

City of Nashua FY 2018 Proposed Budget Presentation

June 6, 2017



Fiscal Year 2018 Budget Book Presentation Enhancement

- **Divisional Budget Narratives**
 - **Mission Statements**
 - **Services Provided**
 - **Goals and Objectives**
 - **Transparency**



Fiscal Year 2018 Priorities

- **Public Safety**

- Maintain Level Services for Police and Fire
- Continue Focus and Attention on the Opioid Crisis

- **Schools**

- Full day kindergarten in all 12 elementary schools
- Budget neutral – reallocation of resources
- Provides for better results:
 - Lower dropout rates
 - Higher grades
 - More success in life



Fiscal Year 2018 Cost Impacts

Hydrant Rentals – increased \$386,000

CERF – increased \$1,260,000

Pension Costs – increased \$2,230,000

Healthcare Costs – increased \$3,640,000

Debt Service – decreased \$919,000



Proposed FY 2018 Budget

- **Proposed Operating Budget - \$258.5 Million**
 - Spending Cap Percentage – 1.4%
 - \$ Amount under the Spending Cap – \$1.9 Million
 - Increase Over FY 2017 Budget – 4%
 - Projected Tax Increase – Approximately 3.2%
 - Revenues
 - Revenues continue to be budgeted conservatively
 - Increase in motor vehicle registrations
 - Continued low interest rate environment
 - Potential reduction in State aid funds



FY 2019 Budget Challenges

- **FY 2019 Budget**

- The Spending Cap is tracking slowly upward:
 - Assuming a 1.6% Spending Cap percentage, the new allowable spend would be approximately \$4.0 million
- Potential reductions in State-related revenue
- Anticipated increase in other employee related costs such as pensions and health benefits

