

State Treasury
Fiscal Years 2022 and 2023
Overview Outline
March 4, 2021

1. Structure of Treasury Organization
 - i. Treasury Operations – 12 positions (1 Vacant)
 - ii. Abandoned Property – 10 positions (2 Vacant)
 - iii. UNIQUE and Governor’s Scholarship Programs – 1 Position (Vacant)

2. Structure of Treasury Budget
 - a. Core Treasury Operations, including the Abandoned Property Program, constitute 2.2% of total budgeted dollars. See attached spreadsheet for explanatory notes.
 - b. Debt Service represents approximately 50% of Treasury’s Budget
 - i. General Funded and USNH capital projects – General and Federal Funds – represent approximately 45% of the total budget.
 - a) Assumed \$60 million in capital appropriations and \$10 million for USNH.
 - ii. Debt Service for CCSNH capital projects is reimbursed by CCSNH
 - iii. Separate accounting unit to account for Debt Service for new USNH & CCSNH projects
 - iv. Debt Service for School Building Aid is funded from restricted portion of Meals and Rooms tax
 - c. General Fund Distributions to Municipalities – General Fund
 - i. Meals and Rooms tax distribution (RSA 78-A:26)
 - ii. Suspended State Revenue Sharing with cities & towns (RSA 31-A) for the biennium
 - d. UNIQUE Programs – Other Funds
 - e. Governor’s Scholarship Fund – General Funds – Non-lapsing dedicated fund
 - f. LCHIP Program and Community Development Block Grant are pass-thru grants

3. Unrestricted Revenue Estimates
 - a. Abandoned Property General Fund escheatment
 - i. FY 2022: \$16.8 million and FY 2023: \$18.4 million
 - b. Interest on Surplus Funds
 - i. Although robust earnings were generated in FY20 (approximately \$21 million, \$5.6 million credited to this account), no revenue was budgeted for Interest on Surplus Funds for the 2022-2023 biennium
 - a) Zero interest rate environment is expected to prevail into at least FY23 and excess pooled cash levels depend on revenue performance.
 - b) Portion of pooled cash used in compensating balance arrangements with select banks to cover cost of institutional services
 - ii. Net earnings from pooled cash will be allocated to dedicated funds pursuant to their enabling statutes.

**State of New Hampshire
State Treasury
Fiscal Year 2022 - 2023
Summary of Governor's Budget by Organization**

Description	Organization from Agency Budget Request	Adjusted Authorized FY 2021				FY 2022				FY 2023			
		General Fund	Other Funds	Total Funds	% of total	General Fund	Other Funds	Total Funds	% of total	General Fund	Other Funds	Total Funds	% of total
1 Treasury Operations	1050TRE	1,265,375	188,460	1,453,835	1%	1,308,300	177,212	1,485,512	1%	1,377,218	191,066	1,568,284	1%
2 Debt Service NOTE 1	2076DEB	69,685,244	1,729,089	71,414,333	36%	74,277,799	1,443,639	75,721,438	37%	73,711,428	1,256,748	74,968,176	36%
3 Debt Service USNH	2109DSU	18,060,348	0	18,060,348	9%	16,011,184	0	16,011,184	8%	12,995,923	0	12,995,923	6%
4 Debt Service USNH & CCSNH NOTE 2	2189000	0	0	0	0%	250,000	0	250,000	0%	1,335,000	0	1,335,000	1%
5 Debt Service School Building NOTE 3	5972DSS	0	8,311,872	8,311,872	4%	0	8,070,192	8,070,192	4%	0	7,028,512	7,028,512	3%
6 Gen Fund Dist. to Municipality NOTE 4	8023SFG	68,805,057	0	68,805,057	35%	73,805,057	0	73,805,057	36%	78,805,057	0	78,805,057	38%
7 CCSNH Debt Service Fund	8713CCS	0	3,398,701	3,398,701	2%	0	1,773,491	1,773,491	1%	0	1,712,459	1,712,459	1%
8 Abandoned Property	8021ABP	0	2,854,401	2,854,401	1%	0	2,864,990	2,864,990	1%	0	2,935,337	2,935,337	1%
9 Unique Program NOTE 5	1047UPR	0	16,891,118	16,891,118	8%	0	15,931,124	15,931,124	8%	0	15,992,571	15,992,571	8%
10 Governor's Scholarship Program	1066GSF	3,000,000	0	3,000,000	2%	2,999,710	0	2,999,710	1%	2,999,673	0	2,999,673	1%
11 Ben Thompson Trust Fund	8024TRF	0	31,888	31,888	0%	0	31,962	31,962	0%	0	31,962	31,962	0%
12 LCHIP	1390LCP	0	5,000,000	5,000,000	3%	0	5,000,000	5,000,000	2%	0	5,000,000	5,000,000	2%
13 Community Development Block Grant NOTE 6	2169DBG	196,000	0	196,000	0%	200,000	0	200,000	0%	200,000	0	200,000	0%
Total		161,012,024	38,405,529	199,417,553	100%	168,852,050	35,292,610	204,144,660	100%	171,424,299	34,148,655	205,572,954	100%

NOTES:

- 1 Other funds represent the federal Build America Bonds (BAB) subsidy, which offsets general fund debt service.
- 2 Pursuant to RSA 198:15-a debt service for school building aid is paid from meals and rooms tax revenue.
- 3 A new accounting unit was developed to track new debt service for the proposed Unified University System of New Hampshire, which would include debt service for USNH and CCSNH.
- 4 General Fund Distribution to Municipality includes Meals and Rooms Distribution and Revenue Sharing. Meals and Rooms budget includes a maximum of \$5,000,000 annual increase per the calculation pursuant to RSA 78-A:26. Revenue Sharing pursuant to RSA 31-A is being suspended for the 22-23 biennium.
- 5 The Unique Program would fund two existing scholarship programs benefitting financially-qualified NH students as well as the proposed Student Relief Program. The funding is derived from an investment management assessment charged to College Savings Plan (529 Plan) participants, collected by Fidelity, approximately half of which is remitted to the State as sponsor of the Plan. The State Treasury provides administrative support to the College Tuition Savings Advisory Commission (Advisory Commission), responsible for the oversight of these programs.
- 6 The appropriation for the Community Development Finance Authority was included in Treasury's Budget beginning with the 20-21 biennium.