



2023 Proposed Budget Overview

Rich Kunze, Administrator
David Young, CFO - Treasurer
March 8, 2023

AGENDA

- ▶ Introduction
- ▶ Current Fund Appropriations
- ▶ Current Fund Revenue
- ▶ Utilities
- ▶ Summary

INTRODUCTION

On behalf of the Finance Committee, we hereby respectfully submit to the Mayor and Borough Council the preliminary 2023 Municipal Budget for the Borough of Oakland.

Funding for the Current Fund Budget, including the Library, is presented at \$23,728,000 with an additional \$2,780,000 and \$630,000 in appropriations for the Water and Sewer Utilities respectively. The municipal tax levy required to support the budget, including the Library, would be \$16,475,000. The budget will be compliant with both the appropriation and levy caps. The impact to the average residential assessed home will be a 3.92% increase in the municipal portion of their tax bill, or \$114.

As proposed, funding in this budget will enable us to continue our present service levels to the public while slightly increasing the number of Recreation and Senior programs. It continues the ongoing effort to maintain a budget framework that is sustainable in the long run. Where possible, one-time expenditures are matched to one-time revenues and the use of fund balance is appropriate and in accordance with Borough policy. The impact of capital and debt expenditures are relatively consistent year over year.

As you review this document, we ask, as always, that you take a long-term view of the financial needs of the organization and community. Budget decisions made this year, especially on the revenue side, will have effects next year and in the years to come.

APPROPRIATIONS OVERVIEW

Inside CAP Expenses Summary

Salaries & Wages

Other Expenses

TOTAL CAP SUMMARY

Outside-CAP Expenses Summary

(excluding Library)

Salaries & Wages

Other Expenses

TOTAL OUTSIDE CAP SUMMARY

GRANTS

Oakland Public Library

Reserve for Uncollected Taxes

TOTAL BUDGET

2023 Proposed	2022 (Amended)	\$ Change	% Change
7,833,608	7,464,844	368,764	4.94%
10,280,183	9,677,822	602,361	6.22%
18,113,791	17,142,666	971,125	5.66%
94,000	89,200	4,800	5.38%
3,800,383	3,651,765	148,618	4.07%
3,894,383	3,740,965	153,418	4.10%
128,104	462,844	(334,740)	-72.32%
1,116,722	920,718	196,004	21.29%
475,000	465,000	10,000	2.15%
23,728,000	22,732,193	995,807	4.38%

The Borough is seeing significant year over year increases in Solid Waste, Liability Insurance, Pensions & Utility expenses.

Overall, the Current Fund budget, excluding the Library, is projected to be up \$799,803 or 3.67% from 2022.

The Library Levy is up \$196,004 or 21.29% over 2022.

SALARY & WAGES

Salary & Wage budgets are projected to increase overall by \$373,564 (4.69%).

This includes all negotiated raises, longevity increases, step increases and promotions.

PBA contractual @ 2.0 + Steps for 2023

White Collar & Blue Collar contractual @ 2.5 for 2023.

Increase in accumulated absence funding to meet 2024 expected payouts.

	<u>2023 Proposed</u>	<u>2022 Adopted</u>	<u>% Change to Budgeted</u>	<u>\$ Change to Budgeted</u>	
General Govt. - Administration	270,400	320,200	-15.6%	(49,800)	General Govt budget is down by (\$13k) due to 2022 retirement. Admin down & Clerk up is due to change in labor allocation.
General Govt. - General Services	100,000	100,000	0.0%	-	
General Govt. - Communications Coi	1200	1200	0%	0	
General Govt. - Green Team	1200	0	100%	1200	
General Govt. - Mayor and Council	56,610	53,450	5.9%	3,160	
General Govt. - Clerk	131,000	99,000	32.3%	32,000	
General Govt. - Clerk - Elections	2,150	2,150	0.0%	-	
Finance - Finance	252,500	241,324	4.6%	11,176	Finance budget is up by \$10k or 2.5%. Includes reduction in temp labor for assessors office and (2) mid year promotions.
Finance - Tax Collection	84,000	82,150	2.3%	1,850	
Finance - Tax Assessment	89,000	92,000	-3.3%	(3,000)	
Land Use - Plan. Bd.	16,500	16,500	0.0%	-	Land Use budget is up by \$65k. <i>\$38k was a shared svc in OE in 2022 that is being staffed in salary and wages in 2023.</i> Includes mid year promotion.
Land Use - Zoning Bd.	16,500	16,500	0.0%	-	
Land Use- Enviro Comm.	1,200	1,200	0.0%	-	
Land Use - Code Enforcement	299,100	233,600	28.0%	65,500	
Public Safety - Police	4,646,300	4,468,170	4.0%	178,130	Public Safety budget is up \$178k or 3.9%. <i>\$64k of the increase is for mid-year new hires to replace 2024 retirements.</i> W/O replacements budget is up 2.5% includes step increases
Public Safety - OEM	10,000	9,500	5.3%	500	
Public Safety - Flood Control	5,500	5,150	6.8%	350	
Public Safety - Fire Department	77,000	77,000	0.0%	-	
DPW - Streets and Roads	575,700	538,100	7.0%	37,600	DPW budget is up \$49k or 4.5%. Includes compost operator stipend and (4) promotions
DPW - Snow Removal	60,000	60,000	0.0%	-	
DPW - Vehicle Maintenance	88,000	85,800	2.6%	2,200	
DPW - Buildings and Grounds	253,600	239,500	5.9%	14,100	
DPW - Stormwater Management	94,000	89,200	5.4%	4,800	
DPW - Solid Waste and Recycling	65,300	74,100	-11.9%	(8,800)	
Health Department	66,048	63,900	3.4%	2,148	Budgets up \$10k or 2.8%. Includes mid year promotion in Health Dept. Increased hours in Senior Services.
Rec. and Senior Services - Recreati	181,600	180,800	0.4%	800	
Rec. and Senior Services - Senior S	95,500	88,950	7.4%	6,550	
Access for All S&W	-	-	0.0%	-	
Court - Court	157,700	154,600	2.0%	3,100	
Accumulated Absences	230,000	160,000	43.8%	70,000	Increased by \$70,000 to meet expected YE 2024 payouts
Library	411,108	411,108	0.0%	-	
TOTAL - Current Fund	8,338,716	7,965,152	4.69%	373,564	
			1.98%	59,584	YOY excluding PD, Accum Abs & UCC .

DEPARTMENT OE SUMMARY

Of the total \$14.8M 2023 O.E. budget, Department OE budgets account for \$5.0M.

Total Department OE is up 9.4% YOY

Excluding Solid Waste & Library contractual/statutory increases and excluding 2022 to 2023 re-allocations, Department OE budgets are in total up by 2.44%.

12 month CPI as of 1/1/2023 was 5.9%.

	Name	2023 Proposed	2022 Adopted	% Change to Budgeted	\$ Change to Budgeted	
GENERAL GOVT	Administrator O.E.	7,000	7,000	0.00%	-	General Govt budget is down (\$11k) - Gen Svc Postage increase and Copier increase - Clerk Official Publications increase - M&C decrease 2022 one time budget for sale of property
	COMMUNICATIONS COMM	12,600	11,650	8.15%	950	
	General Services O.E.	75,000	67,000	11.94%	8,000	
	Mayor & Council O.E.	31,000	56,250	-44.89%	(25,250)	
	Clerk O.E.	29,600	24,400	21.31%	5,200	
	Elections O.E.	12,200	12,200	0.00%	-	
FINANCE	Finance O.E.	37,000	37,000	0.00%	-	Finance budget is up \$12.5k or 9.3%. Includes increase in publication costs and charges for tax sale with off setting revenue and allocation for Annual Reassessment contract costs
	Tax Collector O.E.	20,700	14,100	46.81%	6,600	
	Tax Assessor O.E.	72,200	66,300	8.90%	5,900	
LAND USE	Planning Board O.E.	18,100	18,100	0.00%	-	Land Use budget down (\$35k). Shared svc costs re-allocated as salary and wage costs. True OE increase is in professional development for Code Enforcement.
	Board of Adjustment O.E.	7,800	7,800	0.00%	-	
	Sustainable Oakland - O.E.	3,440	1,500	129.33%	1,940	
	Environmental Commission (1,300	1,300	0.00%	-	
	Construction Code O.E.	34,100	69,300	-50.79%	(35,200)	
PUBLIC SAFETY	Police O.E.	180,000	181,500	-0.83%	(1,500)	Public Safety budget up \$6k or 1.8%. Fire Dept. OE increase in Equipment maintenance & Equipment purchase.
	E-911 System O.E.	14,600	14,600	0.00%	-	
	OEM O.E.	10,000	10,000	0.00%	-	
	Flood Control O.E.	1,500	1,500	0.00%	-	
	FIRST AID SQUAD - O.E.	45,000	45,000	0.00%	-	
	LOSAP	90000	90000	0.00%	-	
	Fire Department O.E.	111,500	104,000	7.21%	7,500	
PUBLIC WORKS	ENGINEERING AND PLANN	65,000	65,000	0.00%	-	Public Works (excluding Solid Waste) is up \$45k or 7%. Increases across all departments in costs of materials.
	SHADE TREE COMMISSIO	80,280	77,000	4.26%	3,280	
	Streets & Roads O.E.	109,850	105,950	3.68%	3,900	
	Stormwater Management O.I	28,000	28,000	0.00%	-	
	Buildings & Grounds O.E.	176,500	160,500	9.97%	16,000	Solid Waste contracts net budget increase of \$186k or 9.4%. Contract is up 17%...we planned for some of the anticipated increase in 2022 budget process.
	DPW Vehicle Maintenance C	102,000	87,000	17.24%	15,000	
	Snow Removal O.E.	113,500	107,000	6.07%	6,500	
	Solid Waste O.E.	2,163,000	1,977,000	9.41%	186,000	
SOCIAL SERVICES	Board of Health O.E.	185,300	180,200	2.83%	5,100	Additional programs and cost/fee increases in Senior and Rec.
	Recreation O.E.	371,700	358,050	3.81%	13,650	
	Access for All O.E.	500	-	100.00%	500	
	Senior Citizen Services O.E.	53,800	41,600	29.33%	12,200	
COURT	Municipal Court O.E.	16,500	11,400	44.74%	5,100	Increase in Court for Interpreter Svcs
	PROSECUTOR - O.E.	28,400	32,400	-12.35%	(4,000)	
	PUBLIC DEFENDER - O.E.	10,600	10,600	0.00%	-	
	Library	705,614	509,610	38.5%	196,004	Statutory increase due to increase in assessed value
	SUM of Department OE Bu	5,025,184	4,591,810	9.4%	433,374	
				2.44%	111,820	YOY w/o Solid Waste, Library, Shared Svc & Sale of property

MISCELLANEOUS OE SUMMARY

Non-Departmental OE budgets account for 66% of the Total OE Budget.

YOY non-departmental OE is up by 5.6%

Contractual and Statutory driven increases are driving 85% of the YOY increases.

Excluding Insurance, Utilities and Pension, MISC OE is up by 1.98% YOY

Name	2023 Proposed	2022 Adopted	% Change to Budgeted	\$ Change to Budgeted	
INFORMATION TECHNOLOGY - O.E.	145,000	140,000	4%	5,000	Professional/Contracted Services up \$5k or 1.4% - Inflation & expanded services
LEGAL O.E.	185,000	185,000	0%	-	
ANNUAL AUDIT - O.E.	43,000	43,000	0%	-	
Insurance, Other (Prop. Liability, W/C)	568,240	510,300	11%	57,940	Insurance budget is up \$144k or 5.4%.
Insurance, Group Health	2,156,000	2,079,042	4%	76,958	
Insurance, Group Health Waiver	30,149	21,658	39%	8,491	
Utilities-Electricity	180,000	124,000	45%	56,000	Utilities budget is up \$56k or 9.4% due to BPU Tariff increases in 2022
Utilities-Street Lights	180,000	150,000	20%	30,000	
Utilities-Telephone	55,000	60,000	-8%	(5,000)	
Utilities-Natural Gas	42,000	42,000	0%	-	
Utilities-Vehicle Fuels	195,000	220,000	-11%	(25,000)	
PERS	593,918	526,100	13%	67,818	Pension budgets are up \$225k or 14.9%
DCRP	14,000	14,000	0%	-	
Social Security	556,200	540,000	3%	16,200	
PFRS	1,141,276	983,900	16%	157,376	
The State looks at Prior, Prior Year actual salaries each budget cycle and calculates for each Tier in each					
CAPITAL IMPROVEMENT FUND	1,233,446	1,142,370	8%	91,076	Capital & Debt budgets are up \$69k or 2% in keeping with long term plan to move capital to pay as you go
Bond Principal	1,790,000	1,775,000	1%	15,000	
Note Principal	-	-	0%	-	
Bond Interest	443,545	481,795	-8%	(38,250)	
Note Interest	-	-	0%	-	
Special Emergency - 1 Year	-	-	0%	-	Remaining Misc budgets are flat year over year
Special Emergency - 5 Year (Revaluation	40,000	40,000	0%	-	
Overexpenditure of Approp. Reserves	-	-	0%	-	
Expenditure w/o Appropriation	-	-	0%	-	
Deferred Charges - Unfunded	-	-	0%	-	
Support for Utility	84,222	84,222	0%	-	
RESERVE FOR TAX APPEALS	80,000	80,000	0%	-	
CONTINGENT	5,000	5,000	0%	-	
SUM of Misc. OE Budgets	9,760,996	9,247,387	5.6%	513,609	
			1.98%	89,026	Excluding Insurance, Utility & Pension

2023 APPROPRIATION KEY DRIVERS

(8) Line Items account for 75% of \$\$ Increase

	BUDGET	INCREASE
LIBRARY	\$ 1,116,722.00	\$ 196,004
PERS	\$ 593,918.00	\$ 67,818
PFRS	\$ 1,141,276.00	\$ 157,376
ACCUM ABS	\$ 230,000.00	\$ 70,000
UTILITY EXPE	\$ 652,000.00	\$ 56,000
Solid Waste O.	\$ 2,163,000.00	\$ 186,000
Police S&W	\$ 4,646,300.00	\$ 178,130
INSURANCE	\$ 2,754,389.00	\$ 143,389

2.5% excluding pre-hires

YOY Incr.

\$ 13,297,605.00 \$ 1,054,717 8.6%

Balance of Accounts 25% of \$\$ Increase

UCC @ 10%	30,300
S&W @ 2.0% \$	59,934
O&E @ 2.5 \$	86,570
MISC @ 2.0% \$	89,026
RUT@ 2.2% \$	10,000

excludes Police, ACCUM & UCC

YOY Incr.

10,302,291.00 \$ 275,830 2.7%

With the exception of Police S&W & Accum Abs. all of these budgets are contractual or statutorily driven.

The proposed 2023 Budget is up 4.38% over the 2022 Budget, well below the Consumer Price Index for YE 2022.

The Consumer Price Index for Northern New Jersey is up 5.9% as of 1/1/23

8 budget line items are driving 75% of the increase - 6 of the 8 are contractual or statutory driven.

The balance of the budget line items are proposed to be up just 2.7% over the 2022 budget.

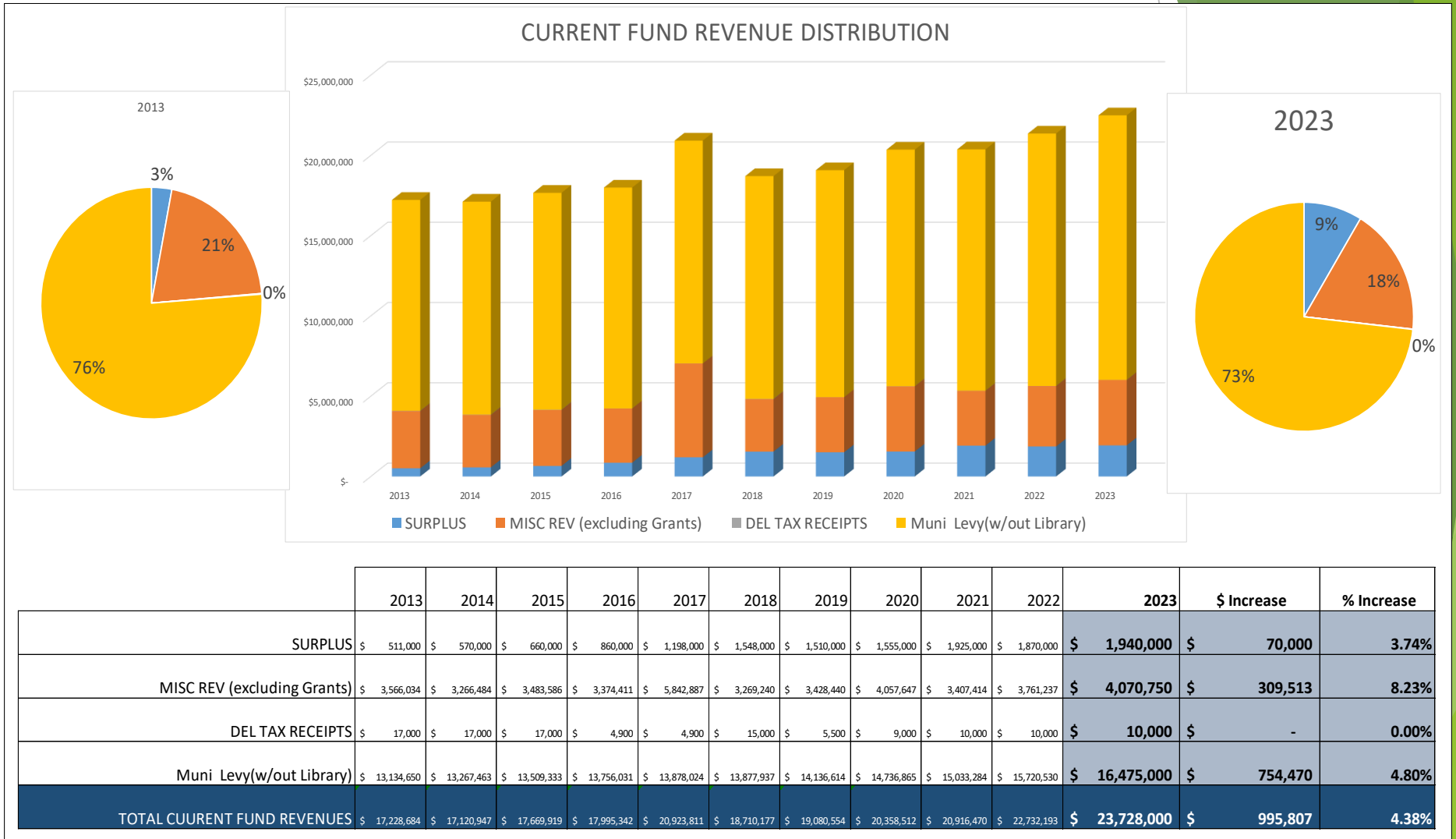
ANALYSIS of 2023 ANTICIPATED REVENUES

There are (4) primary sources of revenue for a municipality; Taxes, Miscellaneous Revenue, Surplus and Delinquent Taxes.

The amount of Surplus Revenue anticipated as a percentage of the total has increased significantly from 3% in 2013 to 9% in 2023.

We are projecting higher than "normal" surplus over the current and next two budget cycles to offset some short-term appropriations increases that we do not want to include in the Municipal Tax Levy.

The overall budget is up by 4.38%, the impact to the Municipal portion of the average residential Tax Bill is 3.92%.



2023 NON-TAX REVENUES

We are anticipating Non-Tax Revenues to be up 6.7% over the 2022 budget.

Local Revenues are being anticipated at \$162k higher than in 2022, + 17%. We expect to see an increase in Rec Fees due to new programs & fee increases and an increase in Interest due to the increase in interest rates.

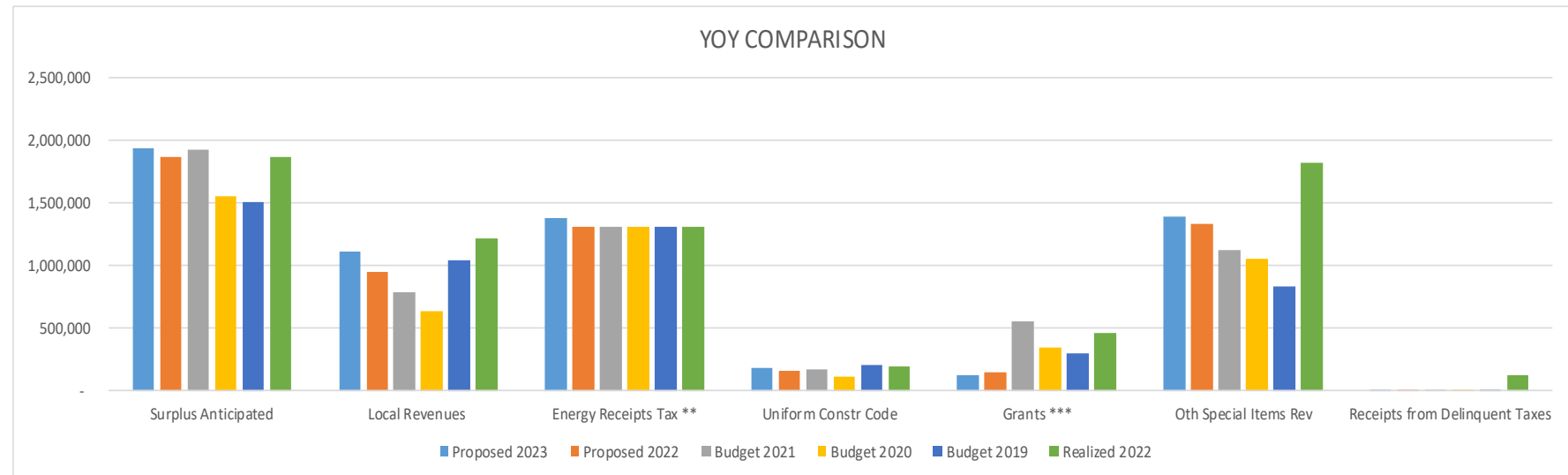
The amount of State Aid is up due to \$67k from the Municipal Relief Fund

UCC Revenues are slowly getting back to 2019 levels

Other Items of Revenue are up 4.4%

	Proposed 2023	Proposed 2022	Budget 2021	Budget 2020	Budget 2019	Realized 2022	2023 vs 2022 \$\$\$ Increase	2023 vs 2022 %YOY Inceas	2023 vs. 2019
Surplus Anticipated	1,940,000	1,870,000	1,925,000	1,555,000	1,510,000	1,870,000	70,000	3.7%	430,000
Local Revenues	1,107,000	945,000	790,000	637,850	1,036,500	1,215,870	162,000	17.1%	70,500
Energy Receipts Tax **	1,380,613	1,312,169	1,312,169	1,312,169	1,312,169	1,312,169	68,444	5.2%	68,444
Uniform Constr Code	180,000	160,000	175,000	110,000	200,000	192,604	20,000	12.5%	(20,000)
Grants ***	125,528	149,984	550,771	339,952	299,812	460,834	(24,457)	-16.3%	(174,284)
Oth Special Items Rev	1,393,133	1,334,068	1,120,245	1,058,900	827,300	1,818,423	59,065	4.4%	565,833
Delinquent Taxes	10,000	10,000	10,000	9,000	9,000	122,238	-	0.0%	1,000
Non Tax Revenue Sub Total (Excluding Grants)	6,010,746.24	5,631,237.00	5,332,414.00	4,682,919.00	4,894,969.00	6,531,304	379,509	6.7%	1,115,777

*** Grant Revenue varies significantly year to year. Revenues always offset Appropriations.



NON-TAX REVENUE YOY COMPARISON

Realized in 2022

- Local Revenues

- Most Local Revenues at or near anticipated
- INTEREST on DEPOSITS returning to 2019 levels
- Other Fess & Permits returning to 2019 levels

\$71,000
\$160,000
\$40,000

- Uniform Construction Code

- Returning to 2019 levels

\$33,000

- Special Items of Revenue

- Most items at or near anticipated levels
- One time Sale of Property

\$53,000
\$431,000

- Delinquent Taxes

- Significant # of Municipal Liens Redeemed

\$112,000

Replenished Fund Balance >>>>>>>>>>: \$900,000

H / (L) than Anticipated

Anticipated for 2023

- Local Revenues

- Recreation & Other Fees/Permits
- Interest on investments & Deposits
- ALL other flat

\$60,000
\$102,000
\$0

NET	\$162,000
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- State Aid

- Municipal Relief Fund added to State Aid

NET \$68,000

- Special Items of Revenue

- | | |
|--|------------|
| - UFS, Recycling, Sale of Municipal Assets down | (\$42,000) |
| - UCC, Cell Tower, Tree Permit, , Rsrv for Debt, OPD Off Duty, Pension | (\$48,000) |
| - Health Benefits Reserve increased to help offset increase in Insurance | \$170,000 |

NET	\$80,000
-----	----------

- Surplus

- | | | | |
|--------------------------|--------------|--------|--------|
| - Surplus Anticipated>>> | \$ 1,940,000 | NET \$ | 70,000 |
|--------------------------|--------------|--------|--------|

GRAND TOTAL \$380,000

Higher anticipation results in lower replenishment costs **\$230,000**

Non-Tax Revenue generated \$900k
in Surplus Replenishment in 2022

Borough realized revenue in (2) areas in 2022 that we cannot anticipate moving forward: Sale of Property (\$431k) and significant Municipal Lien Redemption (\$112k).

Total 2023 Non-Tax Revenues are being anticipated at \$380k higher than what were in the 2022 budget.

While increasing the anticipated Non-Tax revenue has a positive impact on the 2023 Tax Levy, it may also negatively impact future year surplus replenishment.

SURPLUS:

ANTICIPATE

REPLENISH

ANTICIPATE

Based upon anticipated replenishment, if we keep anticipated Surplus at 2023 levels in 2024, we will need to find an alternate revenue source or expense reduction equal to \$155k in 2025 and another \$155k in 2026

FOR 2023 BUDGET:					2022 Actuals				
Jan 1 FUND Balance \$ 5,233,654					PY Begin Balance	\$	4,664,502		
PY Inside CAP Appropriation (ICA)					Anticipated in 2022 Budget	\$	(1,870,000)		
\$ 17,142,666					Excess Misc Revenue	\$	909,967		
Minimum Balance Per Policy					MRNA	\$	71,443		
Can Use Between...					Excess CY Taxes	\$	348,115	% of RUT	RUT
max 20 % of PY ICA \$ 3,428,533					Results of Operations	\$	7,877	75%	\$ 465,000
min 15% of PY ICA \$ 2,571,400					Lapse 2021 Reserve	\$	1,101,751	% of 1/1	PY 1/1 Rsrv
PROPOSED FOR 2023 BUDGET \$ 1,940,000.0					PY Ending Balance	\$	5,233,654	50%	\$ 2,198,648
Compliant YES					Change in Balance \$ 569,152				

FOR 2024 BUDGET:					2023 Outlook				
Jan 1 FUND Balance \$ 4,898,774					CY Begin Balance	\$	5,233,654		
PY Inside CAP Appropriation (ICA)					Anticipated in 2022 Budget	\$	(1,940,000)		
\$ 18,113,791					Excess Misc Revenue	\$	230,000		
Minimum Balance Per Policy					MRNA	\$	75,000	3/yr avg	
Can Use Between...					Excess CY Taxes	\$	355,601	RUT	\$ 475,000
max 20 % of PY ICA \$ 3,622,758					Results of Operations	\$	-		
min 15% of PY ICA \$ 2,717,069					Lapse 2022 Reserve	\$	944,518.03	CY 1/1 Rsrv	\$ 1,884,875
PROJECTED FOR 2024 BUDGET \$ 1,940,000					CY Ending Balance	\$	4,898,774		
Compliant yes					Change in Balance \$ (334,880)				
Variance to 2023 Budget \$ -					2024 Outlook				
FOR 2025 BUDGET:					FY Begin Balance	\$	4,898,774		
Jan 1 FUND Balance \$ 4,571,379					Anticipated in 2024 Budget	\$	(1,940,000)		
PY Inside CAP Appropriation (ICA)					Excess Misc Revenue	\$	230,000		
\$ 18,566,635					MRNA	\$	75,000	3/yr avg	
Minimum Balance Per Policy					Excess CY Taxes	\$	363,088	RUT	\$ 485,000
Can Use Between...					Results of Operations	\$	-		
max 20 % of PY ICA \$ 3,713,327					Lapse 2023 Reserve	\$	944,518.03		
min 15% of PY ICA \$ 2,784,995					PY Ending Balance	\$	4,571,379		
PROJECTED FOR 2025 BUDGET \$ 1,940,000					Change in Balance \$ (327,394)				
Compliant NO									
Variance to 2024 Budget \$ -									
\$ (153,616)									

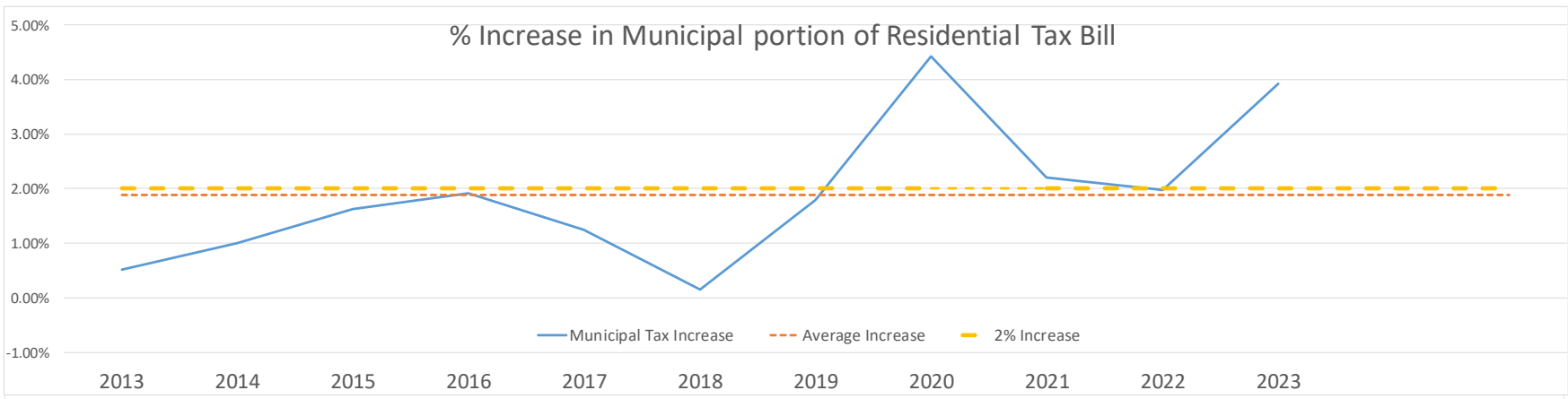
2023 STATUTORY CAP COMPLIANCE

	Maximum Amount to be Raised Allowable	Current Year Proposed Tax Levy	Higher / (Lower) than Allowed by CAP LAW	Available CAP BANK	CAP BANK Utilization
2% Levy CAP Status	\$ 17,022,620	\$ 16,475,000	\$ (547,620)	\$ 640,810	\$ 93,190

	Maximum Amount Allowable	Current Year Proposed Appropriations	Higher / (Lower) than Allowed by CAP LAW	Available CAP BANK	CAP BANK Utilization
3.5% Appropriations CAP Status	\$ 18,176,403	\$ 18,113,791	\$ (62,613)	\$ 392,344	\$ 329,731

	\$\$\$ Increase	% Increase
NET Impact to Avg Homeowner (excl. Library)	\$ 113.51	3.92%

	2024	2025	2026	2027
Future Year Budget Increase Projections	2.38%	2.92%	2.95%	2.64%



Municipal Levy's are subject to the State's Levy Cap Laws. The Levy Cap is based upon the prior year Levy plus a 2% increase. The Law allows for exceptions for increases in Debt, Capital, Pension, Insurance and Shared Services. The municipality is also allowed to "bank" unused Levy Cap dollars for 3 years for use in future budgets.

The 2022 Budget IS compliant to the Levy Cap Law.

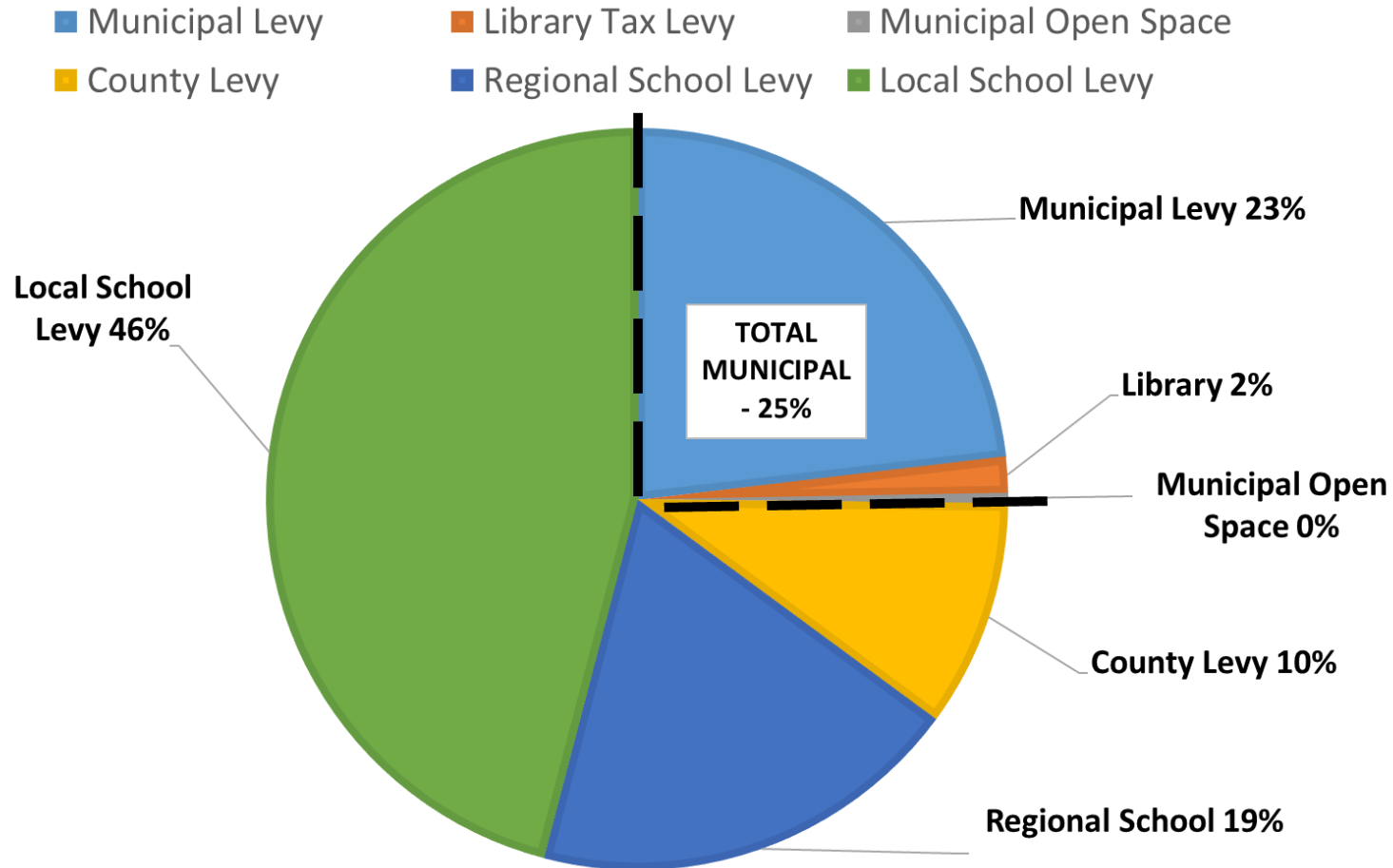
The budget is also subject to the State's Appropriations CAP law. About 75% of the Budget Appropriations are subject to the Cap. Items not subject to the CAP include LOSAP, Library funding, Stormwater Management expenses, Grants, Capital funding and Debt service. The Cap is based upon the prior years Inside CAP budget plus a 3.5% Cost of Living Adjustment plus New Construction. Unused Appropriations Cap can be "banked" for 2 years.

The 2022 Budget IS Compliant to the Appropriations Cap Law.

Municipal
Tax Increase

2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
0.52%	1.01%	1.63%	1.91%	1.24%	0.15%	1.80%	4.43%	2.21%	1.97%	3.92%

2023 TAX LEVY DISTRIBUTION



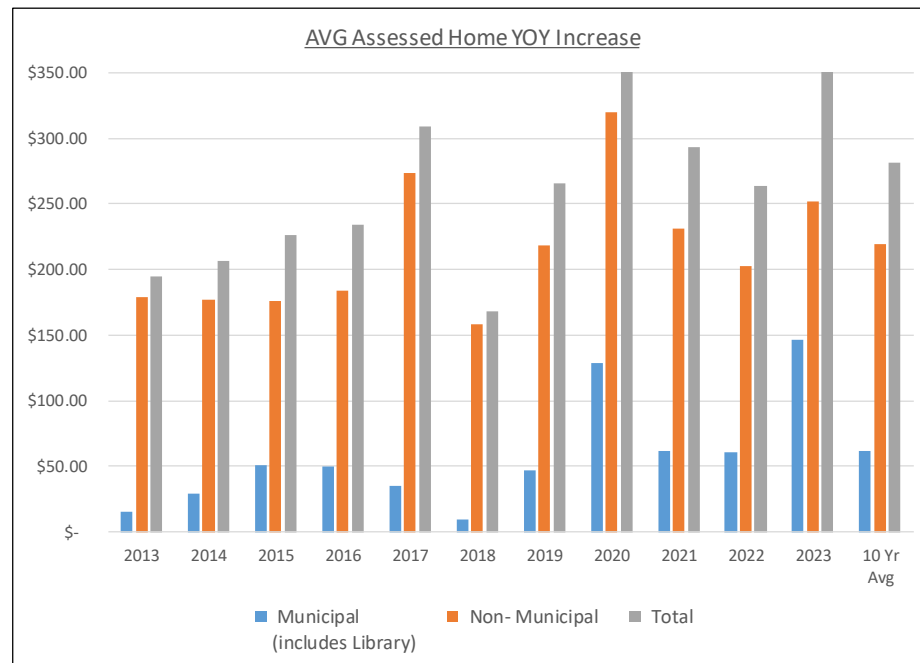
The Municipality generates just 25% of the total tax bill.

2023 BUDGET IMPACT ON AVERAGED ASSESSED RESIDENTIAL PROPERTY

	2023	2022	Incr/(Decr)	
Amount to be Raised - Municipal Tax Levy	\$ 16,475,000	\$ 15,720,531	\$ 754,469	4.80%
Amount to be Raised - Library Tax Levy	\$ 1,116,722	\$ 920,718	\$ 196,004	21.29%
Net Valuations Taxable	\$ 3,027,548,143	\$ 2,917,123,943	\$ 110,424,200	3.79%
Tax Points - Municipal Tax Levy	0.545	0.538	0.007	
Tax Points - Library Tax Levy	0.037	0.032	0.005	
Average Assessment	\$ 551,914.03	\$ 537,995.63	\$ 13,918.39	2.59%
Estimated Taxes - Municipal Tax Levy	\$ 3,007.93	\$ 2,894.42	\$ 113.51	3.92%
Estimated Taxes - Library Tax Levy	\$ 203.58	\$ 171.08	\$ 32.50	

Budget Year	Municipal (includes Library)	Non- Municipal	Total
2013	\$ 15.72	\$ 178.84	\$ 194.56
2014	\$ 29.36	\$ 176.95	\$ 206.31
2015	\$ 50.85	\$ 175.64	\$ 226.48
2016	\$ 50.23	\$ 183.94	\$ 234.17
2017	\$ 35.52	\$ 273.34	\$ 308.86
2018	\$ 9.12	\$ 158.55	\$ 167.67
2019	\$ 47.29	\$ 218.66	\$ 265.95
2020	\$ 128.85	\$ 319.67	\$ 448.52
2021	\$ 61.66	\$ 231.69	\$ 293.35
2022	\$ 61.09	\$ 202.97	\$ 264.05
2023	\$ 146.01	\$ 251.44	\$ 397.45
10 Yr Avg	\$ 62.00	\$ 219.28	\$ 281.28

2023 Non-Municipal ESTIMATED



The appropriation and non-tax revenue changes as presented in the previous pages would result in an increase to the municipal portion of the tax bill for the average assessed home of \$113.51 or a 3.92% increase over 2022.

Taken together with the separate Library Tax, the increase would be \$146.01 on average for our residents.

The School & County Tax Levy impacts are estimated here.

WATER UTILITY 2023 APPROPRIATIONS

2023 Budget is down 7% vs 2022

\$500k decrease in Capital Outlay

\$259k Increase in Utilities, Insurance and OE (PFOA) with each budget line item seeing a 30% plus YOY increase.

Water Rates were increased at the end of 2022 by 4% in anticipation of these increases.

	2023 Proposed Budget	2022 Budget (Amended)	\$ Change	% Change
Water - Salaries and Wages	772,200.20	742,500.00	29,700	4.0%
Water - O.E. (Incr. for PFOA's)	415,000.00	316,000.00	99,000	31.3%
Water - Utilities	357,000.00	272,000.00	85,000	31.3%
Water - Insurance	232,100.00	172,000.00	60,100	34.9%
Water - Capital	580,181.04	707,896.74	(127,716)	-18.0%
Water - Capital Outlay	100,000.00	100,000.00	-	
Water - Capital Outlay PY Ord.		377,363.00	(377,363)	
Water - PFOA			-	
Water - Debt Service	163,518.76	167,231.26	(3,713)	-2.2%
Water - Deferred Charges, Deficit			-	
Water - PERS, Soc. Sec.	160,000.00	135,000.00	25,000	18.5%
TOTAL	2,780,000.00	2,989,991.00	(209,991)	-7.0%

2023 ANTICIPATED WATER REVENUES

	2023 Proposed Budget	2022 Budget (Amended)	\$ Change	% Change	Realized	Realized vs PY Budget
Water - Operating Surplus	435,000.00	556,602.72	(121,603)	-21.8%	556,603	-
Water - Rsrv for Rate Stabilization	200,000.00	150,000.00	50,000		150,000	
Water - Capital Surplus		64,158.09	(64,158)		64,158	
Water - Capital Rsrv for Debt Svc		164,230.19	(164,230)		164,230	
Water - Rents	2,140,000.00	2,050,000.00	90,000	4.4%	2,280,622	230,622
Water - Misc.	5,000.00	5,000.00	-	0.0%	47,133	42,133
TOTAL	2,780,000.00	2,989,991.00	(209,991)	-7.0%	3,262,747	272,756

2023 anticipated Revenues are down 7% vs 2022

\$300k decrease in use of reserves

Water Rates were increased at the end of 2022 by 4%. Anticipated Rents are budgeted at 4.4% higher for 2023

SEWER UTILITY 2023 APPROPRIATIONS

2023 Budget is up 17.9% vs 2022

Capital, Debt & Utilities account for the majority of the YOY increases to Line Item Budgets

Targeting a transition to NBCUA mid-year resulting in a decrease to Sewer- O.E.

In year 4 of 5 for the ACO.

	2023 Proposed Budget	2022 Budget (Amended)	\$ Change	% Change
Sewer - Salaries and Wages	0.00	0.00	-	
Sewer - O.E.	308,178.00	358,178.00	(50,000)	-14.0%
Sewer - Utilities	65,000.00	45,000.00	20,000	44.4%
Sewer - Insurance	7,000.00	6,100.00	900	14.8%
Sewer - Capital	1,907.10	16,231.53	(14,324)	-88.3%
Sewer - Capital FUND PY ORD	59,641.00		59,641	
Sewer - Debt Service	54,051.90	24,668.47	29,383	119.1%
Sewer - NBCUA Charges	50,000.00	0.00	50,000	
Sewer - ACO	84,222.00	84,222.00	-	0.0%
TOTAL	630,000.00	534,400.00	95,600	17.9%

2023 ANTICIPATED SEWER REVENUES

	2023 Proposed Budget	2022 Budget (Amended)	\$ Change	% Change	Realized	Realized vs PY Budget
Sewer - Operating Surplus	101,778.00	37,000.00	64,778	175.1%	37,000	-
Sewer - Rents	415,000.00	413,178.00	1,822	0.4%	416,973	3,795
Sewer - Misc. ACO	84,222.00	84,222.00	-		84,222	-
Sewer - Reserve for Debt Svc	29,000.00	0.00	29,000		-	-
TOTAL	630,000.00	534,400.00	95,600	17.9%	538,195	3,795

2023 anticipated Revenues are up 17.9% or \$95.6k vs 2022

\$95.6k increase is from anticipated Surplus and Reserves

NO change to Sewer Rates for 2023

SUMMARY

Certain assumptions regarding appropriations and operations had to be made based on available data. It is possible that circumstances and funding needs in some areas will change by budget adoption. Explanations for individual increases and decreases in both spending and revenue will be provided.

We would like to take this opportunity to express our gratitude towards our Department Heads and volunteers for their work on developing their budget requests and presenting budget plans that were again reasonable and cost conscious.

We are sure you will have questions and comments on this budget proposal and we look forward to working closely with the Finance Committee and with all of you to craft a final budget plan that best serves the needs of the public and reflects the Council's priorities.

The background features a white central area surrounded by green geometric shapes. On the left, a solid green triangle points towards the center. On the right, a series of overlapping, semi-transparent green triangles of varying shades create a dynamic, layered effect. Several thin, black, irregular lines are scattered across the white space, some forming open polygons and others as single strokes.

THANK YOU