

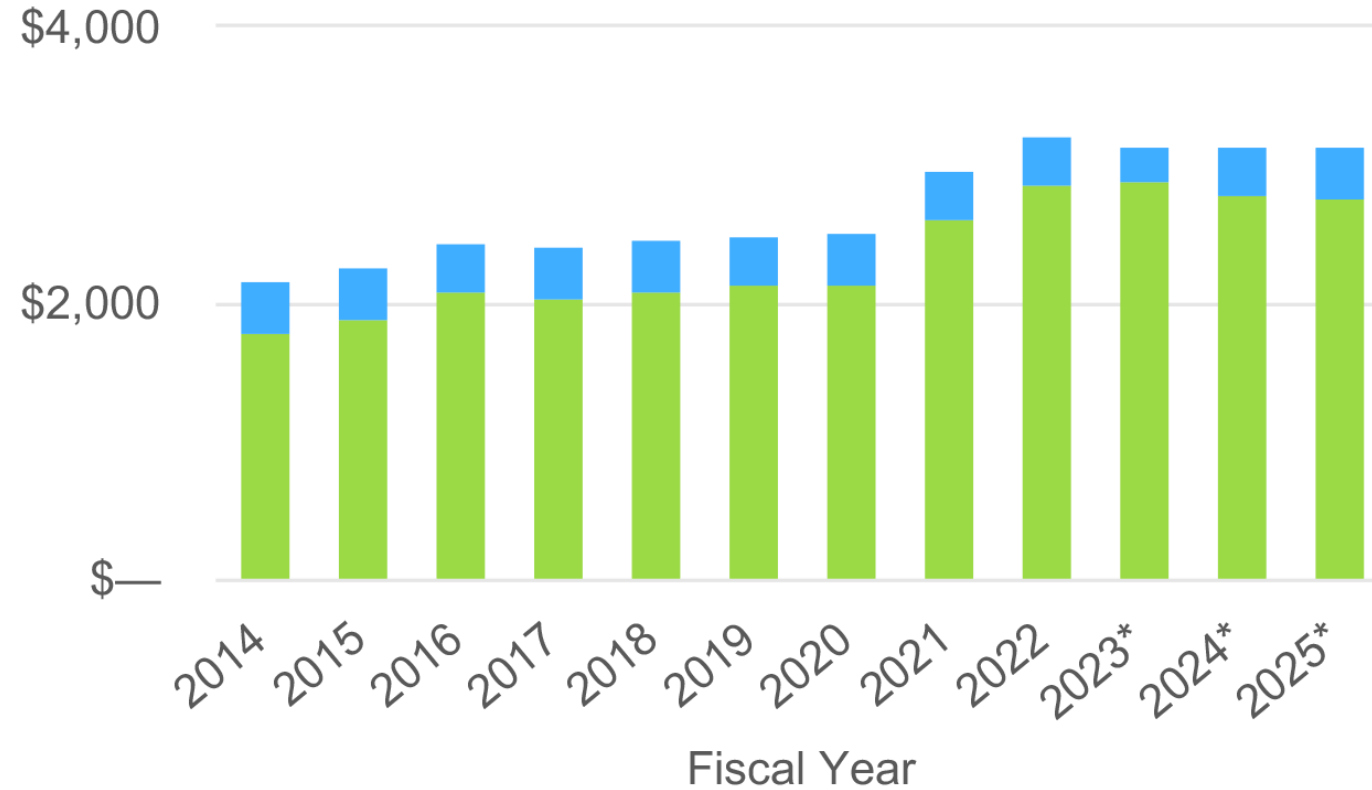
The background features a large, faint, light gray seal of the State of New Hampshire. The seal is circular and contains the text "SEAL OF THE STATE OF NEW HAMPSHIRE" around the perimeter and "1776" at the bottom. The central image of the seal depicts a ship on the stocks, with a rising sun behind it, all enclosed within a laurel wreath.

GOVERNOR CHRISTOPHER T. SUNUNU

A FISCALLY RESPONSIBLE BUDGET

putting people over programs

General and Education Funds Unrestricted Revenue (In Millions)



- State Taxes & Fees
- Statewide Property Tax Local and Non Local

*Estimate

**General and Education Funds
Unrestricted Revenue**
(Dollars in Millions)

	Actual FY 22	Projected FY 23	Governor's Recommended	
			FY 24	FY 25
Business Profits Tax	889.1	848.6	862.4	859.7
Business Enterprise Tax	334.9	408.4	369.6	368.5
Subtotal	1,224.0	1,257.0	1,232.0	1,228.2
Meals & Rentals Tax	307.2	306.0	297.6	297.6
Tobacco Tax	231.9	219.9	219.9	219.9
Transfer from Liquor Commission	140.4	135.0	135.0	135.0
Interest & Dividends Tax	157.5	135.0	112.8	89.4
Insurance Tax	154.9	140.0	139.0	142.0
Communications Tax	29.9	28.9		
Real Estate Transfer Tax	232.6	243.0	243.0	243.0
Court Fines & Fees	14.0	13.0	14.0	14.3
Securities Revenue	44.1	45.0	45.8	46.6
Beer Tax	13.1	13.2	13.2	13.2
Other	71.0	97.0	99.0	94.6
Transfers from Lottery Commission	146.6	170.8	158.0	163.0
Tobacco Settlement	49.0	42.0	40.0	38.5
Utility Property Tax	43.3	47.1	47.1	47.1
Statewide Education Property Tax	363.3	263.1	363.1	363.1
DHHS Recoveries and Legal	11.6	1.8	2.5	2.5
Total	3,234.4	3,157.8	3,162.0	3,138.0

Significant Operational Items in General Fund

- Employees (10% + 2%)
- Medicaid (3%)
- OPLC Licensure Reform
 - Office of Regulatory Review, Reduction & Government Efficiency
- Significant increases for UNH (10%) & Community College (13%)
- Phase 1 of New Men's Prison
- Increases Funding for Virtually Every State Agency

Phase 1



Phase 2

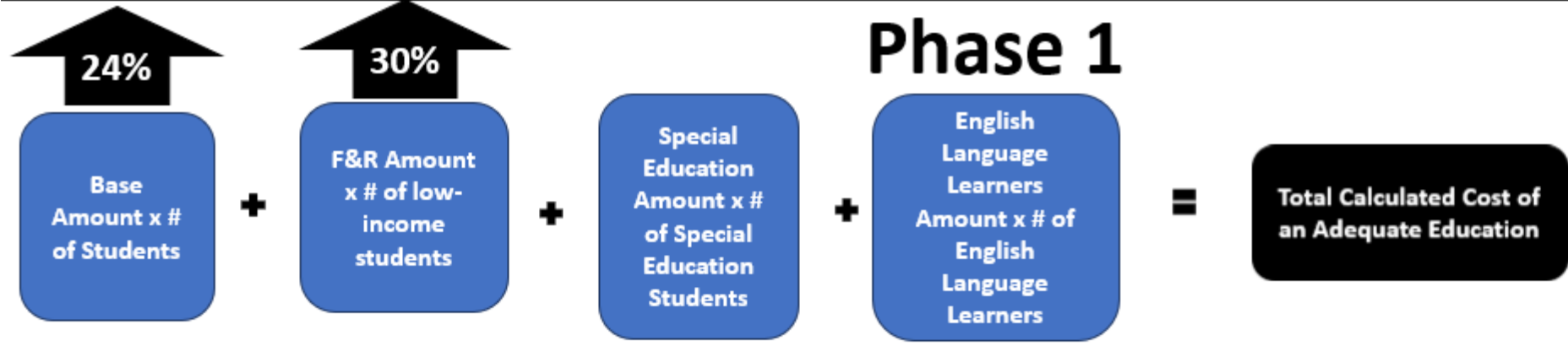


Phase 3



2024

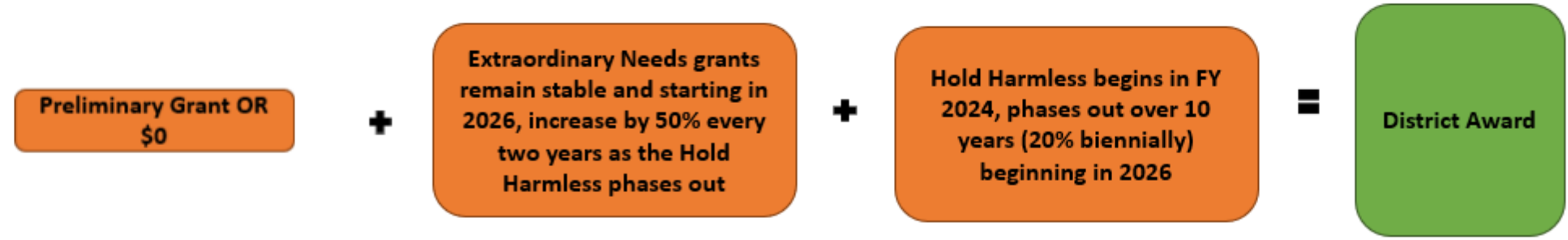
Phase 1



Phase 2



Phase 3



2034

Phase 1



Phase 2

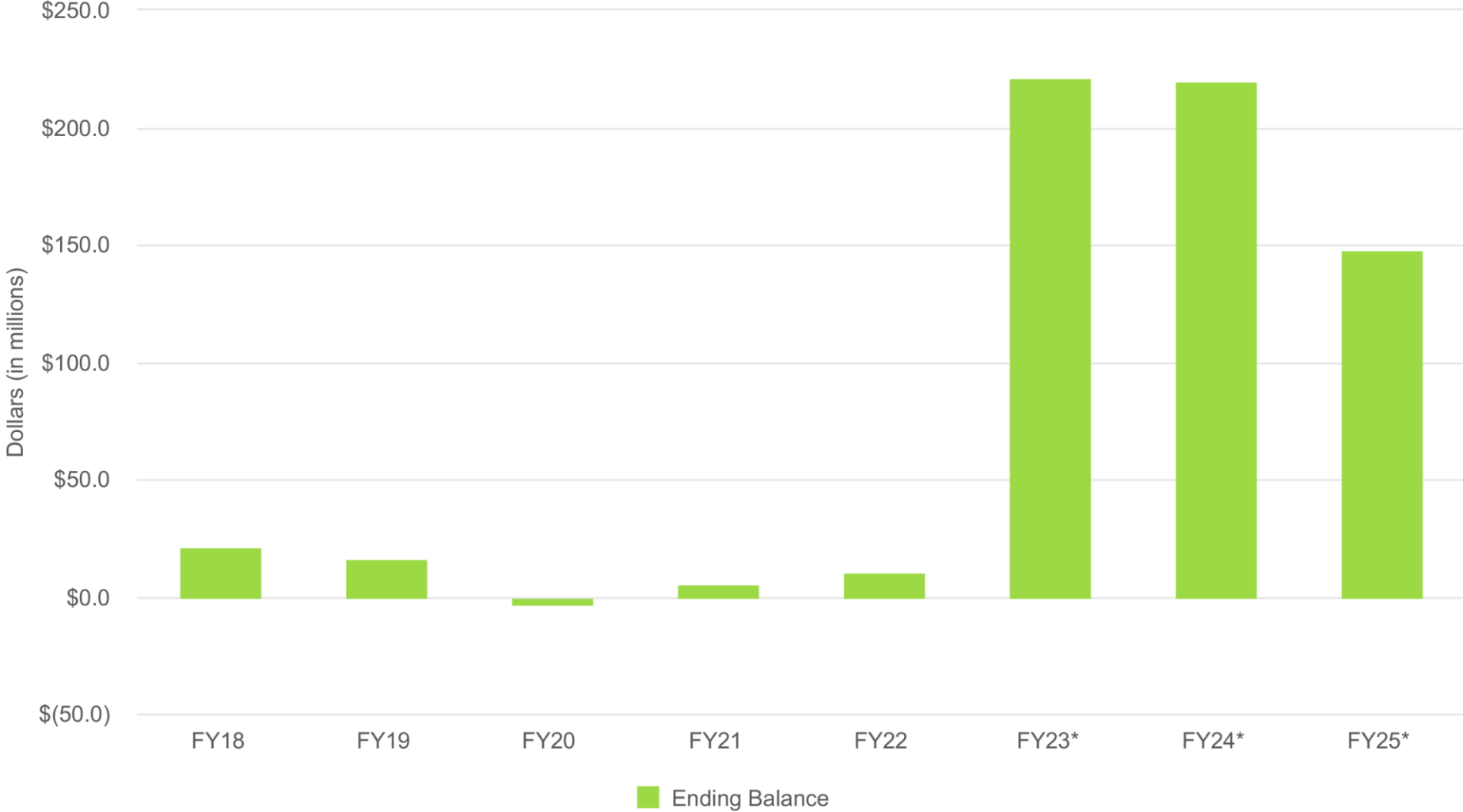


Phase 3



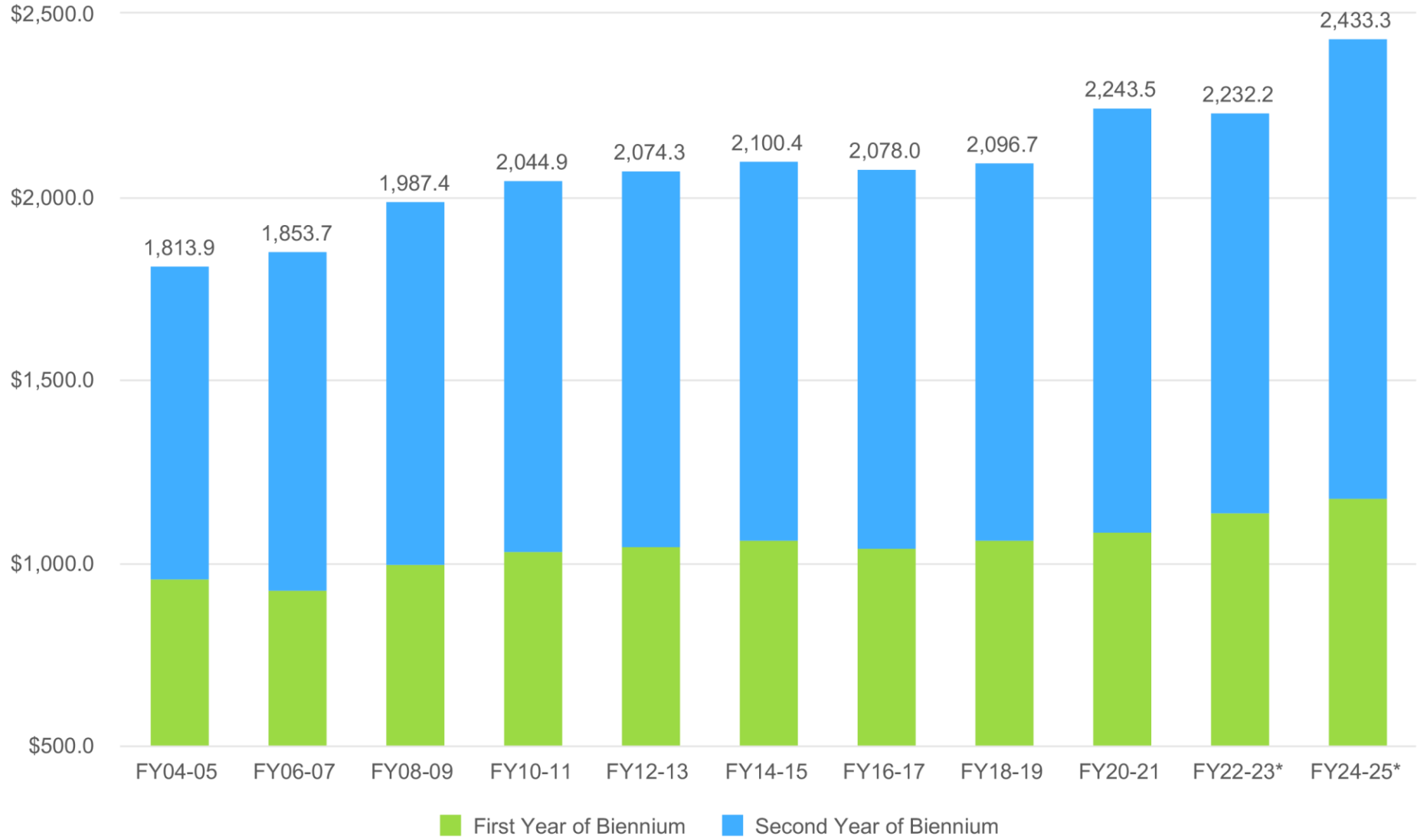
**2% annual increases take effect after 2024 increases*

Education Trust Fund - End of Year Undesignated Fund Balance



*Projected

State School Aid Appropriations
(Dollars in Millions)



*Projected

Governor's Education Adequacy Formula Changes

**\$3,866 Per Student
(Bases Adequacy)**



**\$4,700 Per Student
(Base Adequacy)**

**\$1,933 Per Free or
Reduced Meal Student**



**\$2,500 Per Free or
Reduced Meal Student**

**Eliminate Stabilization
Grants, 3rd Grade Reading
Aid, and Relief Aid. Include
Hold Harmless grant that
phases out from 2026 to
2036**



**Increase the Extraordinary
Needs Grants by 50% for
every 20% Phase Out of the
Hold Harmless**

CPI biennial adjustment



2% annual

Bottom Line:

- ✓ **Substantially increases the amount the state constitutionally provides to school districts in education adequacy grants while responsibly eliminating antiquated stabilization grants that are based on systems, not students**
- ✓ **Increases Charter School funding and doubles EFA opportunities**
- ✓ **Ensures financial flexibility if Medicaid Direct Certification passes**
- ✓ **\$75M School Building Aid from ETF surplus**

One Time Surplus & Capital Highlights

(Rainy Day \$180M)

Capital

Liquor (Hampton)	\$14M
Education Building	\$10M
Rochester Courthouse	\$17M
National Guard	\$8.5M
Clean Water Match	\$22M

Surplus

MMIS	\$20.54M
DOJ	\$21M
Parking	\$15M
New Men's Prison	\$10M
InvestNH/Housing	\$25 + 30M
Crypto Interop Lab	\$1.5M
UNH Hockey	\$8M