

**Township of Teaneck
Proposed
2011
Municipal Budget**

Proposed 2011 Municipal Budget

Budget Preparation Process

1. Auditor's Revenue and tax levy cap projections
2. Department Head Requests
3. Manager /CFO Review
4. Manager/CFO/Department Head Public Hearings
5. Public Input at Council Meeting

Proposed 2011 Municipal Budget

Budget Preparation Process

6. Manager/CFO final review
7. Manager's presentation of proposed budget to Council
8. Council review and public hearings
9. Auditor's review and recommendations
10. Council introduction of budget by Statutory Date of March 10, 2011
11. Hearing and adoption of budget

Assumptions

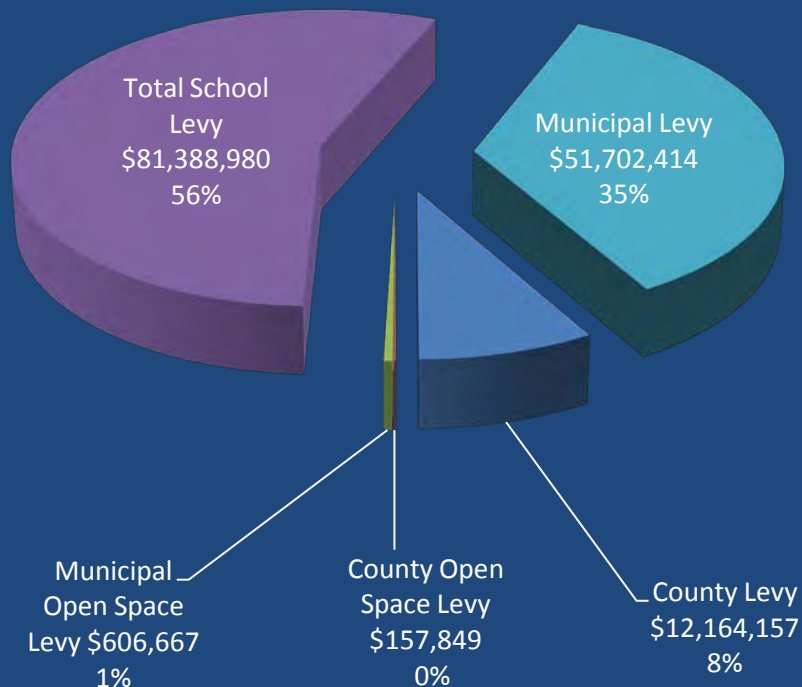
2011 Budget is dependent upon:

- Fund balance (surplus) for 2011
- 2010 Municipal Revenues' Analysis and 2011 Anticipations
- State Aid allocations for 2011
- Receipt of Tax Levy Cap workbook
- Receipt of Municipal Information Sheet
- BCUA Sewer Increase (5%)
- Deferral of terminal leave payments

2010 Tax Breakdown

Tax Breakdown

**Total Property Taxes:
\$146,020,067**



- Proposed budget refers to municipal portion of taxes only.
- All taxes collected by the municipality for the taxing entity.
- Taxes forwarded to taxing entity biweekly/quarterly.

Proposed 2011 Municipal Budget

Projected Increase:

Average home assessed at \$465,300

Increase in Taxes

Per year: \$111

Per month: \$9.25

Per Week: \$2.13

Per Day: \$.30

or

2.9%

No Tax Levy Cap Issue

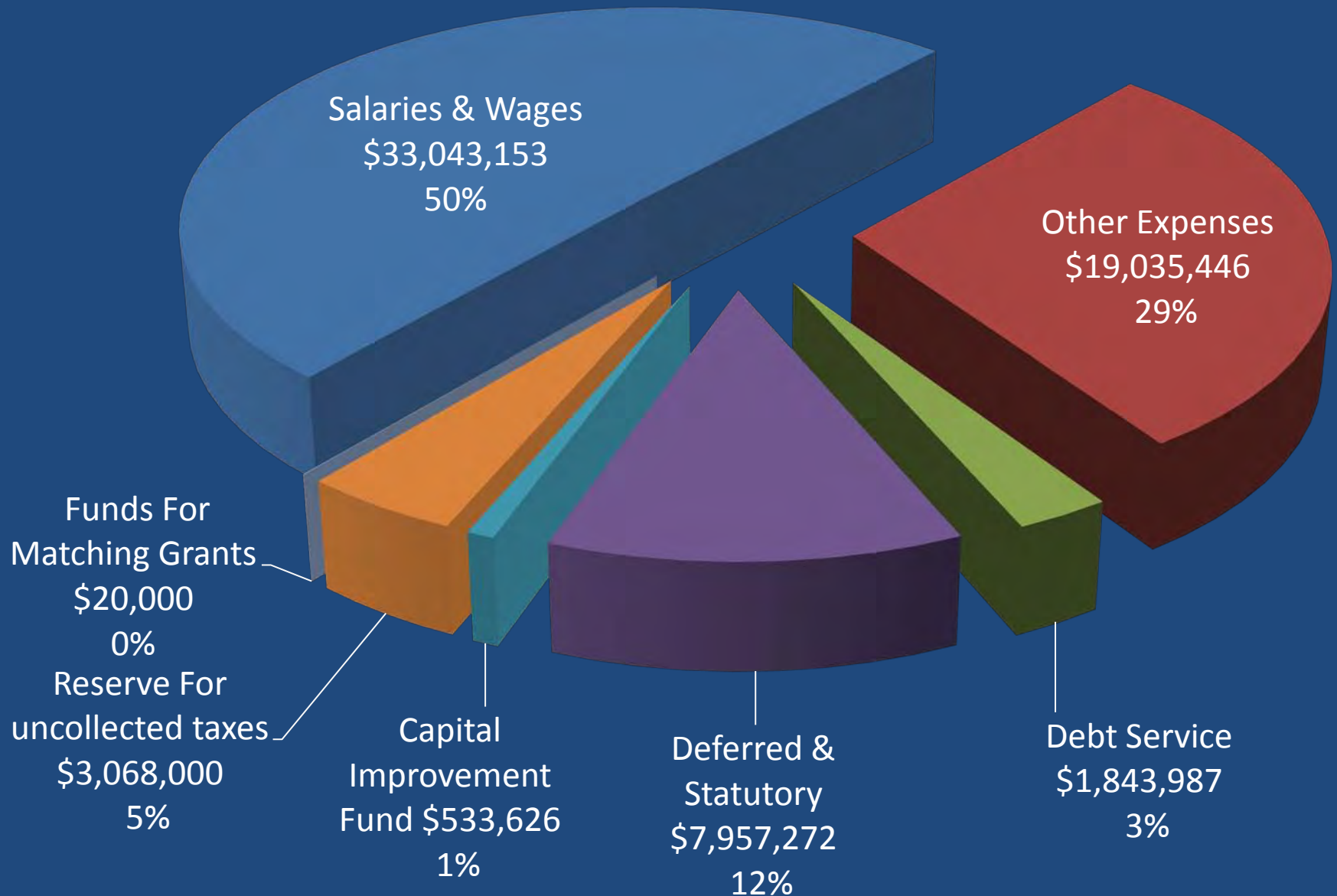
\$ or % over/under cap

Budget or appropriations increase 2.77% or \$1,767,475

2011 Proposed Budget

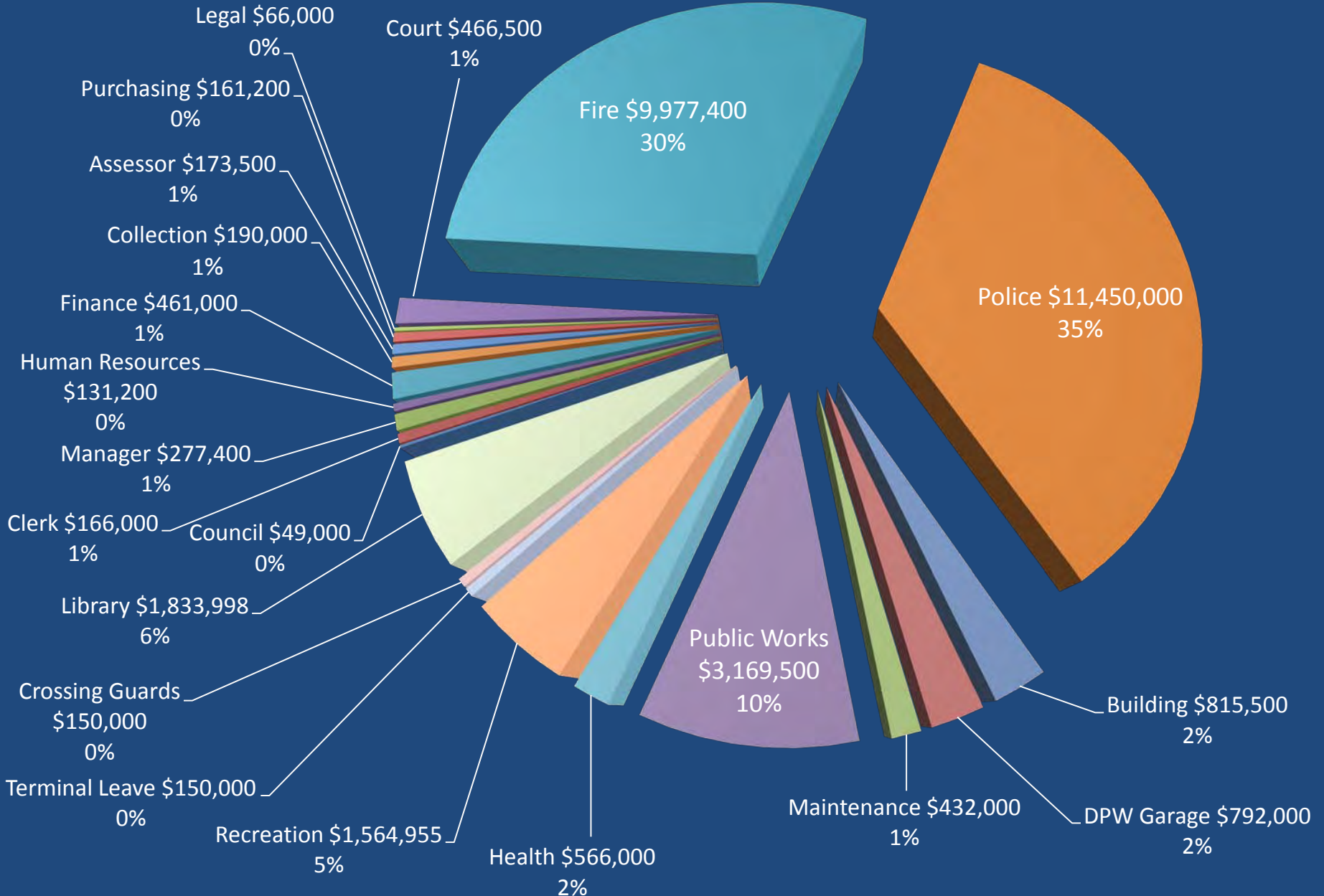
(7) Budget Appropriation Categories

Total: \$65,501,484

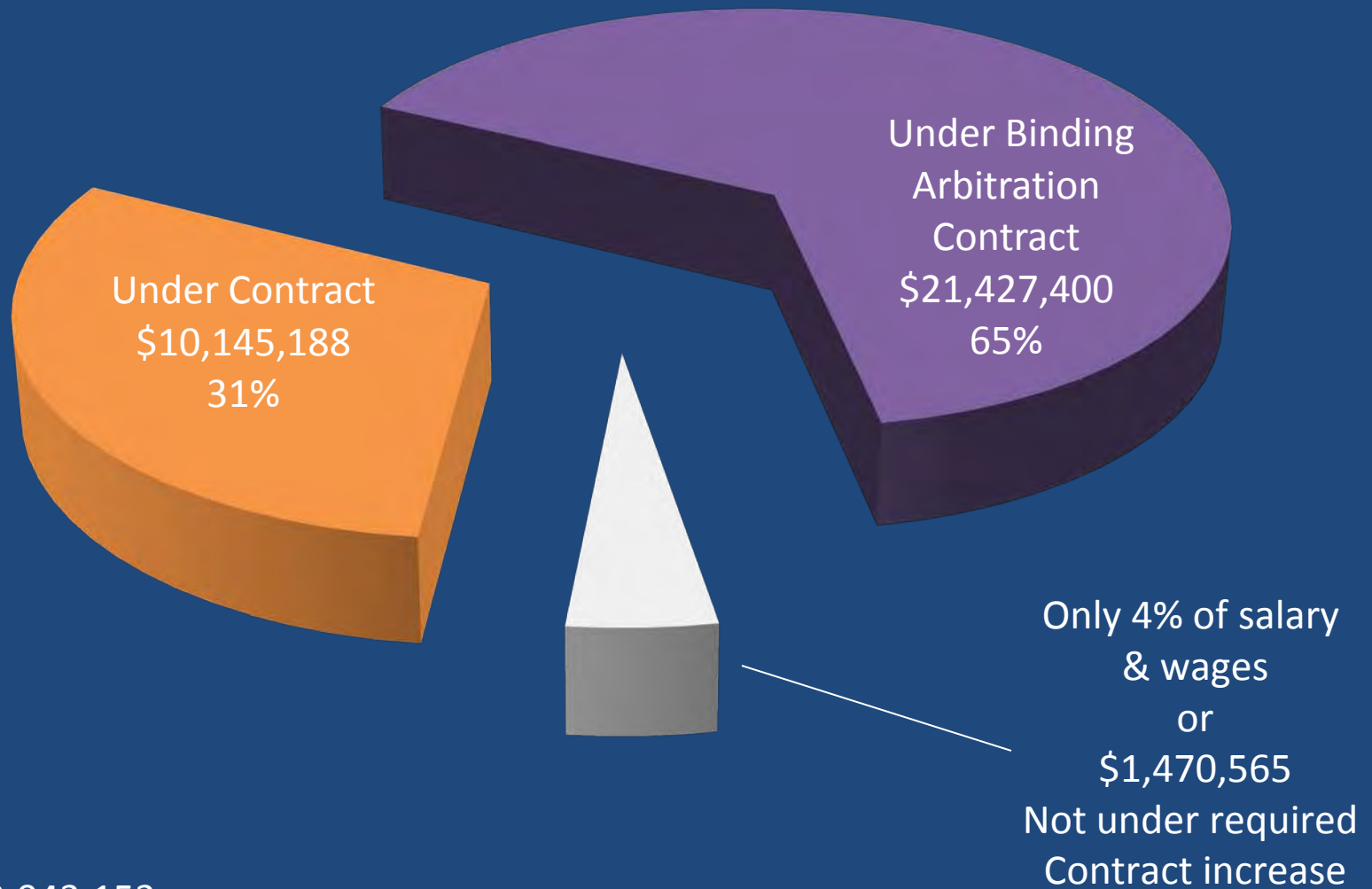


Proposed Salaries & Wages

Total: \$33,043,153



Salary & Wage Increases Required by Contract



Total: \$33,043,153

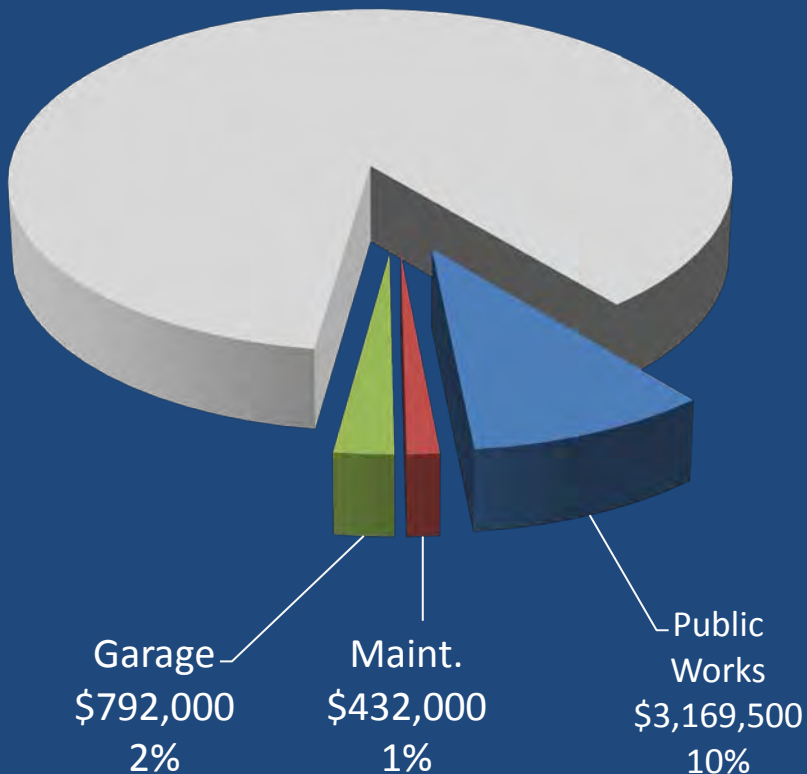
Salaries and Wages

Summary and Recommendations

Department of Public Works (DPW)

2011 Recommendations

- DPW is still down approximately 14 employees
- Maintain current staffing



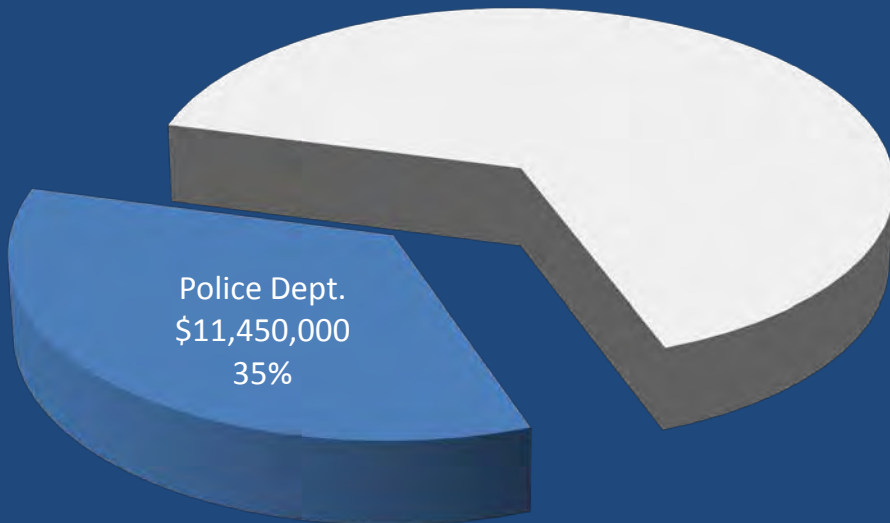
Total: \$4,393,500

Salaries and Wages

Summary and Recommendations

Police

2011 Recommendations



- Authorized strength via ord. (115) uniformed officers
- Maintain strength at 96 sworn officers
- Current staffing level is 86 officers
- Funding for 9 vacancies due to retirements in 2010 is included in 2011 budget

Salaries and Wages Summary and Recommendations

Fire

2011 Recommendations

- Maintain Fire Department at 93 uniformed Fire Fighters



A 3D pie chart with a blue slice representing 30% of the total. The slice is exploded from the rest of the chart. The text 'Fire Dept. \$9,977,400 30%' is written on the blue slice. The rest of the chart is white.

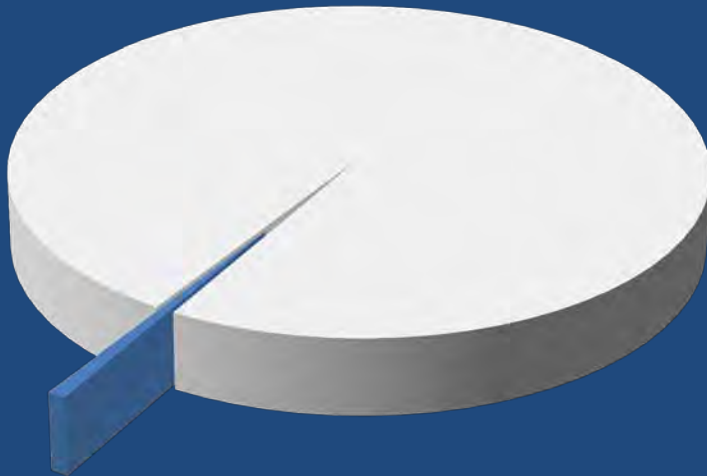
| Category | Amount | Percentage |
|------------|-------------|------------|
| Fire Dept. | \$9,977,400 | 30% |

Salaries and Wages Summary and Recommendations

Manager's Office

2011 Recommendations

- Not funding Deputy Manager position until 2012



Manager
\$277,400
1%

Salaries and Wages Summary and Recommendations

Terminal Leave Trust

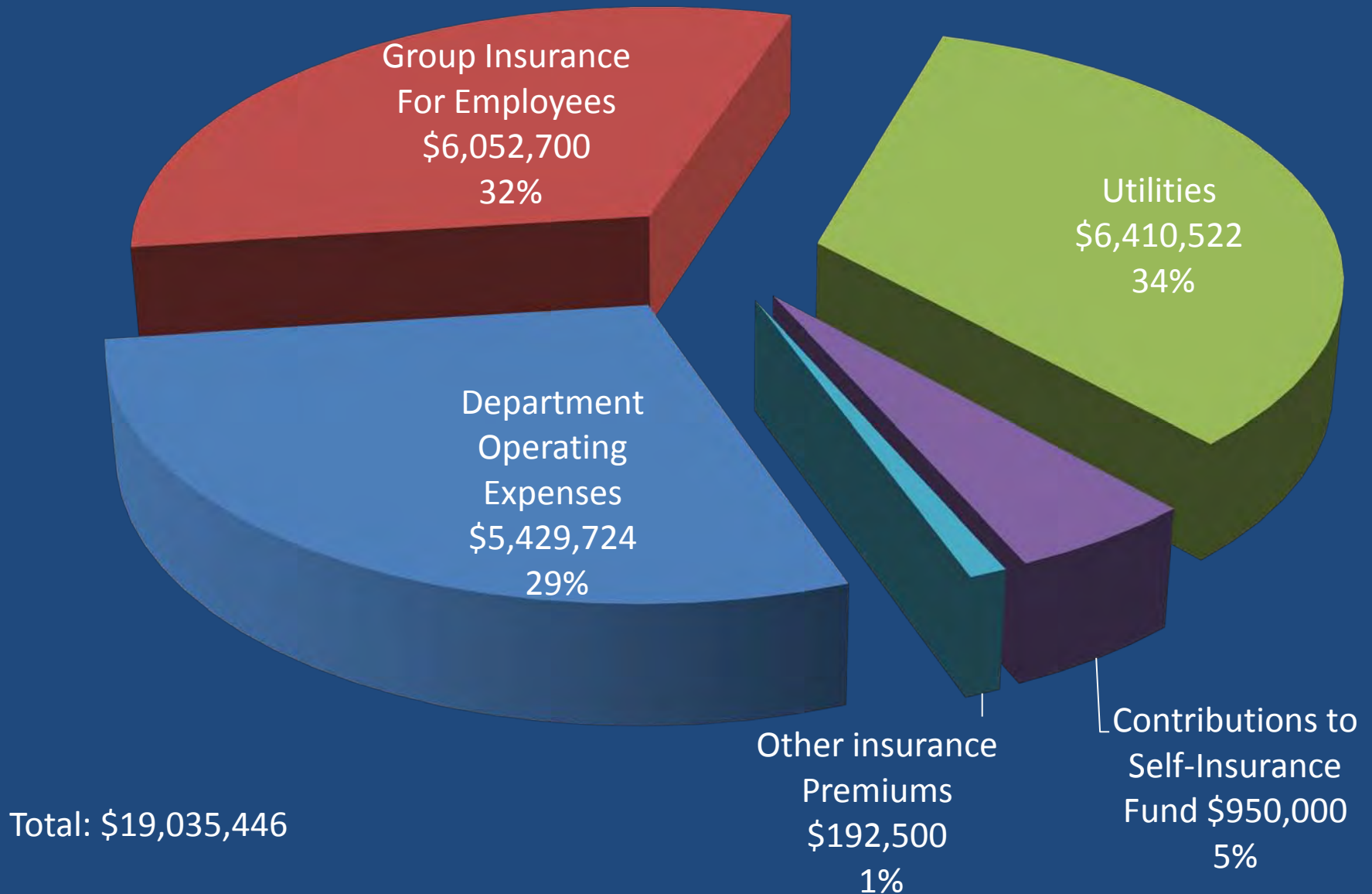
- Funding @ 150k due to past and future retirement obligations

Salaries and Wages Summary and Recommendations

Overtime

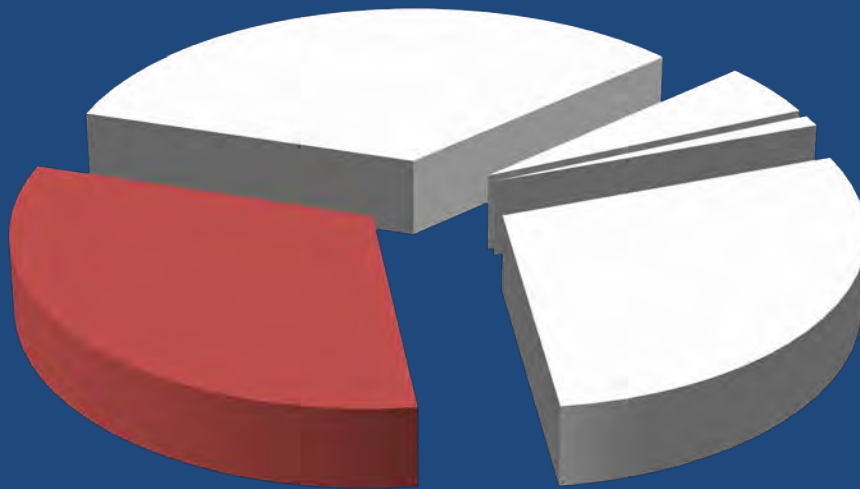
| Dept. | 2011 | 2010 | Change % | Change \$ |
|--------|-----------|-----------|----------|-----------|
| DPW | \$320,000 | \$320,000 | 0% | \$0 |
| Fire | \$300,000 | \$300,000 | 0% | \$0 |
| Police | \$350,000 | \$350,000 | 0% | \$0 |

Other Expenses



Group Insurance For Employees

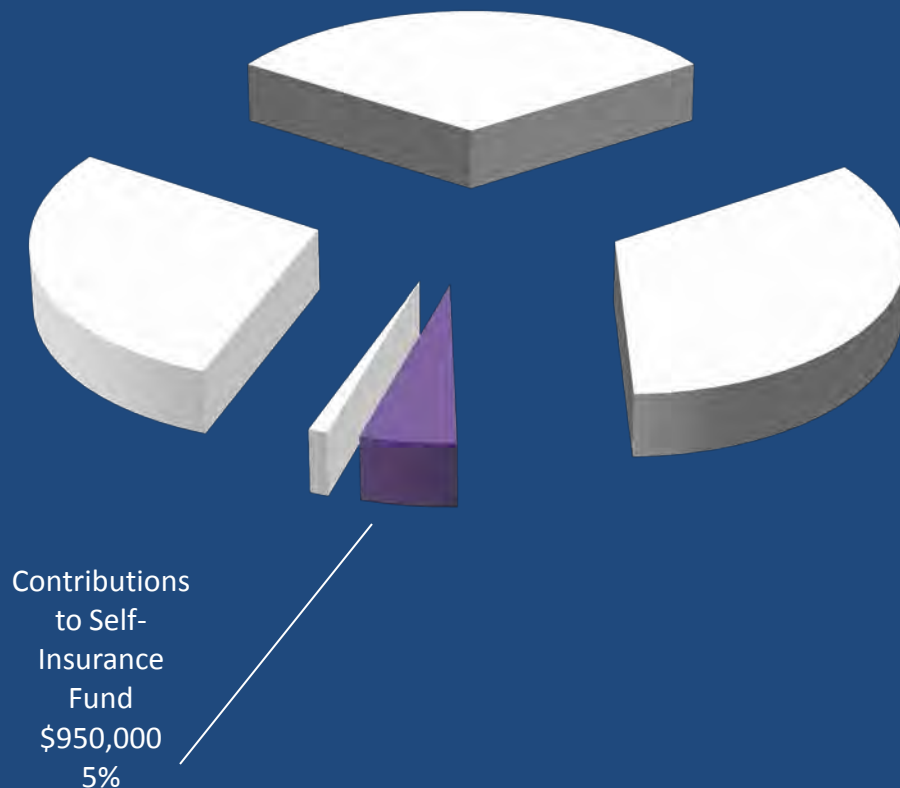
- Increased \$679,100 or 11.22%
- Average state increase of 12%



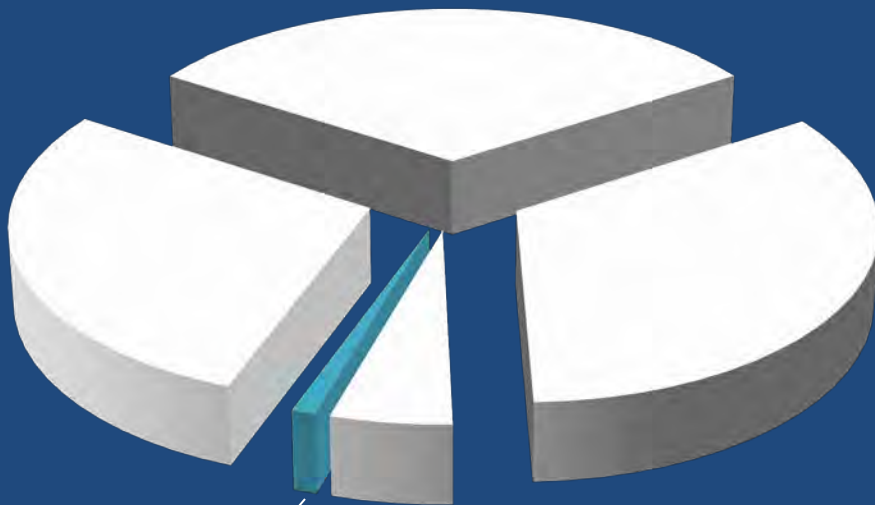
Group
Insurance
For
Employees
\$6,052,700
32%

Contributions to Self-Insurance Fund

- Down 24 % or \$300,000 from 2010



Other Insurance Premiums

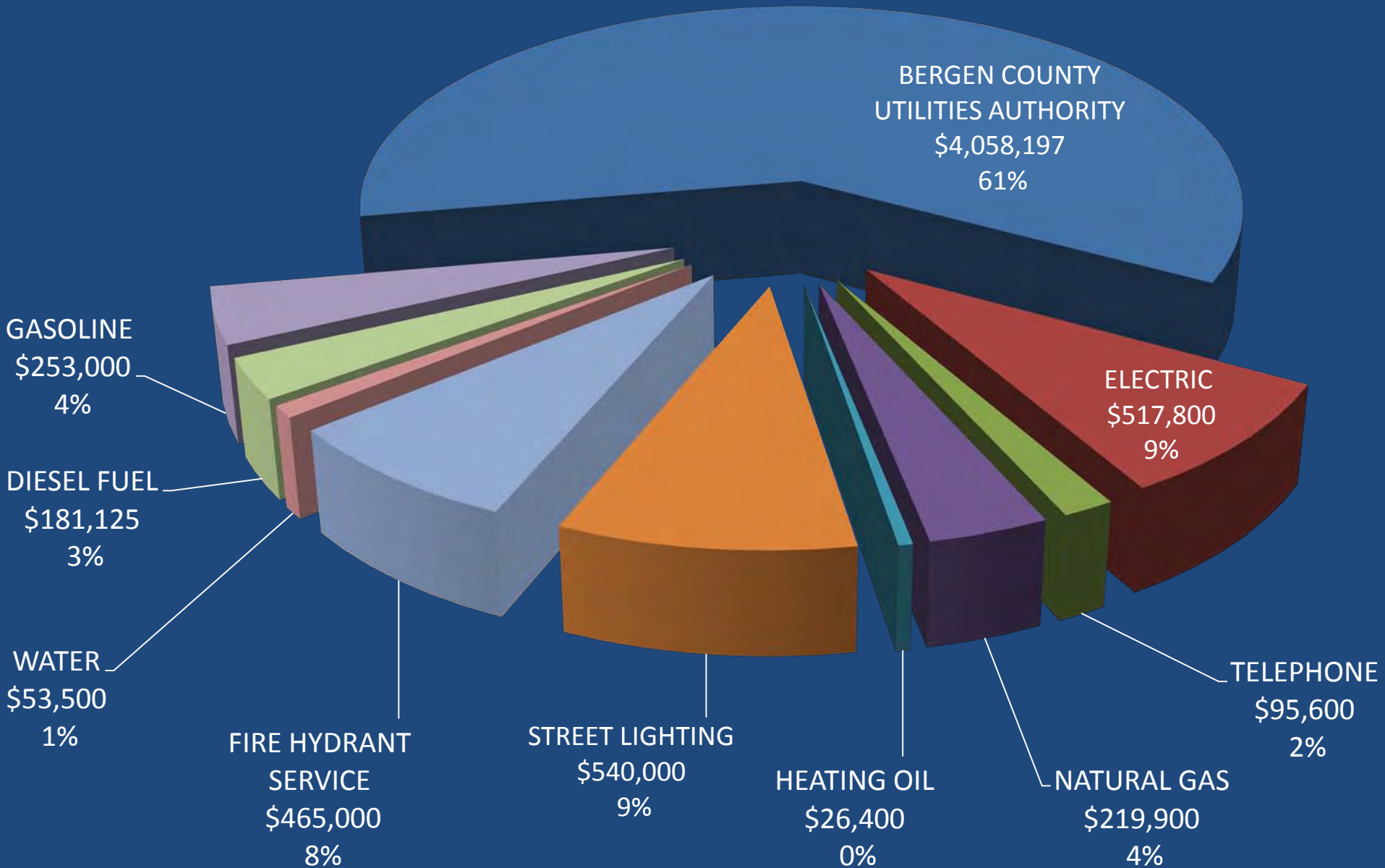


Other
Insurance
Premiums
\$192,500
1%

- Auto Liability and collision
- Employment Practices
- Public Officials
- Facilities

Utilities

Total: \$6,000,772



Other Expenses Budget Highlights

| Category | 2011 Proposed | 2010 Adopted | \$ Change | % Change |
|-----------------|------------------|-----------------|-----------|----------|
| Town Council | \$43,000 | \$28,000 | \$15,000 | 53.6% |
| PERS | \$1,042,900 | \$813,039 | \$229,051 | 28.2% |
| Annual Audit | \$69,750 | \$56,000 | \$13,750 | 24.6% |
| PFRS | \$5,411,682 | \$4,623,133 | \$788,549 | 17.1% |
| Debt Service | \$1,843,987 | \$1,635,768 | \$208,219 | 12.7% |
| Group Insurance | \$4,058,197 | \$3,864,950 | \$193,247 | 12.6% |
| Police Cars | \$195,600 | \$184,500 | \$11,100 | 6% |

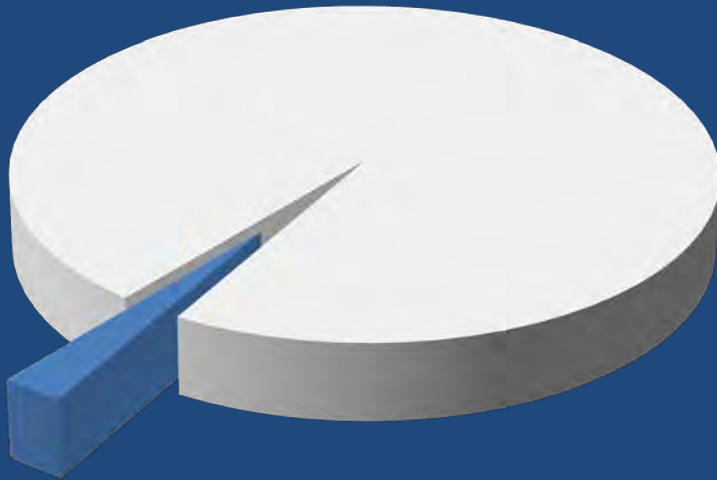
Other Expenses Budget Highlights

| Category | 2011 Proposed | 2010 Adopted | \$ Change | % Change |
|------------------------------|------------------|--------------|------------|----------|
| BCUA | \$4,058,197 | \$3,864,950 | \$193,247 | 5% |
| Police | \$207,223 | \$208,536 | -\$1,313 | -1% |
| Public Works | \$1,703,565 | \$1,803,760 | -\$100,195 | -5.88% |
| DPW Building & Grounds | \$97,800 | \$107,800 | -\$10,000 | -9.3% |
| Clerk | \$63,525 | \$130,075 | -\$66,550 | -51% |

Debt Service

Debt Service

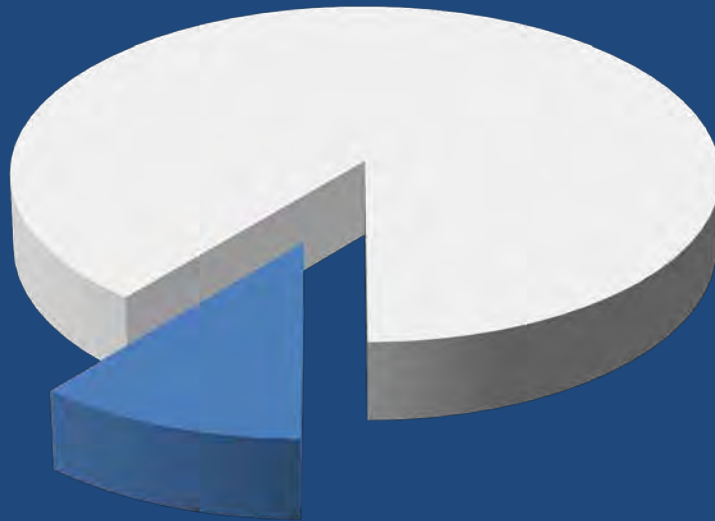
- Note Principal Increased \$161,593
- Note Interest Increased \$132,541
- Bond Principal Increased \$25,000
- Total increase of \$208,218 in Debt Service from 2010



Debt
Service
\$1,843,987
3%

Deferred & Statutory

Deferred & Statutory



Deferred &
Statutory
\$7,957,272
27%

Pensions systems contributions

- PFRS increased \$788,549
- PERS increased \$229,051
- Social Security Increased \$52,300
- Unemployment Increased \$10,000

Capital Improvement Fund

Total Cost of Improvements

9,309,065

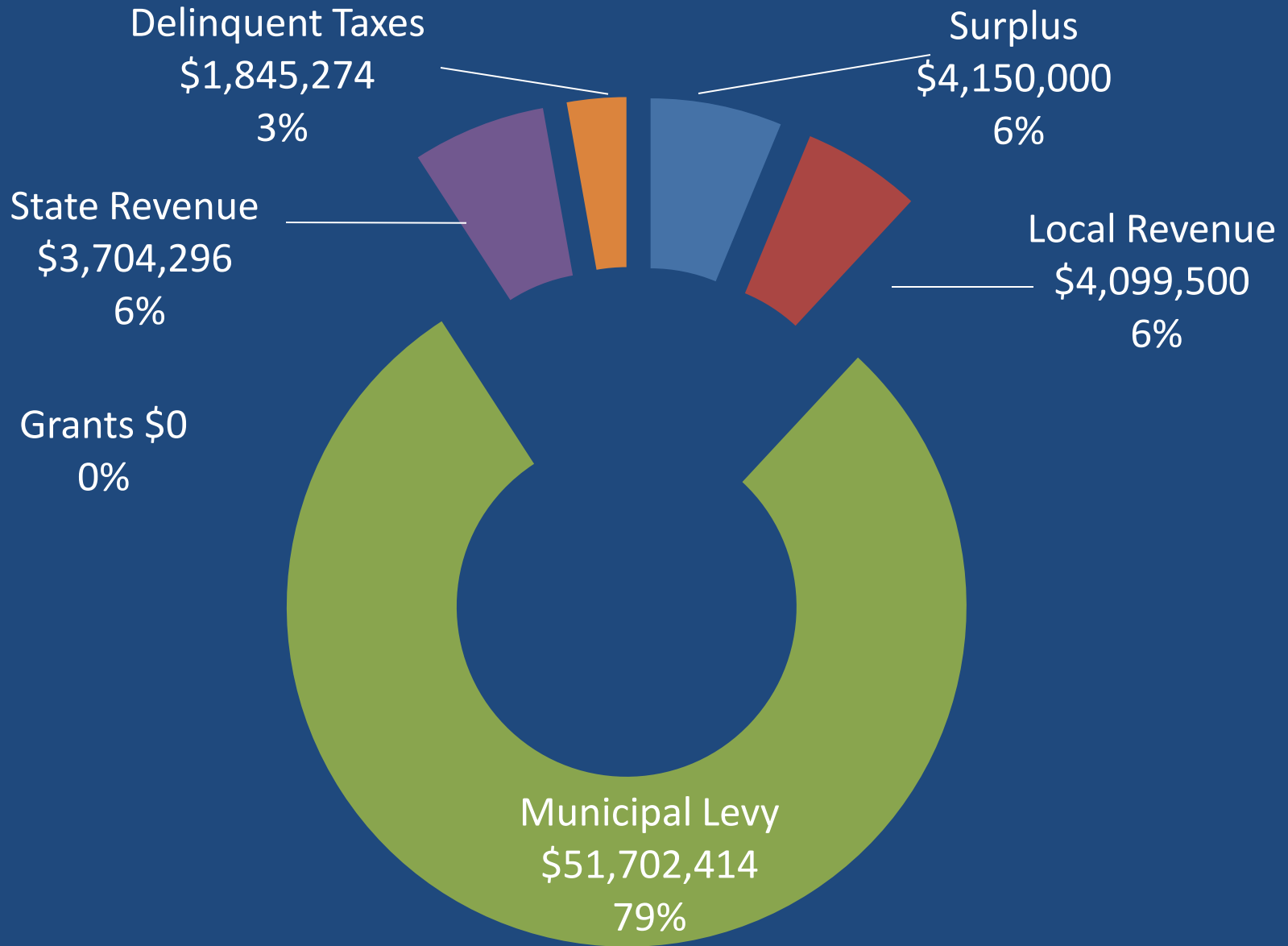
5% Down payment

\$533,626

Reserve for Uncollected taxes

- Reserved amount \$3,068,000
- Based on 2010 tax collection rate (98.1%)
- 2009 collection rate 97.9%

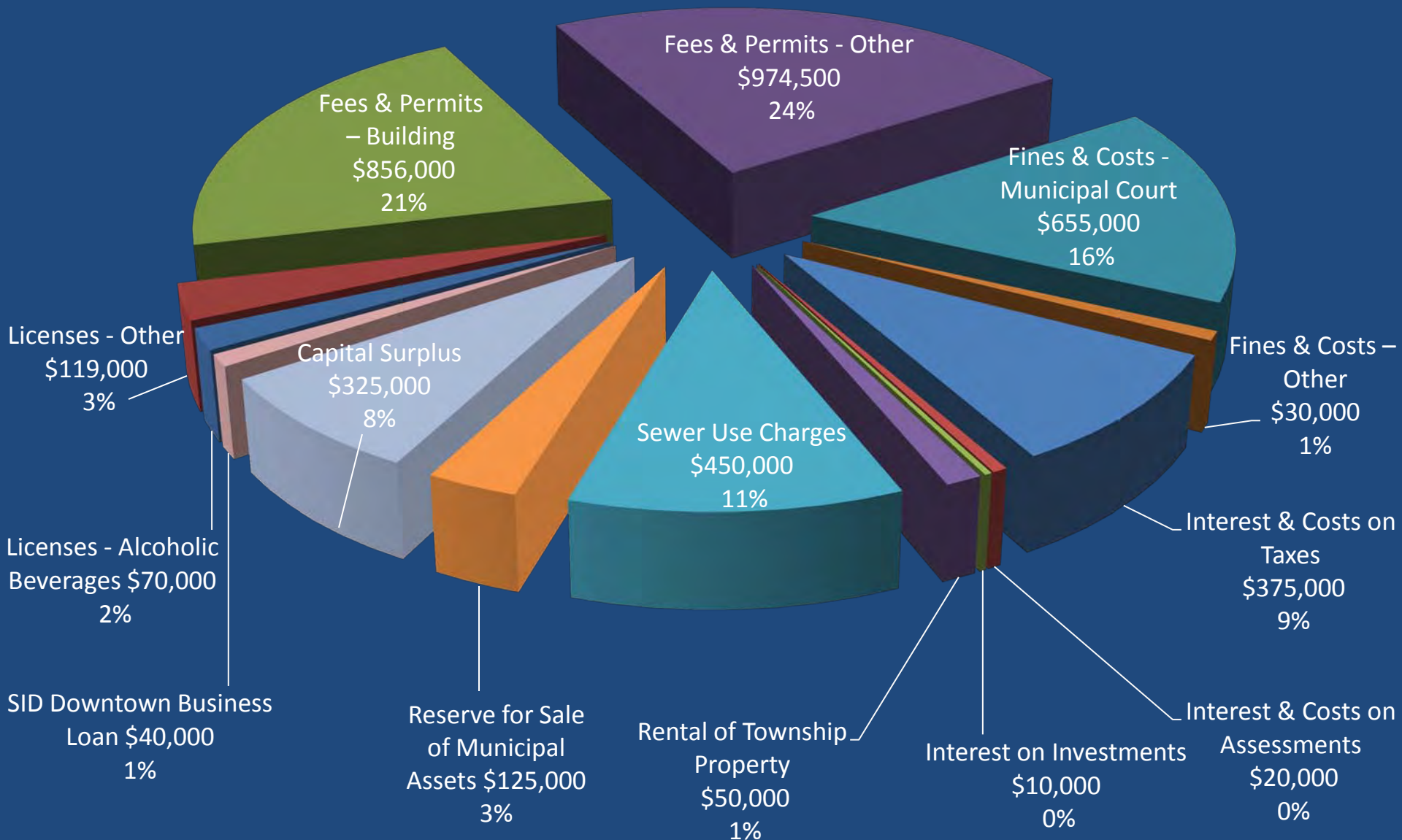
Estimated Revenue



Total: \$65,501,484

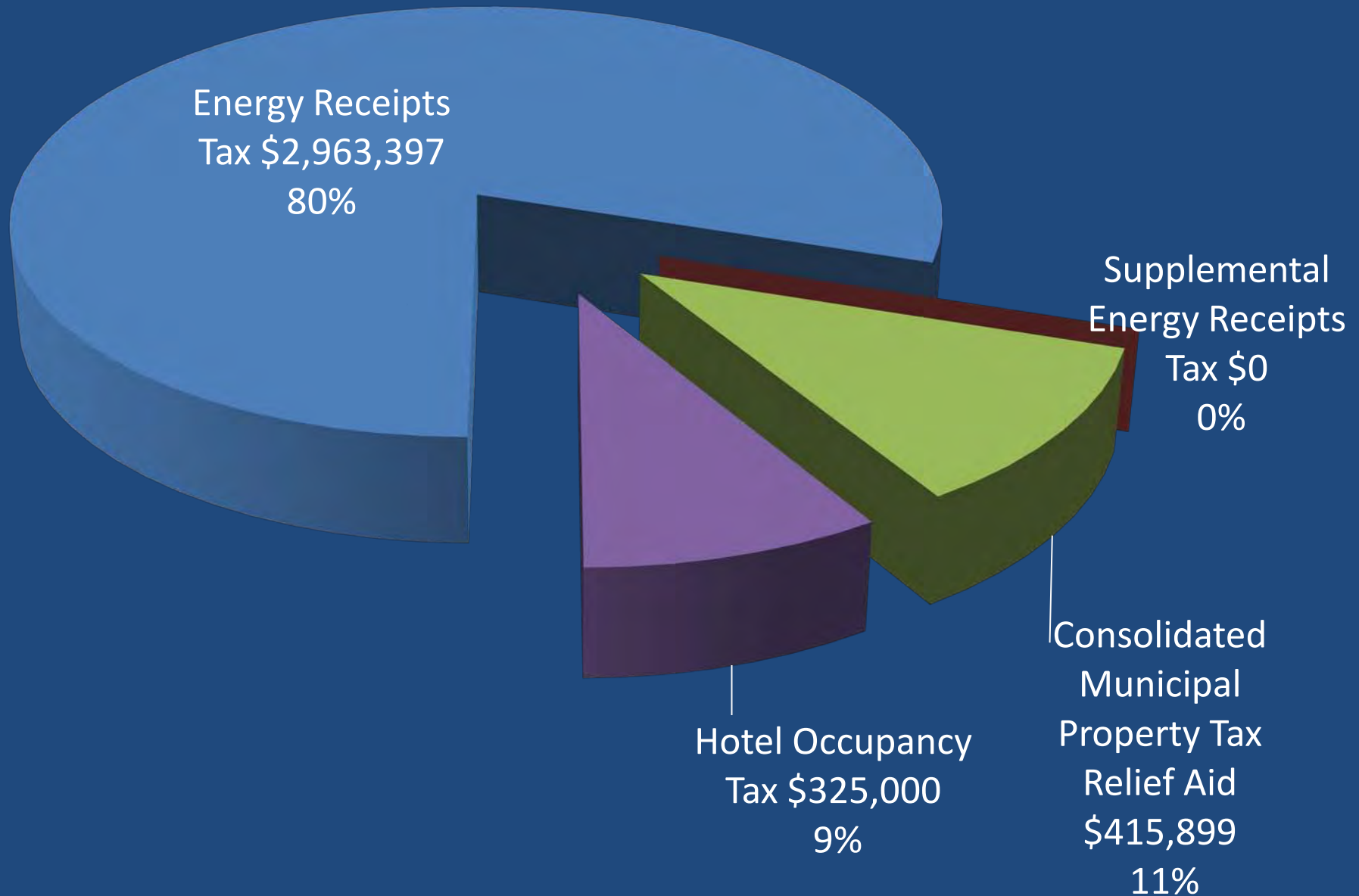
Local Revenue

Total: \$4,099,500



State Revenue

Total: \$3,704,296



Factors impacting budget

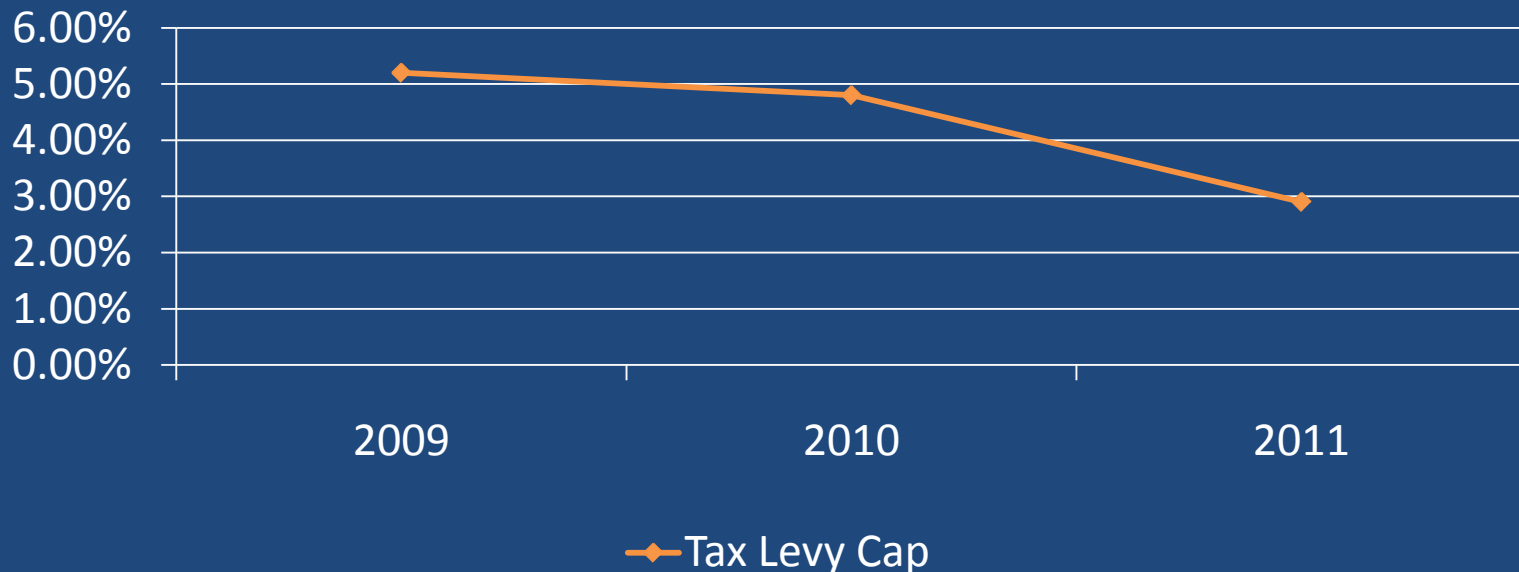
- General state of economy
- Impact of tax appeals
- Interest rates
- Reduced or flat state aid
- Pension increases
- Health insurance increase
- BCUA sewer
- Binding arbitration- Police Contracts

Tax Levy Cap

- 2% cap
- Debt Service Increase: \$208,218
- Pensions Increase: \$1,017,600
- Healthcare Insurance Increase: \$679,100
- Capital Improvement Fund Increase: \$94,601

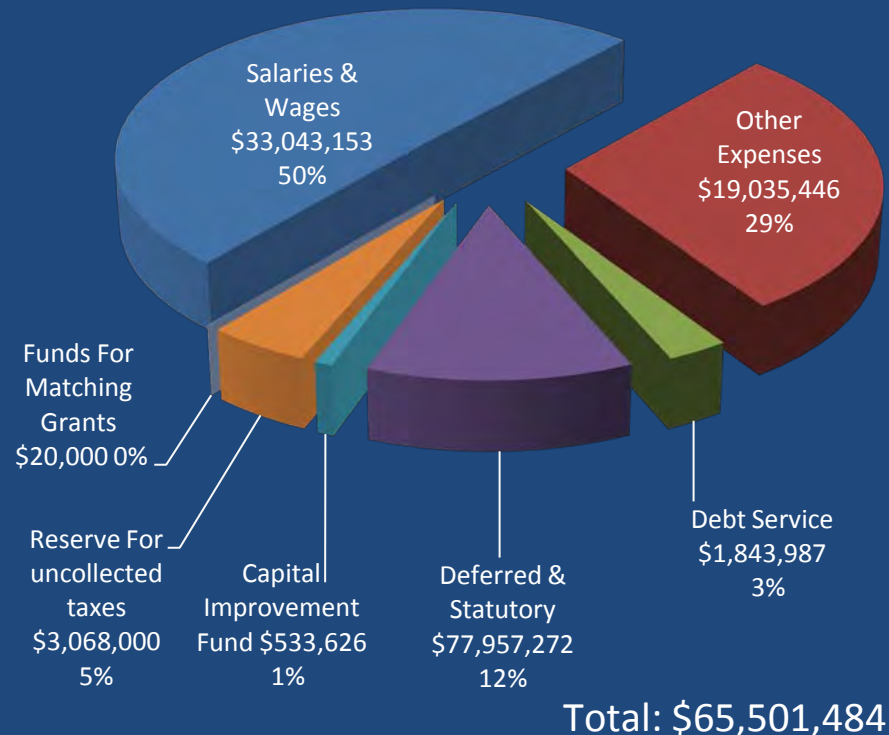
Tax Levy Increase Comparison

- 2009 Tax Levy Increase was 5.2%
- 2010 Tax Levy Increase was 4.8%
- 2011 Tax Levy Increase was 2.9%

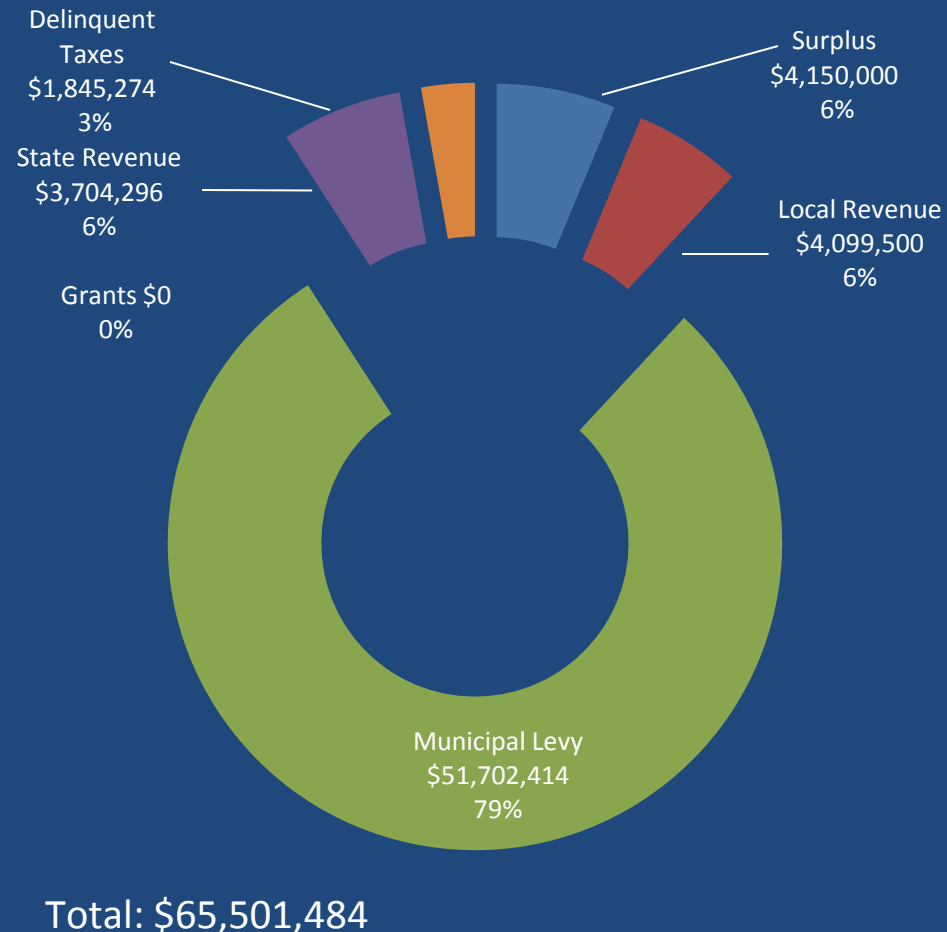


Budget Wrap - UP

Appropriations



Revenue



Initiatives

- Increase revenues (advertising, property sales, parking)
- Shared services (BOE, local towns)
- Cost containment
- Consolidate positions
- Police/Fire/EMS Dispatch
- Capital Improvements (low rates) invest in Teaneck

Thank you!

