

THE TOWN OF

BOONTON

New Jersey

2022 Budget Proposal

July 5th, 2022

Presented by: Michael Yazdi, CFO

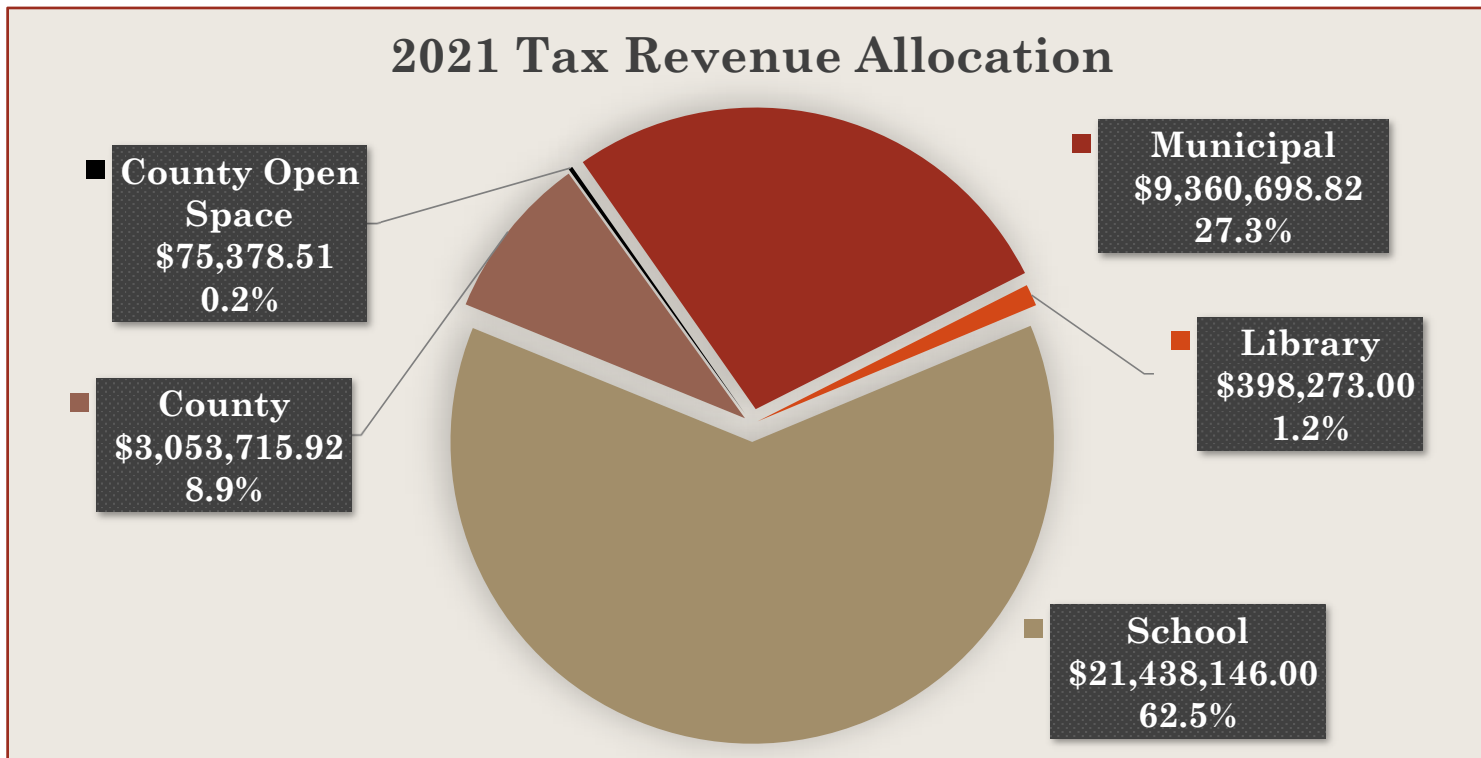
Boonton Budget Team

- Town Administrator – Neil Henry
- Chief Financial Officer – Michael Yazdi
- Auditing Firm – Lerch, Vinci & Bliss, LLP
- Finance Committee
 - Mayor Richard Corcoran
 - Council President Jim Lynch
 - Councilmember John Meehan



TEAMWORK

Tax Allocation (CY2021)



2022 Proposed Taxes

Tax Increase	2022 Tax Bill	2021 Tax Bill	\$ Increase	% Change
Municipal	\$ 3,262	\$ 3,202	\$ 60	1.85%
School	\$ 7,162	\$ 7,019	\$ 143	2.04%
County*	\$ 1,047	\$ 1,028	\$ 19	1.87%
Total	\$ 11,471	\$ 11,249	\$ 222	1.97%

*County Tax Levy is an estimate based on prior years. Library Tax is part of the Municipal Tax Levy.

Average Residential Assessment Value:

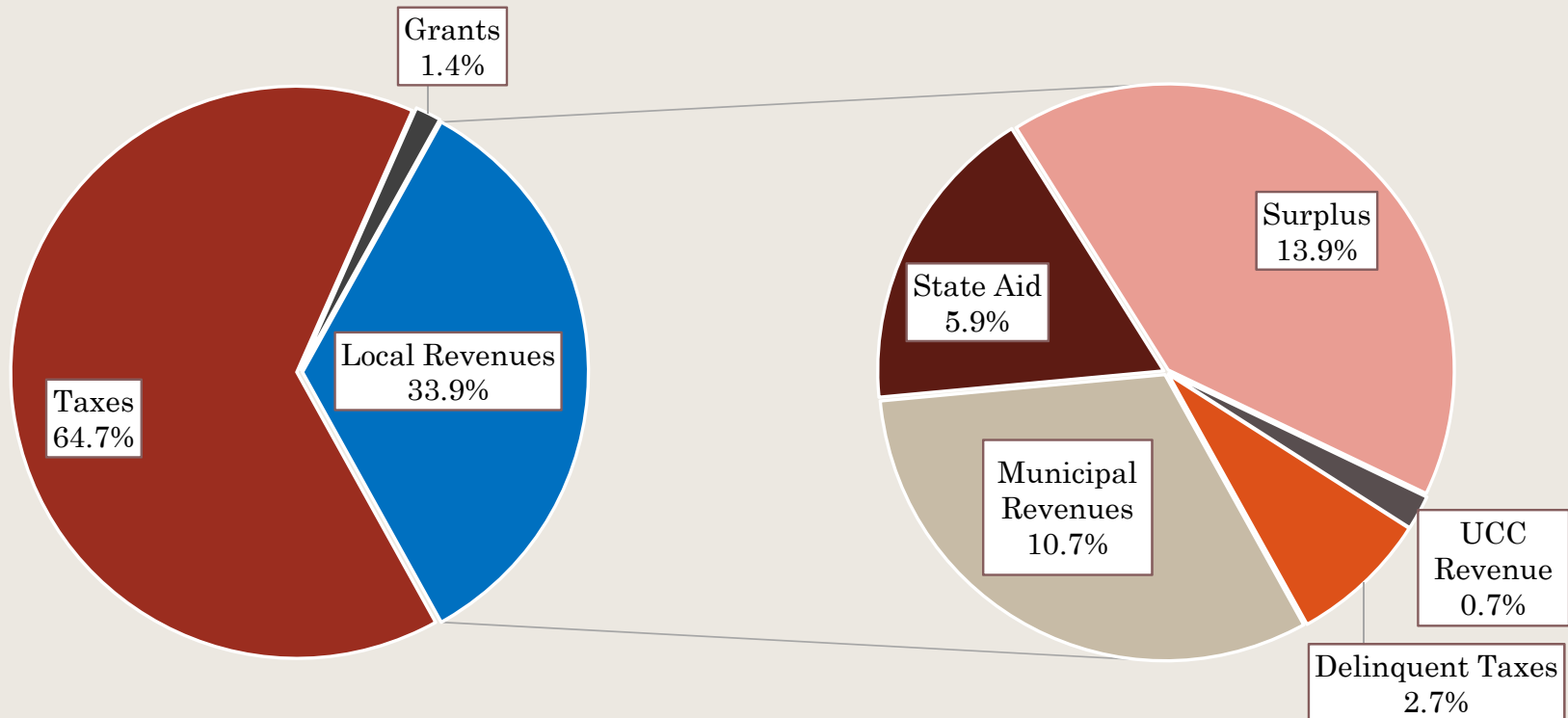
- 2022: 361,323
- 2021: 360,692
- Property Value Increase: \$631 or 0.175%

Revenue Summary

General & Tax Revenues	2022	2021	2022-2021	% Change	% of Total
Surplus	2,136,000	2,278,000	-142,000	-6.23%	14%
Municipal Revenues	1,645,000	1,389,654	255,346	18.37%	11%
State Aid	913,500	913,500	-	0.00%	6%
UCC Revenue	102,000	160,000	-58,000	-36.25%	1%
Delinquent Tax	410,000	420,000	-10,000	-2.38%	3%
Total Local Revenues	5,206,500	5,161,154	45,346	0.88%	34%
Taxes	9,942,942	9,758,971	183,970	1.89%	65%
Total Revenues & Taxes	15,149,442	14,920,125	229,316	1.54%	99%
Grants	221,513	96,683	124,829	129.11%	1%
Total Revenues & Grants	15,370,955	15,016,809	354,145	2.36%	100%

Budget Revenues

Total General & Tax Revenues



COLA Ordinance & CAP Laws

- NJ Statute says we can only increase appropriations by 2.5% unless we pass an ordinance to approve an increase up to 3.5%
- This is the “Cost of Living Adjustment”
- This gives municipalities more flexibility on our “Appropriations Cap”
- This Proposed Budget is under the Appropriations Cap by: \$ 222,952

Tax Levy Cap: Allowable increase of 2% (with exceptions) on taxes.

The balance can be reserved for the next 2 years.

2022 Maximum Tax: 9,757,883

2022 Proposed Tax: 9,513,250

Available for Banking: 244,633

2020 Bank: 207,838

2021 Bank: 131,406

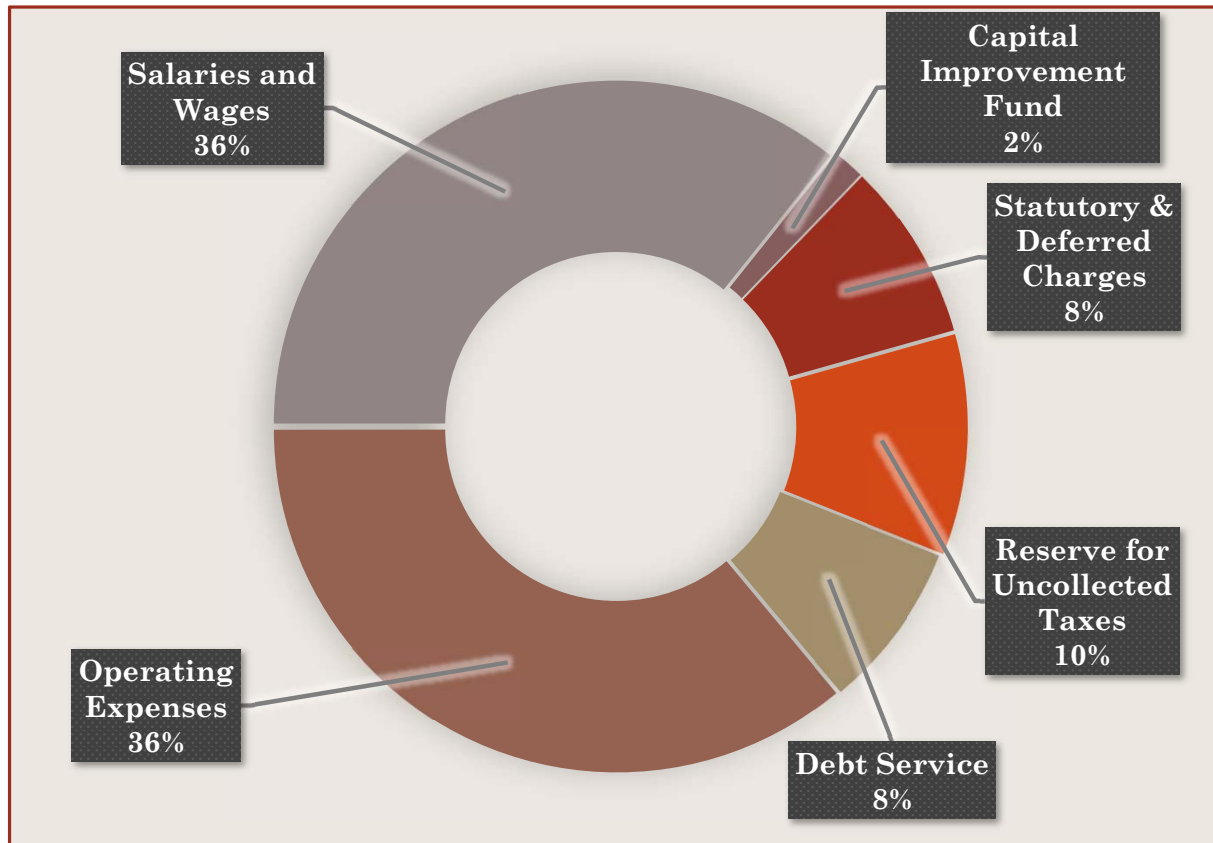
2022 Bank: 244,633

Total Bank: 583,877

Appropriations Summary

General & Tax Revenues	2022	2021	2022-2021	% Change	% of Total
Salaries and Wages	5,414,580	5,040,347	347,233	7.4%	35%
Pension/Social Security	1,335,806	1,097,513	238,293	21.7%	9%
Health Insurance	1,524,300	1,456,730	67,570	4.6%	10%
Total Employee Comp	8,274,686	7,594,590	680,096	9.0%	54%
Other Expenses	3,733,346	3,891,407	-158,061	-4.1%	24%
Interlocal Services	146,047	143,183	2,864	2.0%	1%
Capital Improvements	225,000	348,000	87,868	7.9%	8%
Debt Service & Def. Charges	1,195,363	1,107,495	-260,000	-14.2%	10%
Reserve for Uncoll. Taxes	1,575,000	1,835,000	-123,000	-35.3%	1.5%
Grants	221,513	97,134	124,379	128.0%	1.5%
Total Non-Employee Comp	7,096,269	7,422,219	-325,950	-4.4%	46%
Total Appropriations	15,370,955	15,016,809	354,146	2.4%	100%

Appropriation Summary



Employee Costs:

Salaries: 5,414,580
Pensions: 1,335,806
Insurance: 1,524,300

Total: 8,274,686 **54%**

Non-Employee:

Other Expense: 3,879,393
Debt: 1,195,363
Tax Reserve: 1,575,000
Capital Fund: 225,000
Grants: 221,513

Total: 7,096,269 **46%**

Health Insurance Costs

Active Employees vs Retirees (2019-22)

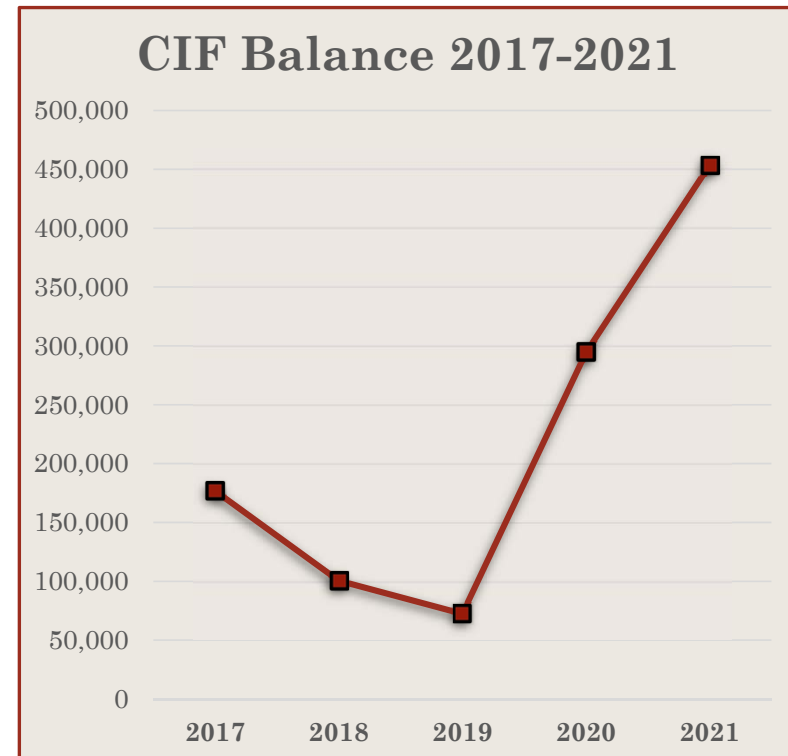


Capital Improvement Fund

Year	2017	2018	2019	2020	2021
Budget	80,000	90,000	140,000	470,000	348,000
Balance	176,807	100,444	72,338	294,504	453,612

2022 Budget Proposal: 225,000

Available Balance after Budget: 678,000



Current Capital Projects

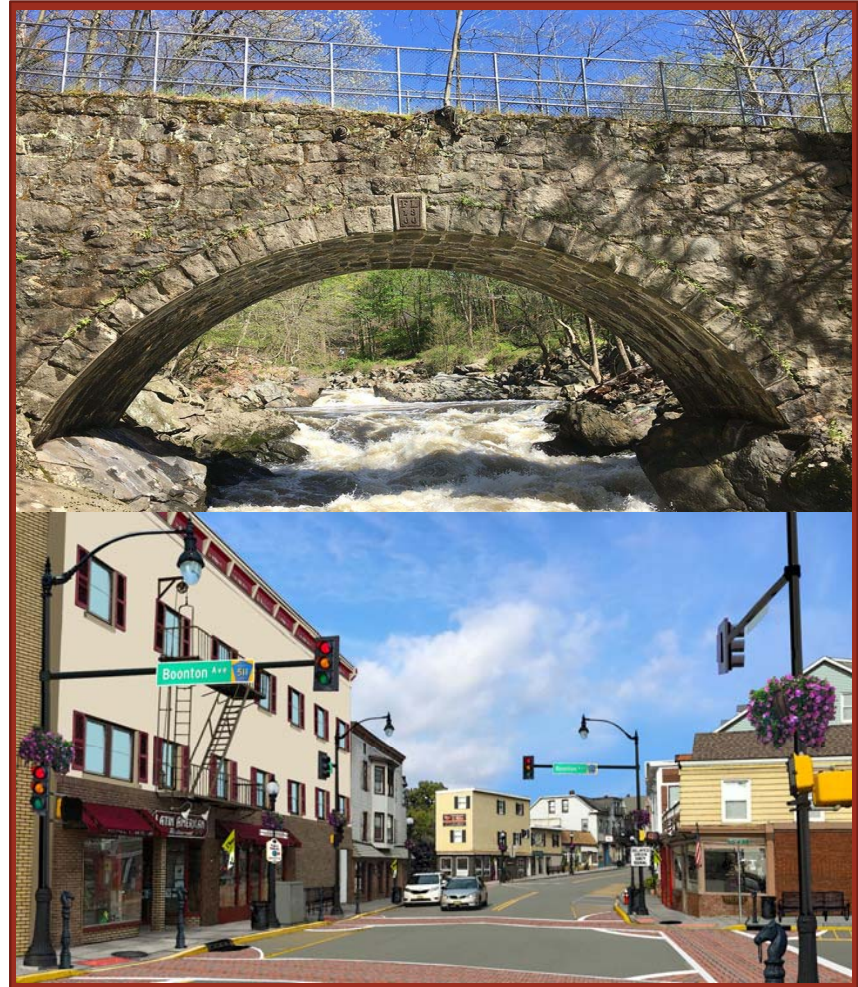
- Pepe Park Basketball Court & Playground Restoration
- Completion of Kanouse Park
- Roof replacement: Salt Dome & Santaland
- Road Resurfacing: Reservoir Drive & Wootton St
- Phone & Network System at Town Hall
- Turn Out & SCBA Gear for Fire Department

Prior year Capital is reviewed and cancelled annually to ensure excess debt is not accrued. The 2022 Capital Plan is currently pending.



Grant Funding

- Boonton Ironworks Historic District: \$ 83,600
- Arch Bridge Restoration: \$ 640,000
- Neighborhood Preservation Program (5 years): \$ 625,000 total
- TAP Grant – Downtown Safety Improvements: \$ 1,000,000
- Train Turntable Acquisition Grant: \$ 175,000 (Application Phase)



Budget Timeline 2023 —————>

- **October-December:** Departmental Budget Analysis and Requests
- **January:** Meetings with each Department Head to review Budget and Capital requests
- **February:** Review draft budget with Finance Committee
- **March:** Introduction of the Annual Budget and Capital Plan
- **April:** Adoption of Annual Budget and Capital Plan





THANK YOU

Any Questions or Comments?