

# **BOROUGH OF WOODCLIFF LAKE**



**2014 BUDGET PRESENTATION**

**May 12, 2014**

# BUDGET PROCESS

- Department Heads submit requests for 2014. This process started in February 2014.
- Finance Committee prepares Preliminary Budget for review and recommendation to Mayor and Council after budget meetings with department heads.
- Mayor and Council reviewed and discussed budget on March 25, 2014
- Budget introduction was on April 7, 2014 and summary was published in newspaper on April 16, 2014
- Adoption of Budget and Public Hearing - May 12, 2014.

# **FINANCE COMMITTEE**

- **The Finance Committee for 2014 consisted of:**

- Mayor Jeffrey R. Goldsmith
- Councilwoman Donna Abene
- Councilman Corrado Belgiovine
- Borough Administrator Thomas Richards
- Chief Financial Officer Harold Laufeld
- Borough Auditor Paul Lerch

# **2014 MUNICIPAL BUDGET PRESENTATION OUTLINE**

- **RATABLE BASE**
- **REVENUES**
- **APPROPRIATIONS**
- **CAPITAL IMPROVEMENT PROGRAM**
- **TAX IMPACT**

# RATABLE BASE

## Assessed Values

- 2014 Assessed Value - \$ 1,785,516,077
- 2013 Assessment Value - 1,830,553,495
  
- Decrease (45,037,418)
- Percentage Decrease ( 2.46%)

# RATABLE BASE

## Summary of Ratable Base 2004 - 2014

| <u>Year</u> | <u>Assessed<br/>Value</u> | <u>Increase<br/>%</u> | <u>Value Per<br/>Tax Point</u> |
|-------------|---------------------------|-----------------------|--------------------------------|
| 2014        | \$ 1,785,516,077          | (2.46 %)              | \$ 178,551                     |
| 2013        | 1,830,553,495             | (0.94%)               | 183,055                        |
| 2012        | 1,847,942,619**           | 8.37%                 | 184,794                        |
| 2011        | 1,705,185,119             | (0.25%)               | 170,519                        |
| 2010        | 1,714,220,447             | 0.51%                 | 171,422                        |
| 2009        | 1,705,598,808             | 3.21%                 | 170,560                        |
| 2008        | 1,652,626,979             | 3.07%                 | 165,263                        |
| 2007        | 1,603,445,695             | 3.00%                 | 160,345                        |
| 2006        | 1,556,747,124             | 0.27%                 | 155,675                        |
| 2005        | 1,552,518,524             | 0.50%                 | 155,252                        |
| 2004        | 1,544,731,387             | 0.13%                 | 154,473                        |

\*\*The large increase in the Total Assessed Value is due a Revaluation

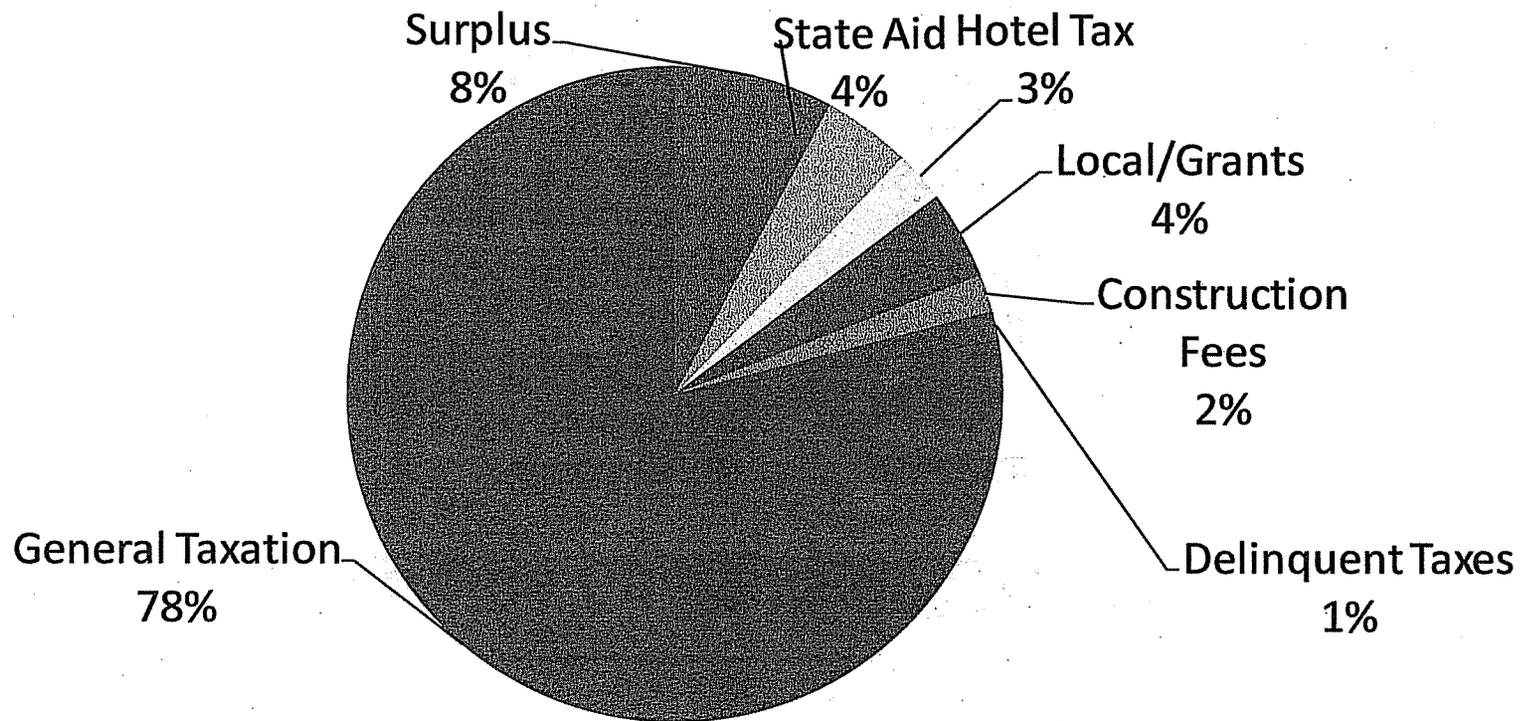
# REVENUES SOURCES

- SURPLUS
- STATE AID
- HOTEL TAX
- GRANTS
- LOCAL REVENUES
- CONSTRUCTION FEES
- RECEIPTS FROM DELINQUENT TAXES
- LOCAL PROPERTY TAX LEVY

# REVENUES

|                      | <u>2014</u>       | <u>2013</u>       | <u>VARIANCE</u> | <u>%</u>     |
|----------------------|-------------------|-------------------|-----------------|--------------|
| ■ Surplus Utilized   | \$ 925,000        | \$ 800,000        | \$125,000       | 15.63        |
| ■ State Aid          | 520,575           | 520,575           | 0               | 0            |
| ■ Hotel Tax          | 300,000           | 280,000           | 20,000          | 7.14         |
| ■ Local Revenues     | 519,275           | 555,191           | (35,916)        | (6.47)       |
| ■ Grants/Other Items | 14,814            | 42,873            | (28,059)        | (65.45)      |
| ■ Construction Fees  | 220,000           | 220,000           | 0               | 0            |
| ■ Delinquent Taxes   | 175,000           | 175,000           | 0               | 0            |
| ■ Tax Levy           | 9,235,556         | 9,168,819         | 66,737          | .73          |
| ■ <b>Total</b>       | <b>11,910,220</b> | <b>11,762,458</b> | <b>147,762</b>  | <b>1.26%</b> |

# REVENUES



# REVENUES

## Surplus Analysis 2003-2014

| <u>Year</u> | <u>Fund Bal</u><br><u>12-31</u> | <u>Utilized in</u><br><u>Succeeding</u><br><u>Budget</u> | <u>Balance</u> | <u>% Used</u> |
|-------------|---------------------------------|--|----------------|---------------|
| 2013        | \$1,241,656                     | \$ 925,000   | \$316,656      | 74.50%        |
| 2012        | \$1,099,034                     | \$ 800,000   | \$299,034      | 72.79%        |
| 2011        | \$1,001,134                     | \$ 800,000   | \$201,134      | 79.91%        |
| 2010        | \$1,093,060                     | \$ 800,000   | \$293,060      | 73.19%        |
| 2009        | \$1,502,000                     | \$1,150,000  | \$352,000      | 76.56%        |
| 2008        | \$1,789,533                     | \$1,450,000  | \$339,533      | 81.03%        |
| 2007        | \$1,962,000                     | \$1,350,000  | \$612,000      | 68.81%        |
| 2006        | \$2,256,524                     | \$1,600,000  | \$656,524      | 70.91%        |
| 2005        | \$1,503,842                     | \$1,000,000  | \$503,842      | 66.50%        |
| 2004        | \$1,230,698                     | \$1,000,000  | \$230,698      | 81.25%        |
| 2003        | \$1,683,442                     | \$1,335,000  | \$348,442      | 79.30%        |

# APPROPRIATIONS

## Total Budgeted Expenditures

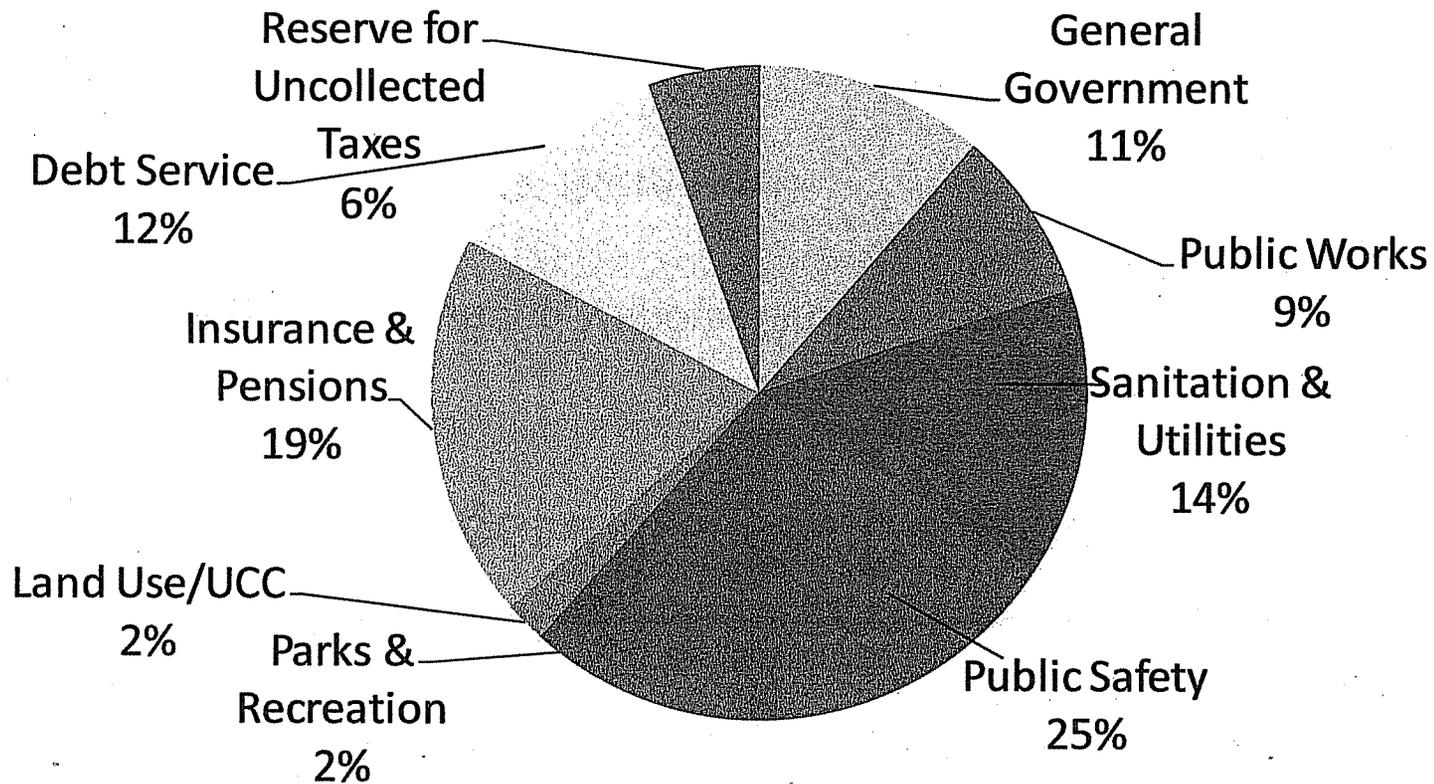
|                            |                   |
|----------------------------|-------------------|
| 2014 Budget Appropriation  | \$11,910,220      |
| 2013 Budget Appropriations | <u>11,762,458</u> |

|                     |         |
|---------------------|---------|
| Increase            | 147,762 |
| Percentage Increase | 1.26%   |

# APPROPRIATIONS

|                           | <b>2014</b>       | <b>2013</b>       | <b>VARIANCE</b> | <b>%</b>    |
|---------------------------|-------------------|-------------------|-----------------|-------------|
| General Government        | \$1,348,974       | \$ 1,106,945      | \$ 242,029      | 21.86       |
| Public Works              | 1,015,050         | 1,047,500         | (32,450)        | (3.10)      |
| Sanitation/Utilities      | 1,697,642         | 1,607,497         | 90,145          | 5.61        |
| Public Safety-Police/Fire | 3,005,200         | 3,114,421         | (109,221)       | (3.51)      |
| Parks and Recreation      | 267,600           | 260,400           | 7,200           | 2.76        |
| Land Use/UCC              | 242,250           | 298,200           | (55,950)        | (18.76)     |
| Insurance/Pensions        | 2,271,860         | 2,236,980         | 34,880          | 1.56        |
| Debt Service/Def Chrg     | 1,401,364         | 1,441,265         | (39,901)        | (2.77)      |
| Res Uncollected Taxes     | 660,280           | 649,250           | 11,030          | 1.70        |
| <b>Total</b>              | <b>11,910,220</b> | <b>11,762,458</b> | <b>147,762</b>  | <b>1.26</b> |

# APPROPRIATIONS



# APPROPRIATIONS

## Largest Budget Increases/Decreases for 2014

|  |             |
|--|-------------|
| Debt Service                                   | \$(235,638) |
| Deferred Charges – Unfunded Various Ordinances | 121,456     |
| Salaries and Wages                             | (84,871)    |
| Prior Year Invoice – P.S.E.G Swim Pool         | 59,100      |
| Legal – Other Expenses                         | 48,000      |
| Group Health Insurance                         | 45,000      |
| BCUA – Sewer Charges                           | 38,662      |
| Tax Assessment – Other Expenses                | 35,000      |
| Deferred Charge – Emergency Authorization      | 19,000      |
| Reserve for Tax Appeals                        | 16,000      |

# TAX RATE

## Municipal Tax

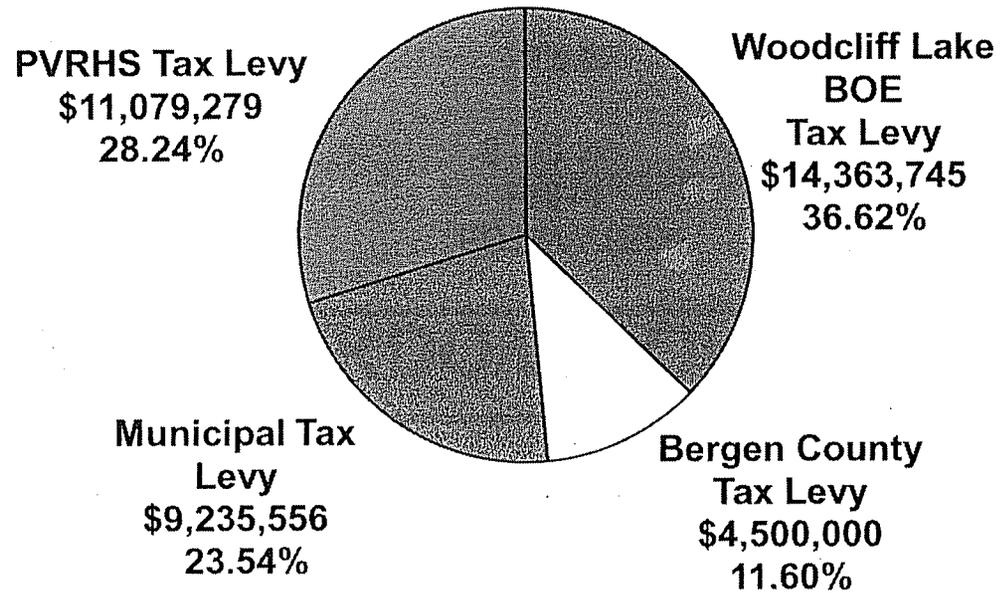
- The Budget as proposed has an increase in the 2014 Municipal Tax rate of 3.19%.

# TAX RATE APPORTIONMENT

|                           | ESTIMATED   | ACTUAL      |                 |
|---------------------------|-------------|-------------|-----------------|
|                           | <u>2014</u> | <u>2013</u> | <u>INCREASE</u> |
| Municipal                 | \$ .517     | .501        | .016            |
| Municipal Open Space      | .009        | .009        | .000            |
| Woodcliff Lake Schools    | .804        | .766        | .038            |
| P.V. Regional High School | .621        | .613        | .008            |
| County                    | .255        | .240        | .015            |
| County –Open Space        | <u>.003</u> | <u>.003</u> | <u>.000</u>     |
| <br>                      |             |             |                 |
| TOTAL                     | \$ 2.209    | \$ 2.132    | \$ .077         |

# TAX APPORTIONMENT

## TOTAL WOODCLIFF LAKE PROPERTY TAX LEVY BREAKDOWN



# TAX BILL – AVERAGE HOME ASSESSMENT - \$ 683,000

## BREAKDOWN OF TAX BILL

|                             | ESTIMATED       |                  | INCREASE      |
|-----------------------------|-----------------|------------------|---------------|
|                             | 2014            | 2013             |               |
| Municipal                   | \$ 3,530        | \$ 3,421         | \$109         |
| Woodcliff Lake Schools      | 5,491           | 5,232            | 259           |
| P.V. Regional High School   | 4,241           | 4,187            | 54            |
| County                      | 1,741           | 1,639            | 102           |
| Municipal/County Open Space | 82              | 82               | 0             |
| <b>TOTAL</b>                | <b>\$15,085</b> | <b>\$ 14,561</b> | <b>\$ 524</b> |

# CAPITAL IMPROVEMENTS

## Capital Improvement Projects

The Borough has anticipated in 2014 - Road Resurfacing and Acquisition of Various DPW Equipment and Vehicles. At this time there have been no ordinances introduced to do any of the projects.

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- We welcome any public comments and questions.