



2020 BUDGET Presentation

Township of Wall



2020 BUDGET GOALS

- **Minimize Current Year Tax Increase without Reduction in Services**
- **Prioritize Spending Reductions to Minimize Impact on Current Services**
- **Achieve Fiscal Stability by Considering Both the Short and Longer Term Financial Impact of This Year's Budget Decisions**
- **Address Infrastructure Needs while reducing dependency upon borrowing**
- **Address Changes in Staff Duties/Needs in Order to Respond to Evolving Demands**
- **Meet State Guidelines on Spending Cap and Levy Cap**
- **Respond to the current economic pressures resulting from the COVID-19 Pandemic.**

STATE BUDGET MANDATES

- **2.0% Cap on Increase of Municipal Property Taxes**
 - 2020 Budget is **under** the 2.0% Tax Levy Cap by \$4,065,918.60 or 6.74 cents in the tax rate.
- **2.0% Cap on Appropriations**
 - 2020 Budget is **under** the 2.0% Appropriations Cap by \$1,407,355.43

2020 BUDGET ACTIONS

1. Individual meetings were convened with all Township Committee Chairs, Dept. Directors and support staff during development and review process.
2. Full “baseline” review of all Departments’ operational costs.
3. Analyzed all revenue items to minimize dependency on taxation.
4. Leveraged all funding sources to reduce need on borrowing.
5. Revisited the budget and utilized *ear-marked* reserves to eliminate a *projected* tax rate increase.

Two Sections to Each Budget

1. Revenue

2. Appropriations

Revenue

Comparison of Non-Tax Revenue vs. 5 & 10 Year Averages

	2020	5-year Average			10-year Average		
		Average	vs. 2020	% vs. 2019	Average	vs. 2020	% vs. 2019
Local Sources							
ABC & Other Licenses	37,500.00	47,800	(10,300)	-21.55%	76,700	(39,200)	-51.11%
Other Licenses	80,000.00	72,800	7,200	9.89%	36,400	43,600	119.78%
Construction Code	742,000.00	784,400	(42,400)	-5.41%	701,200	40,800	5.82%
Fees and Permits	82,000.00	90,600	(8,600)	-9.49%	136,500	(54,500)	-39.93%
Court Fees	706,500.00	744,300	(37,800)	-5.08%	711,150	(4,650)	-0.65%
Tax Int & Costs	350,000.00	462,000	(112,000)	-24.24%	482,200	(132,200)	-27.42%
Investment Int.	110,000.00	61,600	48,400	78.57%	51,000	59,000	115.69%
Legal settlement		-	-		6,220	(6,220)	-100.00%
Hotel Tax	185,000.00	176,000	9,000	5.11%	130,100	54,900	42.20%
W&S Indirect	347,973.24	351,156	(3,183)	-0.91%	239,992	107,981	44.99%
Sub-Total	2,640,973.24	2,790,656	(149,683)	-5.36%	2,571,462	69,511	2.70%
State Aid							
Energy Receipts Tax	3,530,777.00	3,527,396	3,381	0.10%	3,525,874	4,903	0.14%
Special Legislative		-	-	n/a	-	-	n/a
Federal Aid		-	-	n/a	-	-	n/a
Sub-Total	3,530,777.00	3,527,396	3,381	0.10%	3,525,874	4,903	0.14%
Grants							
FEMA		73,423	(73,423)	-100.00%	101,711	66,757	65.63%
Grants	168,468.84	716,651	(548,182)	-76.49%	453,299	(284,830)	-62.83%
Sub-Total	168,468.84	790,074	(621,605)	-78.68%	555,010	(386,541)	-69.65%
Other Revenue							
Interlocal	129,022.00	126,903	2,119	1.67%	140,285	(11,263)	-8.03%
Delinquent Taxes	1,175,000.00	1,465,000	(290,000)	-19.80%	1,377,170	(202,170)	-14.68%
Other Reserves	2,322,995.54	540,480	1,782,516	329.80%	380,138	1,942,858	511.09%
Reserve for Debt Service	-	93,156	-		46,578	-	
Sunnyside Repayment	66,667.00	66,667	-		53,334	13,333	25.00%
Surplus	5,696,842.62	4,563,388	1,133,454	24.84%	3,521,335	2,175,508	61.78%
Sub-Total	9,390,527.16	6,855,594	2,534,933	36.98%	5,518,839	3,871,688	70.15%
Total Non-Tax Revenue	15,730,746.24	13,963,719	1,767,027	12.65%	12,171,185	3,559,561	29.25%
Current Taxes	27,926,019.15	27,309,378	616,641	2.26%	26,481,104	1,444,915	5.46%
Grand Total	43,656,765.39	41,273,097	2,383,668	5.78%	38,652,289	5,004,476	12.95%

Comparison of Non-Tax Revenue 2020 vs. 1, 5, and 10 Year Periods

	2020	2019	2016	2011	1-Year Change		5-Year Change		10-Year Change	
					Actual	%	Actual	%	Actual	%
Local Sources										
ABC & Other Licenses	37,500.00	37,500.00	89,000.00	66,000	-	0.00%	(51,500)	-57.87%	(28,500)	-43.18%
Other Licenses	80,000.00	65,000.00			15,000	23.08%	80,000		80,000	
Construction Code	742,000.00	880,000.00	800,000.00	560,000	(138,000)	-15.68%	(58,000)	-7.25%	182,000	32.50%
Fees and Permits	82,000.00	80,000.00	117,000.00	282,000	2,000	2.50%	(35,000)	-29.91%	(200,000)	-70.92%
Court Fees	706,500.00	705,000.00	750,000.00	615,000	1,500	0.21%	(43,500)	-5.80%	91,500	14.88%
Tax Int & Costs	350,000.00	350,000.00	680,000.00	329,000	-	0.00%	(330,000)	-48.53%	21,000	6.38%
Investment Int.	110,000.00	85,000.00	25,000.00	115,000	25,000	29.41%	85,000	340.00%	(5,000)	-4.35%
Legal settlement			-	-	-		-		-	
Hotel Tax	185,000.00	180,000.00	165,000.00		5,000	2.78%	20,000	12.12%	185,000	
W&S Indirect	347,973.24	358,003.15	343,758.99		(10,030)	-2.80%	4,214	1.23%	347,973	
Sub-Total	2,640,973.24	2,740,503.15	2,969,759	1,967,000	(99,530)	-3.63%	(328,786)	-11.07%	673,973	34.26%
State Aid										
Energy Receipts Tax	3,530,777.00	3,524,353.00	3,524,353	3,524,353	6,424	0.18%	6,424	0.18%	6,424	0.18%
Special Legislative					-		-		-	
Federal Aid					-		-		-	
Sub-Total	3,530,777.00	3,524,353.00	3,524,353	3,524,353	6,424	0.18%	6,424	0.18%	6,424	0.18%
Grants										
FEMA					-		-		-	
Grants	168,468.84	377,723.67	1,238,556.45	192,262	(209,255)	-55.40%	(1,070,088)	-86.40%	(23,793)	-12.38%
Sub-Total	168,468.84	377,723.67	1,238,556	192,262	(209,255)	-55.40%	(1,070,088)	-86.40%	(23,793)	-12.38%
Other Revenue										
Interlocal	129,022.00	126,494.00	128,400.00	323,334	2,528	2.00%	622	0.48%	(194,312)	-60.10%
Delinquent Taxes	1,175,000.00	1,150,000.00	1,700,000.00	950,000	25,000	2.17%	(525,000)	-30.88%	225,000	23.68%
Other Reserves	2,322,995.54	156,209.22	-	450,000	2,166,786	1387.11%	2,322,996		1,872,996	416.22%
Reserve for Debt Service	-	157,000.00			(157,000)	-100.00%	-		-	
Sunnyside Repayment	66,667.00	66,667.00	66,667.00		-	0.00%	-	0.00%	66,667	
Surplus	5,696,842.62	5,561,828.71	3,341,183.62	2,892,369	135,014	2.43%	2,355,659	70.50%	2,804,474	96.96%
Sub-Total	9,390,527.16	7,218,198.93	5,236,251	4,615,703	2,172,328	30.10%	4,154,277	79.34%	4,774,825	103.45%
Total Non-Tax Revenue	15,730,746.24	13,860,778.75	12,968,919.06	10,299,317.90	1,869,967	13.49%	2,761,827	21.30%	5,431,428	52.74%
Current Tax Levy	27,926,019.15	27,675,840.69	26,647,034.76	24,657,924.41	250,178	0.90%	1,278,984	4.80%	3,268,095	13.25%
Grand Total	43,656,765.39	41,536,619.44	39,615,953.82	34,957,242.31	2,120,146	5.10%	4,040,812	10.20%	8,699,523	24.89%
Portion of total budget supported by taxation	63.97%	66.63%	67.26%	70.54%						

Comparison of Reliance upon Local Taxation 2020 vs. 1, 5, & 10 Year Historical Data

Revenue Source	2020	2019	2016	2011
Total Non-Tax Revenue	15,730,746.24	13,860,778.75	12,968,919.06	10,299,317.90
Current Tax Levy	27,926,019.15	27,675,840.69	26,647,034.76	24,657,924.41
Grand Total	43,656,765.39	41,536,619.44	39,615,953.82	34,957,242.31
Portion of total budget supported by taxation	63.97%	66.63%	67.26%	70.54%

Note: State reduction in ERT Aid in 2005-2010 of \$922,172
or \$74.03 annually to a homeowner of an average assessed house

Appropriations:

What are the planned uses of the Revenue?

Discretionary vs. Non-Discretionary Comparison

Non-Discretionary Items 47%

Discretionary Items 53%

2020 Budget Appropriations Summary

	Budgeted Amount	2020 % Of Total
Public Safety	11,651,750	26.69%
Public Works	6,608,285	15.14%
Insurance	4,811,839	11.02%
Pension & Social Security	4,776,566	10.94%
Debt Service	3,936,807	9.02%
Reserve for Uncollected Taxes	2,773,639	6.35%
Capital Improvements	2,594,600	5.94%
General Government	2,573,470	5.89%
Engineering, Construction, & Land Use	1,464,593	3.35%
Utilities	1,065,000	2.44%
Recreation	606,829	1.39%
Municipal Court	510,456	1.17%
Grants	168,469	0.39%
Total Budget	43,656,765.39	

2020 Appropriation Summary Comparison 1, 5, & 10 Year Budgets

	2020		2019		2016		2011	
	Budgeted Amount	2020 % Of Total	Budgeted Amount	2019 % Of Total	Budgeted Amount	2016 % Of Total	Budgeted Amount	2011 % Of Total
Public Safety	11,651,750	26.69%	11,318,354	27.25%	10,201,219	25.75%	9,359,063	26.77%
Public Works	6,608,285	15.14%	6,323,572	15.22%	5,767,576	14.56%	6,283,164	17.97%
Insurance	4,811,839	11.02%	4,507,417	10.85%	4,349,912	10.98%	3,145,258	9.00%
Pension & Social Security	4,776,566	10.94%	4,611,637	11.10%	4,099,329	10.35%	4,339,163	12.41%
Debt Service	3,936,807	9.02%	4,165,007	10.03%	3,993,766	10.08%	4,154,272	11.88%
Reserve for Uncollected Taxes	2,773,639	6.35%	2,772,947	6.68%	2,630,729	6.64%	2,099,451	6.01%
Capital Improvements	2,594,600	5.94%	1,090,000	2.62%	1,140,000	2.88%	100,000	0.29%
General Government	2,573,470	5.89%	2,546,168	6.13%	2,380,668	6.01%	1,772,821	5.07%
Engineering, Construction, & Land Use	1,464,593	3.35%	1,363,390	3.28%	1,496,287	3.78%	1,387,122	3.97%
Utilities	1,065,000	2.44%	1,185,000	2.85%	1,185,000	2.99%	1,165,000	3.33%
Recreation	606,829	1.39%	573,171	1.38%	467,390	1.18%	443,002	1.27%
Municipal Court	510,456	1.17%	552,770	1.33%	470,522	1.19%	496,866	1.42%
Grants	168,469	0.39%	517,187	1.25%	1,433,556	3.62%	212,062	0.61%
Total Budget	43,656,765.39		41,536,619.44		39,617,970		34,957,242	

***SUMMARY
INFORMATION***

Composition of Total Taxes

Comparison of 2015 to 2019

	2015		2019	
	Tax Rate	% Of Total	Tax Rate	% Of Total
Municipal	0.722	25.00%	0.463	24.37%
County incl. Library & Open Space	0.466	16.14%	0.299	15.74%
School Board	1.700	58.86%	1.138	59.89%
Total	2.888		1.900	

Impacts of Municipal Taxation

Proposed Tax Rate	0.463
Proposed Increase in Rate	0
Average Assessed House	481,503
1 Cent on Average Homeowner	48.50
Revenue to the Township per 1 Cent in Rate	603,153

Costs to the Average Wall Township Homeowner for all Municipal Services

	<u>Annually</u>	<u>Monthly</u>	<u>Weekly</u>	<u>Daily</u>
Total Increase to the Average Assessed Home	0.00	0.00	0.00	0.00
Total Municipal Taxes on an Average Assessed Home	2,229.36	185.78	42.87	6.11

2020 Budget Summary and Fact Sheet

2020 Proposed Budget	43,656,765.39	2020 Projected Non-Tax Revenues	15,730,746.24
2019 Budget	41,536,619.44	2019 Non-Tax Revenues	13,860,778.75
Increase (Decrease)	2,120,145.95	Increase (Decrease)	1,869,967.49
Percentage Budget Increase (Decrease)	5.10%	Percentage Non-Tax Increase (Decrease)	13.49%
Maximum Allowed to be Raised by Taxes	31,991,937.75	2020 Amount to be Raised by Taxes	27,926,019.15
2020 Amount to be Raised by Taxes	27,926,019.15	2019 Amount Raised by Taxes	27,675,840.69
Amount under (over) the Levy Cap	4,065,918.60	Increase	250,178.46
		Percentage Increase	0.90%
2020 Projected Tax Rate	0.463	An Increase of Local Purpose Tax of	0
2019 Tax Rate	0.463	On an Average Assessed House of	481,503
Increase	0	Equals an Annual increase of Taxation of	0
Percentage Increase	0.00%		