

2010 GLEN RIDGE MUNICIPAL BUDGET

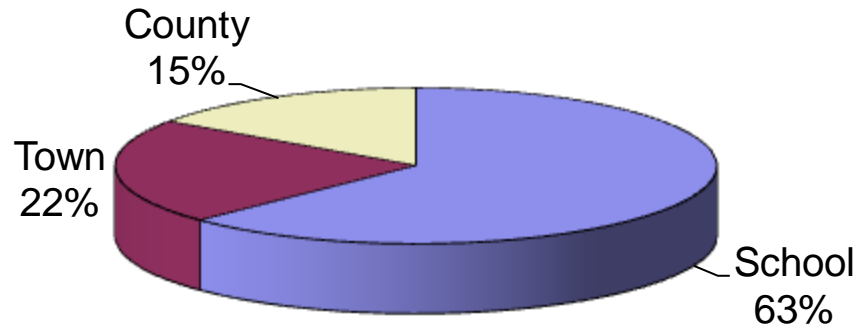
August 9, 2010

Budget Calendar

- Budget Process Initiated – 10/1/09
- Department Budget Submittal 12/1/10
- Departmental Budget Hearings 2/24/10
- Assessment Appeal Deadline – 4/1/10
- Introduction of Budget 4/12/10
- Budget Hearing 5/22/10
- Budget Amendments Allowed 5/22/10
- Adoption of State Budget - 6/30/10 Deadline
- Adoption of Municipal Budget – August 9,2010

TAX COMPONENTS

Composition of the Proposed 2010
Glen Ridge Property Tax Revenue



Note: All rates expressed as dollars per \$100 of assessed property value

2009 Per Capita Municipal Spending Comparison

•Millburn	\$2,487	(Sewer User Charge)
•Summit	\$1,997	(Sewer User Charge)
•South Orange	\$1,958	(No Municipal Garbage & Sewer User Charge)
•Tenafly	\$1,739	(No Career Fire Department & Sewer User Charge)
•Glen Ridge	\$1,722	
•Maplewood	\$1,552	(No Municipal Garbage & Sewer User Charge)
•Livingston	\$1,533	(No Career Fire Department & Sewer User Charge)

Source: Summit Collaborative Advisors LLC

2010 Cost per Capita

- Police – \$386.11
- Fire Suppression Contract – \$130.97
- Garbage – \$122.12
- Group Health Insurance - \$116.90
- Pension - \$105.67
- Library – \$87.60
- Recreation & Parks - \$81.82
- Reserve for Uncollected Taxes - \$79.79
- Debt Payment - \$71.70
- Utilities - \$63.54
- Public Works & Engineering – \$68.42
- Sanitary Sewer – \$64.13
- All Other Services - \$250.57
- **2010 TOTAL – 1,629.34** **2009- \$1,680.53**

CURRENT BUDGET REVENUES

Summary of Revenues		Anticipated	
		2010	2009
1.	Surplus	1,191,500	1,310,000.00
2.	Total Miscellaneous Revenues	1,227,219	1,557,618.50
3.	Receipts from Delinquent Taxes	259,768.90	385,000.00
4.	a) Local Tax for Municipal Purposes	9,168,415.51	8,834,530.69
	b) Addition to Local District School Tax		
	Total Amount to be Raised by Taxes for Support of Municipal Budget	9,234,338.43	8,834,530.69
	Total General Revenues	11,922,906.02	12,086,149.19

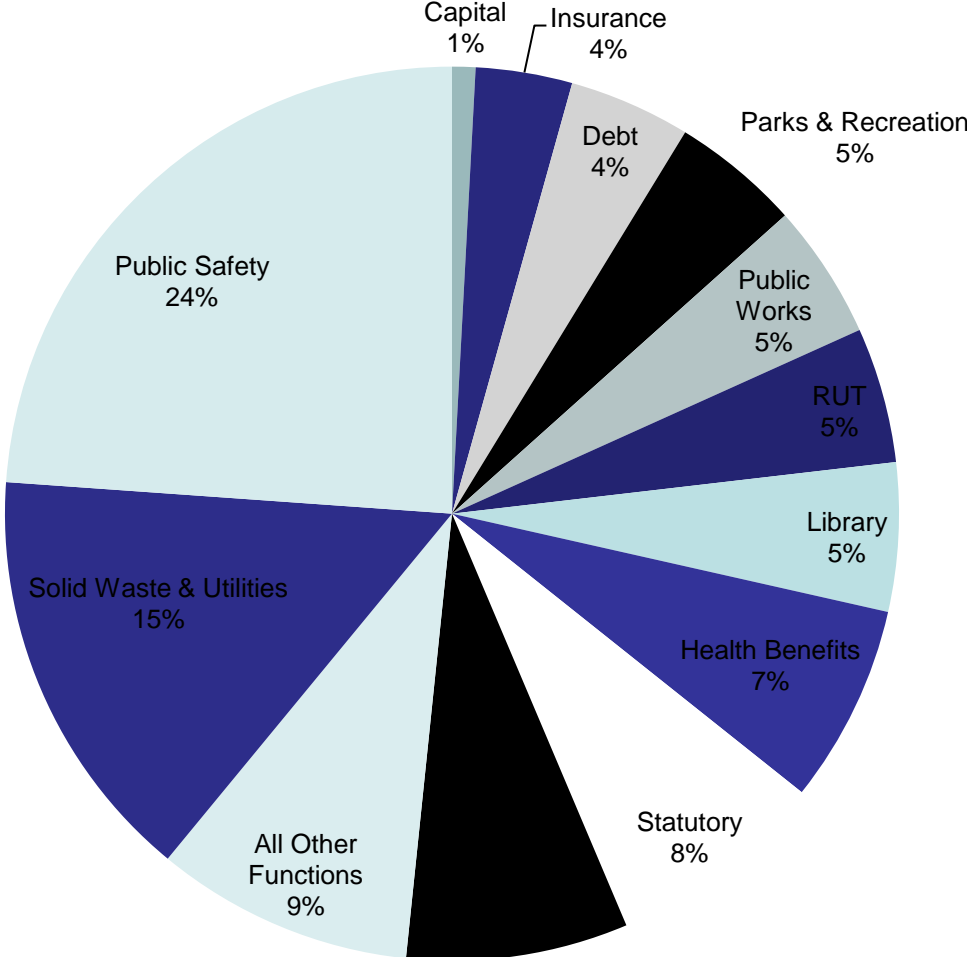
REVENUE RECAP

- Miscellaneous Revenues are down 27%
- State Aid - \$122,394
- Surplus (Special Items) - \$217,500
- Investment Income – \$85,500
- Other Revenues - \$41,695
- Construction Permits – \$19,400.00
- TOTAL - \$486,489

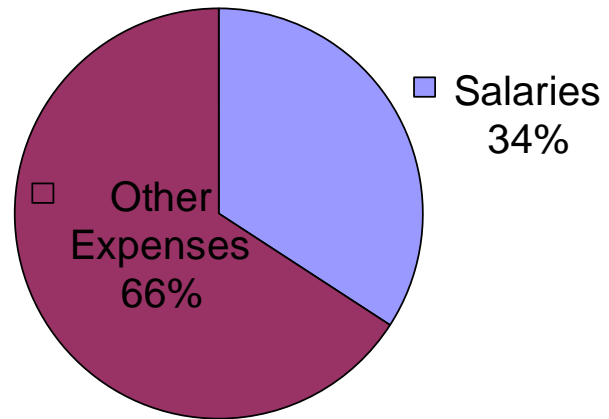
CURRENT BUDGET APPROPRIATIONS

Summary of Appropriations		2010 Budget	Final 2009 Budget
1.	Operating Expenses: Salaries and Wages	4,083,548.62	4,212,248
	Other Expenses	6,586,900.57	6,383,771.85
2.	Deferred Charges (Revaluation)	51,000	51,000
3.	Capital Improvements	100,000	345,000.00
4.	Debt Service (Include for School Purposes)	521,319.01	493,144.83
5.	Reserve for Uncollected Taxes	580,137.82	600,984.51
	Total General Appropriations	11,922,906.02	12,086,149.19
	Total Number of Employees - Full Time	48	55

Functions



Salaries/Other Expenses Comparison



The Borough Uses Grants & Shared Services to Reduce Local Property Tax Burden

2010 GRANTS

- Borough is using grants to accomplish projects minimizing tax impact. Major grants follow:
- NJ Historic Trust - \$664,200
- Department of Transportation - \$360,000
- Community Development Block Grant - \$58,200
- Municipal Alliance Committee - \$38,950
- CDBG Stimulus Grant - \$35,000
- CURRENT TOTAL – \$1,156,350

SHARED SERVICES

- Fire Suppression – Township of Montclair
- Sewer & Water Utilities – Township of Montclair
- Health Services - Township of Montclair
- Animal Control Services – Montclair/Nutley
- Parks – Essex County/Montclair
- Field / Building Maintenance – Glen Ridge Board of Education
- Street Sweeping – Township of Bloomfield
- Cooperative Purchasing – Essex, Bergen & Morris Counties
- Leaf Collection for Road Salt – Essex County
- Joint Capital Projects – Glen Ridge Board of Education & Montclair

Sample Savings

- Fire Contract saves at least \$2,500,000 per year.
- Board of Education has saved 40% on paving projects by consolidating program with the Borough.
- ADA Improvements at the High School and Linden Avenue School were provided at no cost due to grants sponsored by the Borough
- County provided \$21,300 in road salt to the Borough as the result of eliminating redundant leaf collections.
- Current Health & Animal Control Contracts save \$31,000.
- Board of Education and Borough consolidated building and field maintenance reducing staff by two full time equivalent workers.
- Flushing of hydrants by Montclair saves \$9,000.
- Street Sweeping Contract Saves \$15,000 per annum in Equipment Expense plus Operating Expenses

APPRORIATIONS RECAP

- Expenses have been reduced by \$239,245.77 or 1.98%.
- Staff has been reduced by 12.7%.
- Service Levels remain the same.
- So far, grants account for an additional 10% of the Borough's 2010 funding.
- Shared Services account for 9% of the Borough's Budget

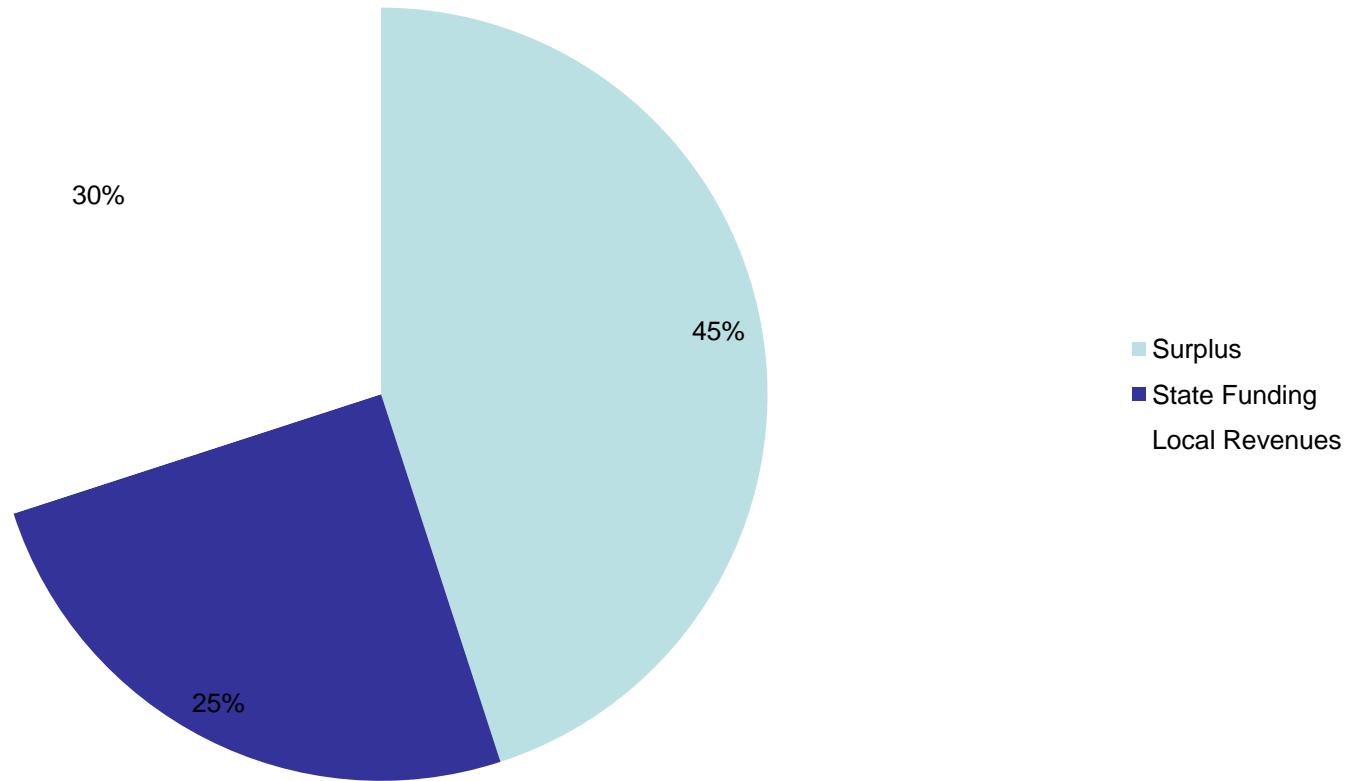
HISTORY

TOTAL PROPERTY TAX RATES FOR GLEN RIDGE

<i>YEAR</i>	<i>SCHOOL</i>	<i>% change</i>	<i>TOWN</i>	<i>% change</i>	<i>COUNTY</i>	<i>% change</i>	<i>Total Tax Rate</i>	<i>% change</i>
2010	\$1.813	4.74	\$0.649	5.53%	\$0.445	3.5%	\$2.907	4.72%
2009	\$1.731	3.03%	\$0.615	4.59%	\$0.43	2.38%	\$2.776	3.31%
2008*	\$1.68	3.00%	\$0.59	1.90%	\$0.42	6.00%	\$2.69	2.93%
2007	\$9.81	3.37%	\$3.47	9.81%	\$2.40	0.00%	\$15.68	4.19%
2006	\$9.49	7.96%	\$3.16	2.60%	\$2.40	0.00%	\$15.05	5.47%
2005	\$8.79	9.06%	\$3.08	6.21%	\$2.40	0.84%	\$14.27	6.97%
2004	\$8.06	4.13%	\$2.90	6.23%	\$2.38	3.93%	\$13.34	4.55%
2003	\$7.74	6.46%	\$2.73	2.25%	\$2.29	9.57%	\$12.76	6.07%
2002	\$7.27	15.03%	\$2.67	2.69%	\$2.09	6.09%	\$12.03	10.47%
2001	\$6.32	4.64%	\$2.60	1.96%	\$1.97	2.07%	\$10.89	3.52%
2000	\$6.04	3.78%	\$2.55	2.41%	\$1.93	0.52%	\$10.52	2.83%
1999	\$5.82	11.07%	\$2.49	2.05%	\$1.92	4.35%	\$10.23	7.46%

* Revaluation

Components of Tax Levy Increase



TAX IMPACT

- Average Home Assessment - \$586,000
- 2010 Tax Increase - \$49.81 per quarter or \$199.24 per year
- Home Assessed at \$1,000,000
- 2010 Tax Increase - \$85.00 per quarter or \$340.00 per year

Municipality	Projected Tax Rate Increase (5/10)
Cedar Grove	14.00%
Bloomfield	11.80%
Montclair	11.00%
Fairfield	11.00%
Glen Ridge (8/9/10)	5.53%
Livingston	4.40%
Millburn	2.00%

VALUATION

- 2010 - \$1,423,126,160
- 2008 - \$1,443,196,791
- There is a potential for a material reduction in net valuations due to tax appeals in 2010.

DEBT SCHEDULE

Item	Outstanding Balance
General	\$4,710,000.00
Water Utility (Self – Liquidating)	\$3,696,942.19
Pool Utility(Self –Liquidating)	\$685,000.00
Green Acres	\$472,818.00

WATER BUDGET

Summary of Revenues		Anticipated	
		2010	2008
1.	Surplus	200,000.00	150,000.00
2.	Miscellaneous Revenues	992,000.00	957,200.00
3.	Deficit (General Budget)		
Total Revenues		1,192,000.00	1,107,200.00
Summary of Appropriations		2010	Final
		Budget	2008 Budget
1.	Operating Expenses: Salaries and Wages	333,742.66	324,021.61
	Other Expenses	518,180.51	445,000.00
2.	Capital Improvements		
3.	Debt Service	320,076.83	309,293.21
4.	Deferred Charges and Other Appropriations	20,000.00	28,885.18
5.	Surplus (General Budget)		
Total Appropriations		1,192,000.00	1,107,200.00
Total Number of Employees - Full Time		1	1

POOL BUDGET

Summary of Revenues		Anticipated	
		2010	2008
1.	Surplus	70,577.00	148,228.00
2.	Miscellaneous Revenues	300,700.00	308,450.00
3.	Deficit (General Budget)		
Total Revenues		371,277.00	456,678.00
Summary of Appropriations		Final	
		2010 Budget	2008 Budget
1.	Operating Expenses: Salaries and Wages	118,000.00	100,000.00
	Other Expenses	153,352.00	261,294.00
2.	Capital Improvements		
3.	Debt Service	99,925.00	95,384.00
4.	Deferred Charges and Other Appropriations		
5.	Surplus (General Budget)		
Total Appropriations		371,277.00	456,678.00
Total Number of Employees - Full Time		-	-

- Thank You and your input is welcome.
- Please contact the Borough at info@glenridgenj.org or 973-748-8400, ext. 220 if you have questions or require additional information.