

Borough of Florham Park



2014 BUDGET

Budget Summary Points



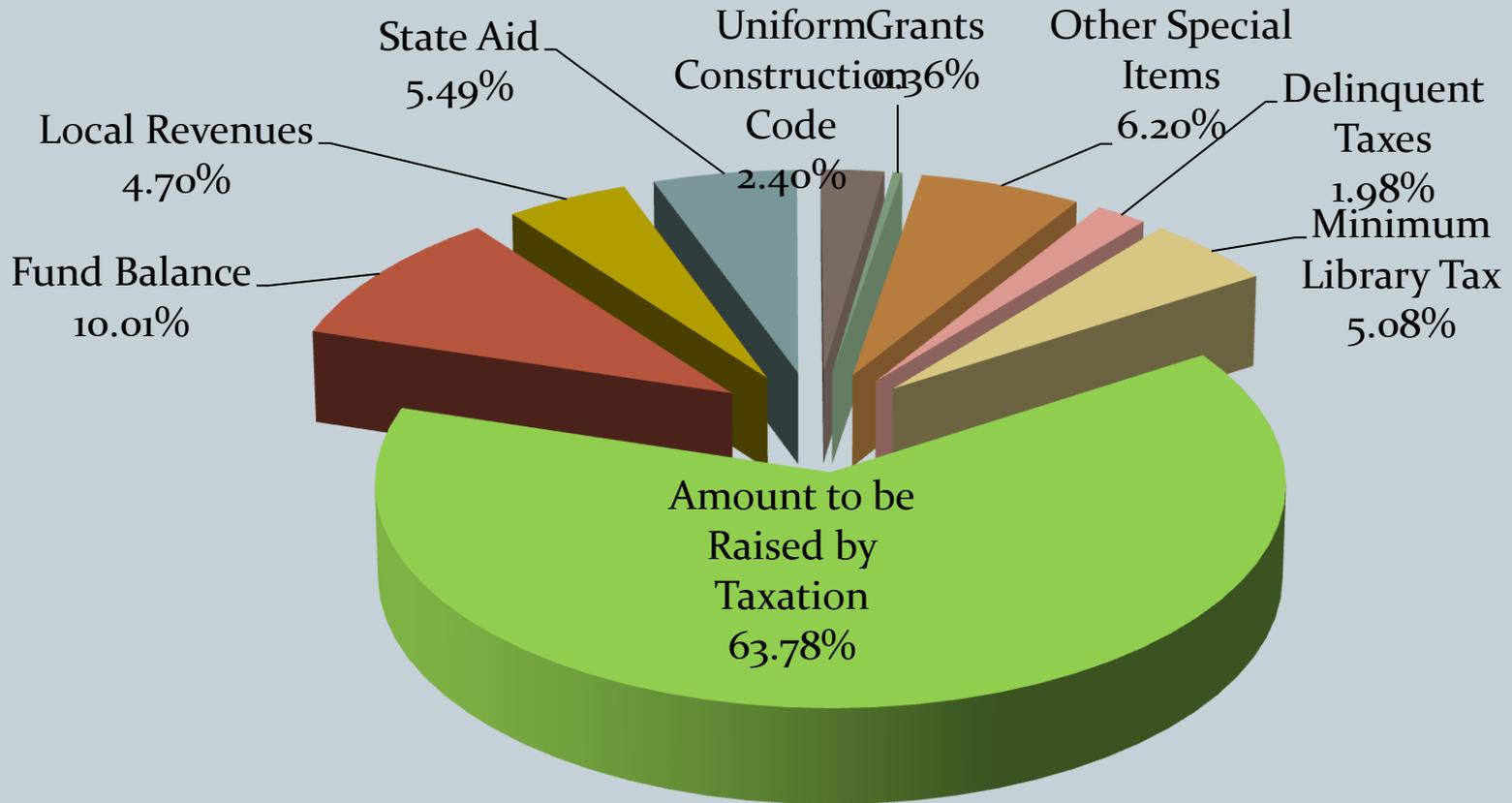
- Revenues remain static with the exception of Uniform Construction Code Fees(UCC). UCC fees up 22% from 2013 to 2014
- Health insurance up 5% but employee contributions continue to help defray costs
- .22% Total Property Tax Increase
- \$108,177 under the 2% Property Tax Levy Cap

2014 Budget Overview - Revenues



2014 BUDGET OVERVIEW			
REVENUES			
	2013	2014	Difference
Fund Balance	1,924,000	1,874,000	(50,000)
Local Revenues	813,895	880,040	66,145
State Aid	1,028,158	1,028,158	0
Uniform Construction Code	350,000	450,000	100,000
Grants	124,331	66,665	(57,666)
Other Special Items	2,231,900	1,160,500	(1,071,400)
Delinquent Taxes	320,000	370,000	50,000
Minimum Library Tax	1,004,349	951,120	(53,229)
Amount to be Raised by Taxation	11,680,105	11,948,452	268,347
Total Revenues	19,476,738	18,728,935	(747,803)

2014 Anticipated Revenues (%)



2014 Budget Overview - Revenue



- Utilizing \$50,000 less in fund balance in this year's budget (This is as a result of the meeting with Moody's who recommended that we strengthen our reserves)
- UCC fees received in 2013 up 29% from 2012. New construction continues to soar in Florham Park (There are currently 15 knockdowns to date)

2014 Budget Overview – Appropriations



	2013	2014	Difference
Operations with CAP:			
Salaries & Wages	6,711,833	6,935,866	224,033
Other Expenses	5,060,290	5,275,412	215,123
Statutory Expenditures	1,550,805	1,349,943	(200,862)
Operations outside CAP:			
Other Expenses	1,358,200	1,337,844	(20,356)
Capital Improvements	1,036,500	40,000	(996,500)
Debt Service	2,307,600	2,311,830	4,230
Deferred Charges & Judgments	125,000	125,000	0
Reserve for Uncollected Taxes	1,326,510	1,353,040	26,530
Total	19,476,738	18,728,935	(747,803)

2014 Budget Overview-Appropriations



- Salaries are increasing on average by 2%.
- Both union contracts have been settled and are reflected in this budget
- All employees are now required to contribute to their health insurance which will grow over the next four years
- Pension costs decreased by approx. \$156,000 from 2013

Tax Levy CAP



- We are \$108,177 under the Tax Levy CAP
- The Borough did not utilize the full extent of the tax levy CAP
- The Mayor and Council work continually to manage the budget and the impact on our residents

Appropriation CAP



- We are \$1,096,063 under the Appropriation CAP
- This means that the Borough , under state statute, has the ability to increase the budget by another \$1,096,063
- This demonstrates that the Mayor and Council develop a budget that meets our needs without putting unnecessary pressure on the residents
- As you review the budget you will note that there are no significant changes over last year's budget

Tax Bill Comparison

(Avg. Residential NAV - \$640,229)



Tax Bill Comparison (Avg. Residential NAV-\$640,229)		
	FY 2013	FY 2014 (Est.)
Municipal Tax	\$2,325.73	\$2,366.19
Morris County Tax	\$1,510.47	\$1,432.73
School District Tax	\$4,735.79	\$4,804.16
Public Library Tax	\$199.98	\$188.35
Total Tax Bill Amount	\$8,771.97	\$8,791.43

FY 2014 Total Property Tax \$ Effect

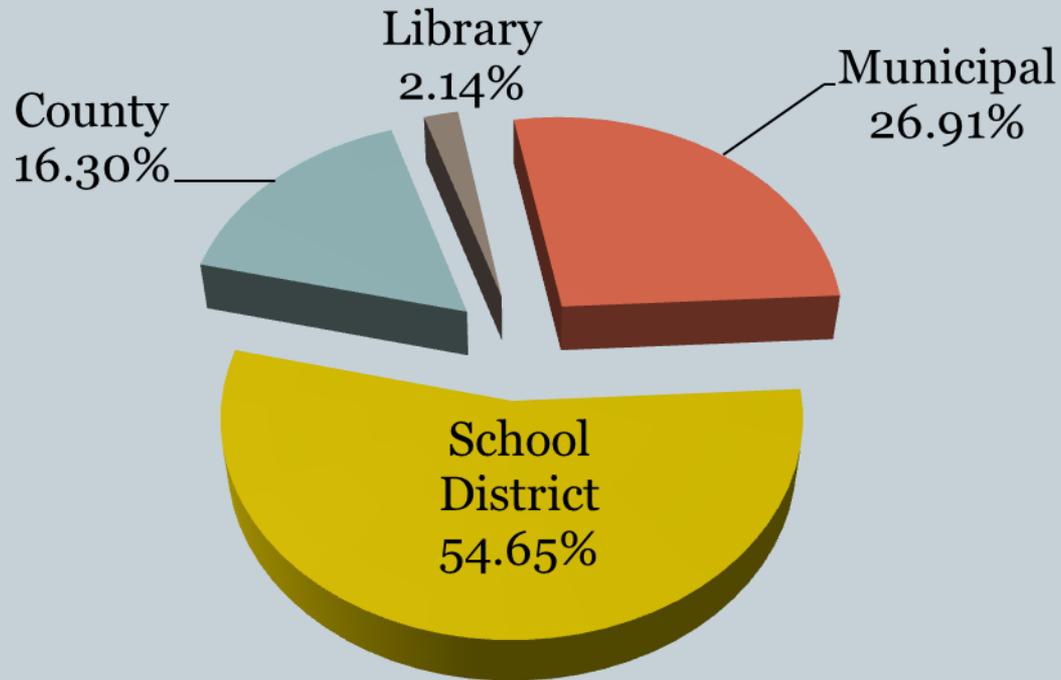
Increase of \$1.62 /month or \$19.45/year

2014

Property Tax Rates % Breakdown



**\$0.27 of Each Total Tax Rate Dollar
Funds Municipal Government**



Capital and Debt Plan



- At the request of the Mayor we developed a Capital and Debt Plan during 2011
- Our 2014 Capital Plan focuses mainly on road improvements
- Looking forward we will manage the plan to address infrastructure, equipment, facilities, utilities, and more
- Our Capital and Debt Plan looks forward more than 20 years with the goals of debt freedom on the horizon

Looking Forward...



- In March 2014 our Moody's AAA rating was reaffirmed. A financial team consisting of the Mayor, Administrator, Finance Chair, Budget Consultant, CFO and Audit Partner presented to Moody's our debt plan, 5 year financial trends analysis, fund balance policy, union contracts, personnel changes, and new ratables . Our AAA rating was confirmed in less than a week after our presentation.
- The Mayor and Finance Committee are dedicated to ensure the financial stability of our community for years to come.

Borough Website



- The following documents will be made available on the Borough's website:
 - State Budget Document
 - 2014 Budget Comparative showing the last 3 years
 - Power Point presentation

Questions

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