

Borough of Peapack & Gladstone

2020 BUDGET AND TAX LEVY

Where do your tax dollars go?

A. Borough

1. Operations
2. Open Space (Recreation)

B. Schools

1. Regional School District

C. County

1. Operations
2. Library
3. Open Space (Recreation)

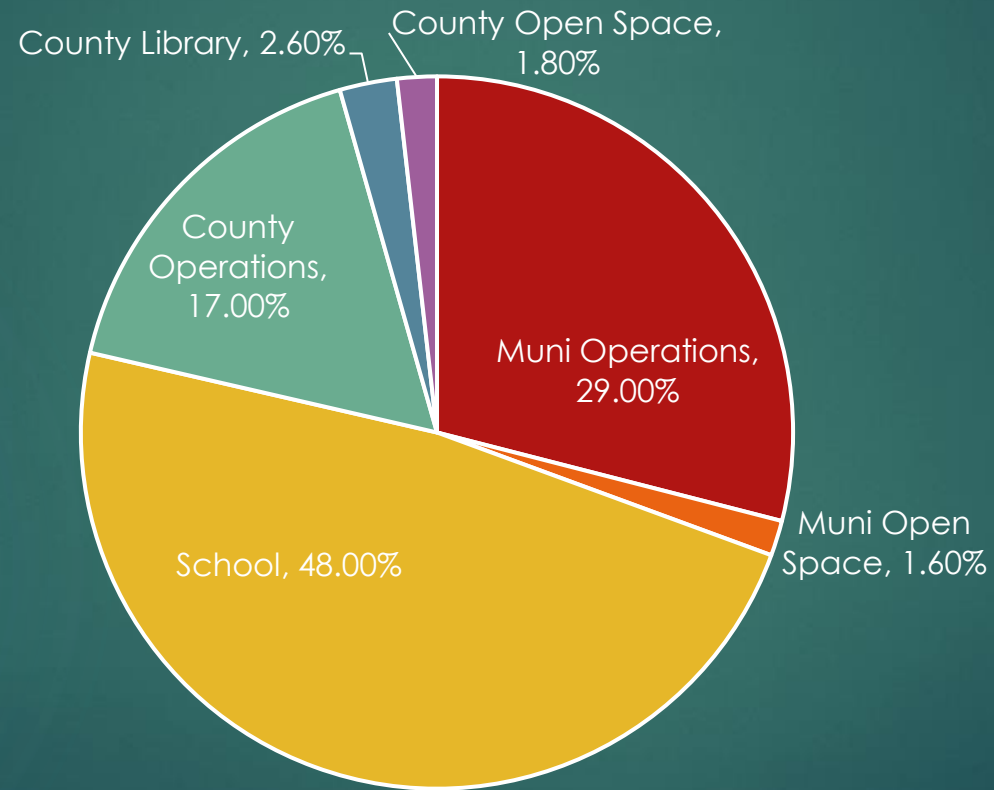
P&G also operates a Sewer Utility, billed separately and funded by user fees.

Where do your tax dollars go in 2020?*

A. Borough	30.6%
1. Operations	29%
2. Open Space (Recreation)	1.6%
B. Schools	48%
1. Regional School District	48%
C. County	21.4%
1. Operations	17%
2. Library	2.6%
3. Open Space (Recreation)	1.8%

*Estimated, but close. School and County tax rates are not final.

Where do your tax dollars go?



2020 Tax Rates and Levies

		<u>Levy (\$)</u>	<u>Rate (per \$100)</u>
A. Borough	30.6%		
1. Operations	29%	\$4,060,692	.551
2. Open Space (Recreation)	1.6%	\$221,201	.030
B. Schools	48%		
1. Regional School District	48%	\$6,708,754	.910
C. County	21.4%		
1. Operations	17%	\$2,432,679	.330
2. Library	2.6%	\$362,635	.049
3. Open Space (Recreation)	1.8%	\$228,575	.031
		Total: \$14,014,536	1.901

P & G Rateables

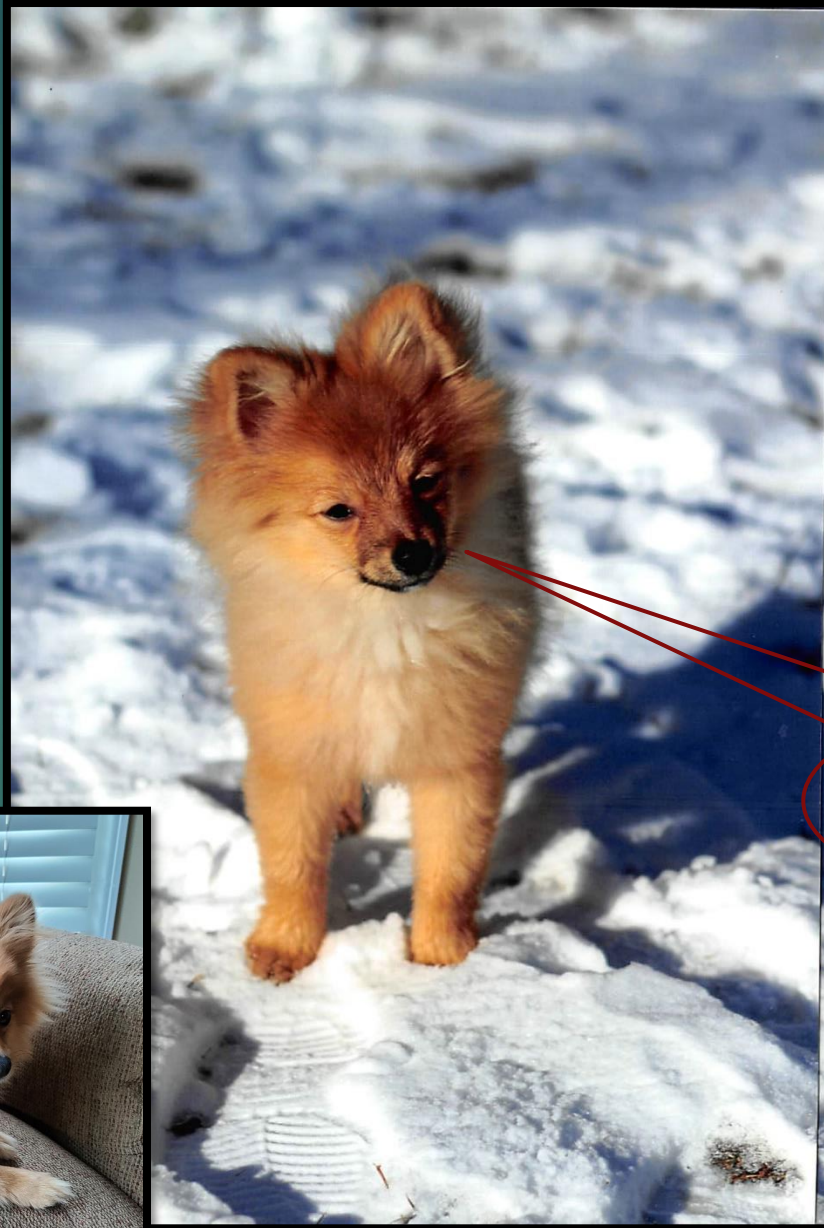
Rateables								
2020					2019			
Property Type	Class	No Properties	Assessment	Average	Class	No Properties	Assessment	Average
Vacant Land	1	33	\$ 8,775,100	\$ 265,912	1	37	\$ 8,993,200	\$ 243,059
Residential	2	748	504,589,900	674,585	2	746	507,084,600	679,738
Farm	3	155	88,318,670	569,798	3	150	89,364,035	595,760
Commercial	4	50	135,653,900	2,713,078	4	51	135,234,900	2,651,665
Totals:		986	\$ 737,337,570			984	\$ 740,676,735	

Tax Rate and the Average Home

- ▶ 2020 P & G total ratable: \$737,337,570.
- ▶ 2020 Average Residential Property: \$674,585.

Comparative Taxes Paid on Average Residential Property

	2020	2019	Difference
Municipal Tax Paid on Avg. Residential Property \$	3,715	\$ 3,752	\$ (37)
Total Tax Paid on Avg. Residential Property \$	12,822	\$ 12,808	\$ 14
Somerset County 2019 Average Bill \$	10,192		
New Jersey 2019 Average Bill \$	8,953		



Now, on to the
Municipal Budget...



The Municipal Budget

- ▶ Total Appropriations (Budgeted Expenses): \$6,452,889

- ▶ How this is paid:

- ▶ 1. Revenues and funding other than taxes

▶ Local Revenue	\$ 92,000
▶ State Aid	\$ 251,059
▶ Construction Fees	\$ 130,000
▶ Grants	\$ 24,637
▶ ABC	\$ 12,500
▶ Other Revenues	\$ 109,000
▶ Interest and Fees	\$ 37,000
▶ Receipts – Uncoll. Taxes	\$ 86,000
▶ From Fund Balance	\$ 1,650,000
▶ Total:	\$ 2,392,197

- ▶ 2. Funds raised through taxation: \$4,060,692

Appropriations...

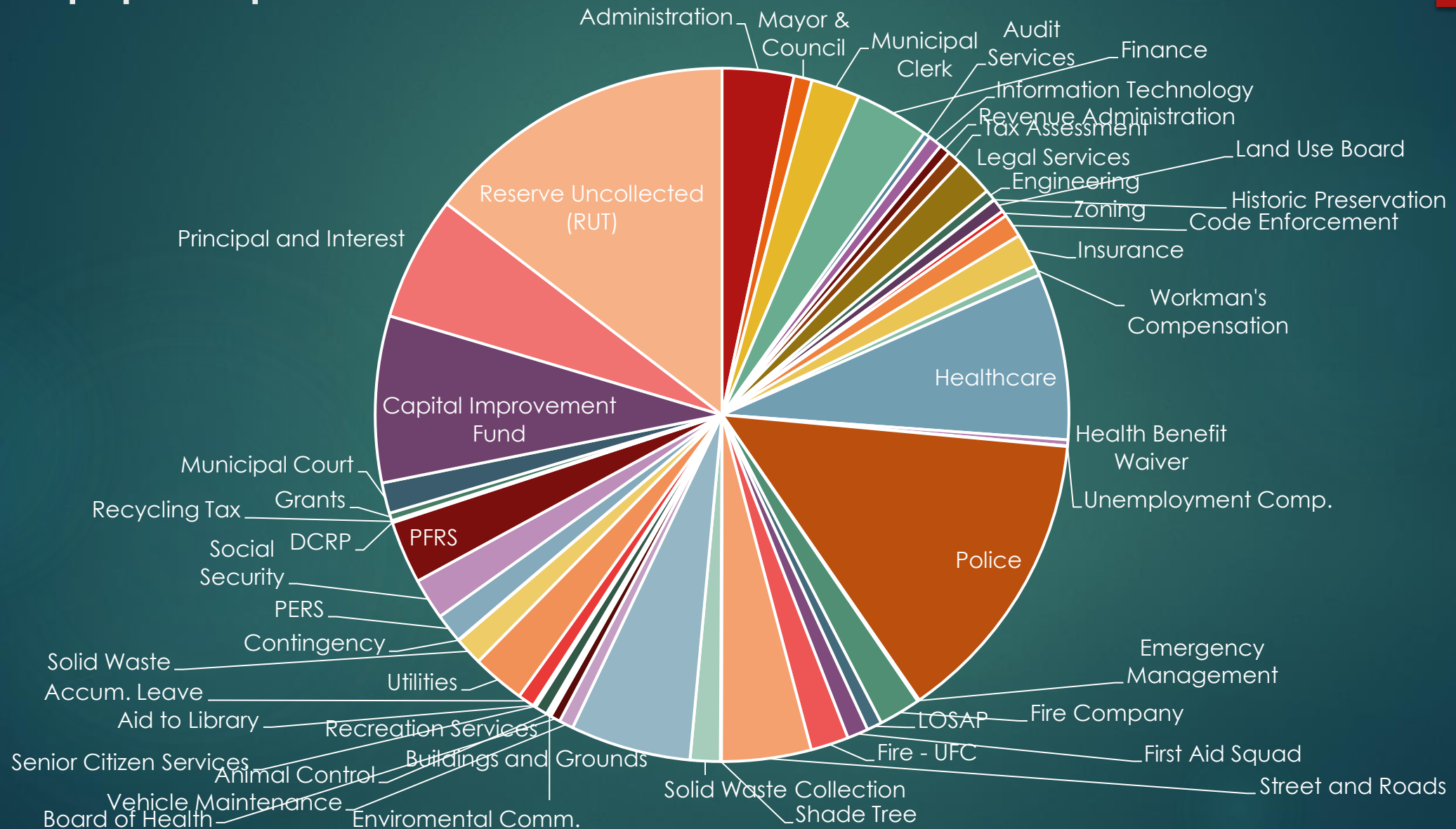
(That \$6.94 Million Dollar Number)

- ▶ Budgeted Expenses to Operate the Borough
- ▶ Fund Accounting Methodology. Cash Basis.
- ▶ “RUT” or Reserve for Uncollected Taxes is a statutory requirement to budget for potential of uncollected taxes. PG conservatively estimates collection of 93% of its taxes.
- ▶ Sewer Utility is a separate entity and while part of the Borough is a separate budget supported by users.
- ▶ Some expenses go to Funds (i.e.: road salt, capital improvement)
- ▶ Departments (chart of account structure) set by State. Budget for any one Department not necessarily all inclusive.

Appropriations (continued)

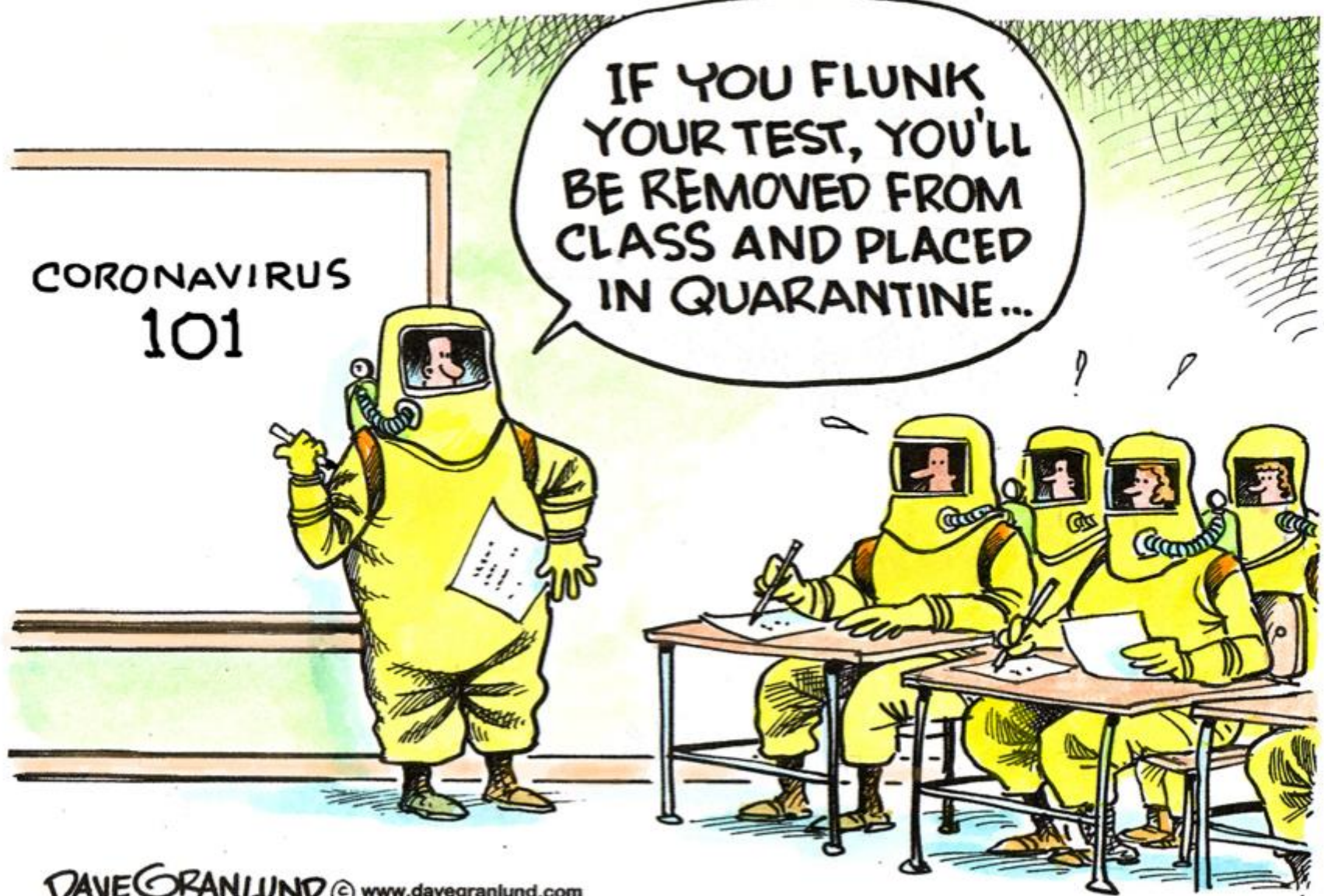
Administration	214,800	First Aid Squad	63,000
Mayor & Council	54,500	Fire - UFC	113,975
Municipal Clerk	146,250	Street and Roads	268,900
Finance	222,600	Shade Tree	3,200
Audit Services	20,000	Solid Waste Collection	90,000
Information Technology	41,700	Buildings and Grounds	361,850
Revenue Administration	31,350	Vehicle Maintenance	43,000
Tax Assessment	45,125	Board of Health	29,700
Legal Services	115,000	Enviromental Comm.	8,650
Engineering	32,500	Animal Control	6,400
Historic Preservation	1,500	Recreation Services	37,300
Land Use Board	41,025	Senior Citizen Services	8,000
Zoning	16,700	Aid to Library	400
Code Enforcement	70,800	Accum. Leave	50,000
Insurance	101,200	Utilities	158,800
Workman's Compensation	30,000	Solid Waste	85,000
Healthcare	500,000	Contingency	2,000
Health Benefit Waiver	18,000	PERS	88,152
Unemployment Comp.	2,000	Social Security	124,000
Police	896,700	PFRS	188,000
Emergency Management	5,800	DCRP	2,000
Fire Company	125,400	Recycling Tax	4,500
LOSAP	45,000	Grants	23,111
		Municipal Court	92,000
		Capital Improvement Fund	500,000
		Principal and Interest	374,000
		Reserve Uncollected (RUT)	940,000

Appropriations



CORONAVIRUS
101

IF YOU FLUNK
YOUR TEST, YOU'LL
BE REMOVED FROM
CLASS AND PLACED
IN QUARANTINE...



Sewer Utility

- ▶ Separate section of the budget
- ▶ Funded by User Fees and shared service revenue
- ▶ 2020 Appropriations of \$1.239M

Capital Budget

- ▶ Borough Council strives to 'pay as you go' for most items
- ▶ Items that have a longer life are typically paid for with borrowed funds or through the CIF (Capital Improvement Fund)
- ▶ 2020 Capital Budget of \$357,000
 - ▶ \$27,000 in improvements and roads
 - ▶ \$330,000 in road resurfacing and related improvements
- ▶ OSRTF Expenditures of \$903,000
 - ▶ \$18,000 in Lime Kiln improvements
 - ▶ \$800,000 for Liberty Park renovation
 - ▶ \$35,000 for trails

Caps

State Statute mandates CAPS on appropriations and the tax levy

- ▶ 2% Levy Cap
- ▶ 2.5% Appropriations Cap

Questions and Comments?

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