

TOWNSHIP OF JEFFERSON

2020 MUNICIPAL BUDGET PRESENTATION





Total Budget Summary 2020

	2020	2019	2018	2017	2016
SALARIES	\$11,041,435	\$10,824,889	\$10,359,355	\$10,161,861	\$10,237,405
TOTAL OPERATING EXPENSES	\$8,712,016	\$8,781,371	\$9,328,724	\$9,286,466	\$9,183,033
GRANTS	\$51,568	\$67,021	\$230,385	\$190,792	\$90,495
CAPITAL IMPROVEMENT FUND	\$852,591	\$715,480	\$591,447	\$486,859	\$354,907
DEBT SERVICE	\$2,981,702	\$2,842,702	\$2,662,490	\$2,492,802	\$2,327,545
DEFERRED CHARGES	\$1,230	\$0	\$0	\$0	\$0
RESERVE FOR UNCOLLECTED TAXES	\$1,940,000	\$1,900,000	\$1,875,000	\$1,846,943	\$1,821,943
TOTAL BUDGET	\$28,061,165	\$27,715,789	\$27,504,538	\$26,924,841	\$26,466,812

* This budget summary does not provide all categories in the budget.



Debt Service

	2020	2019
Payment of Bond Principal	\$1,825,000.00	\$1,800,000.00
Payment of Bond Anticipation Notes	\$745,000.00	\$610,000.00
Interest on Bonds	\$232,000.00	\$274,000.00
Interest on Notes	\$130,000.00	\$109,000.00
Total Municipal Debt Service	\$2,981,702.26	\$2,842,702.27

	2020	2019
Loan Repayments for Principal Interest	\$38,950.04	\$38,182.57
Interest on Assessment Note	\$10,752.22	\$11,519.70
NJDEP Dam Loan & Principal & Interest Total	\$49,702.27	\$49,709.26



Proposed Capital Plan

Capital Plan 2020	Amount
Municipal Improvements	\$ 752,500.00
Public Safety Vehicles	\$ 482,200.00
Roads & Drainage Improvements	\$1,780,000.00
DPW Equipment	\$169,500.00
Vehicles	\$666,000.00
Recreation Equipment/Improvements	\$173,700.00
Health Equipment/Improvements	\$11,000.00
Technology Improvements	\$171,100.00
Water Improvements/Equipment	\$150,000.00
Sewer Improvements/Equipment	\$332,500.00
Total for 2020	\$4,688,500.00



2020 Municipal Tax Rate

- 2020 Tax Rate \$0.849

- 2019 Tax Rate \$0.859

Net Change = $-\$0.010$ or -1.12%

- Tax Levy Increase \$392,332 or 1.6%

- Municipal Tax Increase \$59 average home assessment of \$320,919 for 2020.



2020 Increase

- Planning for succession with an Assistant Engineer Position.
 - *\$75,000 for partial year start
- Paying off more debt to help make the Municipality Debt Free.
 - *Increase of \$135,000 to pay off BAN Principal.
 - *Increase of \$135,000 to pay off Capital Projects without bonding/financing with interest.



Top 5 Expenses for 2020

1. Public Safety	\$ 6,450,135
2. Employee Health, Pension, Etc.	\$ 5,040,844
3. Debt Service	\$ 2,981,702
4. Road Repair & Maintenance	\$ 2,650,256
5. Reserve for Uncollected Taxes(RUT)	\$ 1,940,000



Reserve for Uncollected Taxes (RUT)

• RUT in 2016	\$ 1,821,943
• RUT in 2017	\$ 1,846,943
• RUT in 2018	\$ 1,875,000
• RUT in 2019	\$ 1,900,000
• RUT in 2020	\$ 1,940,000



Fund Balance History

	2019	2018	2017	2016	2015
Balance 12/31	\$4,107,675	\$3,754,244	\$3,929,891	\$3,372,761	\$3,322,438
Anticipated in Budget	\$2,280,000	\$2,105,000	\$2,190,000	\$1,890,000	\$1,800,000
Surplus Remaining	\$1,827,675	\$1,649,244	\$1,739,891	\$1,482,761	\$1,522,438
Percent of Revenues	8.1%	7.6%	8.0%	7.0%	6.8%
Total General Revenues	\$28,061,165	\$27,715,789	\$27,504,538	\$26,924,841	\$26,466,812



Tax Levy CAP (AKA 2010 CAP)

	2020	2019	2018	2017	2016
Maximum Allowable Levy Per CAP	\$20,988,675	\$20,636,091	\$20,289,455	\$20,015,525	\$19,619,318
Actual Levy Amount Per Budget	\$20,402,816	\$20,145,148	\$19,707,345	\$19,471,050	\$19,195,432
Under CAP (Cap is based on both revenue & expenditures)	\$585,859	\$490,943	\$582,110	\$544,475	\$423,886



APPROPRIATION CAP (AKA 1977 CAP)

	2020	2019	2018	2017	2016
Amount which CAP % is Applied	\$20,995,245.38	\$20,949,745.74	\$20,700,841.00	\$20,486,014.36	\$20,232,133.68
Index Rate (%) Per State	2.5%	2.5%	2.5%	0.5%	0.0%
Allowable Increase Without COLA Ordinance	\$542,881.13	\$523,743.64	\$517,521.03	\$102,430.07	
Index Rate (%) with COLA Ordinance	3.5%	3.5%	3.5%	3.5%	3.5%
Allowable Increase with COLA Ordinance	\$734,833.59	\$733,241.10	\$724,529.44	\$717,010.50	\$708,124.68

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



Water & Sewer Utility 2020 Budget Summary

	2020	2019	2018
Salaries	\$817,193.00	\$833,956.00	\$818,010.00
Total Operating Expenses	\$1,518,050.00	\$1,436,150.00	\$1,413,683.00
Capital Improvement Fund	\$190,000.00	\$75,000.00	\$70,000.00
Debt Service	\$283,357.00	\$538,066.00	\$751,396.00
Total Budget	\$2,808,600.00	\$2,883,172.00	\$3,053,089.00



Solid Waste Collection

	2020	2019	2018
Salaries	\$75,000.00	\$75,000.00	\$75,000.00
Operating Expenses	\$23,000.00	\$23,000.00	\$22,000.00
Contractual Services	\$2,278,000.00	\$2,206,100.00	\$2,135,000.00
Disposal Fees	\$1,500.00	\$1,500.00	\$1,500.00
Total Budget (at adoption)	\$2,384,740.00	\$2,312,740.00	\$2,246,480.00



Breakdown of Municipal Tax Levy for 2020

	2020	2019	Increase
Garbage	\$269.93	\$256.22	\$13.71
Municipal	\$2,319.09	\$2,277.06	\$42.03
Library	\$104.72	101.99	\$2.73
Municipal Open Space	\$32.09	\$31.05	\$1.04
Total	\$2,725.83	\$2,666.32	\$59.51



Breakdown of Taxes Paid for Jefferson Residents

2020		
County of Morris*	9.2%	.251*
County Open Space Tax*	0.3%	.007*
Jefferson Township Schools*	59.3%	1.616*
Municipal Open Space Tax	0.4%	.010
Municipal Library Tax	1.2%	.033
Garbage District	3.1%	.084
Township of Jefferson (2020)	26.5%	0.723
Total	100%	2.724

*Estimated cost for 2020 since budgets have not been adopted.



Thank You!