

2017 BUDGET

TOWNSHIP OF LITTLE FALLS

Budget Presentation

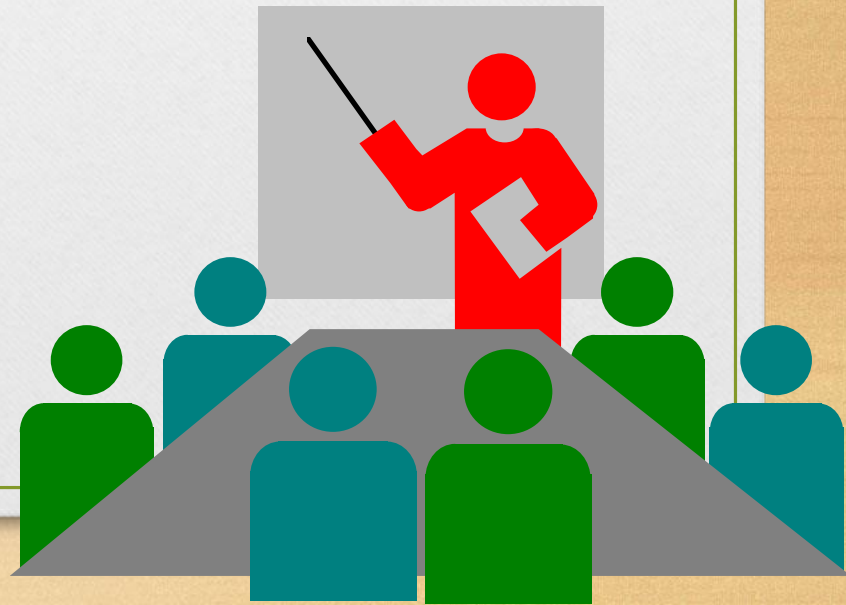
TOWNSHIP OF LITTLE FALLS

2017

Budget Presentation

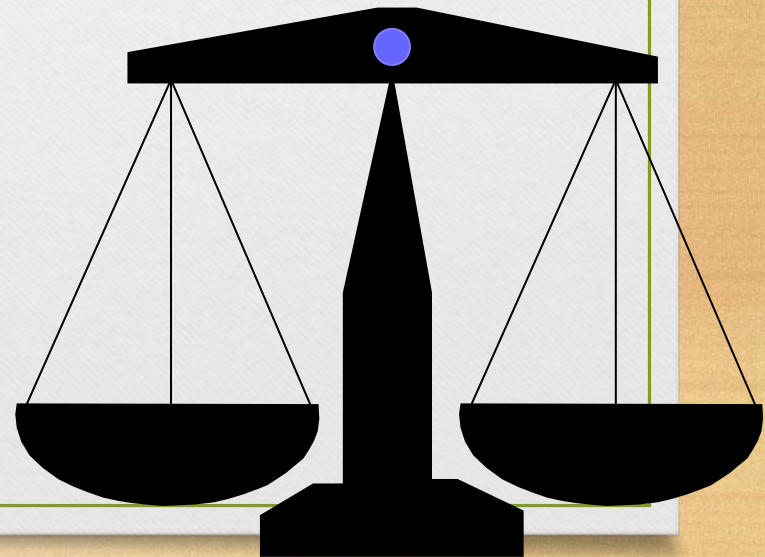
Overview

- Annual Budget Requirement
- Budget Calendar
- Budget Cap
- Revenues and Appropriations
- Transfers
- Emergencies
- Audit
- 2017 BUDGET



Annual Budget Requirement

- Each Year every New Jersey Municipality must Introduce and Adopt a Balanced Municipal Budget. N.J.S.A. 40A:4.
- Municipal Appropriations Only
- Tax Rate Established:
 - Local
 - School
 - County.



Statutory Requirements:

- Mayor's Budget to Council-Introduction and Approval
- Public Advertising
- Public Hearing
- Amendments at Public Hearing
 - **If Required**
- Adoption- 3 affirmative votes required to pass the Budget.

Proposed Budget Calendar 2017

- February 13, 2017 Mayor's Budget Presented to Council
- Council Review
- February 27, 2017 Formal Budget Introduction
- March 27, 2017 Budget Adoption
- Tax information to the
 - County Board of Taxation
 - 15 days after Adoption

Budget Cap's

- Established in 1977- 5% Cap on Appropriations
- Lots of Amendments
- 2017 Appropriations Cap- 0.5%
- 2017 Tax Levy Cap 2%

Budget Appropriations Cap Law

- N.J.S.A.40A:4-45
- Final CAP Appropriations shall be prohibited from increasing by more than 3.5% or the index rate, whichever is less over the previous year.
- 2017 CAP rate 0.5%
- Exceptions:
 - 3.0% CAP Municipal ordinance
 - Referendum

TAX LEVY CAP

- Levy Cap on Municipal Property Tax
- Chapter 44 P.L. 2010
- Property Tax Levy Caps

N.J.S.A. 40A:4-45.44 through .47

2% levy cap on municipal, county, solid waste districts, and fire district tax levies

Introduced budgets must be cap compliant

LEVY CAP

- Starting with the prior year amount to be raised by taxation for municipal purposes:
Deduct:-One-year waivers and exclusions.
Add/deduct the net cost increase or decrease for debt, pensions and health insurance.
Add 2% of the prior year amount to be raised by taxation for municipal purposes.
Add to the CAP the municipal tax value of added assessments.

LEVY CAP APPROPRIATIONS CAP

- Levy CAP- \$12,342,837
- 2017 Levy -\$12,339,428
- Amount Below CAP- \$3,409

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- | | |
|---------------------------|--------------|
| • Appropriation CAP- | \$12,514,958 |
| • 2017 CAP Appropriations | \$12,391,580 |
| • Amount Below CAP | \$123,378 |

Revenues and Appropriations

- Revenues:
 - Fund Balance
 - Miscellaneous Revenues
 - State and Federal Aid
 - Real Estate Taxes

Rule: Cannot anticipate any miscellaneous revenue greater than what was received in the prior year, unless new revenue is supported by proper documentation and approved by the Division of Local Government services.

Appropriations

- Appropriations are the authorizations to expend budget dollars in support of government operations.

•Rule: Expenditures can only be made through valid procedural process, authorized by the Department Heads and the Township Administrator.

Transfers

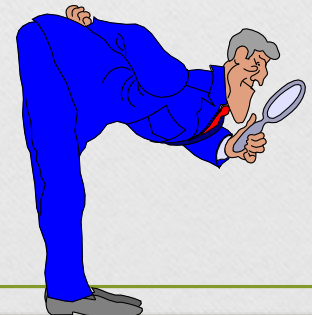
- Current Budget-November 1 to December 31 of the Budget Year

Emergencies

- Unanticipated events which require expenditures in support of the operation of government.
- Declared by the Mayor or Emergency Management Coordinator
- Funded by the Township Council, through Emergency resolution-passed by 2/3 vote
- Raised in the subsequent years Budget

Audit

- Required by N.J.S.A 40A:5-9
- Annual Audit of each Municipality is conducted by an auditor who holds an un-canceled license as a Registered Municipal Accountant of the State of New Jersey.
- Township Auditor- Gary Higgins-RMA



2017 MUNICIPAL BUDGET

PROPOSED FOR
INTRODUCTION

Agenda

The Annual Municipal Budget provides the Spending Authority for all Township Departments

This presentation provides an overview of our 2017 spending plan and estimates the Funding required to support that plan.

Only public information is presented herein, confidential information has been specifically excluded from this presentation.



Highlights



Revenue



Appropriations



Debt



Tax Rate

Budget Highlights

INTRODUCED BUDGET	2016	2017	
Fund Balance Utilized	\$350,000	\$400,000	
Anticipated Revenue	4,020,701	3,457,833	
Library Tax	544,183	537,475	
Receipts From Delinquent Taxes	685,000	700,000	
Amount to be Raised by Taxes	11,860,672	12,339,428	
Total Budget	17,460,556	17,434,736	
In Cap Appropriations	11,885,806	12,391,580	
Out of Cap Appropriations	5,574,750	5,043,156	

Budget Highlights

- Anticipated Surplus of \$400,000 for the 2017 Budget
- Library taxes are \$537,475 for 2017
- Appropriations have been set to reflect salary increases in the Teamsters Bargaining Unit Contract on 1.75% for 2016 and 1.5% for 2017

Budget Highlights

- Administrative Salaries have been set to reflect a 1.85% salary increase.
- Public Employees Retirement System cost reflect cost per employee of \$8,187.47

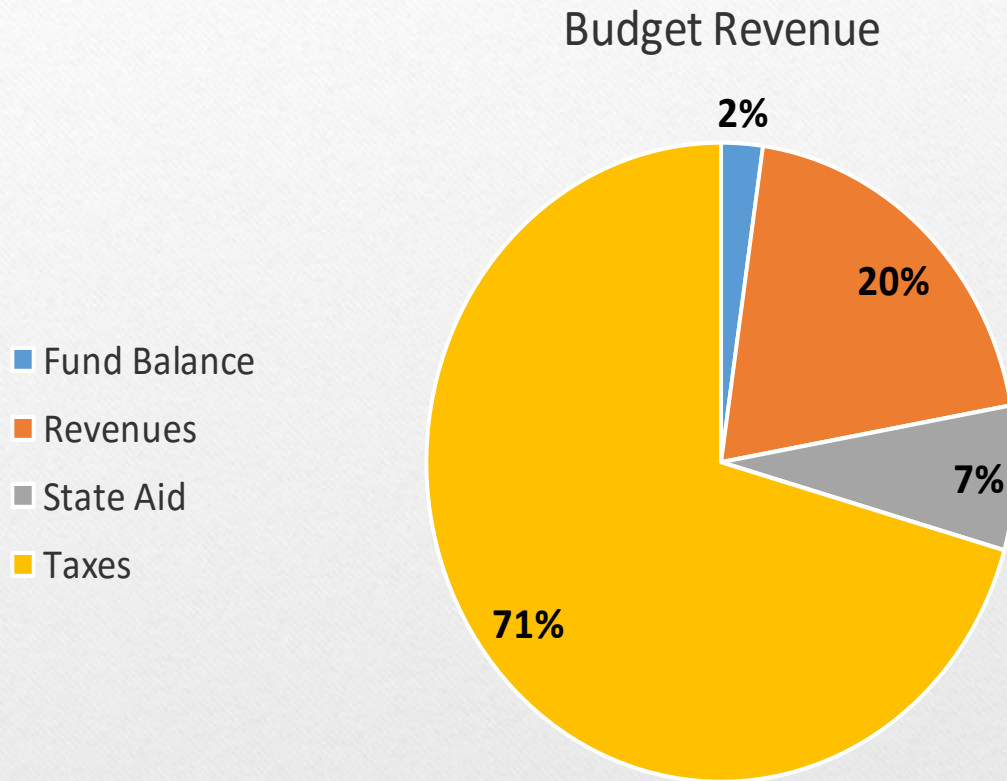
Budget Highlights

- Police collective bargaining increases have been incorporated into 2017 budget at a 1.85% increase in salary.
- Police and Fire Pension costs reflect cost per Officer of \$21,642.82
- The Budget Anticipates maintaining the current staffing level of Police at 28 and DPW at 13..
- Vehicle acquisition program for Police established in 2015, continues with the purchase of 2 new police cars 2017.

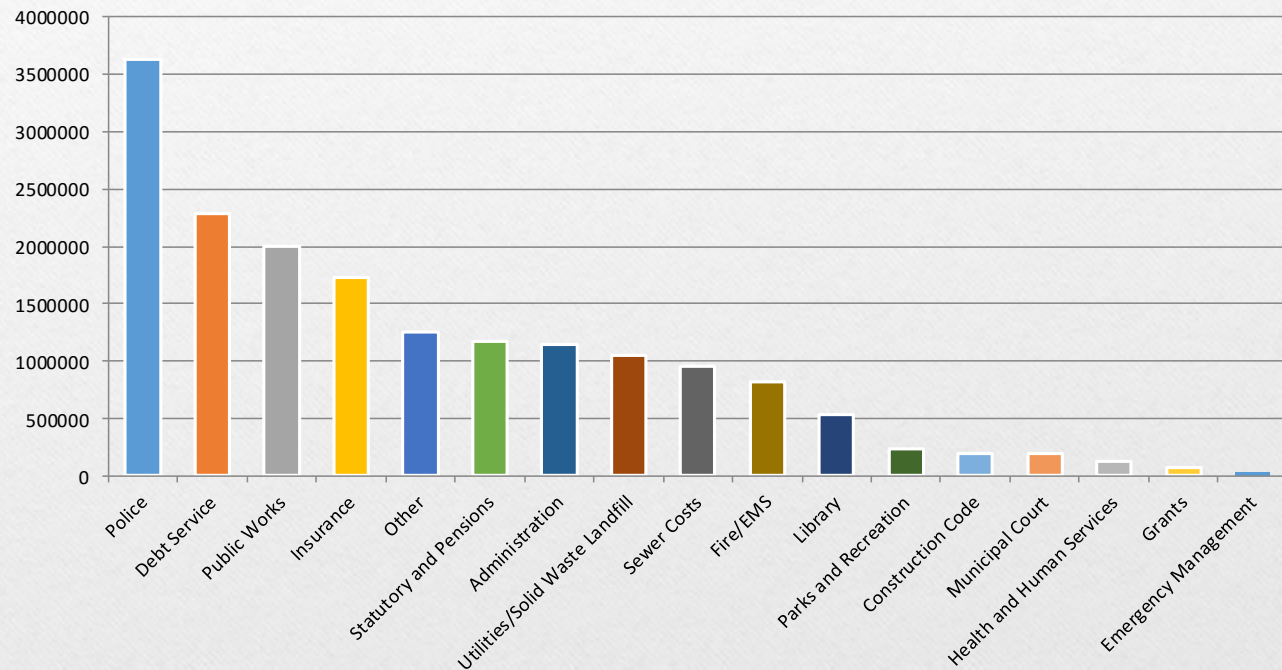
Budget Highlights

- Insurance costs are up \$92,000 over last year.
- EMS program costs are Budgeted at \$310,150 with offsetting revenue of \$225,000.
- In 2016 Debt Service costs have been reduced by \$400,000 due to the refunding bonds issued by the Township.
- Assessed Values have increased in 2017 by \$6,798,100

2016 Revenue by Source

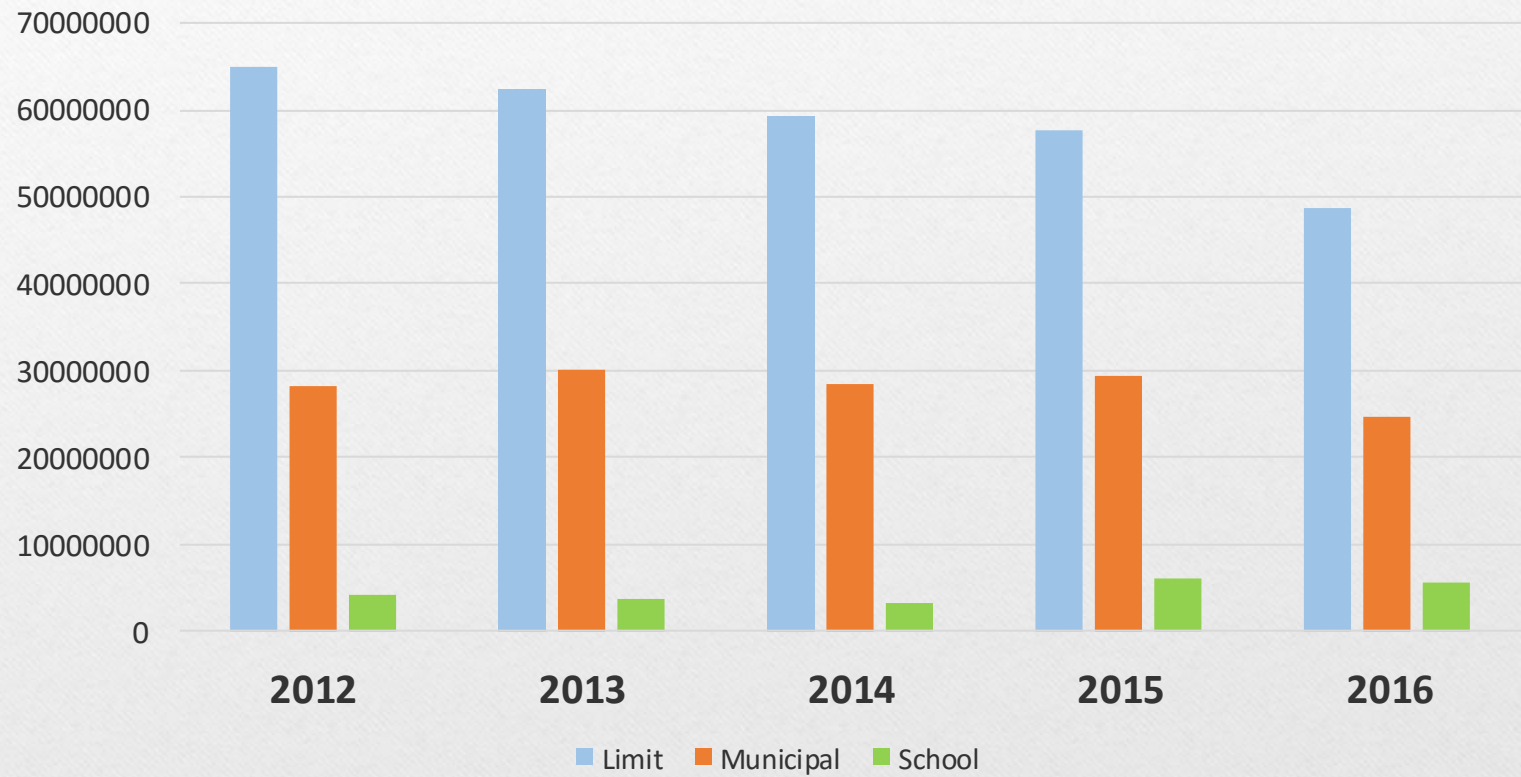


2017 Appropriations by Source



Municipal Debt

Comparison



TOTAL TAX RATE

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How much do I pay?

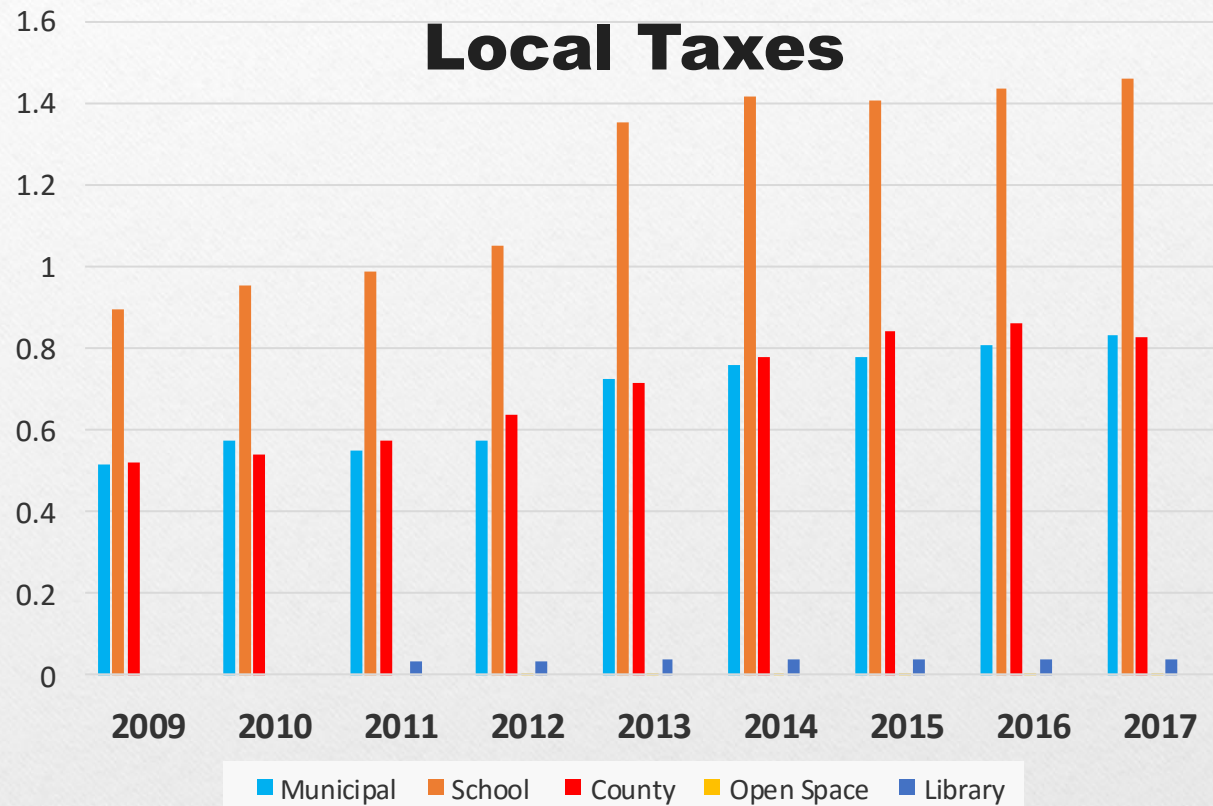
	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
LOCAL	<u>.514</u>	<u>.572</u>	<u>.549</u>	<u>.572</u>	<u>.728</u>	<u>.759</u>	<u>.780</u>
TOTAL	<u>1.933</u>	<u>2.062</u>	<u>2.145</u>	<u>2.300</u>	<u>2.845</u>	<u>2.994</u>	<u>3.076</u>
	<u>2016</u>	<u>2017*</u>					
LOCAL	<u>.810</u>	<u>.830</u>					
TOTAL	<u>3.121</u>	<u>3.160</u>					

***Estimate/ Rounded**

How much do I pay?

Year	<u>2015</u>	<u>2016</u>	<u>2017</u>
Ave. A. V.	302,000	302,000	303,700
<u>Total Tax</u>	9,289	9,425	9,596
<u>Municipal</u>	2,355	2,446	2,520

Municipal Tax Rate



Municipal Tax Rate

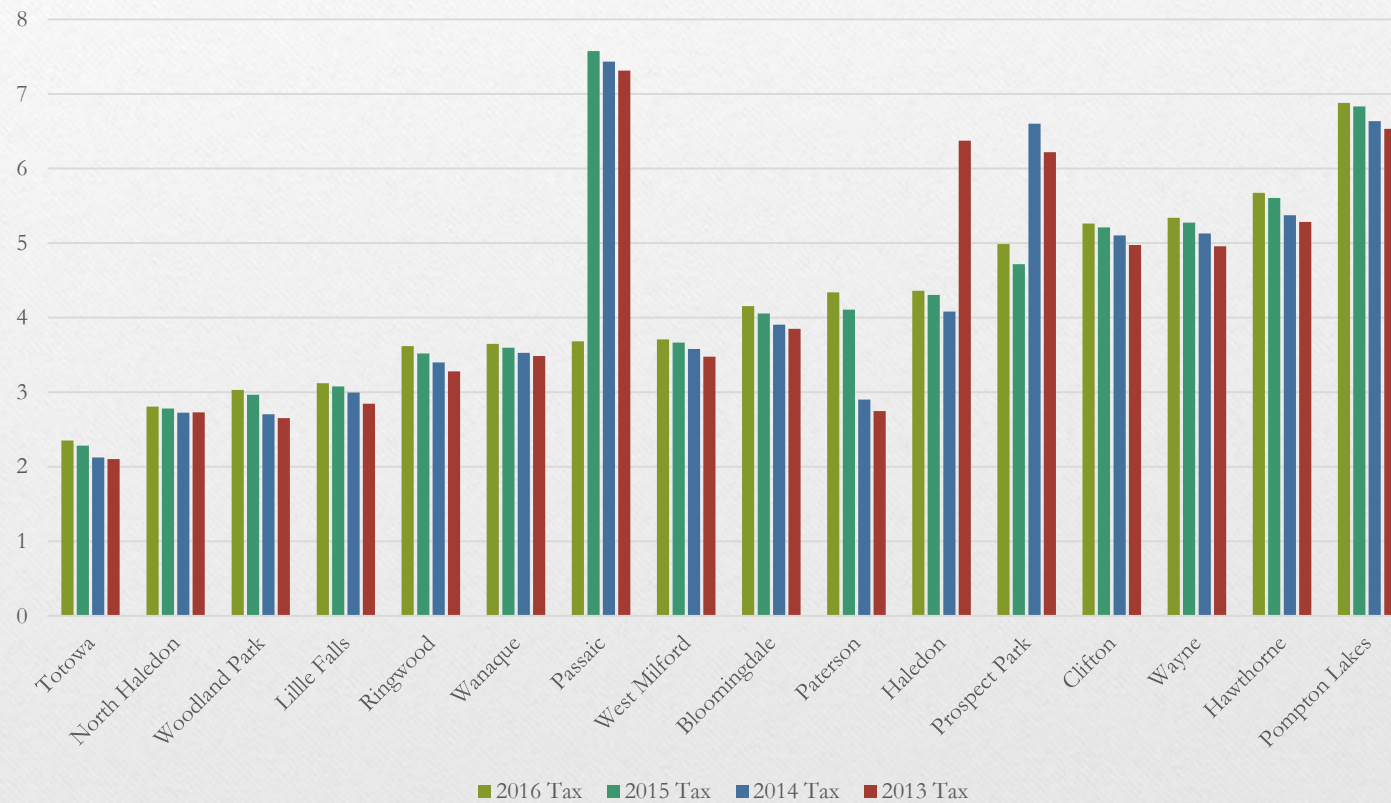
Comparison Surrounding Towns



Municipal Tax Rate

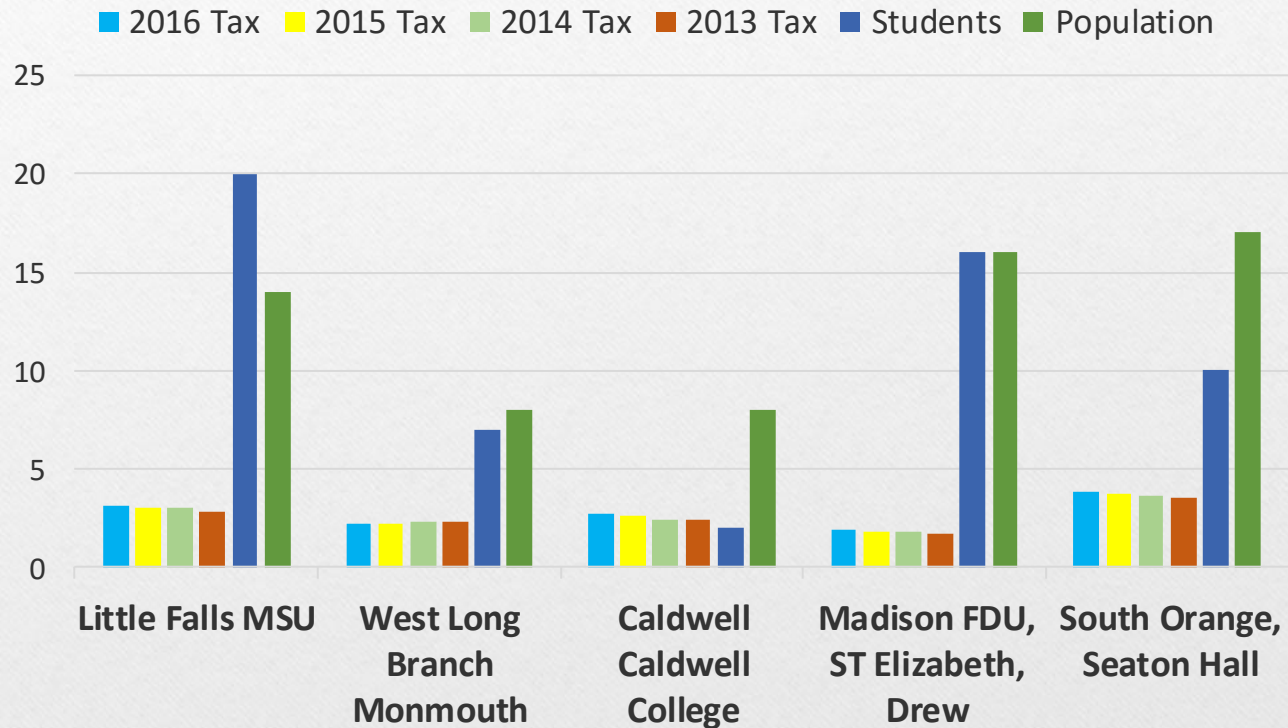
COMPAISON PASSAIC COUNTY

Chart Title



Municipal Tax Rate

Towns with Colleges and Universities



Capital Budget Plan

2017

A Capital Budget is a required part of the Annual Budget for all Municipalities in the State of New Jersey. N.J.S.A.40A:4-43 provides that this budget is

A plan for the expenditure of public funds for Capital purposes. The Authorization to make the expenditure still requires a Capital Ordinance adopted by the Township Council for each specific project.

Budget Highlights

Capital Budget addresses the needs of the Township's infrastructure and equipment requirements and if authorized by Council will reflect a net savings over current debt service payments of \$554,760.

TOWNSHIP OF LITTLE FALLS
2017 BUDGET
CAPITAL BUDGET
Capital Project:

2017 Request

Administration:

Acq. of Property

\$500,000

Acq. of Security/network systems

\$50,000

TOWNSHIP OF LITTLE FALLS

2017 BUDGET

CAPITAL BUDGET

Capital Project:

2017 Request

Police:

Police Tasers/training equipment	\$50,000
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Fire:

Acq. Morton Storage Bldg.	\$65,000
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Acq. of 2 New Ambulances	\$400,000
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**TOWNSHIP OF LITTLE FALLS
2017 BUDGET
CAPITAL BUDGET**

Capital Project:

DPW:

Equipment:

Acq. of New Wheel Loader	\$185,000
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Sanitary Sewers	\$100,000
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Road Program	\$300,000
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Imprmt. to Municipal Facilities	\$55,000
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Upgrade Various Traffic Lights	<u>\$25,000</u>
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<u>Total Capital Requests</u>	\$1,730,000
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Capital Budget Requests address the needs of the Township and if authorized by Council will reflect a net savings over current debt service payments of \$554,760

Debt Service Pay Down 2017-	\$2,284,760.00
2017 Debt Authorizations-	<u>\$1,730,000.00</u>
Net Reduction in Debt	\$ <u>(554,760.00)</u>

TOWNSHIP OF LITTLE FALLS

2017 BUDGET QUESTIONS ?