

# TOWNSHIP OF JEFFERSON 2023 MUNICIPAL BUDGET PRESENTATION





## Total Budget Summary 2023

	2023	2022	2021	2020	2019
SALARIES	\$11,819,924	\$11,432,435	\$11,294,067	\$11,041,435	\$10,824,889
TOTAL OPERATING EXPENSES	\$8,547,774.25	\$10,028,878.86	\$8,788,696	\$8,712,016	\$8,781,424
GRANTS	\$1,539,398.96	\$899,419.36	\$47,707	\$51,568	\$67,021
CAPITAL IMPROVEMENT FUND	\$1,241,960	\$1,146,130.10	\$986,944	\$852,591	\$715,480
DEBT SERVICE	\$3,488,650	\$3,098,000	\$3,069,000	\$2,932,000	\$2,793,000
STATUTORY EXPENSES/DEFERRED CHARGES	\$3,276,283	\$3,024,620	\$2,811,631	\$2,583,122	\$2,700,995
RESERVE FOR UNCOLLECTED TAXES	\$2,075,000	\$2,030,000	\$1,990,000	\$1,940,000	\$1,900,000
<b>TOTAL BUDGET</b>	<b>\$31,988,990.21</b>	<b>\$30,760,063.96</b>	<b>\$28,940,339</b>	<b>\$28,061,165</b>	<b>\$27,715,788</b>



# Debt Service

	2023	2022
Payment of Bond Principal	\$1,150,000.00	\$1,825,000.00
Payment of Bond Anticipation Notes	\$1,820,000.00	\$995,000.00
Interest on Bonds	\$92,750.00	\$141,000.00
Interest on Notes	\$452,900.00	\$137,000.00
<b>Total Municipal Debt Service</b>	<b>\$3,488,650.00</b>	<b>\$3,098,000.00</b>

	2023	2022
Loan Repayments for Principal Interest	\$41,346.26	\$40,531.57
Interest on Assessment Note	\$8,356.02	\$9,170.69
<b>NJDEP Dam Loan &amp; Principal &amp; Interest Total</b>	<b>\$49,702.28</b>	<b>\$49,702.26</b>



## Proposed Capital Plan

Capital Plan 2023	Amount
Municipal Improvements	\$594,000.00
Public Safety Vehicles/Equipment	\$316,250.00
Roads & Drainage Improvements	\$2,724,725.00
DPW Equipment	\$217,000.00
Recreation Equipment/Improvements	\$862,000.00
Technology Improvements	\$340,853.00
Water Improvements/Equipment	\$910,000.00
Sewer Improvements/Equipment	\$812,000.00
<b>Total for 2023</b>	<b>\$6,776,828.00</b>

\* Section 20 additional \$100,000 + \$20,000 Water total \$120,0000



# CAPITAL PROJECTS FULLY FUNDED

PROJECTS	CIF	Capital Surplus	ARP	DOT GRANT	POLICE O/S	Open SP/REC
Redevelopment Plan			\$72,500			
Police Capital	\$340,153				\$139,000	
OEM	\$151,950					
DPW	\$187,000					
Drainage			\$410,000			
Recreation						\$99,000
Minnisink Road				\$374,650		
Various Capital	\$733,825					
Water Capital			\$100,000			
Sewer Capital	\$110,000		\$252,000			
<b>TOTAL</b>	<b>\$1,522,928</b>		<b>\$834,000</b>	<b>\$374,650</b>	<b>\$139,000</b>	<b>\$99,000</b>



# 2023 Municipal Tax Rate

- 2023 Tax Rate \$0.937
- 2022 Tax Rate \$0.904  
Net Change =  $-\$0.033$  or 3.602%
- Tax Levy Increase \$1,149,165.34 or 3.602%
- Municipal Tax Increase \$106.34 average home assessment of \$326,50.00 for 2023.



# 2023 Increase

• Garbage Contract (Separate Budget)	\$ 78,000.00
• Pension Increase	
▪ Police & Fire Retirement System	\$ 167,413.00
▪ Public Employee Retirement System	<u>\$ 81,046.00</u>
	\$ 248,459.00
• Health Insurance Increase	
▪ Opt out payments increase	\$ 30,000.00
▪ Group Health Insurance Premiums Increase	<u>\$ 109,000.00</u>
	\$ 134,500.00
• Shifting of Note & Bond Principal Payments	
▪ Increase of Note Principal Payment	\$ 700,000.00
▪ Reduction of \$7000,000 – Final Payment on 2009 Bond Issues	<u>(\$ 700,000.00)</u>
	\$ 0.00
• Interest on Bond Anticipation Notes	
▪ Offset by Premium from Winning 2022 Bidder (\$163,795)	
▪ Net Increase \$125,105	\$ 288,900.00
• Police OE	
▪ Vehicle Cost 2023 – (4) Vehicles	\$ 201,915.00
▪ Vehicle Cost 2022 – (4) Vehicles	<u>\$ 141,347.00</u>
	Increase \$ 79,450.00
• Library Contribution	\$ 64,514.00



# Top 5 Expenses for 2023

1. Public Safety	\$ 7,193,565
2. Employee Health, Pension, Etc.	\$ 7,007,252
3. Debt Service	\$ 3,488,650
4. Road Repair & Maintenance	\$ 2,829,587
5. Reserve for Uncollected Taxes(RUT)	\$ 2,075,000





# Reserve for Uncollected Taxes (RUT)

• RUT in 2019	\$ 1,900,000
• RUT in 2020	\$ 1,940,000
• RUT in 2021	\$ 1,990,000
• RUT in 2022	\$ 2,030,000
• RUT in 2023	\$ 2,075,000



# Fund Balance History

	2023	2022	2021	2020	2019
Balance 12/31	\$5,659,343.01	\$5,107,665	\$4,720,825	\$4,107,675	\$3,754,244
Anticipated in Budget	\$3,118,000.00	\$2,830,000	\$2,580,000	\$2,280,000	\$2,105,000
Surplus Remaining	\$2,541,343.01	\$2,227,665	\$2,140,825	\$1,827,675	\$1,649,244
Percent of Revenues	9.7%	9.2%	8.9%	8.1%	7.6%
Total General Revenues	\$31,988,990.21	\$30,760,064	\$28,940,339	\$28,061,165	\$27,715,789



# Tax Levy CAP (AKA 2010 CAP)

	2023	2022	2021	2020	2019
Maximum Allowable Levy Per CAP	\$24,001,920	\$22,018,100	\$21,353,546	\$20,988,675	\$20,636,091
Actual Levy Amount Per Budget	\$23,779,493	\$21,747,272	\$21,001,828	\$20,402,815	\$20,145,148
<b>Under CAP (Cap is based on both revenue &amp; expenditures)</b>	<b>\$222,427</b>	<b>\$270,828</b>	<b>\$351,718</b>	<b>\$585,859</b>	<b>\$490,943</b>



# APPROPRIATION CAP (AKA 1977 CAP)

	2023	2022	2021	2020	2019
Amount which CAP % is Applied	\$22,242,7197	\$21,534,767.26	\$20,944,242.00	\$20,995,245.38	\$20,949,746.74
Index Rate (%) Per State	2.5%	2.5%	1.0%	2.5%	2.5%
Allowable Increase Without COLA Ordinance	\$566,067.98	\$538,369.18	\$209,442.43	\$542,881.13	\$523,743.64
Index Rate (%) with COLA Ordinance	3.5%	3.5%	3.5%	3.5%	3.5%
Allowable Increase with COLA Ordinance	\$778,495.17	\$753,716.85	\$733,048.51	\$734,833.59	\$733,241.10

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



# Water & Sewer Utility 2023 Budget Summary

	2023	2022	2021
Salaries	\$879,222.00	\$871,174.00	\$850,590.00
Total Operating Expenses	\$1,641,400.00	\$1,532,406.06	\$1,553,075.00
Capital Improvement Fund	\$200,000.00	\$190,000.00	\$195,000.00
Debt Service	\$1,075,413.05	\$969,984.38	\$1,025,488.16
Deferred Charges/Other	\$20,000	\$50,000.00	\$25,000.00
Statutory Expenditures	\$174,165	\$161,016	\$157,031.00
<b>Total Budget</b>	<b>\$3,990,201.05</b>	<b>\$3,774,959.38</b>	<b>\$3,806,184.16</b>



# Solid Waste Collection

	2023	2022	2021
Salaries	\$80,000.00	\$75,000.00	\$75,000.00
Operating Expenses	\$22,000.00	\$22,000.00	\$23,000.00
Contractual Services	\$2,715,000.00	\$2,637,000.00	\$2,569,000.00
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>\$2,825,740.00</b>	<b>\$2,742,740.00</b>	<b>\$2,675,920.00</b>



# Garbage Contract Bid

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



# Breakdown of Municipal Tax Levy for 2023

	2023	2022	Increase
Garbage	\$316.07	\$313.48	\$2.59
Municipal	\$2,591.72	\$2,494.77	\$96.95
Library	\$117.74	\$110.94	\$6.79
Municipal Open Space	\$32.65	\$32.65	\$0.00
<b>Total</b>	<b>\$3,058.18</b>	<b>\$2,951.84</b>	<b>\$106.33</b>





## Breakdown of Taxes Paid for Jefferson Residents

2023		
Jefferson Township Schools*	58.6%	1.702*
Township of Jefferson (2023)	27.3%	.794
County of Morris*	8.9%*	.259*
Garbage District	3.3%	.097
Municipal Library Tax	1.2%	.036
Municipal Open Space Tax	0.3%	.010
County Open Space Tax	0.2%	0.006
<b>Total</b>	<b>100%</b>	<b>2.904</b>

\*Estimated cost for 2023 since budgets have not been adopted.



**Thank You!**