

HB 675-FN-A-LOCAL - AS AMENDED BY THE HOUSE

13Mar2025... 0548h

2025 SESSION

25-0505

02/05

HOUSE BILL            ***675-FN-A-LOCAL***

AN ACT                limiting the authority of school districts to make certain appropriations.

SPONSORS:            Rep. Sweeney, Rock. 25; Rep. Osborne, Rock. 2

COMMITTEE:          Education Funding

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AMENDED ANALYSIS

This bill establishes a tax cap for local school districts.

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Explanation:        Matter added to current law appears in ***bold italics***.  
                          Matter removed from current law appears ~~[in brackets and struckthrough.]~~  
                          Matter which is either (a) all new or (b) repealed and reenacted appears in regular type.

STATE OF NEW HAMPSHIRE

*In the Year of Our Lord Two Thousand Twenty Five*

AN ACT limiting the authority of school districts to make certain appropriations.

*Be it Enacted by the Senate and House of Representatives in General Court convened:*

1 1 New Paragraphs; Commissioner's Warrant. Amend RSA 76:8 by inserting after paragraph III  
2 the following new paragraphs:

3 IV. Until June 30, 2027, school district appropriation amounts, less facilities acquisition and  
4 construction, authorized in paragraph III and reported pursuant to RSA 198:4-a, shall not be more  
5 than the previous year's appropriation, less facilities acquisition and construction, times the  
6 previous 5 years average Consumer Price Index pursuant to paragraph VI.

7 (a) After June 30, 2027, the school district appropriation amount, less facilities  
8 acquisition and construction, authorized in paragraph III shall not be more than the greater of the  
9 following:

10 (1) The 5-year average percent change in ADMR used for the purposes of calculating  
11 adequate education grants pursuant to RSA 198:40-a applied to the previous year's appropriation,  
12 less facilities acquisition and construction, or

13 (2) The 5-year average appropriation, less facilities acquisition and construction.

14 (b) School districts seeking appropriations, less facilities acquisition and construction, to  
15 assess local property taxes in excess of paragraph IV, as applicable, shall do so by a 2/3 majority vote  
16 of their legislative body on each vote or warrant article in excess of the appropriation determined in  
17 paragraph V. The vote to exceed the excess shall not be a voice vote.

18 (c) Districts seeking emergency appropriations shall follow the provisions of RSA 197:3.

19 V. Within 45 days after the reported appropriation amounts are submitted pursuant to RSA  
20 198:4-a, the commissioner of the department of revenue administration shall notify the school board  
21 of any excess appropriations not made in accordance with RSA 76:8, IV and delete those  
22 appropriations when computing district taxation pursuant to RSA 198:4-a, IV.

23 VI. Previous 5 years average Consumer Price Index shall be calculated by using the All  
24 Urban Consumers, Northeast Region, using the "services less medical care services" special  
25 aggregate index, as published by the Bureau of Labor Statistics, United States Department of Labor.  
26 The average annual change shall be calculated using the 5 calendar years ending 18 months before  
27 the start of the fiscal year.

28 2 Effective Date. This act shall take effect July 1, 2025.

LBA  
25-0505  
9/22/25

**HB 675-FN-A-LOCAL- FISCAL NOTE**  
AS AMENDED BY THE HOUSE (AMENDMENT #2025-0548h)

AN ACT limiting the authority of school districts to make certain appropriations.

**FISCAL IMPACT:**

The Office of Legislative Budget Assistant is unable to complete a fiscal note for this bill as it is awaiting information from the Department of Education. The Department was initially contacted on 3/14/25 for a fiscal note worksheet, with follow-up contact made on 7/30/25. When completed, the fiscal note will be forwarded to the House Clerk's Office.

**AGENCIES CONTACTED:**

Department of Education