



2011 TOWNSHIP OF MOUNT OLIVE MUNICIPAL BUDGET

David M. Scapicchio, Mayor
William Sohl, Administrator
Sherry Maniscalco, Chief Financial Officer

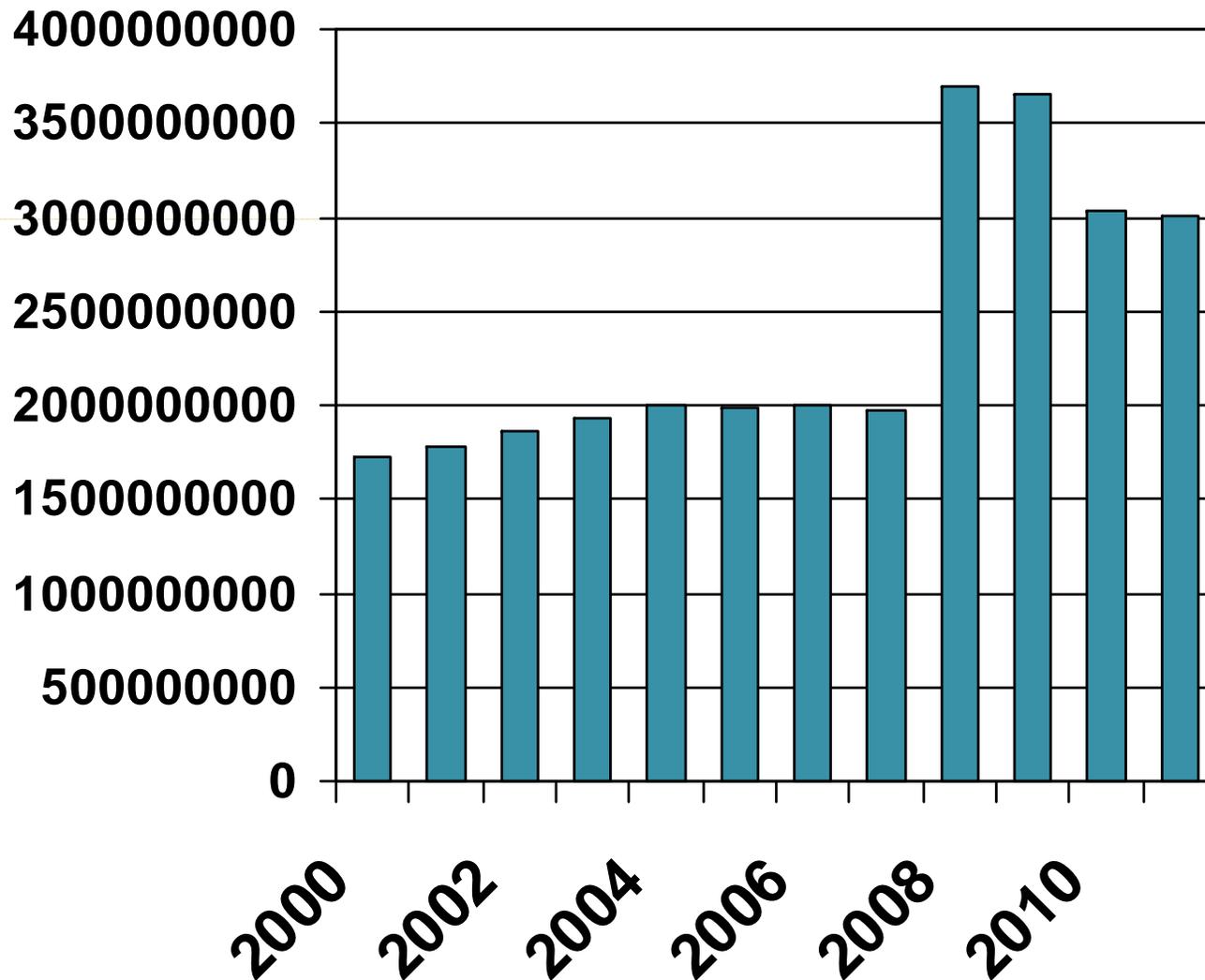


2011 MUNICIPAL BUDGET

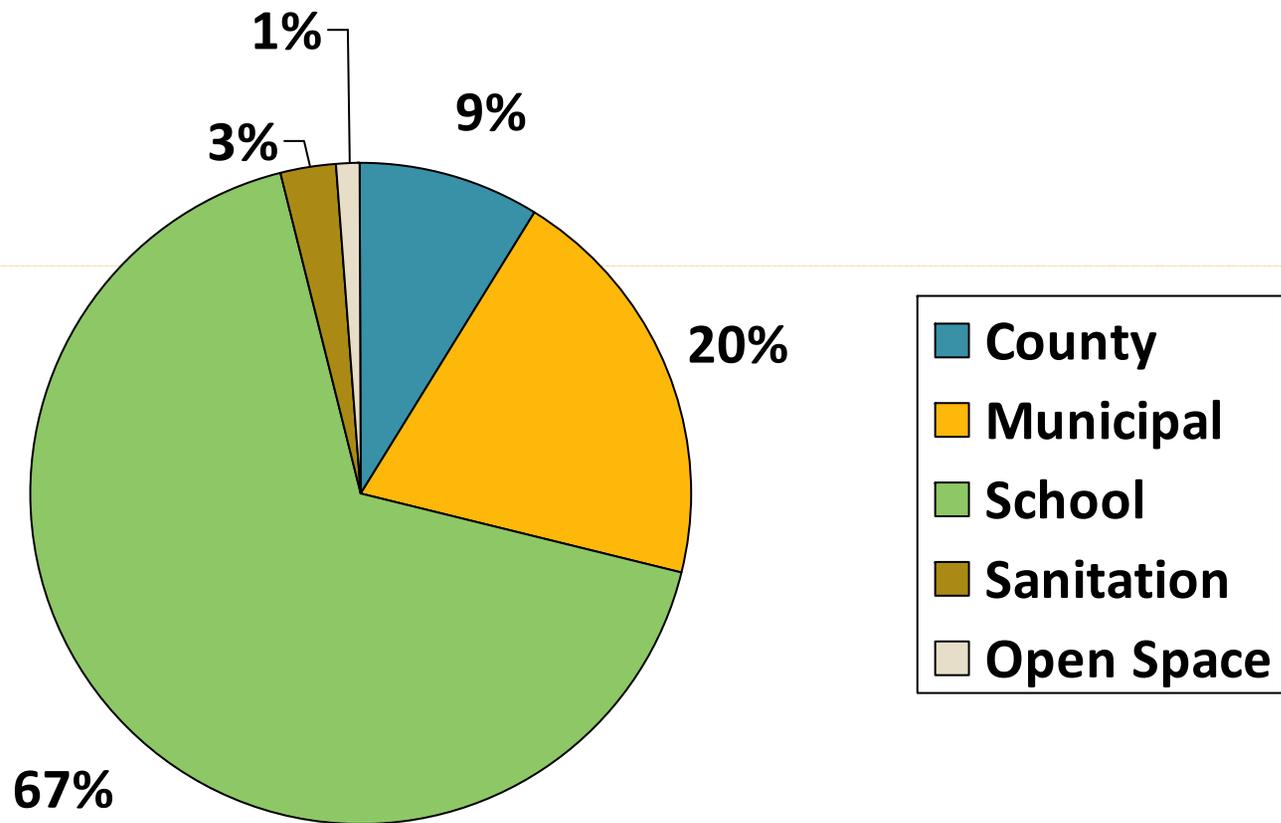
The Process –

- We began formulation of the 2011 budget in September 2010.
- Departmental budget hearings were conducted in November 2010.
- The proposed budget was presented to the Council by the January 15th deadline even though that deadline is expected to be extended by the Division of Local Government Services.
- Actual 2010 information has been derived from the AFS and ADS.

2011 MUNICIPAL BUDGET RATABLE ANALYSIS



2011 MUNICIPAL BUDGET - TAX PIE



2011 MUNICIPAL BUDGET

2011 Budget Summary –

- The proposed 2011 budget reflects a decrease in overall expenditures by \$72,361.
- The projected municipal tax rate is .616 as compared to .604 in 2010.
- The annual municipal tax increase is \$28.60 for a home assessed at the average of \$310,800.
- Our ratable based decreased by .98% as a result of the reassessment. This decrease contributes to \$19 or 2/3 of the \$28.60 proposed increase.
- The tax dollar percentage increase is 1.52%.
- One tax point = \$301,000 or \$30



2011 MUNICIPAL BUDGET

2011 Budget Summary –

- The budget is within the 2% property tax levy cap.
- The budget is within the annual appropriation CAP.
- The sanitation district will see an increase of \$5.08 of which \$3.00 or 59% is attributable to the drop in ratables.



2011 MUNICIPAL BUDGET

How does this compare to our prior municipal budgets?

- The average increase from 2000 to 2010 has been \$87.13 and 6.76%.
- Departmental budgets are \$372,000 or 24% below what they were in 2000.
- 9 departments or 45% are below 2000 salary levels.

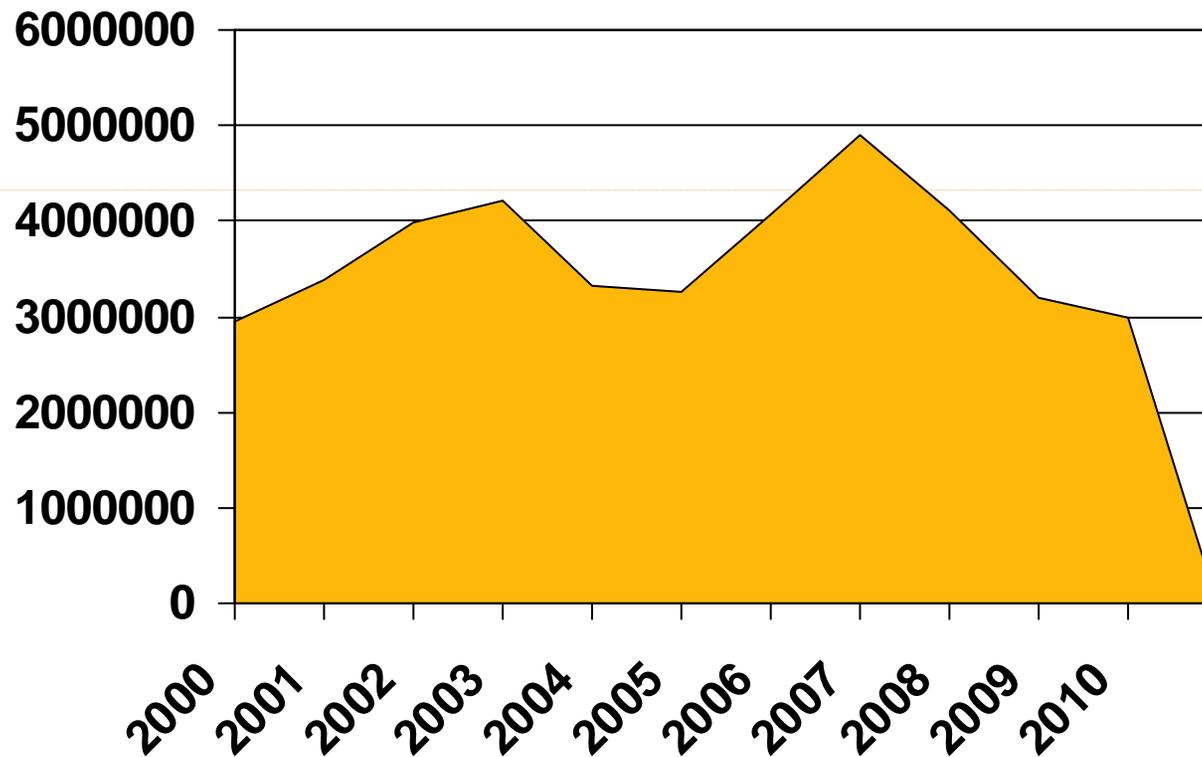
2011 MUNICIPAL BUDGET

Surplus:

- ▶ Our surplus balance at 12/31/10 was \$2,981,039 which was \$223,000 or 7% lower than it was at 12/31/09.
- ▶ The decrease is nominal when you consider we had little added assessment revenue and we decreased operating budgets again by 10% last year.

What helped surplus? Our tax collection rate was 98.71% up from 98.53% in 2009.

2011 MUNICIPAL BUDGET T – SURPLUS HISTORY

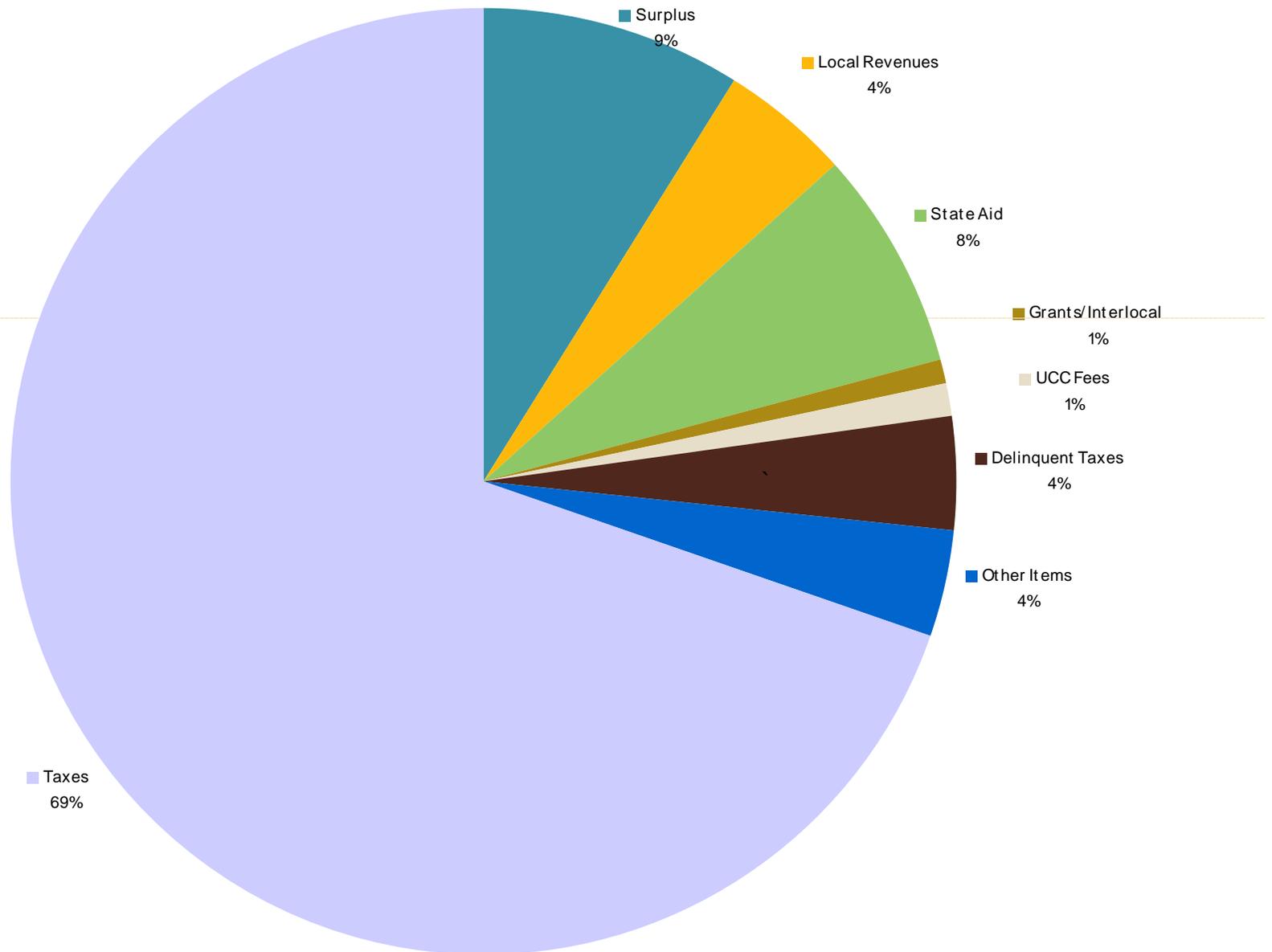


2011 MUNICIPAL BUDGET

Revenue Summary –

- Surplus Used– Decreased \$68,727 because of less available at 12/31/10
- Delinquent Taxes – Decreased \$25,000 because delinquent taxes decreased as of 12/31/10
- Local Revenues – Increased \$29,095 primarily based additional fire prevention revenue from the Chester shared service agreement
- State Aid – Decreased \$24,189 (more is possible)
- Interlocal Revenues – Increased \$43,568 assuming a new agreement for 2011
- Building Fees – Increased \$35,000 with increased activity expected this year
- Special Revenue Items – Decreased \$107,127 because of a one-time insurance settlement
- Tax Revenues – Increased \$152,817 to balance the budget

2011 MUNICIPAL REVENUES



2011 MUNICIPAL BUDGET

Changes in expenditures:

- Salaries/Wages – Decreased \$408,243 due to lack of replacement through attrition and employee givebacks
- Library – 1/3 mil requirement decreased by \$71,676
- Pension Contributions – Increased \$305,859 as determined by the Division of Pensions
- Reserve for Uncollected Taxes – Decreased \$175,901 based upon the increase in the collection rate
- Debt Service – Increased \$4,137 based upon our debt schedules for existing debt
- Utilities – Increased \$86,480 primarily for vehicle fuel

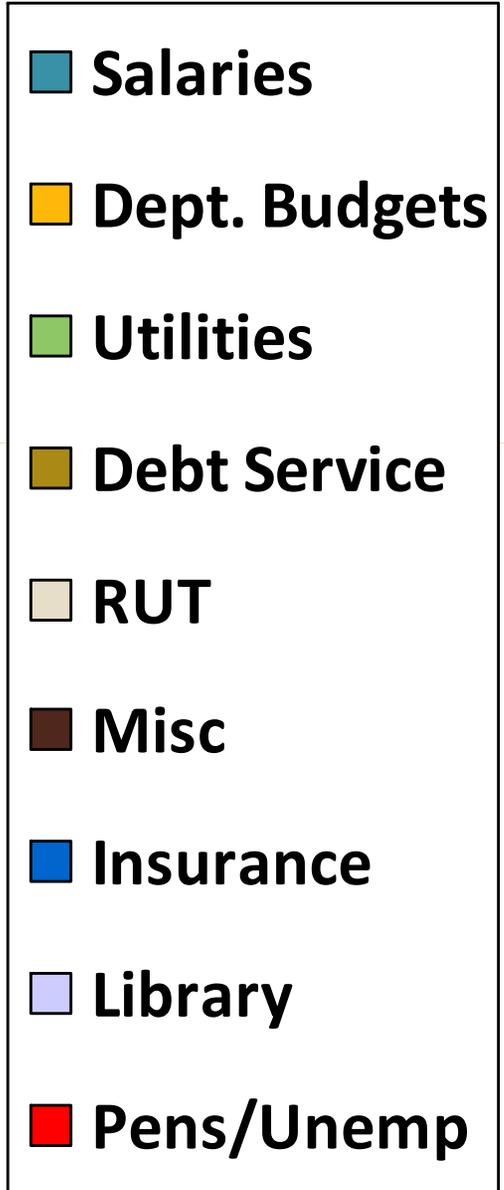
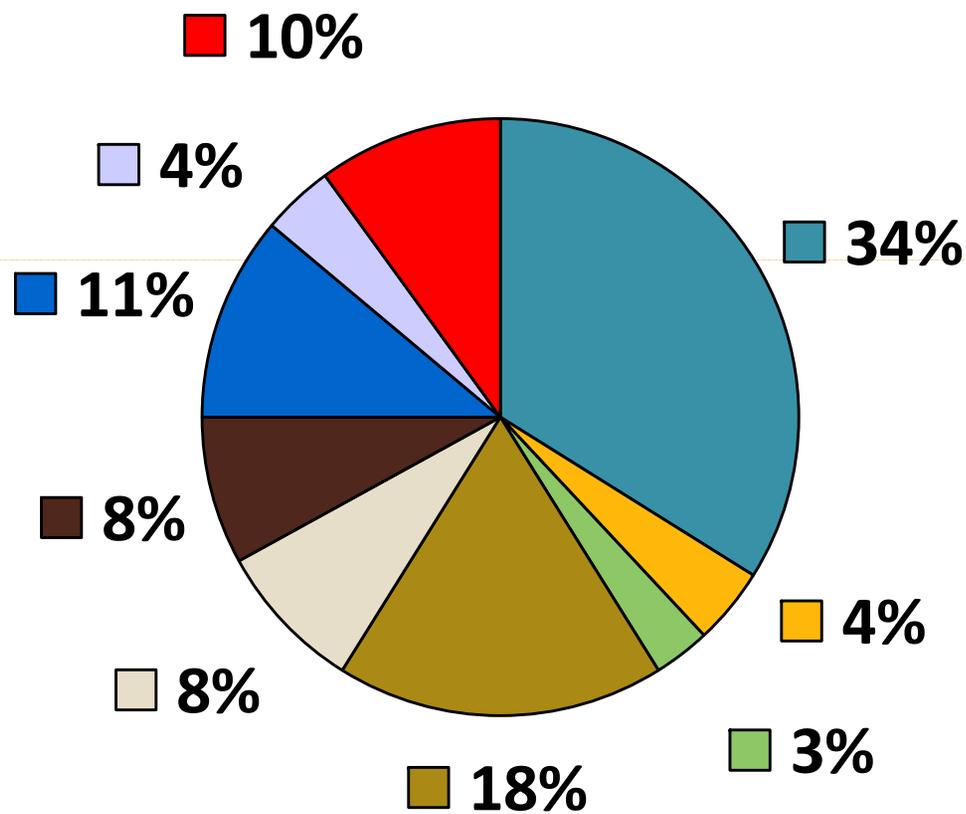


2011 MUNICIPAL BUDGET

Changes in expenditures (continued):

- Insurance – Increased \$23,952 because of premium increases
- Departmental Budgets – Decreased \$122,710 due to 10% budget reductions in most departments
- Accumulated Absence Trust – Increased \$150,000 as a result of anticipated retirements
- Unemployment – Increased \$200,000 because of recent layoffs

2011 MUNICIPAL BUDGET





2011 MUNICIPAL BUDGET

Moving into 2011:

- We have \$193,814 on hand for tax appeals at 12/31
- We will be having a bond sale in 2011 for various projects including the ARD appeal
- We will need to keep the budget open for state aid and other budget changes like grants, etc.