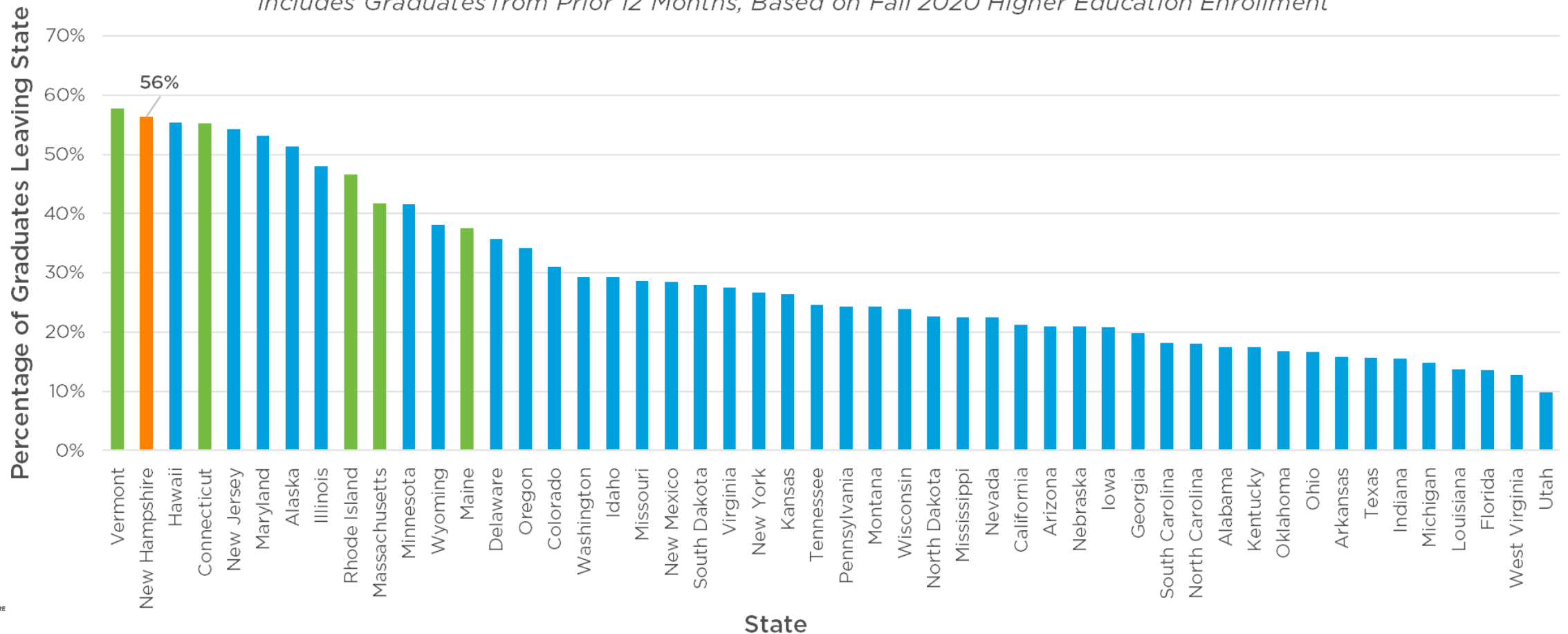
- New Hampshire had less funding for higher education per \$1,000 of personal income than any other state (FY 2024)
- New Hampshire had the lowest amount of state dollars appropriated by full-time equivalent student in the country (FY 2022)
- Highest average debt in country among students graduating from New Hampshire institutions with debt (Class of 2020)

Source: State Higher Education Officers Association; NHFPI, Limited State Funding for Public Higher Education Adds to Workforce Constraints, November 2023

MAJORITY OF COLLEGE-BOUND HIGH SCHOOL GRADUATES LEAVE STATE

PERCENTAGE OF RECENT HIGH SCHOOL GRADUATES SEEKING FOUR-YEAR DEGREES THAT LEAVE HOME STATES TO ATTEND COLLEGE OR UNIVERSITY

Includes Graduates from Prior 12 Months, Based on Fall 2020 Higher Education Enrollment



Source: U.S. Department of Education, Integrated Postsecondary Education Data System, Table 309.30.

ADDITIONAL RESOURCES

- Issue Brief: Limited State Funding for Public Higher Education Adds to Workforce Constraints – November 16, 2023: <https://nhfpi.org/resource/limited-state-funding-for-public-higher-education-adds-to-workforce-constraints/>
- Blog: Public Higher Education Funding in New Hampshire Trails All Other States Despite Recent Increases – May 14, 2022: <https://nhfpi.org/blog/public-higher-education-funding-in-new-hampshire-trails-all-other-states-despite-recent-increases/>
- Presentation: Measuring Student Hardship by Municipality: Free and Reduced-Price School Meal Eligibility and Other Metrics for Understanding Local Poverty and Income – November 4, 2021: <https://nhfpi.org/resource/measuring-student-hardship-by-municipality-free-and-reduced-price-school-meal-eligibility-and-other-metrics-for-understanding-local-poverty-and-income/>
- Resource Pages: Budget, Education <https://nhfpi.org/topic/budget/> and <https://nhfpi.org/topic/education/>

**QUESTIONS ABOUT THE CONTENT
OF THIS PRESENTATION?**