

**TOWN OF SILVER CITY GENERAL BUDGET, GROSS RECEIPTS,
AND THE IMPACT ON THE GENERAL BUDGET
OF THE HOLD HARMLESS GRT REDUCTION**

TSC General Budget

The General Budget is created through:

- Gross Receipts Tax (GRT) Receipts from tax increments the Town has imposed either by ordinance or referendum,
- A portion of the State-share Gross Receipts Tax, and
- 8/The Hold Harmless (former tax on food and medical).

Table 1. Town of Silver City Local Option Taxes

TYPE	AMOUNT
Municipal GRT 1 st ¼%	0.2500%
Municipal GRT 2 nd ¼%	0.2500%
Municipal GRT 3 rd ¼%	0.2500%
Municipal GRT 4 th ¼%	0.2500%
Municipal GRT 5 th ¼%	0.2500%
Municipal GRT 6 th ¼%	0.2500%
Municipal Environmental GRT 1/16%	0.0625%
Municipal Infrastructure GRT 1/16%	0.0625%
Municipal Infrastructure GRT 1/16%	0.0625%
Public Safety 1/8 th o	0.1250%
Town of Silver City Local Option Taxes Total	1.8125%

Table 2. State-share of GRT/Amount Sent to Town of Silver City

TYPE	AMOUNT
State-share GRT	5.1250%
Portion of State-share sent to Town of Silver City	1.225%
Total State-share of GRT	3.9000%

Table 3. Distribution of 8.00% GRT Paid in Town of Silver City

TYPE	AMOUNT
State of NM (see table 2)	3.9000%
Town of Silver City (Table 1 total + portion state-share from Table 2)	3.0375%
County	1.0625%
Total GRT in Town of Silver City	8.000%

Chart 1. Breakdown of 8.00% GRT Per Entity

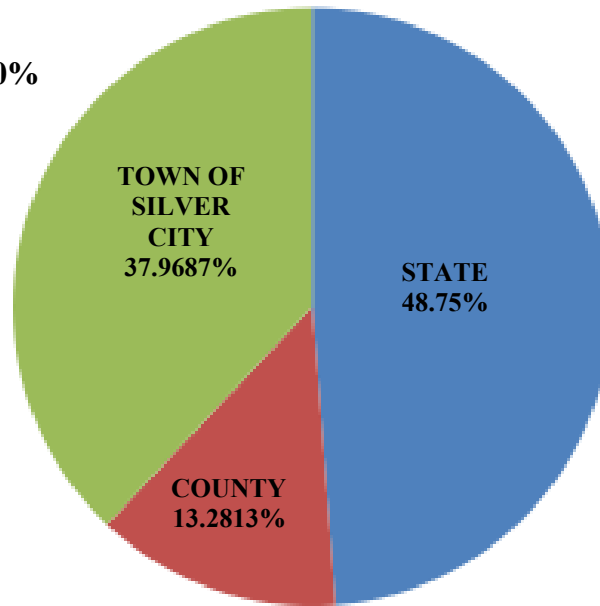


Table 4. Total TSC GRT (General Fund) for Fiscal Years 2013-2015, Total Hold Harmless (HH), and Percentage of HH that is part of General Fund

FISCAL YEAR	TOTAL GRT (GENERAL FUND (GF))	HOLD HARMLESS	% OF HH OF GRT/GF
2013	\$9,430,872	\$1,667,557	17.68%
2014	\$9,050,630	\$1,636,042	18.08%
2015	\$8,981,739	\$1,658,809	18.47%

Table 5. Town of Silver City General Fund Essential Services/Depts and Non-essential Service/Depts; Affect of Hold Harmless Reduction on Non-Essential Services

SERVICE/DEPARTMENT	AMOUNT	
	FY 2016 Budget	HH Less Budget**
Essential* Service/Dept		
Fire Department	\$ 1,691,891	
Police Department	\$ 2,883,370	
	\$	
Non-essential Service/Dept		
Museum	283,958	1,370,177.69
Library	488,036	888,141.25
Parks	350,891	531,249.80
Rec Center	224,024	307,225.64
Swimming Pool	87,914	219,311.68
Facility Maintenance	88,531	130,780.46
Finance	147,675	(16,895.02)

*Critical to Life/Safety

**Based on Average HH Loss of \$1.654,135.96

HH GRT		HH loss less HH GRT
1 st 1/8%	\$325,711	\$1,328,424
2 nd 1/8%	\$651,422	\$1,002,713
3 rd 1/8 th %	\$977,133	\$677,002
Total	\$977,133 Best case scenario	\$677,002 in cuts to Town depts.