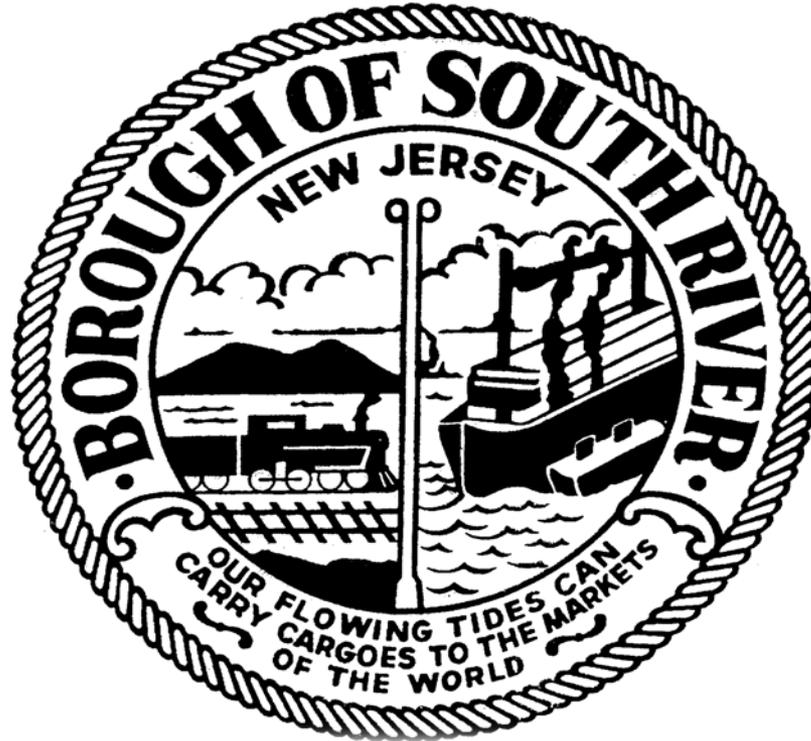


Borough of South River



2013 Municipal Budget

2013 Officials

- John M. Krenzel, Mayor
- Matthew M. Vaughn, Council President
- Peter Guindi, Councilman
- Shawn Haussermann, Councilman
- James Hutchison, Councilman
- James C. Jones, Councilman
- Thomas C. Roselli, Councilman

- Frederick C. Carr, Borough Administrator
- Joseph Zanga, Chief Financial Officer
- Patricia O'Connor, Borough Clerk

Budget Philosophy

Budget = Planning Document

Budget = Financial Document

Define Objectives

Determine Revenue Base

Allocate Revenues to Objectives

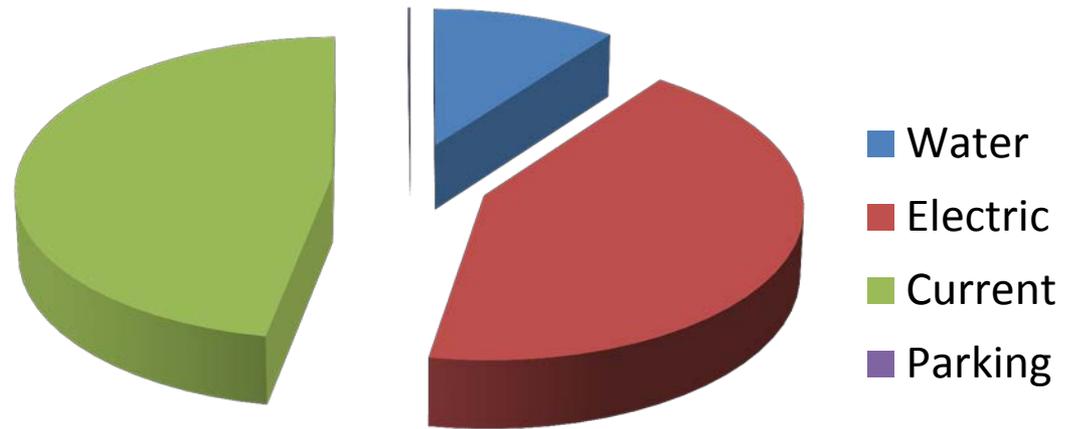
PLAN FOR THE FUTURE

- **EFFECT OF SANDY**
 - **NEW NORMAL**
- **STABILIZE SPENDING**
 - **NO ELECTRIC RATE INCREASE**
- **FOCUS ON RETURN TO NORMALCY**

Four Entities

\$35,807,247

- Water Utility
\$3,651,006
- Electric Utility
\$15,271,426
- Current Fund
\$16,837,315
- Parking Utility
\$47,500



Water Utility

Strategies for the Future

- Strive to maintain level water rates for consumers
- Analyze potential public/private partnerships
- Improve infrastructure

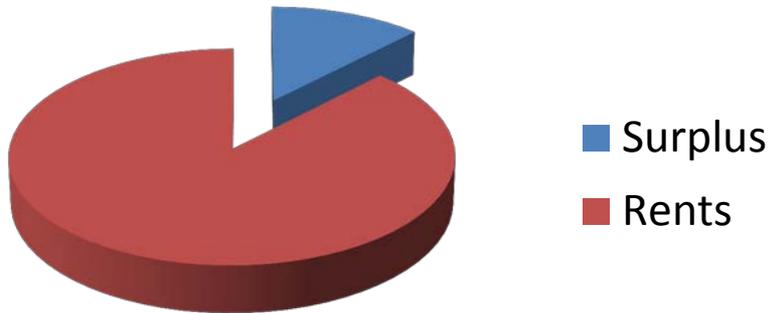
Water Utility - Revenues

	<u>2012</u>	<u>2013</u>
Surplus	\$438,630	\$501,006
Rents	\$3,146,000	\$3,150,000
Grand Total	\$3,584,630	\$3,651,006

Water Utility - Revenues

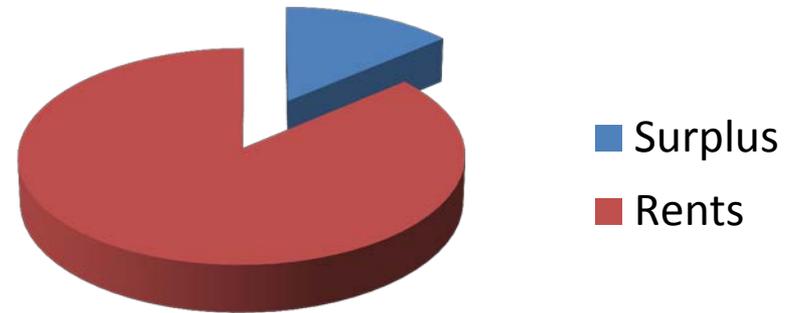
2012 Revenue

\$3,584,630



2013 Revenue

\$3,651,006

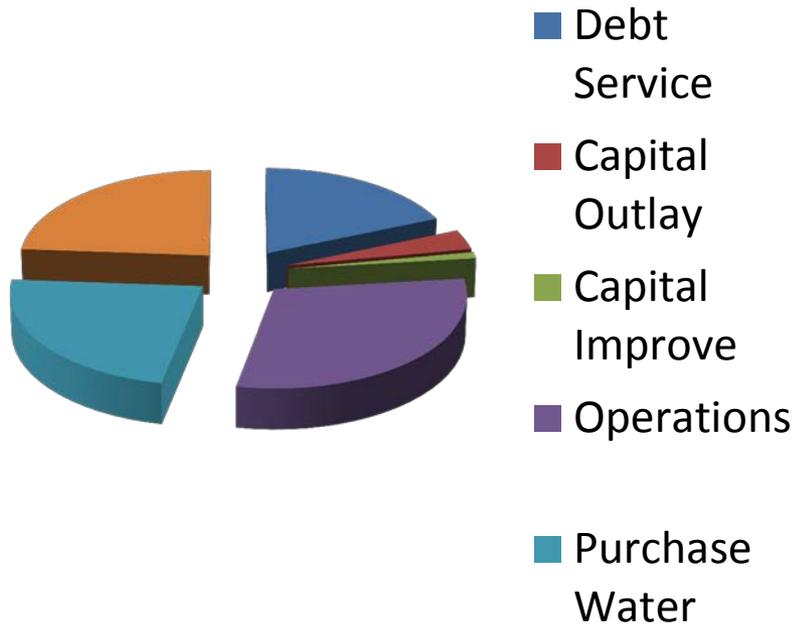


Water Utility - Appropriations

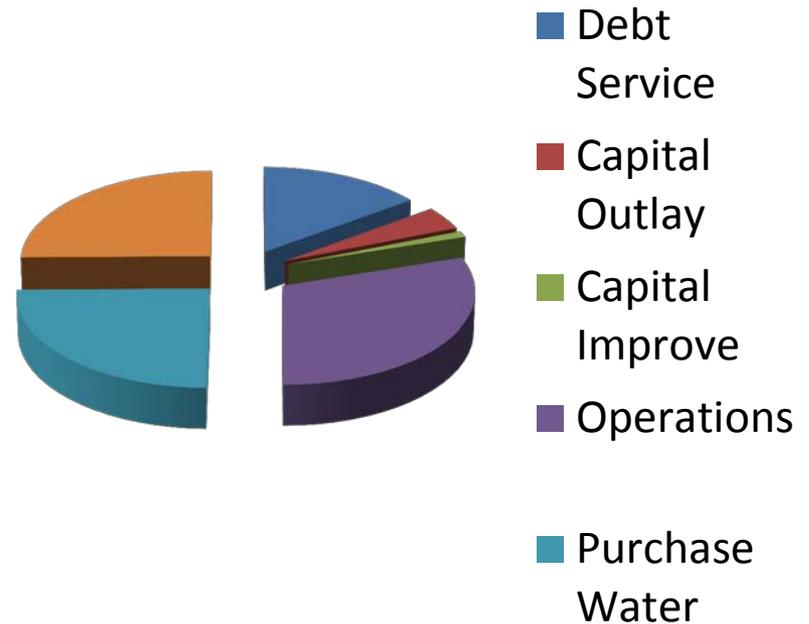
Appropriations	2012	2013
Personnel & Benefits	\$855,431	\$920,508
Purchase of Water	\$825,000	\$900,000
Operating Expense	\$1,074,000	\$1,100,000
Total	\$2,754,431	\$2,920,508
Capital Improvement	\$40,000	\$40,000
Capital Outlay	\$125,000	\$150,000
Total	\$165,000	\$190,000
Debt Service		
Principal	\$529,305	\$431,071
Interest	\$135,894	\$109,427
Debt Service	\$665,199	\$540,498
Grand Total	\$3,584,630	\$3,651,006

Water Utility - Appropriation

2012 Appropriations



2013 Appropriations



Electric Utility

Strategies for the Future

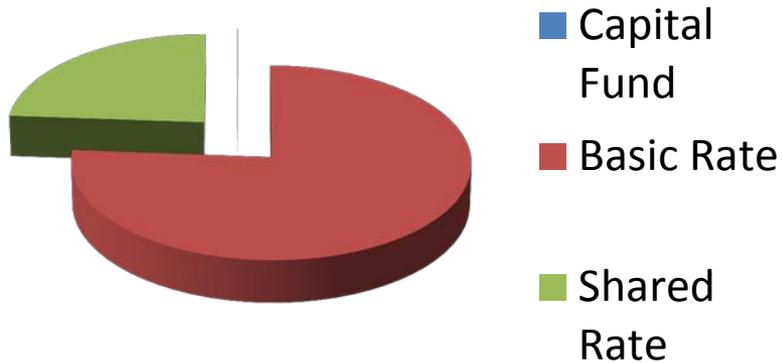
- Increase maintenance schedules
- Address primary redundancy
- Rate stabilization through improved system efficiency
- Maintain contribution to the current fund
- Support development of alternate energy sources
- Support development of any generation of energy project in Eastern NJ
- Encourage energy efficiency of consumers
- Encourage reduction of energy demand during peak hours (between 3:00PM and 7:00PM weekdays)

Electric Utility - Revenues

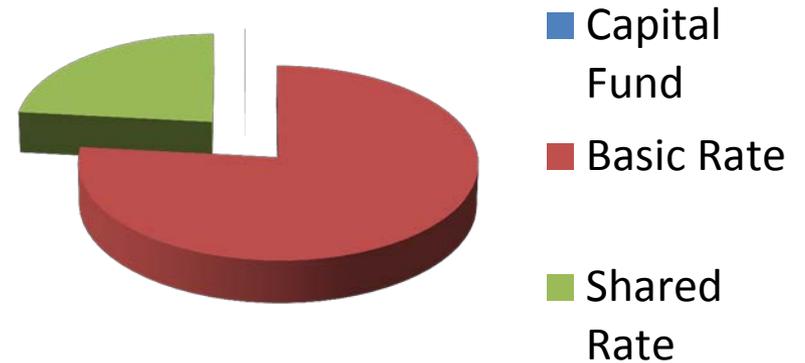
	<u>2012</u>	<u>2013</u>
Shared Rate	\$3,556,371	\$3,556,371
Basic Rate	\$11,334,319	\$11,710,655
Capital Balance	\$8,700	\$4,400
Grand Total	\$14,899,390	\$15,271,426

Electric Utility - Revenues

2012 Revenues



2013 Revenues

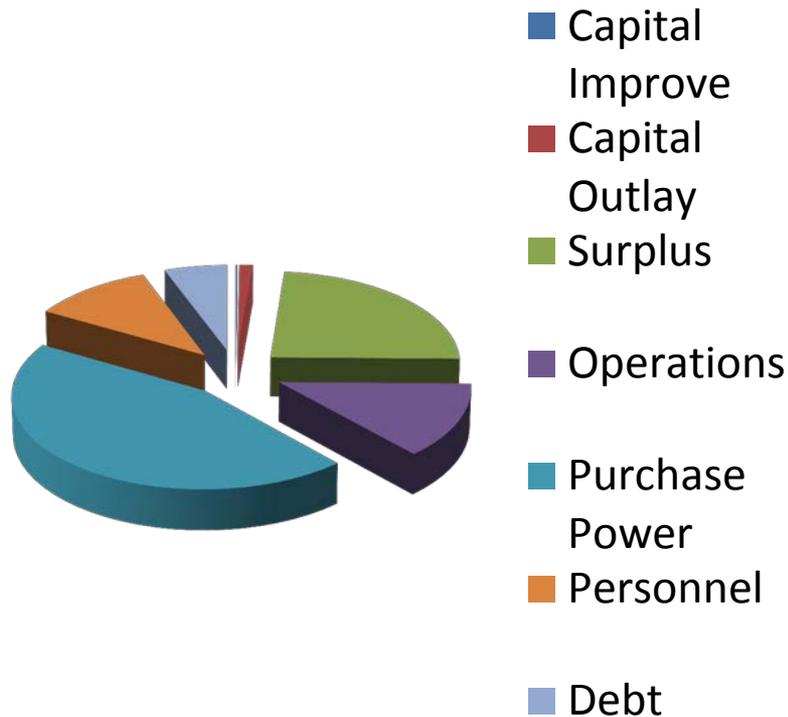


Electric Utility - Appropriations

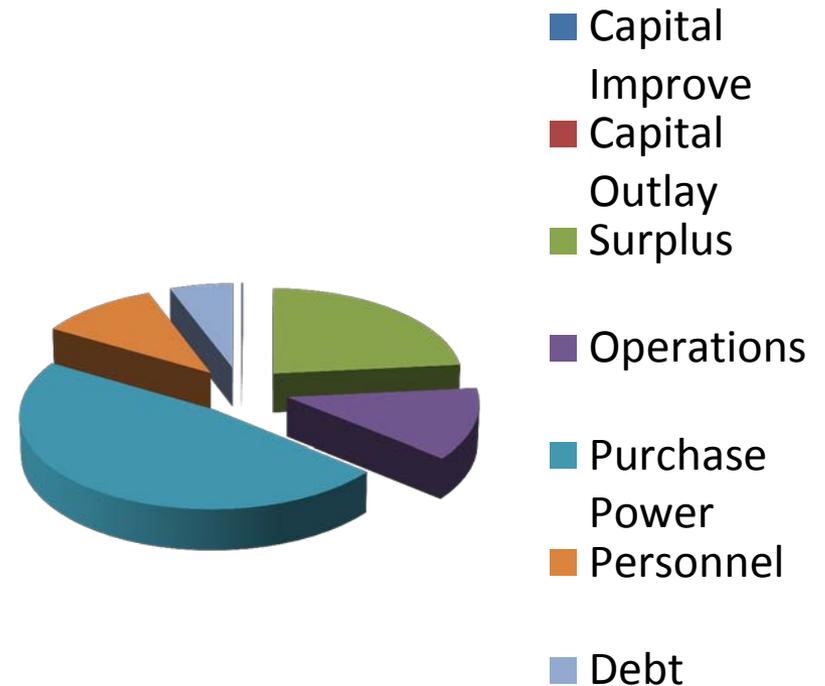
Appropriations	2012	2013
Personnel & Benefits	\$1,639,605	\$1,651,262
Purchase of Power	\$6,700,000	\$7,250,000
Operating Expense	\$1,955,000	\$1,920,000
Surplus to Current	\$3,556,371	\$3,556,371
Total	\$13,850,976	\$14,377,633
Capital Improvement	\$25,000	\$20,000
Capital Outlay	\$180,000	\$0.00
Total	\$205,000	\$20,000
Debt Service		
Principal	\$622,000	\$672,000
Interest	\$221,414	\$201,793
Debt Service	\$843,414	\$873,793
Grand Total	\$14,899,390	\$15,271,426

Electric Utility - Appropriations

2012 Appropriations



2013 Appropriations



Current Fund

Strategies for the Future

- Analyze future potential inter-local municipal agreements and public/private partnerships
- Continue to improve service delivery and operational efficiencies
- Continue our fiscally responsible and strategic infrastructure improvement plan
- Continue the five year long-term budget plan stabilizing property tax rates

Current Fund Goals & Objectives

- Borough Direction/Executive Management
- Records Management/Elections
- Financial Administration
- Legal
- Engineering
- Public Safety
- Public Works
- Judicial
- Human Services

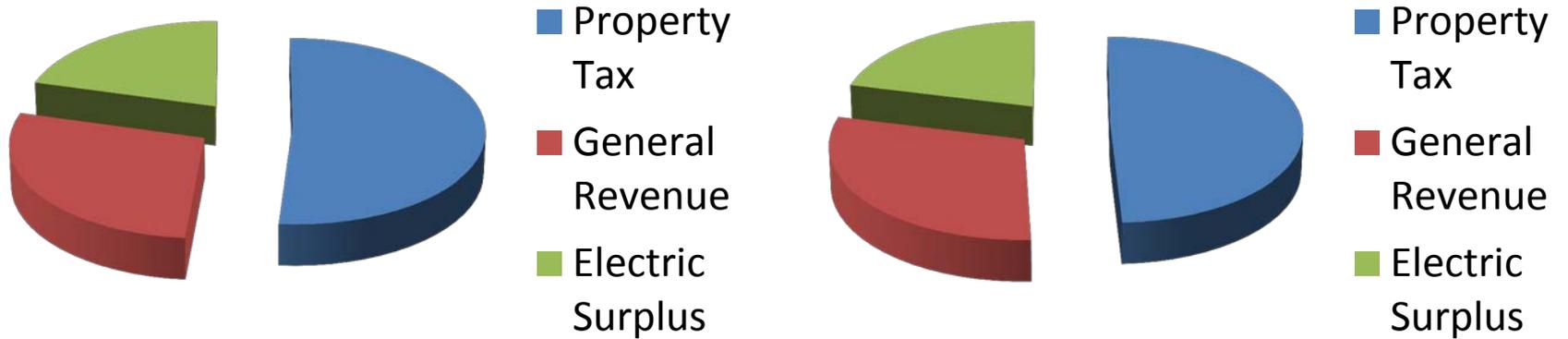
Current Fund - Revenues

	<u>2012</u>	<u>2013</u>	<u>Diff.</u>
Surplus	\$1,126,612.64	\$1,441,773.56	\$315,160.92
Revenues - Section A	\$4,120,071.00	\$4,099,171.00	- \$20,900.00
State Aid - Section B	\$825,291.00	\$825,291.00	\$0.00
Uniform Const Code Fees-Section C	\$170,000.00	\$194,000.00	\$24,000.00
Grants - Section F	\$89,772.83	\$117,925.99	\$28,153.16
Miscellaneous Revenues-Section G	\$1,001,357.12	\$1,283,521.79	\$282,164.67
Receipts from Delinquent Taxes	\$575,000.00	\$575,000.00	\$0.00
Total General Revenues	\$7,908,104.59	\$8,536,683.34	\$628,578.75
Property Taxes	\$8,331,387.56	\$8,300,632.22	-\$30,755.34
Grand Total	\$16,239,492.15	\$16,837,315.56	\$597,823.41

Current Revenue Allocation

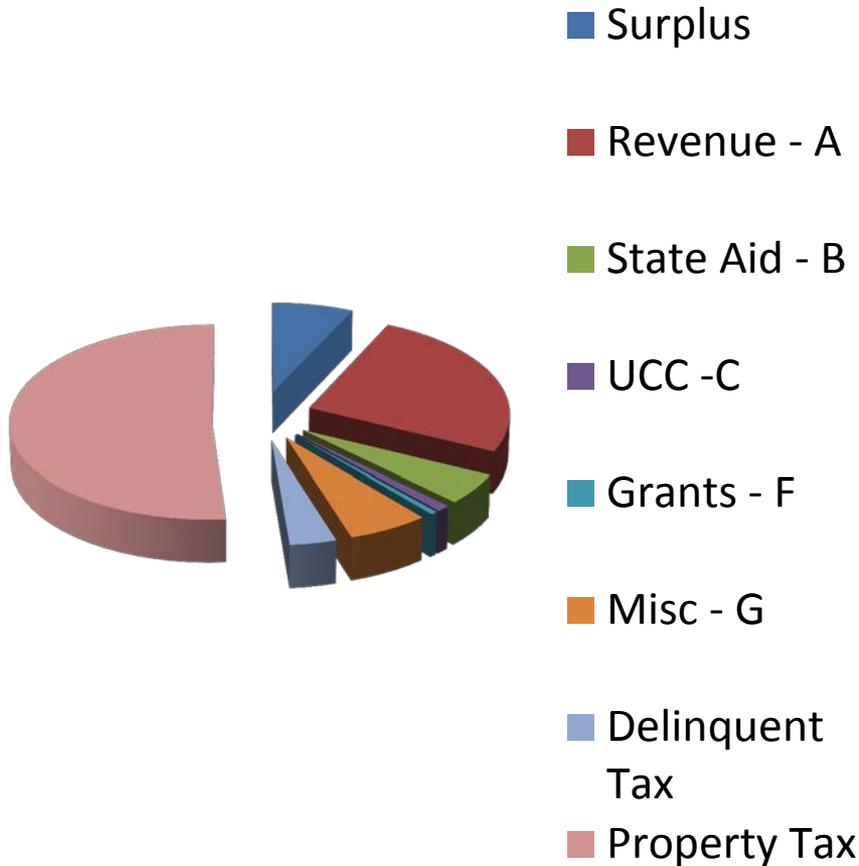
2012 Allocation

2013 Allocation

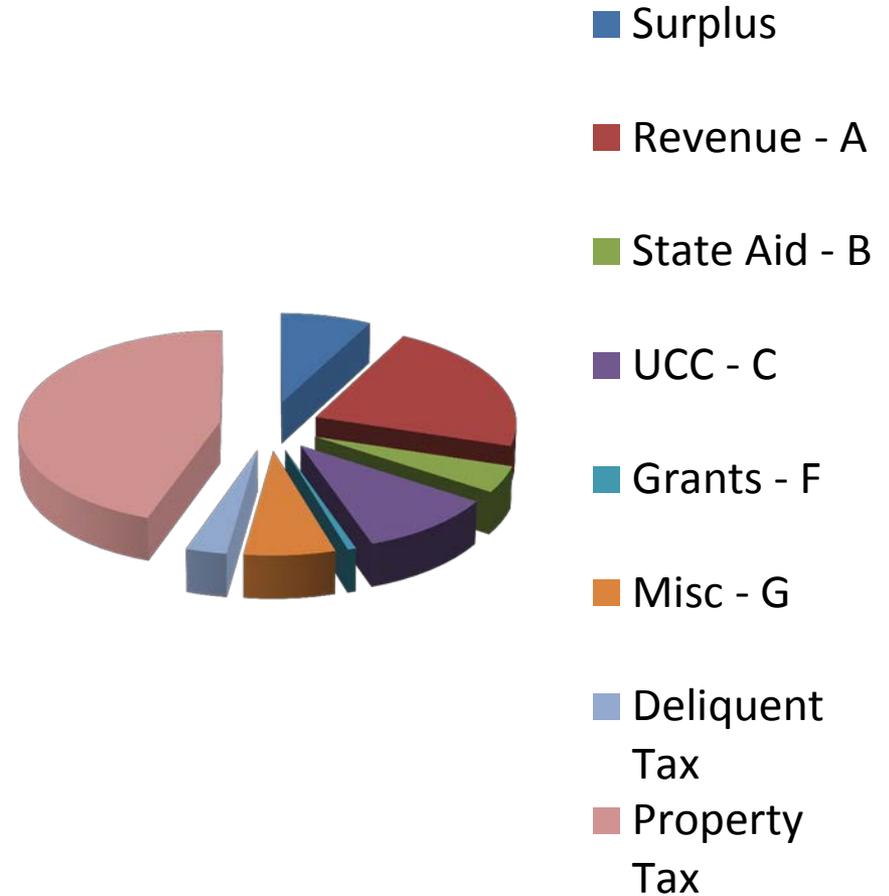


Current Fund - Revenues

2012 Revenues



2013 Revenues

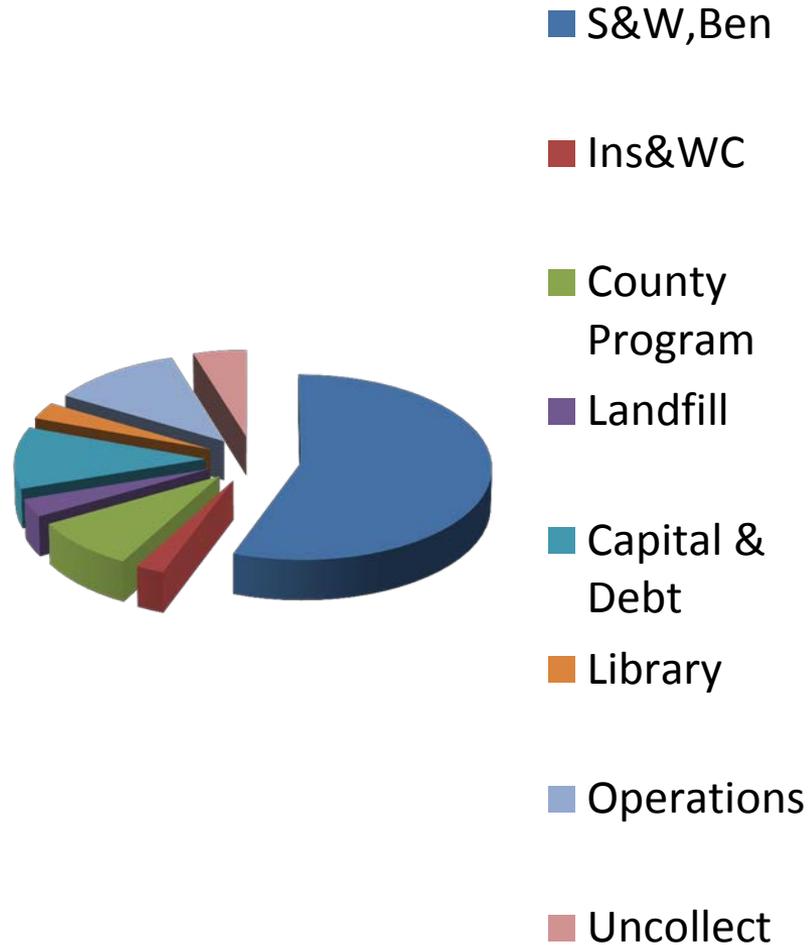


Current Fund - Appropriations

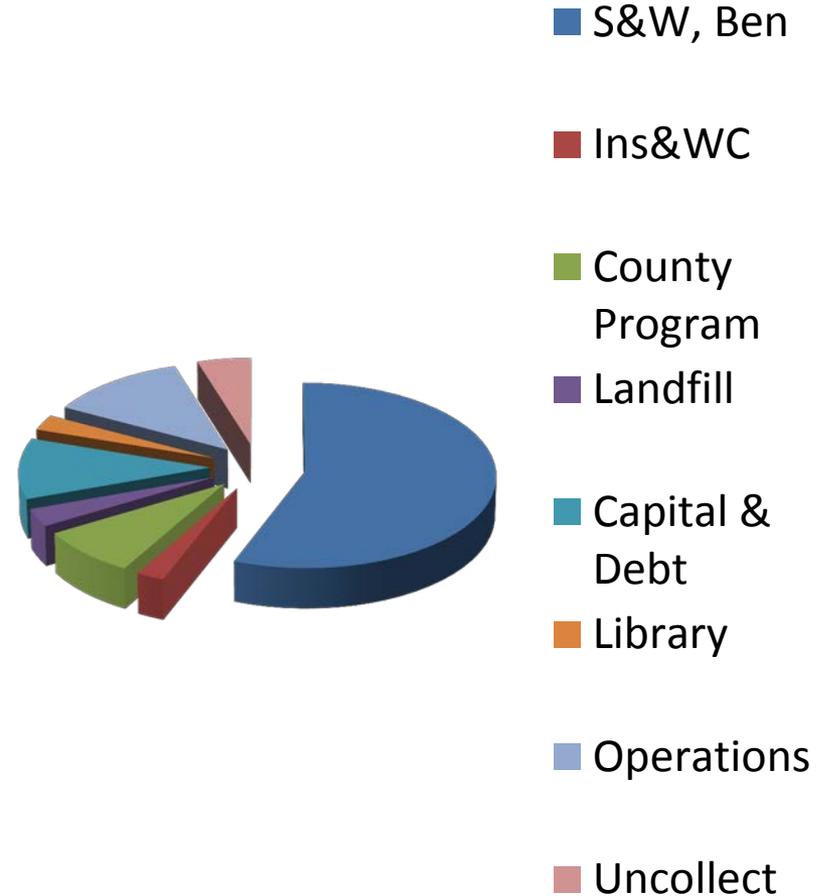
	<u>2012</u>	<u>2013</u>	<u>Diff.</u>
HB & Pensions	\$2,719,705.00	\$2,831,197.00	\$111,492.00
S & W	\$6,315,555.00	\$6,410,555.00	\$95,000.00
Personnel	\$9,035,260.00	\$9,241,752.00	\$206,492.00
Insurance & WC	\$370,000.00	\$371,052.00	\$1,052.00
County Programs	\$1,415,398.00	\$1,355,401.92	-\$59,996.08
Trash Disposal	\$515,000.00	\$515,000.00	\$0.00
Large Contracts	\$2,300,398.00	\$2,241,453.92	-\$58,944.08
Capital & Debt	\$1,759,043.00	\$2,076,126.00	\$317,083.00
Library	\$480,577.70	\$449,822.36	-\$30,755.34
Operations	\$1,896,620.83	\$2,040,925.99	\$144,305.16
Uncollected	\$767,592.62	\$787,235.29	\$19,642.67
Other	\$4,903,834.15	\$5,354,109.64	\$450,275.49
Grand Total	\$16,239,492.15	\$16,837,315.56	\$597,823.41

Current Fund - Appropriations

2012 Appropriations



2013 Appropriations



Parking Utility Strategies for the Future

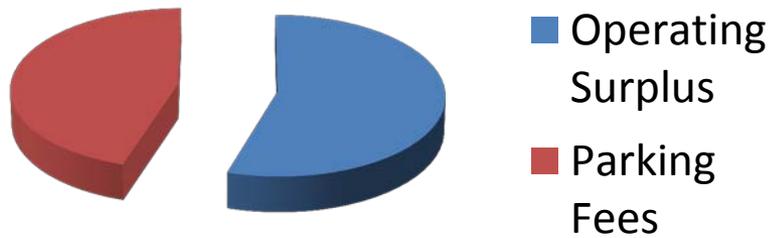
- Improve parking facilities and infrastructure
- Increase operational efficiency

Parking Utility Revenue

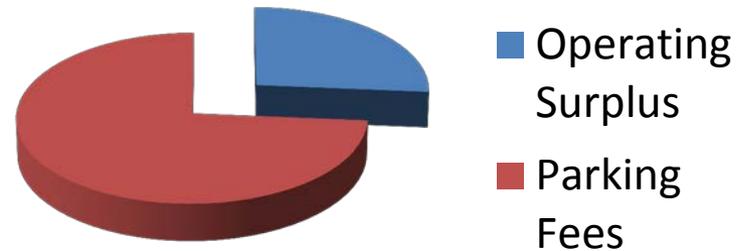
	<u>2012</u>	<u>2013</u>
• Operating Surplus	\$28,500	\$12,500
• <u>Parking Fees</u>	<u>\$23,500</u>	<u>\$35,000</u>
• Total	\$52,000	\$47,500

Parking Utility Revenue

2012 Parking Utility Revenue



2013 Parking Utility Revenue

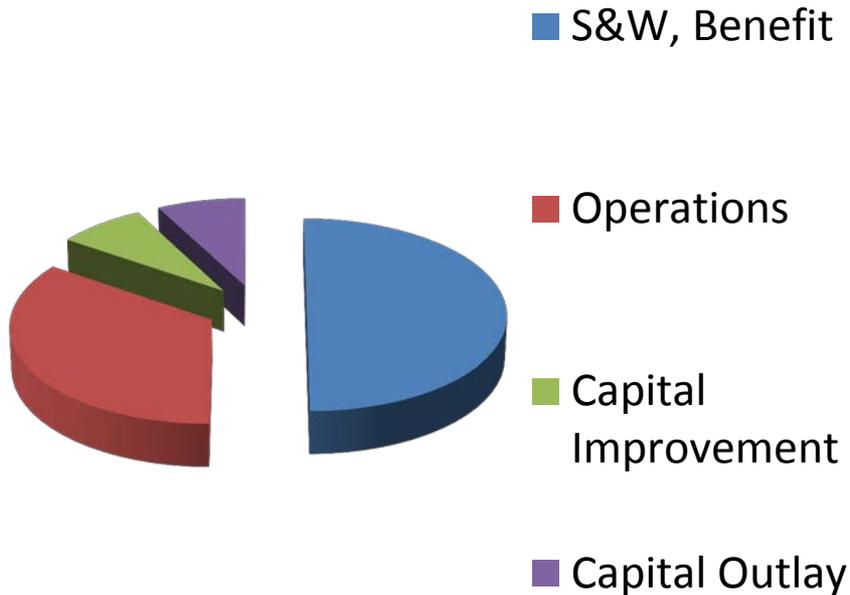


Parking Utility Appropriations

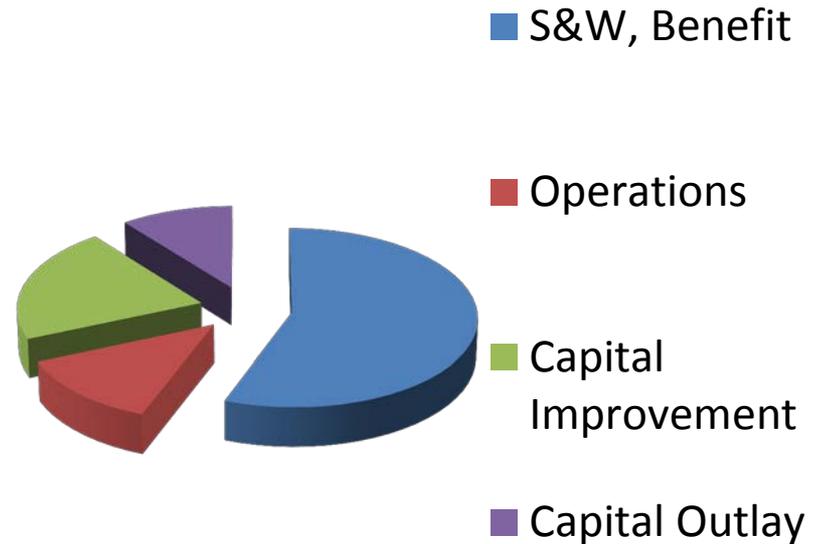
	<u>2012</u>	<u>2013</u>
• Salary and Benefits	\$26,000	\$26,500
• Operations	\$18,000	\$6,000
• Capital Improvement	\$4,000	\$10,000
• <u>Capital Outlay</u>	<u>\$4,000</u>	<u>\$5,000</u>
• Total Appropriation	\$52,000	\$47,500

Parking Utility Appropriations

2012 Parking Utility Appropriations



2013 Parking Utility Appropriations



Sandy Costs

- \$165,000 Overtime
- \$334,000 Landfill and dumpster charges, tree removal, cleaning and repair of 55 Reid, temp pump at Jackson Street, electrical supplies, poles, transformers, etc)
- \$123,000 Estimated charges encumbered (HVAC at 55 Reid, Legion, Food Bank, pump rental, elevator repair, etc)
- \$3.5 Million estimated cost in replacement of destroyed infrastructure and mitigation of flood hazards to comply with FEMA and Flood Insurance Maps (Jackson and William Street pumps, 55 Reid St)

Budgetary Reductions

- \$200,000 Reduction in MCUA costs
- \$31,000 DPW to collect trash in 2013
- \$47,000 Estimated in 2014
- No new personnel hires, only replacements