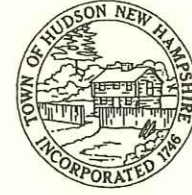




# TOWN OF HUDSON

## Finance Department



Agenda  
10-20-22

12 School Street • Hudson, New Hampshire 03051 • Tel: 603-886-6000 • Fax: 603 881-3944

To: Steve Malizia, Town Administrator  
From: Lisa Labrie, Finance Director *LL*  
Date: October 12, 2022  
Subject: **2022 Tax Rate**

***I would like to request to be put on the agenda for the next Board of Selectmen's meeting.***

Attached please find documentation for setting the Town of Hudson's 2022 Tax Rate. If the Board of Selectmen uses \$600,000 as budgeted, of the Town's \$8,195,441 Unassigned Fund Balance the tax rate would be approximately \$14.87 per thousand. This tax rate represents a 31.4% or \$ 6.80 decrease over last year's rate of \$21.67 per thousand.

Using \$600,000 of the surplus as budgeted from the Unassigned Fund Balance would leave a surplus balance of \$7,595,441 which is equal to 8.8% of Fiscal Year 2023 gross appropriations.

I have prepared a motion to support the use of surplus as budgeted.

**Motion:** To authorize the use of \$600,000 of the Town's \$8,195,441 Unassigned Fund Balance in support of a tax rate of approximately \$14.87 per thousand, as recommended by the Finance Director.

**Town of Hudson, NH  
2022 Tax Rate Calculation**

	<u>2021 Tax Calculation</u>	<u>2021 Tax Rate</u>	<u>2022 Tax Calculation</u>	<u>2022 Tax Rate</u>	<u>Tax Rate Incr/(Decr)</u>
<b><u>Town of Hudson</u></b>					
Gross Appropriations	37,418,962	\$11.62	44,727,847	\$9.38	(\$2.24)
Less: Revenues	(17,431,023)	(\$5.42)	(23,412,370)	(\$4.91)	\$0.50
Less: Shared Revenues					
Add: Overlay	159,153	\$0.05	300,000	\$0.06	\$0.01
War Service Credits	822,000	\$0.26	790,500	\$0.17	(\$0.09)
<b>Net Town Appropriations/Approved Tax Effort</b>	<b>20,969,092</b>	<b>\$6.52</b>	<b>22,405,977</b>	<b>\$4.70</b>	<b>(\$1.82)</b>
<b><u>School</u></b>					
Net School Budget (Gross Approp. - Revenue)	52,092,893		53,130,569		
Regional School Apportionment					
Less: Adequate Education Grant	(7,454,243)		(8,742,791)		
State Education Taxes	(6,294,306)		(6,136,479)		
<b>Approved Local School Tax Effort</b>	<b>38,344,344</b>	<b>\$11.91</b>	<b>38,251,299</b>	<b>\$8.02</b>	<b>(\$3.89)</b>
<b><u>State Education</u></b>					
<b>State Education Tax</b>	<b>6,294,306</b>	<b>\$2.04</b>	<b>6,136,479</b>	<b>\$1.34</b>	<b>(\$0.71)</b>
<b><u>County</u></b>					
Due to County	3,860,662		3,862,375		
Less: Shared Revenues	-		-		
<b>Approved County Tax Effort</b>	<b>3,860,662</b>	<b>\$1.20</b>	<b>3,862,375</b>	<b>\$0.81</b>	<b>(\$0.39)</b>
<b>Total Property Taxes Assessed</b>	<b>69,468,404</b>	<b>\$21.67</b>	<b>70,656,130</b>	<b>\$14.87</b>	<b>(\$6.80)</b>
<b>Tax Rate % Change</b>		<b>1.4%</b>		<b>-31.4%</b>	
<b>Net Valuation</b>	<b>3,218,932,520</b>		<b>4,768,015,119</b>		<b>1,549,082,599</b>
<b>Net Valuation w/o Utilities</b>	<b>3,078,803,420</b>		<b>4,581,821,419</b>		<b>1,503,017,999</b>

**Town of Hudson, NH**  
**Unassigned Fund Balance (UFB)**

<b>Unassigned Fund Balance 6/30/2022</b>	<b><u>\$8,195,441</u></b>	<b>9.5%</b>
Use of Fund Balance to Reduce Taxes 2022 Taxes	(\$600,000)	
<b>Projected Unassigned Fund Balance 6/30/2022</b>	<b><u>\$7,595,441</u></b>	<b>8.8%</b>
<u>Gross Appropriations (per DRA)</u>		
Town Gross Appropriations	44,727,847	
Less Enterprise Funds - Sewer	(2,138,465)	
Less Enterprise Funds - Water	(4,622,588)	
Net Local School Budget	53,130,569	
Less: Adequacy Aid	(8,742,791)	
Due to County	<u>3,862,375</u>	
FY23 Gross Appropriations	<u>86,216,947</u>	
<u>Recommended Retainage of Surplus</u>		
5%	4,310,847	
8%	6,897,356	
10%	8,621,695	
17%	14,656,881	