

RYE CIVIC LEAGUE 2023 TOWN BUDGET PRESENTATION

Presentation video [Click Here](#)



Pre-Deliberative Meeting: Feb 2nd
This will be finalized after the Deliberative Meeting

Table of Contents

- 2022 Tax Rate
- Town Budget
- School Budget

2022 Tax Rate: Overview

Municipal Tax Rate Calculation					
		<u>Tax Effort</u>	<u>Valuation</u>	<u>Municipal Tax Rate</u>	
Municipal (Town)		\$6,743,093	\$3,244,252,900	\$2.07	
County		\$2,173,417	\$3,244,252,900	\$0.67	
Schools	Local	\$10,365,744	\$3,244,252,900	\$3.20	
	State	\$3,344,277	\$3,226,604,800*	\$1.04	
Total		\$22,626,531		\$6.98	
Village Tax Rate Calculation					
		<u>Tax Effort</u>	<u>Valuation</u>	<u>Village Tax Rate</u>	<u>Total Tax Rate</u>
Jenness Beach		\$84,917	\$707,639,800	\$0.12	\$7.10
Rye Beach District		\$111,138	\$383,233,100	\$0.29	\$7.27
Rye Water District		\$840,820	\$2,050,781,500	\$0.41	\$7.39
*valuation without utilities					

2022 Municipal Tax Rate = Total Taxes/Total Assessment

↑ 47.1 % Increase in total town property value: Now \$3,244,252,900 up from \$2,204,844,000 the prior year)

↓ 32% Decrease in tax rate: Now \$6.98 down from \$10.22 prior year

Increase in property value with a modest increase in spending, decreases tax rate.

	2021	2022	%change
Town	\$2.80	\$2.07	-26%
County	\$0.98	\$0.67	-32%
School	\$6.44	\$4.24	-34%
	\$10.22	\$6.98	-32%

	2021	2022	%change
Jenness Beach	\$0.12	\$0.12	0
Rye Beach	\$0.41	\$0.29	-29%
Rye Water	\$0.65	\$0.41	-37%

$$\text{Individual's Annual Tax Bill} = \text{Assessed property value}/1000 \times \left\{ \begin{array}{l} \$6.98 + \\ \$0.12 \text{ (Jenness)} \\ \$0.29 \text{ (Rye Beach)} \\ \$0.41 \text{ (Rye Water)} \end{array} \right\}$$

Example Assessed property value \$600,000 and you live in Rye Water District, your tax bill is:

$$\$600,000/1000 \times \{ \$6.98 + \$0.41 \} = \$600 \times \$7.39 = \$4,434/\text{year (paid in 2 installments)}$$

2022 Municipal Tax Rate = Total Taxes/Total Assessment

2022 Tax Rate Calculation from March 22 Election Set in November 2022

Local tax rate directly based on total budget, which includes **warrant articles** voted on independently from operating budget in March 2022

- Warrant articles account for 6.7% of the total 2022 appropriations

Town Tax Rate	<u>Local</u>
2022 Appropriations	\$11,897,834
Net Revenues	(\$4,379,320)
Fund Balance to reduce taxes	(\$973,326)
War Service Credits and Actual Overlay (tax not collected)	\$197,905
Total Taxes	\$6,743,093

	<u>Local</u>
Operating Budget	\$11,151,534
Warrant Articles	\$746,300
2022 Appropriations	\$11,897,834

Unassigned Fund balance (\$973,326) was used to maintain a marginal overall tax increase for Rye Residents. 3% tax increase of a \$1M home after assessment. [See minutes.](#)

- For 2021 budget, \$1,962,272 from the Unassigned Fund Balance was used to keep tax rate flat.
- Fund balance remains at 11.4% of the general fund operating expenses, which is within the range of 5-17% set by the state

Unassigned Fund Balance

Unassigned fund balance is the residual classification for the government’s general fund and includes all spendable amounts not contained in the other classifications, i.e., everything left over once the total amount has the following subtracted: non-spendable, restricted, committed, and assigned funds. [NHMA explanation](#).

5% to 15% of regular general fund operating revenues, or
8% to 17% of regular general fund operating expenditures determined by GFOA/DRA recommendations

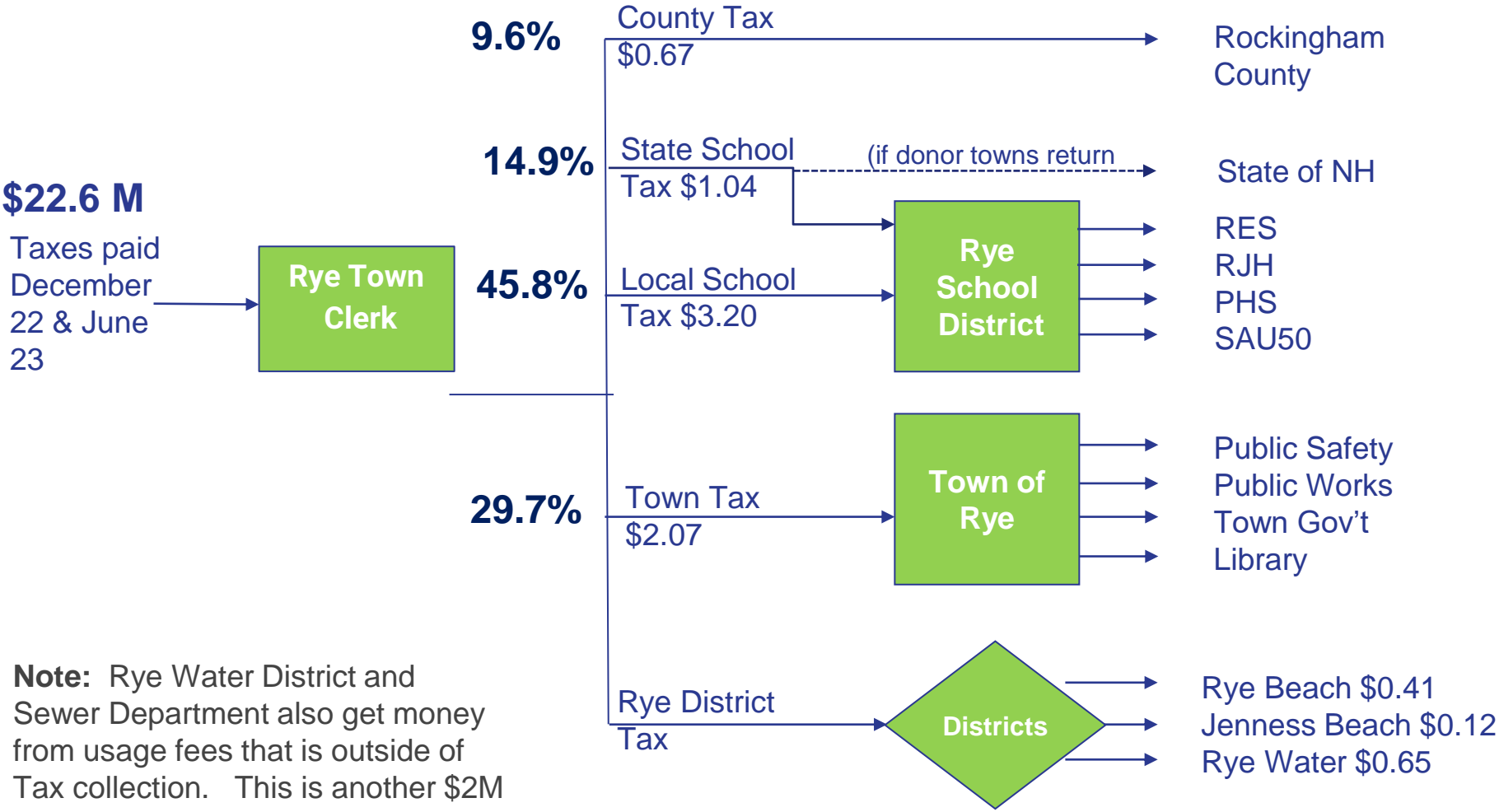
DrummondWoodsum explanation: [Click Here](#) Example Fund Balance Policy (Francestown): [Click Here](#)

	Un-assigned Balance	Applied to Taxes	Un-assigned Remaining	Operating Budget	Increase over the year	% of Operating Budget
Nov-21	\$ 4,308,230	\$ 1,962,272	\$ 2,345,958	\$ 10,754,665		
22-Nov	\$ 4,038,430	\$ 973,326	\$ 3,065,104	\$ 11,151,534	\$ 1,692,472	15.2%

$$\$4,038,430 - \$2,345,958 = \$1,692,472$$

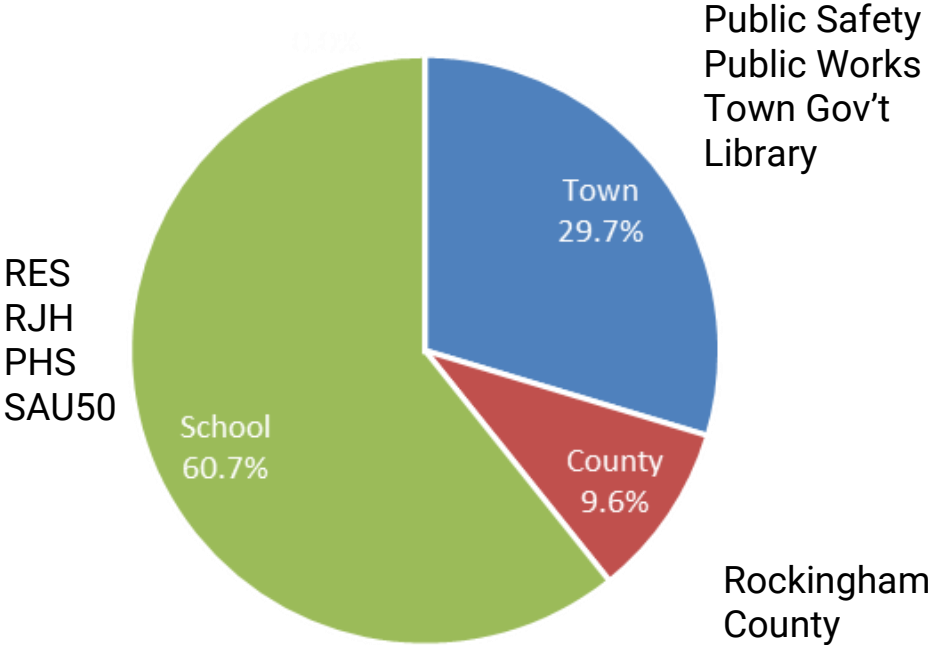
Between November 21 and November 22, \$1,692,472 was added to the Unassigned fund balance.

How the Money Moves (rates set in the Fall) \$6.98 for 2022



Note: Rye Water District and Sewer Department also get money from usage fees that is outside of Tax collection. This is another \$2M of Services for Rye.

2022 Municipal Tax Rate \$6.98: Breakdown by Percentages



District Tax is in addition to municipal tax and dependent on where you live.

District Tax Rate

- Jenness Beach \$0.12
- Rye Beach \$0.29
- Rye Water \$0.41

What is happening with our taxes?

60% of taxes go to the schools
10% goes to Rockingham County

Rye is providing over **\$29,334,461** in 2023 for local Government

Town Budget

- Town Operating Budget of \$ **\$12,897,560**
- Warrant Contributions to reserve funds: **\$398,000**

School Budget

- School Budget of **\$16,236,387**
- **\$1M** for RES roof, \$131K COLA

Rockingham County 2022 (Oct)

- Rye contributes 4.33% of \$49,791,743 i.e. **\$2,173,417**

Rye 2023 Water Department

- Proposed Budget of **\$2,137,511**
- \$60,000 in warrants for reserve funds

2023 Rye Beach Village District \$176,575

2023 Jenness Beach Village District \$105,725

**With RWD 2023
will be
approximately
\$32M**

What a household contributes to Town and School Government in 2023

			Assessed Value of Home		
			\$ 500,000	\$ 750,000	\$ 1,000,000
			\$ 3,490	\$ 5,235	\$ 6,980
Category	2023P Budget	% of Budget (Town + School)			
Genl. Government	\$ 2,502,682	9%	\$ 304	\$ 456	\$ 607
DPW	\$ 2,400,906	8%	\$ 291	\$ 437	\$ 583
Fire	\$ 2,193,074	8%	\$ 266	\$ 399	\$ 532
Police	\$ 1,844,558	6%	\$ 224	\$ 336	\$ 448
Other Services	\$ 787,287	3%	\$ 96	\$ 143	\$ 191
Library	\$ 771,882	3%	\$ 94	\$ 141	\$ 187
Capital Outlay	\$ 652,694	2%	\$ 79	\$ 119	\$ 158
Other Revolving	\$ 554,346	2%	\$ 67	\$ 101	\$ 135
Debt Service	\$ 412,240	1%	\$ 50	\$ 75	\$ 100
Recreation	\$ 401,328	1%	\$ 49	\$ 73	\$ 97
School	\$ 16,236,387	56%	\$ 1,970	\$ 2,956	\$ 3,941
Total with School	\$ 28,757,383	100%	\$ 3,490	\$ 5,235	\$ 6,980

Does NOT include any of the warrants another – so more will be paid for some services. Based on 2022 tax rate

Warrant Articles for spending and saving above budgets

The \$1M in additional money is about 8% of total budget.

	Capital Outlay	Reserve Fund
Collective Bargaining Police 23	\$ 50,023	
Collective Bargaining Fire 23	\$ 34,681	
Collective Bargaining Town 23	\$ 52,875	
New Ambulance	\$ 370,000	
HWY Equip Fund		\$ 200,000
DPW One Ton Truck	\$ 105,000	
Ambulance and Fire Fund		\$ 100,000
Employee Leave		\$ 50,000
Municipal Buildings Maintenance		\$ 35,000
Emergency Fund		\$ -
Revaluation Fund		\$ 15,000
Conservation Maintenance Fund		\$ 10,000
Library HVAC		\$ 10,000
Contingency Fund		\$ -
Records Retention Fund		\$ 3,000
Town Total	\$ 612,579	\$ 423,000
School Para Professionals	\$ 131,408	
School RES Roof	\$ 1,000,000	
School Special Ed Tuition		\$ 75,000
School Tuition Fund		\$ 50,000
School Total	\$ 1,131,408	\$ 125,000

\$2.6M Total between Capital Reserves (\$1.25M) and Expendable Trusts (\$1.36M) as of October 31, 2022

Capital Reserves & Expendable Trusts taken together with the Unassigned Fund Balance as of November 2022 (**\$3.1M**) results is over **\$5.6M sitting**

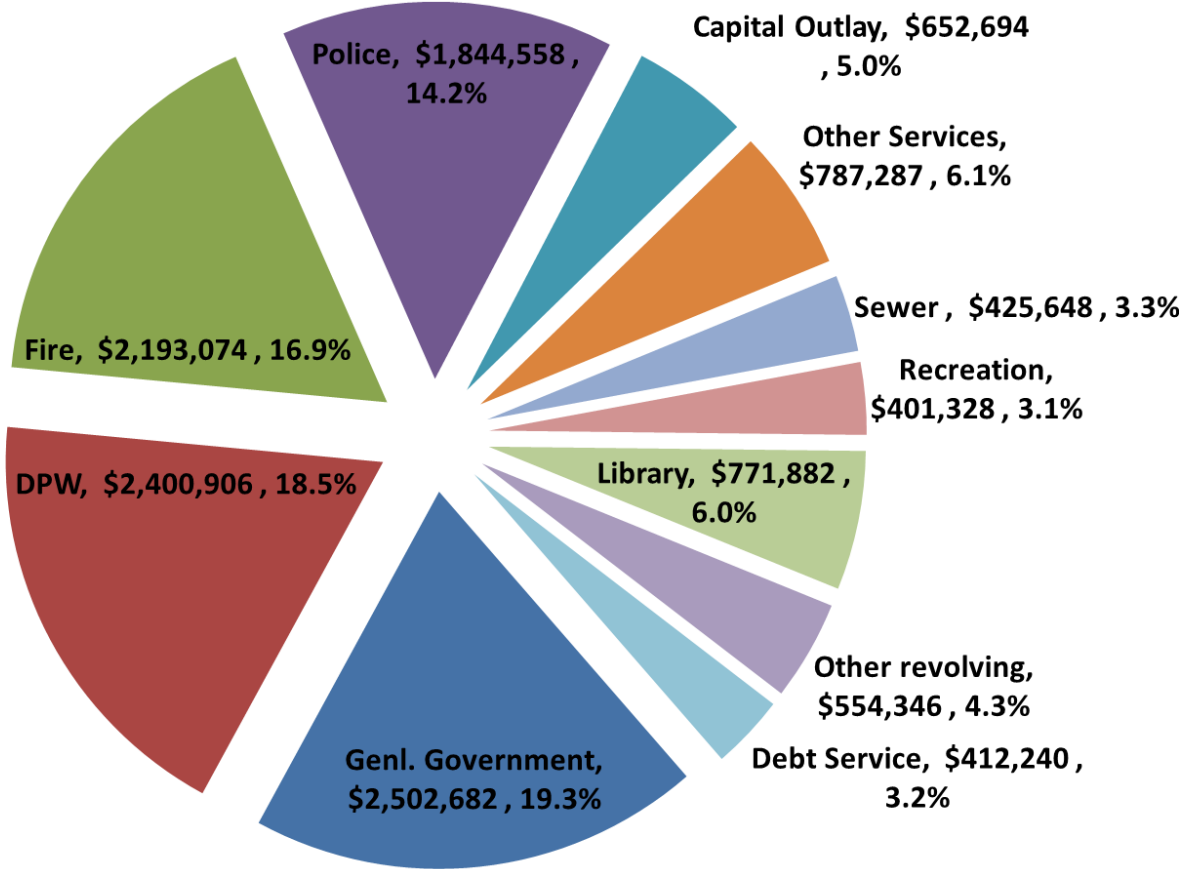
Expendable Trusts and Capital Reserves Balance October 31, 2022			
Department	Capital Reserves	Expendable Trusts	Purpose
Library		45,973	Unanticipated Maintenance
Town		312,895	Employee Separation
School		81,570	Unanticipated Tuition
School		388,281	Building Maintenance
School		129,138	Special Education
School		65,818	Wedgewood Farm
Water		154,003	Storage Tank Maintenance
Water		149,201	Unanticipated Maintenance
Libray Employee Leave		30,146	Employee Separation
Town Buildings	203,845		Unanticipated Maintenance
Fire	385,077		Fire and Ambulance Vehicle
Library	66,288		Replace HVAC
Public Works	73,810		Equipment
Public Works	1,318		Salt Shed
Public Works	7,884		Grove Road Landfill
Town (Clerk)	8,135		Records Restoration
Recreation	15,219		Building Maintenance
Sewer	53,004		Replace Lines
pal Bldg. Construct/Renovation	120,754		Building Construction/Renovations
Revaluation	30,248		5-year Townwide Revaluation
Conservation	55,445		Building/Land Maintenance
400th Anniversary Celebration	11,772		Activities & Events for the 400th
Water	138,468		Building/Equipment
Water	79,638		Equipment

Table of Contents

- 2022 Tax Rate
- 2023 Town Budget
- 2023 School Budget

2023 Town Budget by Department

Proposed 2023 Budget
Total: \$12,946,644



Town Operating Budget 2023 Plan vs. 2022 Budget Up 4.1% (before warrant articles)

Category	2023P	2022	% of Operating Budget	2023P vs 2022 Change	2023P vs 2022 %Change	10 Year CAGR
Genl. Government	\$2,502,682	\$2,257,492	19.3%	\$245,190	10.9%	5.4%
DPW	\$2,400,906	\$2,123,888	18.5%	\$277,018	13.0%	4.7%
Fire	\$2,193,074	\$1,983,585	16.9%	\$209,489	10.6%	5.1%
Police	\$1,844,558	\$1,705,266	14.2%	\$139,292	8.2%	3.8%
Other Services	\$787,287	\$695,157	6.1%	\$92,130	13.3%	6.7%
Library	\$771,882	\$752,705	6.0%	\$19,177	2.5%	2.4%
Capital Outlay	\$652,694	\$108,349	5.0%	\$544,345	502.4%	15.8%
Other revolving	\$554,346	\$515,019	4.3%	\$39,327	7.6%	2.9%
Sewer excl. debt svc.	\$425,648	\$360,288	3.3%	\$65,360	18.1%	5.9%
Debt Service	\$412,240	\$301,790	3.2%	\$110,450	36.6%	-8.8%
Recreation	\$401,328	\$347,995	3.1%	\$53,333	15.3%	6.1%
Total Operating Budget	\$ 12,946,644	\$ 11,151,534	100%	\$ 1,795,110	16.1%	4.1%

General Government Includes:

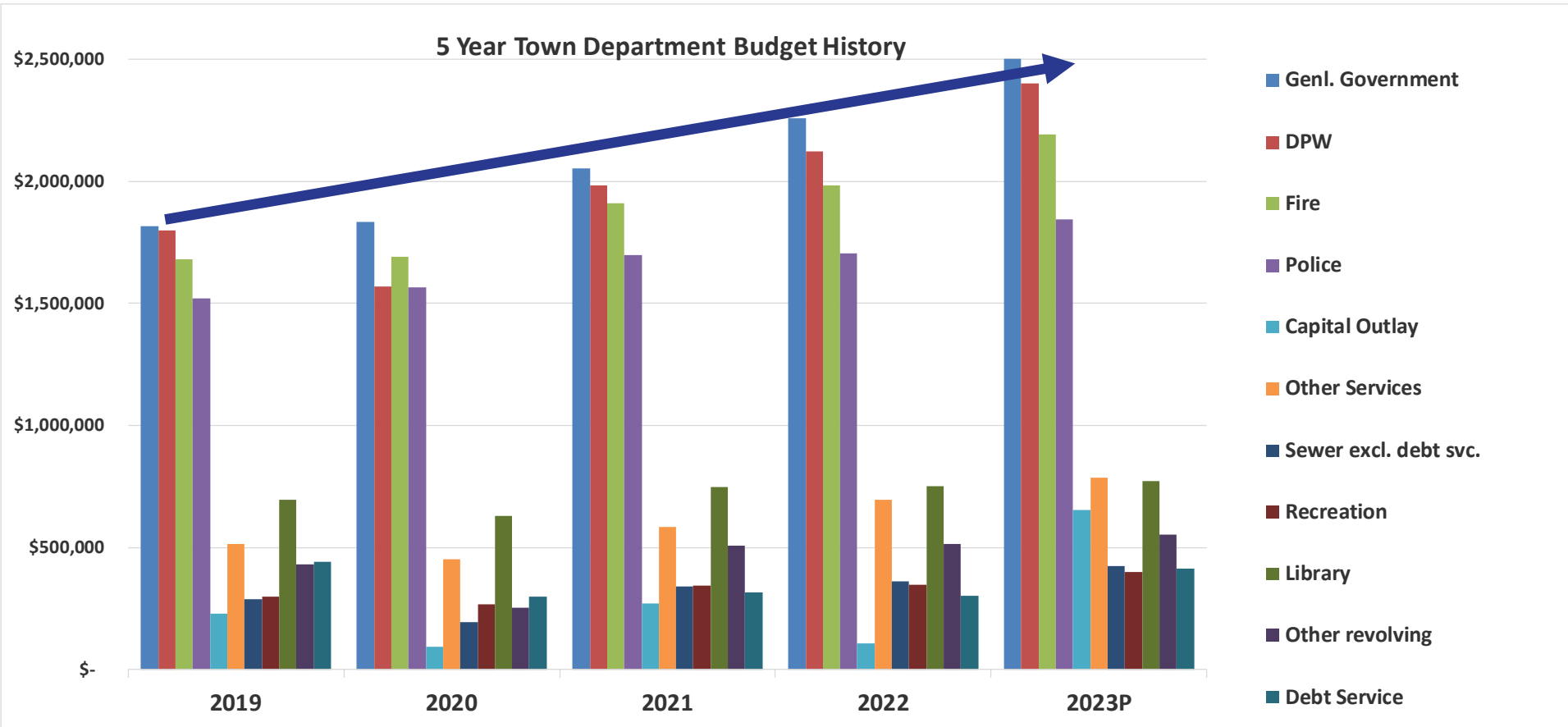
Executive Office, Town Clerk, Tax Collector, Assessing, Finance Office, Legal, Zoning Board, Planning Board, Building Inspection, Town Custodian, Town Hall Facility, and Insurance.

Other Services Include:

Health Officer, Animal Control, Mosquito Control, Direct Assistance, Cemetery, Beaches, Land Management, Patriotic Purposes, Historic District, Heritage Commission, Conservation and Other Services.

CAGR – compounded annual growth rate

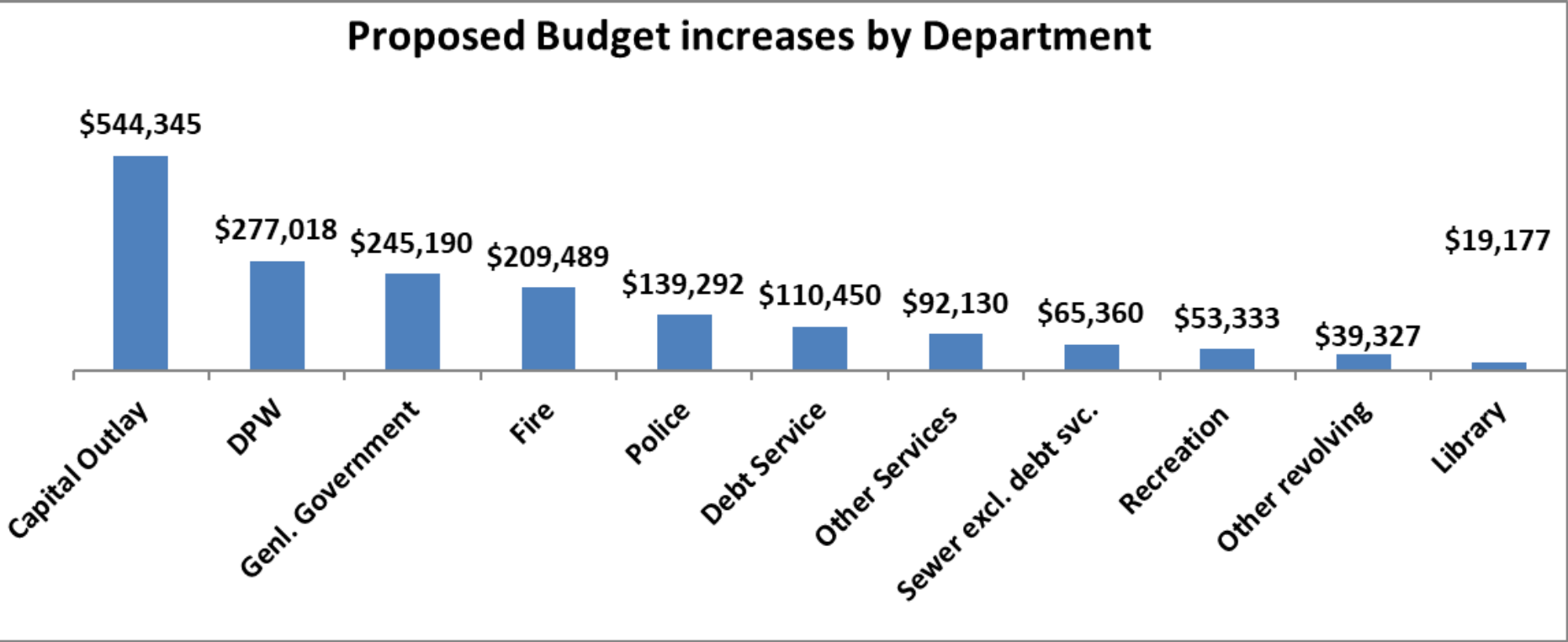
5 Year View of the Town Department Spend



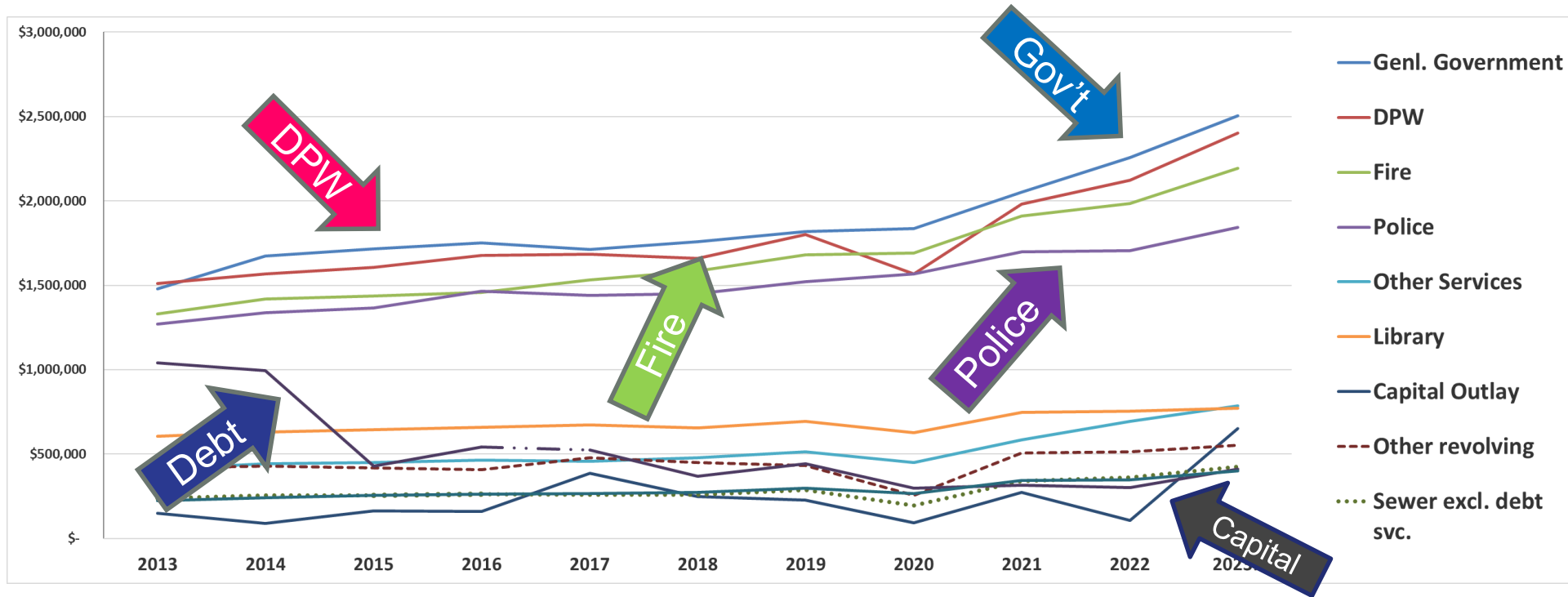
Town, DPW, Police and Fire are the big four
 Rye Water Department is just as big at \$2.1M

Town Budget Summary: Budget Increases over 2022

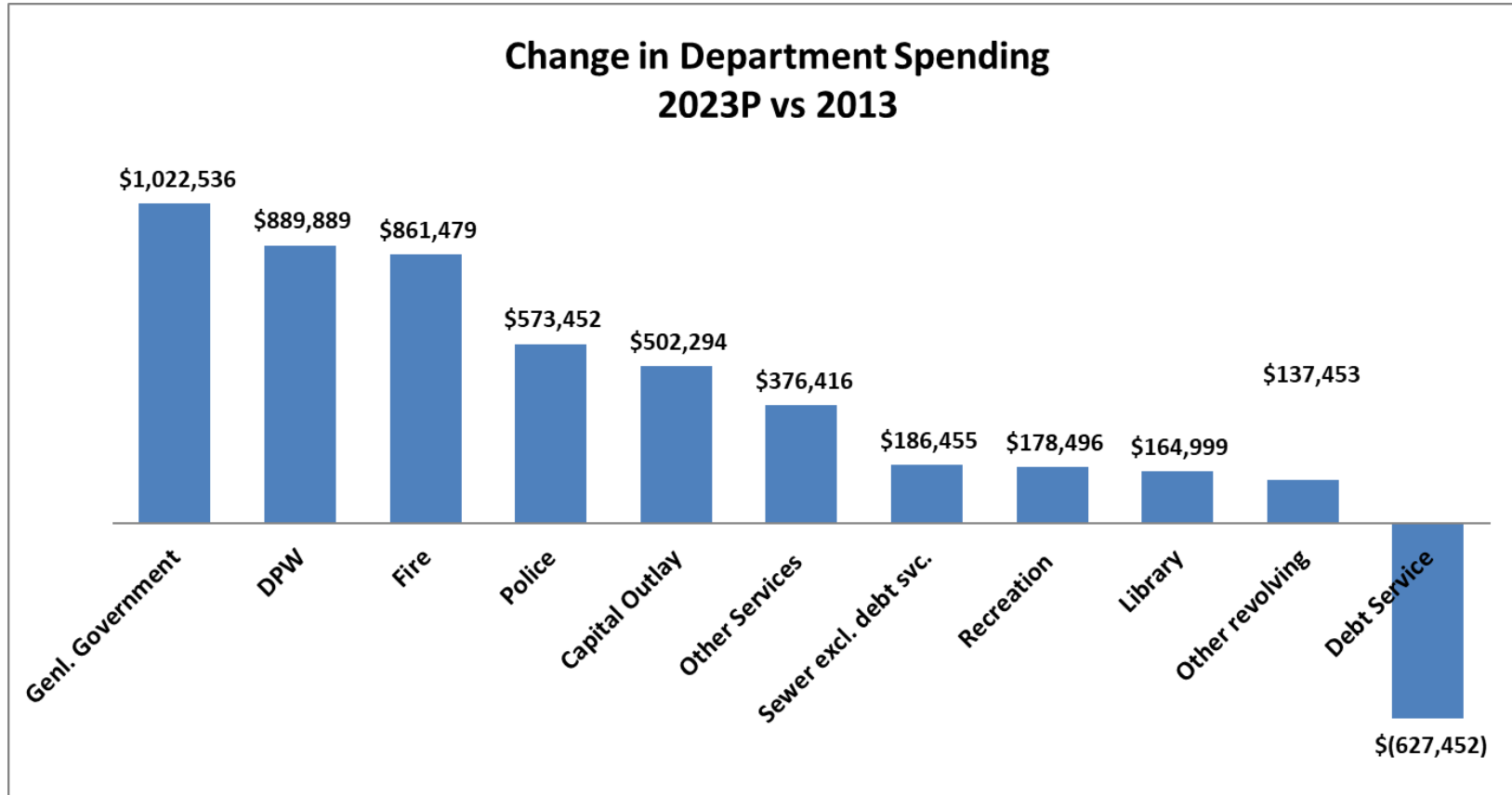
Proposed Budget increases by Department



10 Year Trend: Big four up, debt down, capital outlays up



Departmental Increases over the past decade



Debt service payments have decreased over the past decade

Annual Debt Payments

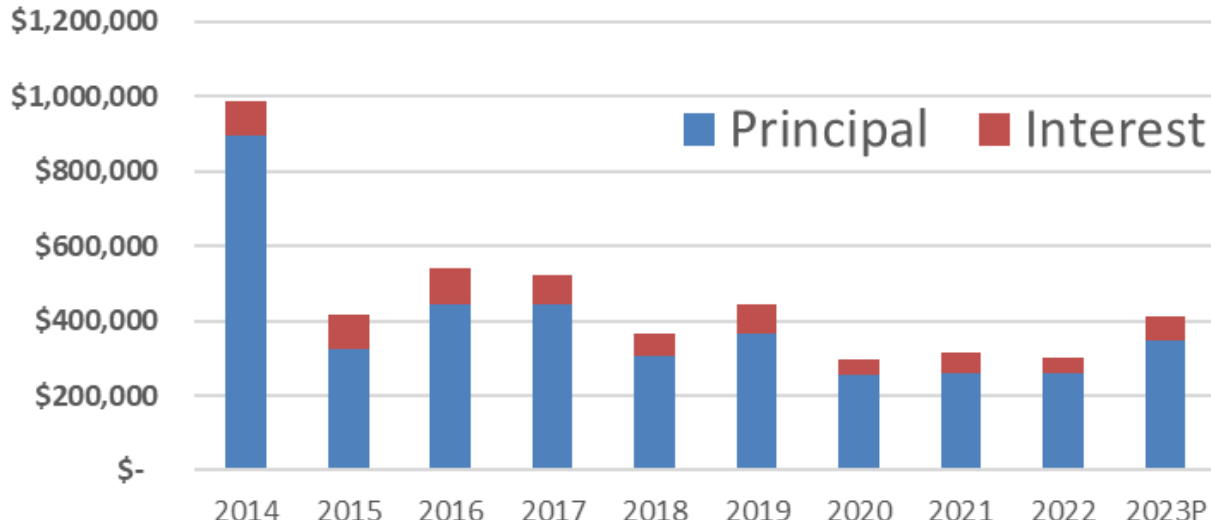


Table 6

Approved Bond Debt Service

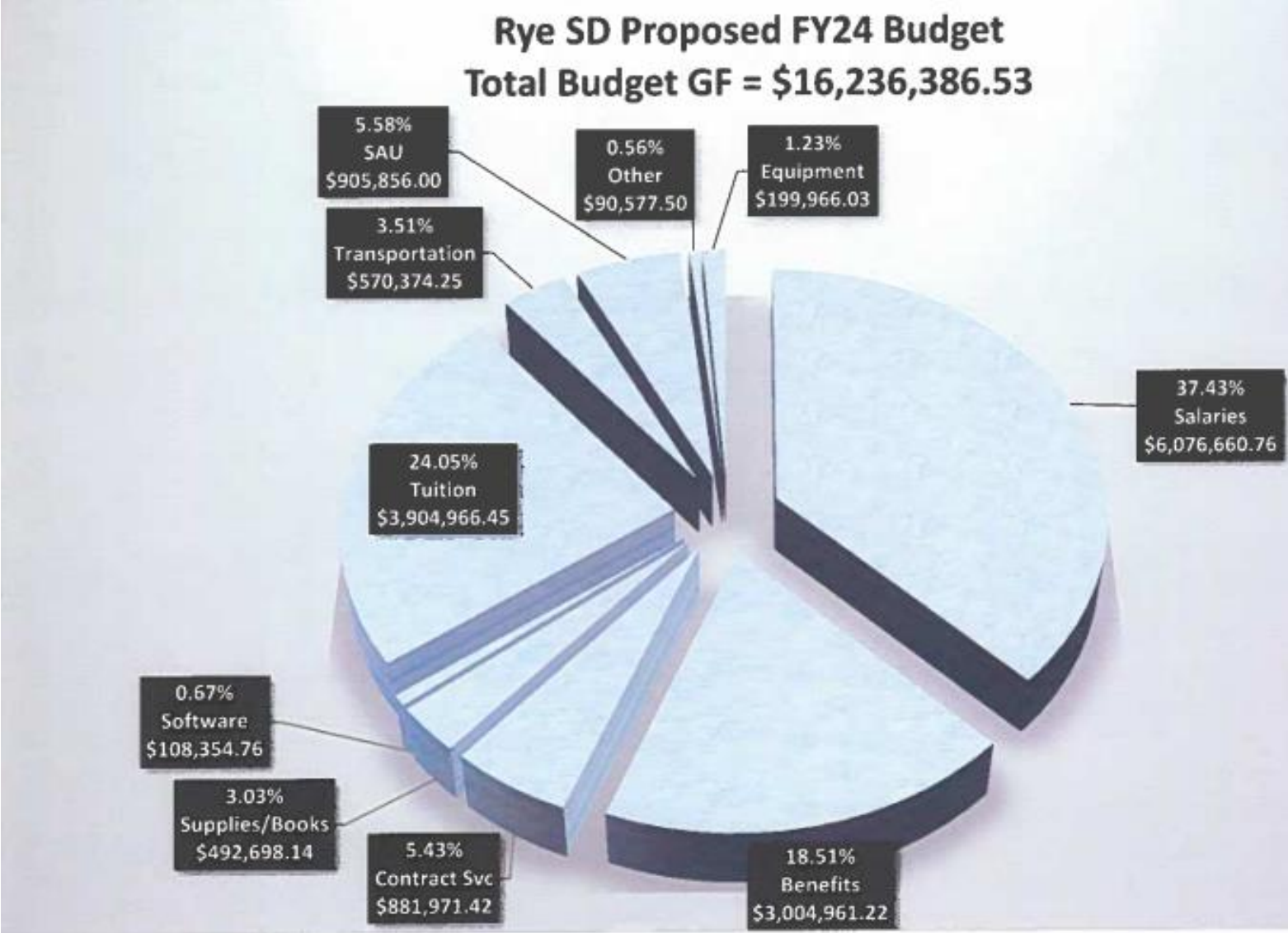
Annual Debt Service Expense (interest & principal)

Bond Name	2023	2024	2025	2026	2027	2028
Conservation Land #5	124,025	118,415	112,805	-	-	-
Conservation Land #6	32,650	31,375	30,100	28,825	27,550	26,275
Conservation Land #7	123,610	120,649	117,688	114,727	111,766	108,805
Red Mill Culvert	26,120	25,100	24,080	23,060	22,040	21,020
Water Main Improvement	170,502	170,502	170,502	170,502	170,502	170,502
Total	476,907	466,041	455,175	337,114	331,858	326,602

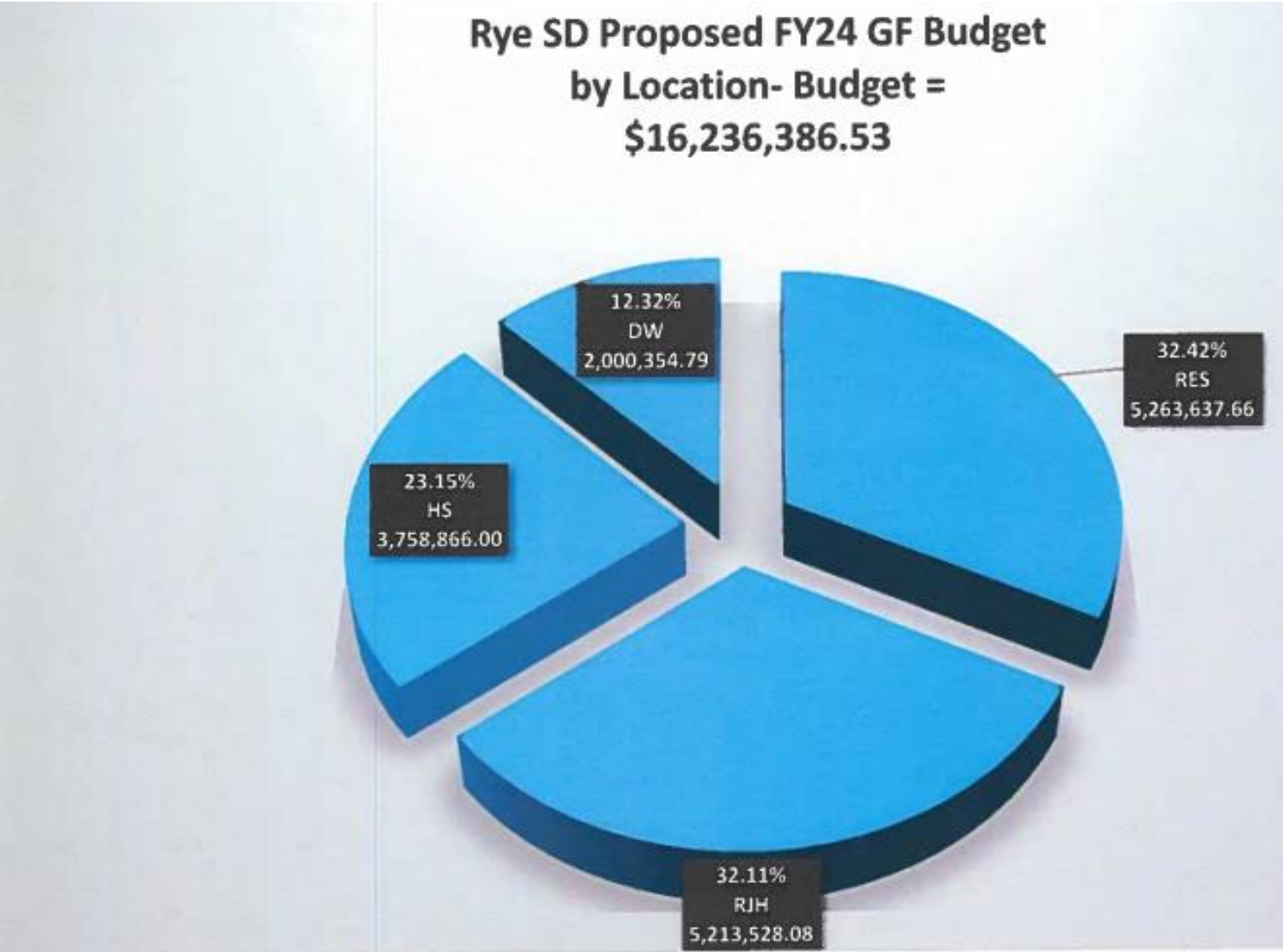
Table of Contents

- 2022 Tax Rate
- 2023 Town Budget
- 2023 School Budget

2023/24 School Budget by Category



2023/24 School Budget: DW, RES, RJH & PHS



School Budget – 5 year trend (\$2.8M increase over 5 years 21%)

On average, the school budget has grown 3.9% annually



574

563

555

563

562

Total RES, RJH & PHS Students

Northeast Urban Region Consumer Price Index (NE CPI) has increased 3.2% over last 5 years.

2023/24 School Budget Summary

- Overall increase to the General Fund of 5.64%
- Retirement contribution rate down slightly
- Health insurance GMR of 3.3%
- Facility needs
- Special education requirements
- Increased PHS tuition payments

- FY 23: \$15,369,860.86
- FY 24: \$16,236,386.53
- Variance: \$866,525.67 5.64%

- Without HS tuition and Special Ed tuition overall increase would be 0.8%

From Rye School Board PTA Presentation

2023/24 School Budget Drivers

Increases:

Health Insurance GMR - 3.3%

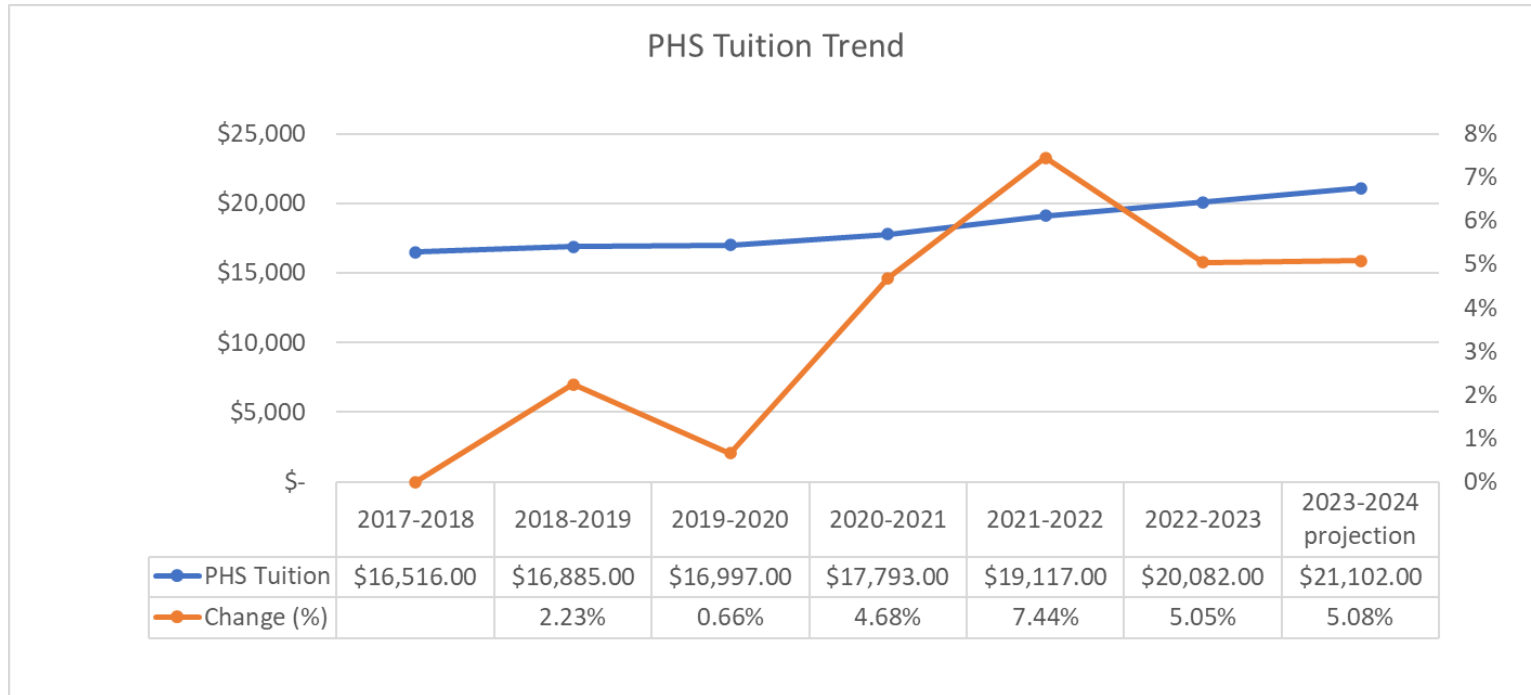
- CBA for teachers- 2.7% + step
- Facilities budget increase (\$223,612)
- SPED tuition increase (\$321,465)
- HS Tuition increase (\$421,662)

Decreases:

- Benefits decrease (\$189,910)
- Preschool reduction (\$70,960)
- 1.0 FTE reduction (\$68,000)

From Rye School Board PTA Presentation

2023/24 Budget: PHS Tuition and Trends



**Rye School District
FY23 Tuition Comparison
Budget to Actual**

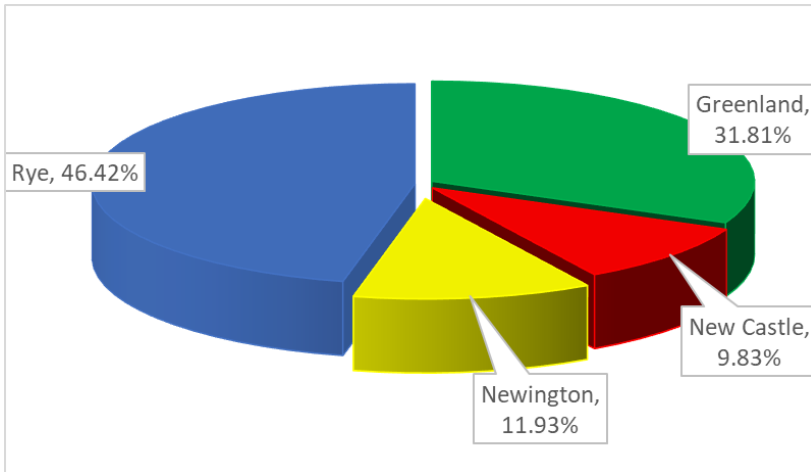
	Tuition FY23 Budget	Tuition FY23 Actual	Variance
Tuition per Reg Ed student*	\$19,887.00	\$20,082.00	
Total Tuition per student (Reg Ed)	\$3,102,372.00	\$3,243,243.00	-\$140,871.00

**Rye School District
FY24 Tuition Projection**

	Tuition
Tuition per Reg Ed student*	\$21,102.00
Total Tuition per student (Reg Ed)	\$3,524,034.00
Budget	
Enrollment by Grade	
Grade 9	49.00
Grade 10	38.00
Grade 11	41.50
Grade 12	38.50
Total Enrollment	167.00
*Projected based on letter received from Portsmouth HS on 11.1.22	

SAU 50 Budget by Town

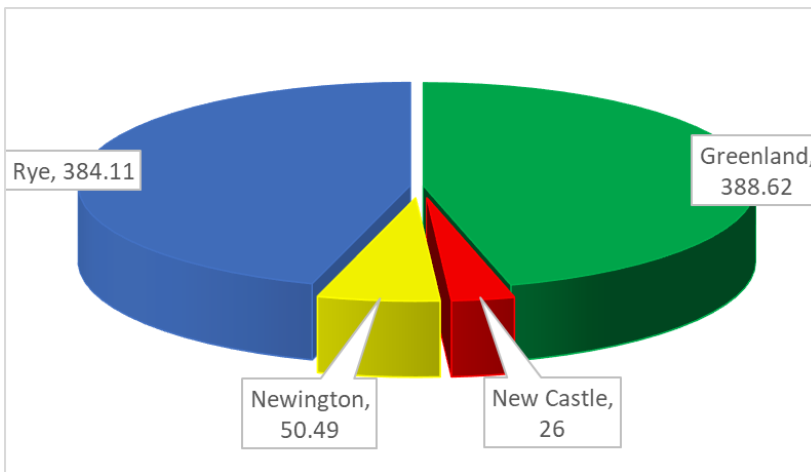
Rye's Higher Property value means Rye pays more than Greenland



Comparison of Shares of School Administrative Unit #50 Operating Budget FY24 Proposed

	FOR 2023-2024		FOR 2022-2023		(DECREASE)
Greenland	\$ 620,773	31.81%	\$ 604,521	31.73%	\$ 16,252
New Castle	191,899	9.83%	192,751	10.12%	\$ (852)
Newington	232,901	11.93%	237,955	12.49%	\$ (5,054)
Rye	905,856	46.42%	870,223	45.67%	\$ 35,633

Proposed SAU #50 Net Operating Budget (2023-2024)	\$ 1,951,429
SAU #50 Net Operating Budget (2022-2023)	1,905,450
Proposed SAU #50 2023-24 Net Budget Increase	45,979
Proposed SAU #50 2023-24 Net Budget Increase Percent	2.41%



AVERAGE DAILY MEMBERSHIP:

District	2022-23	2023-24	Increase (Decrease)	Percent Change
Greenland	386.00	388.62	2.6	0.68%
New Castle	36.00	26.00	(10.0)	(27.78%)
Newington	52.00	50.49	(1.5)	(2.90%)
Rye	376.00	384.11	8.1	2.16%
Total:	850.00	849.22	(0.8)	(0.09%)

SAU 50 Budget by Town

EQUALIZED VALUATION:

<u>District</u>	<u>2022-23</u>	<u>2023-24</u>	<u>Increase (Decrease)</u>	<u>Percent Change</u>
Greenland	\$ 1,047,385,955	\$ 1,200,327,257	\$ 152,941,302	14.60%
New Castle	\$ 928,723,828	\$ 1,116,015,968	\$ 187,292,140	20.17%
Newington	\$ 1,094,913,472	\$ 1,204,627,731	\$ 109,714,259	10.02%
Rye	\$ 2,734,874,775	\$ 3,199,642,143	\$ 464,767,368	16.99%
Total:	\$ 5,805,898,030	\$ 6,720,613,099	\$ 914,715,069	15.75%

Rye was about ½ of the total increase in valuation

AVERAGE DAILY MEMBERSHIP:

<u>District</u>	<u>2022-23</u>	<u>2023-24</u>	<u>Increase (Decrease)</u>	<u>Percent Change</u>
Greenland	386.00	388.62	2.6	0.68%
New Castle	36.00	26.00	(10.0)	(27.78%)
Newington	52.00	50.49	(1.5)	(2.90%)
Rye	376.00	384.11	8.1	2.16%
Total:	850.00	849.22	(0.8)	(0.09%)

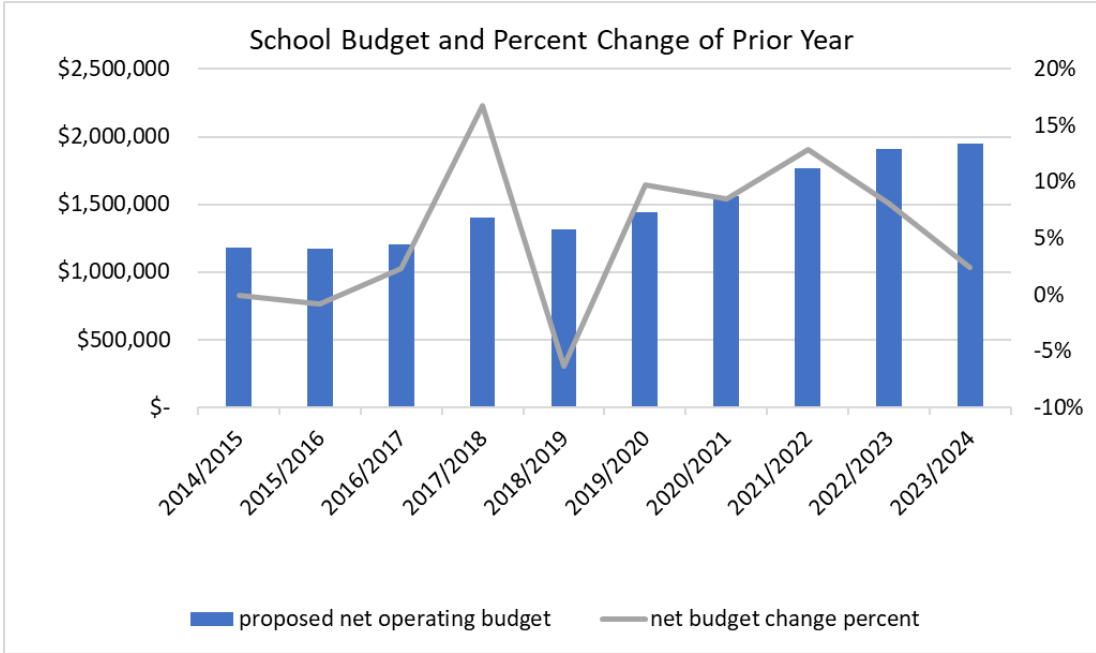
SAU 50 Budget

**SCHOOL ADMINISTRATIVE UNIT 50
COMPARISON OF NET BUDGET INCREASES**

<u>School Year</u>	<u>Proposed Net Operating Budget</u>	<u>Net Budget Change</u>	<u>Net Budget Change Percent</u>
2014-15	1,182,508	(832)	(0.07%)
2015-16	1,172,882	(9,626)	-0.81%
2016-17	1,199,970	27,088	2.31%
2017-18	1,401,436	201,466	16.79%
2018-19	1,312,153	(89,283)	-6.37%
2019-20	1,440,111	127,958	9.75%
2020-21	1,562,434	122,323	8.49%
2021-22	1,763,151	200,717	12.85%
2022-23	1,905,450	142,299	8.07%
2023-24	1,951,429	45,979	2.41%

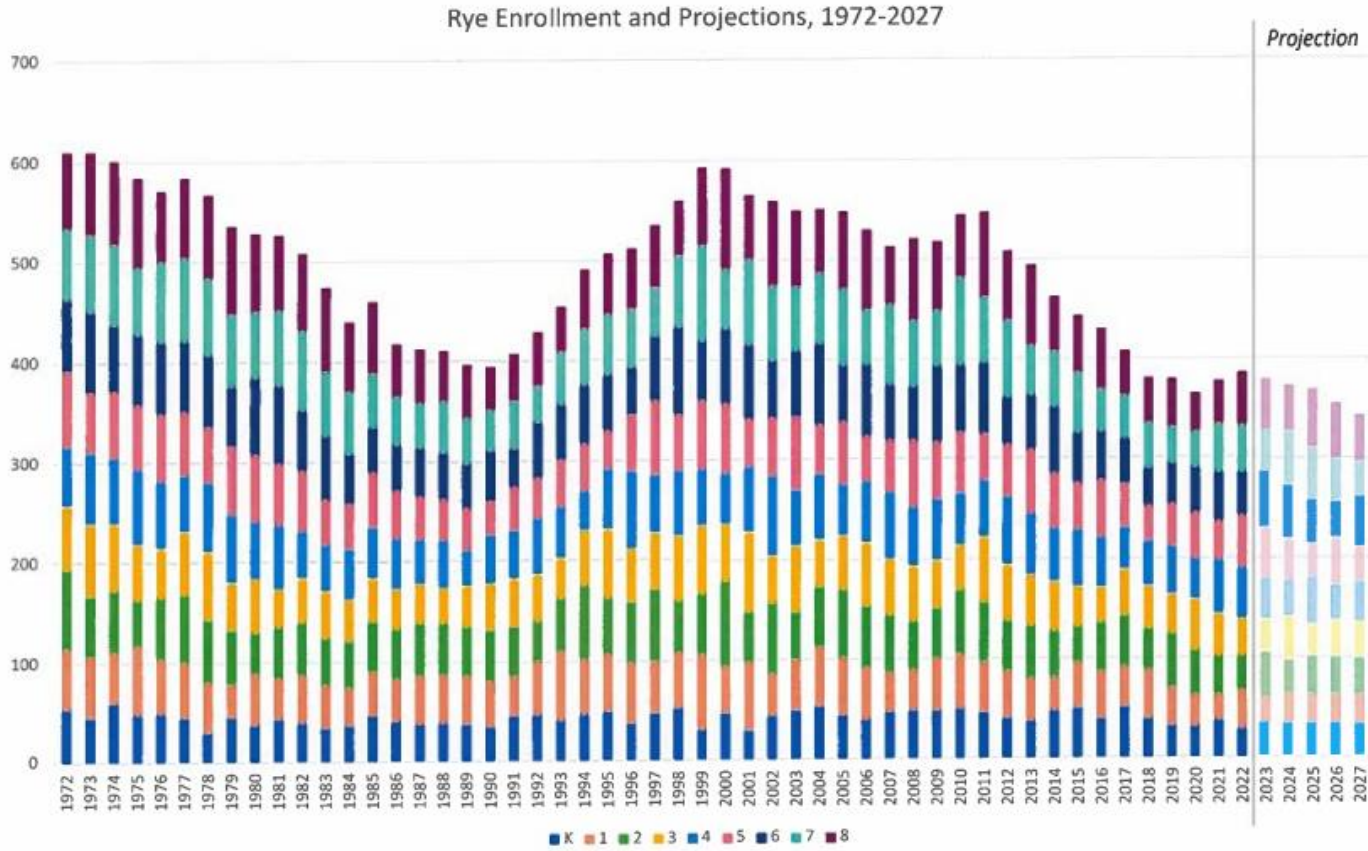
Ten (10) Year Average Increase is 5.34%
Five (5) Year Average Increase is 8.31%
Three (3) Year Average Increase is 7.77%

SAU 50 Cost has gone up \$768,089 or 65% in 9 Years.



Northeast Urban Region Consumer Price Index (NE CPI) has increased 3.2% over last 5 years.

Student Population K-8



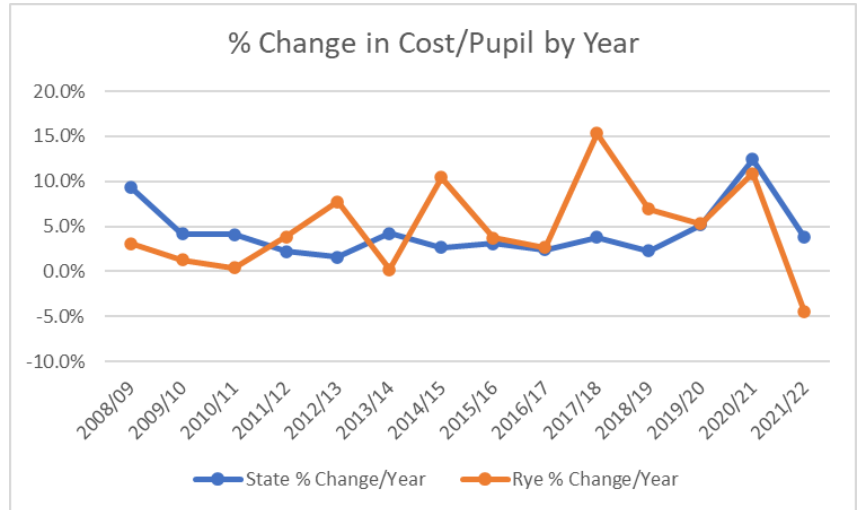
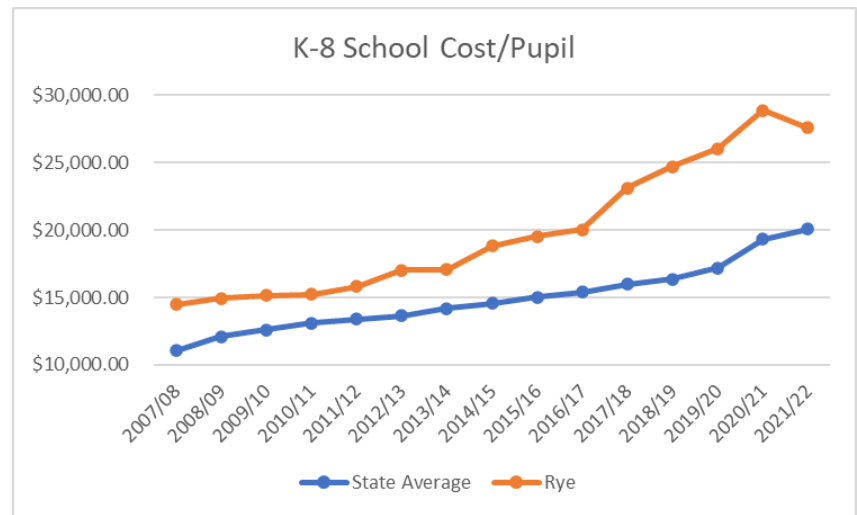
Source: chart created with data provided by SAU50; kindergarten figures from 1972-1994 were based on an average kindergarten progression ratio calculated using 1995-2017 data

From Rye School Board PTA Presentation

K-8 School Cost Trends

Rye School District Analysis of Cost per Pupil

School Year	State Average	Rye	%Rye relative to State Average
2007/08	\$ 11,056.68	\$ 14,499.92	131%
2008/09	\$ 12,095.86	\$ 14,953.07	124%
2009/10	\$ 12,599.53	\$ 15,146.37	120%
2010/11	\$ 13,120.20	\$ 15,212.20	116%
2011/12	\$ 13,413.20	\$ 15,796.56	118%
2012/13	\$ 13,627.50	\$ 17,024.07	125%
2013/14	\$ 14,200.30	\$ 17,056.53	120%
2014/15	\$ 14,581.48	\$ 18,834.30	129%
2015/16	\$ 15,033.57	\$ 19,535.14	130%
2016/17	\$ 15,397.60	\$ 20,052.51	130%
2017/18	\$ 15,981.46	\$ 23,123.86	145%
2018/19	\$ 16,345.45	\$ 24,727.29	151%
2019/20	\$ 17,188.49	\$ 26,039.02	151%
2020/21	\$ 19,331.82	\$ 28,864.69	149%
2021/22	\$ 20,060.38	\$ 27,572.37	137%



	Greenland	Rye	N. Hampton
22/23 Budget Total	\$ 12,753,226	\$ 15,369,861	\$ 13,712,225
HS Student Tuition	\$ 3,089,520	\$ 3,102,372	\$ 4,021,584
School K-8 Budget	\$ 9,663,706	\$ 12,267,489	\$ 9,690,641
K-8 Students	374	386	304
Cost/K-8 Students	\$ 25,838.79	\$ 31,781.06	\$ 31,877.11