

# TOWNSHIP OF JEFFERSON

## 2022 MUNICIPAL BUDGET PRESENTATION





## Total Budget Summary 2022

	2022	2021	2020	2019	2018
SALARIES	\$11,432,435.00	\$11,294,067	\$11,041,435	\$10,824,889	\$10,359,355
TOTAL OPERATING EXPENSES	\$10,028,878.86	\$8,788,696	\$8,712,016	\$8,781,424	\$9,328,724
GRANTS	\$899,419.36	\$47,707	\$51,568	\$67,021	\$230,385
CAPITAL IMPROVEMENT FUND	\$1,146,130.10	\$986,944	\$852,591	\$715,480	\$714,447
DEBT SERVICE	\$3,098,000	\$3,069,000	\$2,932,000	\$2,793,000	\$2,612,758
STATORY EXPENSES/DEFERRED CHARGES	\$3,024,620	\$2,811,631	\$2,583,122	\$2,700,995	\$2,614,255
RESERVE FOR UNCOLLECTED TAXES	\$2,030,000	\$1,990,000	\$1,940,000	\$1,900,000	\$1,875,00
<b>TOTAL BUDGET</b>	<b>\$30,760,063.96</b>	<b>\$28,940,339</b>	<b>\$28,061,165</b>	<b>\$27,715,788</b>	<b>\$27,504,538</b>



# Debt Service

	2022	2021
Payment of Bond Principal	\$1,825,000	\$1,850,000.00
Payment of Bond Anticipation Notes	\$995,000.00	\$870,000.00
Interest on Bonds	\$141,000.00	\$187,000.00
Interest on Notes	\$137,000.00	\$162,000.00
<b>Total Municipal Debt Service</b>	<b>\$3,098,000.00</b>	<b>\$3,069,000.00</b>

	2022	2021
Loan Repayments for Principal Interest	\$40,531.57	\$39,732.94
Interest on Assessment Note	\$9,170.69	\$9,969.33
<b>NJDEP Dam Loan &amp; Principal &amp; Interest Total</b>	<b>\$49,702.26</b>	<b>\$49,707.27</b>



## Proposed Capital Plan

Capital Plan 2022	Amount
Municipal Improvements	\$753,000.00
Public Safety Vehicles/Equipment	\$1,016,350.00
Roads & Drainage Improvements	\$2,706,000.00
DPW Equipment	\$572,500.00
Recreation Equipment/Improvements	\$305,500.00
Health Equipment/Improvements	\$41,000.00
Technology Improvements	\$286,075.00
Water Improvements/Equipment	\$515,000.00
Sewer Improvements/Equipment	\$572,000.00
<b>Total for 2022</b>	<b>\$6,767,425.00</b>

\* Section 20 additional \$100,000



# CAPITAL PROJECTS FULLY FUNDED

PROJECTS	CIF	Capital Surplus	ARP	DOT GRANT	POLICE O/S	Open SP/REC
Records Project			\$48,000			
Ambulance			\$219,100			
Police Capital					\$92,500	
OEM					\$7,500	
Drainage			\$410,000			
Recreation						\$208,000
Russia Road				\$339,000		
Various Capital	\$733,825					
Sewer Capital	\$200,000	\$72,000				
TOTAL	\$933,825	\$72,000	\$677,100	\$339,000	\$100,000	\$208,000
<b>Total</b>			<b>\$2,329,925 Pay as you go</b>			



# 2022 Municipal Tax Rate

- 2022 Tax Rate \$0.904
- 2021 Tax Rate \$0.877  
Net Change =  $-\$0.027$  or 3.03%
- Tax Levy Increase \$837,957.10 or 3.369%
- Municipal Tax Increase \$84.90 average home assessment of \$319,133 for 2022.



# 2022 Increase

• Pension Increase	
▪ Police & Fire Retirement System	\$ 45,165.47
▪ Public Employee Retirement System	<u>\$ 159,954.00</u>
	\$ 205,119.47
• Health Insurance Increase	\$ 134,500.00
• Paying off more Debt to help make the Municipality Debt Free	
▪ Increase of \$125,000 to pay off BAN Principal	\$ 125,000.00
▪ Increase of \$125,000 to pay of Capital Projects with bonding/financing with interest	<u>\$ 125,000.00</u>
	\$ 250,000.00
• Grants with Offsetting Revenue (No Impact on Taxes)	\$ 851,127.00
	Total Current Fund
	\$ 1,440,746.47
	Total Garbage
	<u>\$ 78,000.00</u>
	\$ 1,518,746.47

\* From introduced budget to adopted budget the total budget increase is \$851,127.00



# Top 5 Expenses for 2022

1. Public Safety	\$ 6,833,999
2. Employee Health, Pension, Etc.	\$ 6,633,793
3. Debt Service	\$ 3,098,000
4. Road Repair & Maintenance	\$ 2,757,691
5. Reserve for Uncollected Taxes(RUT)	\$ 2,030,000





# Reserve for Uncollected Taxes (RUT)

- RUT in 2018 \$ 1,875,000
- RUT in 2019 \$ 1,900,000
- RUT in 2020 \$ 1,940,000
- RUT in 2021 \$ 1,990,000
- RUT in 2022 \$ 2,030,000



# Fund Balance History

	2022	2021	2020	2019	2018
Balance 12/31	\$5,107,665	\$4,720,825	\$4,107,675	\$3,754,244	\$3,929,891
Anticipated in Budget	\$2,830,000	\$2,580,000	\$2,280,000	\$2,105,000	\$2,190,000
Surplus Remaining	\$2,227,665	\$2,140,825	\$1,827,675	\$1,649,244	\$1,739,891
Percent of Revenues	9.2%	8.9%	8.1%	7.6%	8.0%
Total General Revenues	\$30,760,064	\$28,940,339	\$28,061,165	\$27,715,789	\$27,504,538



# Tax Levy CAP (AKA 2010 CAP)

	2022	2021	2020	2019	2018
Maximum Allowable Levy Per CAP	\$22,018,100	\$21,353,546	\$20,988,675	\$20,636,091	\$20,289,455
Actual Levy Amount Per Budget	\$21,747,272	\$21,001,828	\$20,402,815	\$20,145,148	\$19,707,345
<b>Under CAP (Cap is based on both revenue &amp; expenditures)</b>	<b>\$270,828.11</b>	<b>\$351,718</b>	<b>\$585,859</b>	<b>\$490,943</b>	<b>\$582,110</b>



# APPROPRIATION CAP (AKA 1977 CAP)

	2022	2021	2020	2019	2018
Amount which CAP % is Applied	\$21,534,767.26	\$20,944,242.00	\$20,995,245.38	\$20,949,745.74	\$20,700,841.00
Index Rate (%) Per State	2.5%	1.0%	2.5%	2.5%	2.5%
Allowable Increase Without COLA Ordinance	\$538,369.18	\$209,442.43	\$542,881.13	\$523,743.64	\$517,521.03
Index Rate (%) with COLA Ordinance	3.5%	3.5%	3.5%	3.5%	3.5%
Allowable Increase with COLA Ordinance	\$753,716.85	\$733,048.51	\$734,833.59	\$733,241.10	\$724,529.44

- CAP is based on expenditures only.
- Index rate changes each year based on consumer price index.



# Water & Sewer Utility 2022 Budget Summary

	2022	2021	2020
Salaries	\$871,174.00	\$850,590.00	\$817,193.00
Total Operating Expenses	\$1,532,406.06	\$1,553,075.00	\$1,518,050.00
Capital Improvement Fund	\$190,000.00	\$195,000.00	\$190,000.00
Debt Service	\$969,984.38	\$1,025,488.16	\$1,049,357.00
Defferred Charges/Other	\$50,978.94	\$25,000.00	\$25,000.00
Statutory Expenditures	\$161,016	\$157,031.00	\$148,250.00
<b>Total Budget</b>	<b>\$3,774,959.38</b>	<b>\$3,806,184.16</b>	<b>\$3,747,850.00</b>



# Solid Waste Collection

	2022	2021	2020
Salaries	\$75,000.00	\$75,000.00	\$75,000.00
Operating Expenses	\$22,000.00	\$23,000.00	\$23,000.00
Contractual Services	\$2,637,000.00	\$2,569,000.00	\$2,278,000.00
Disposal Fees	\$1,500.00	\$1,500.00	\$1,500.00
Statutory Expenses	\$7,240.00	\$7,420.00	\$7,420.00
<b>Total Budget (at adoption)</b>	<b>\$2,742,740.00</b>	<b>\$2,675,920.00</b>	<b>\$2,384,740.00</b>



# Garbage Contract Bid

GARBAGE CONTRACT BID	2022	2023	2024	2025
CONTRACT AMOUNT	\$2,682,000	\$2,760,000	\$2,844,000	\$2,844,000
DIFFERENCE	\$78,000	\$78,000	\$78,000	\$0.00
NET CHANGE	3.0%	2.9%	3.0%	0.0%



# Breakdown of Municipal Tax Levy for 2022

	2022	2021	Increase
Garbage	\$304.01	\$298.93	\$5.09
Municipal	\$2,439.87	\$2,362.93	\$75.94
Library	\$108.43	\$104.55	\$3.88
Municipal Open Space	\$31.91	\$31.91	\$0.00
<b>Total</b>	<b>\$2,884.22</b>	<b>\$2,799.32</b>	<b>\$84.90</b>





## Breakdown of Taxes Paid for Jefferson Residents

2022		
County of Morris*	8.9%	.255*
County Open Space Tax*	0.2%	.006*
Jefferson Township Schools*	59.2%	1.687*
Municipal Open Space Tax	0.4%	.010
Municipal Library Tax	1.2%	.034
Garbage District	3.3%	.095
Township of Jefferson (2022)	26.8%	0.765
<b>Total</b>	<b>100%</b>	<b>2.852</b>

\*Estimated cost for 2022 since budgets have not been adopted.



**Thank You!**