

2011 Toms River Township Municipal Budget

Public Hearing of April 26, 2011

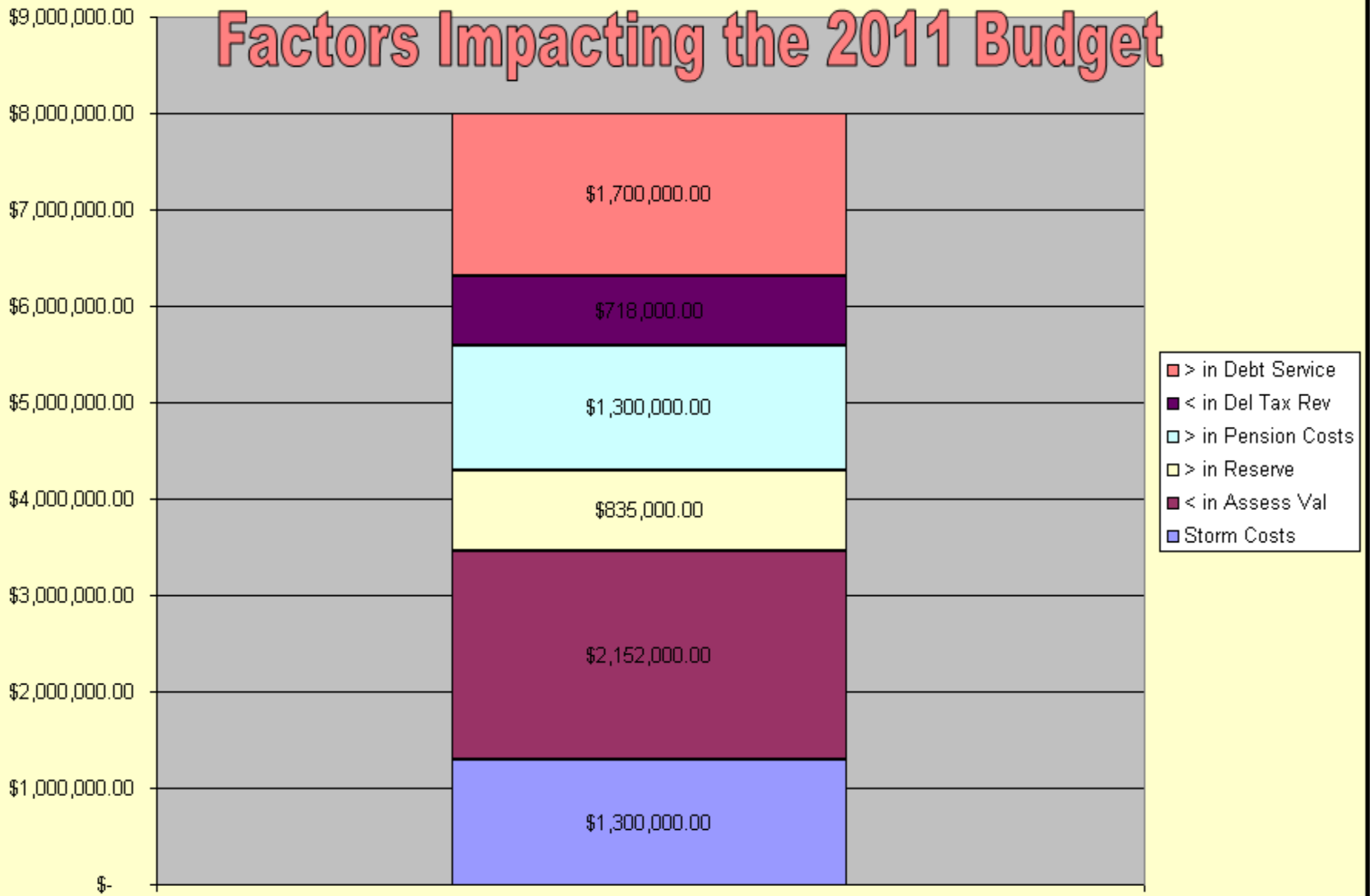
Factors Impacting and Influencing the 2011 Budget

- Reduction of available surplus (carry over balance) from 2010 to 2011 due to the severe winter storm on December 26th and 27th, which cost the township in excess of \$1.3 million.
- Reduction in the overall assessed valuation of the Township from \$17.115 billion in 2010 to \$16.950 billion in 2011 due to ongoing tax appeals and the declining real estate market. Since 2009, the overall assessed valuation has decreased by over \$615 million, which equates to 1.28 cents on the local tax rate.

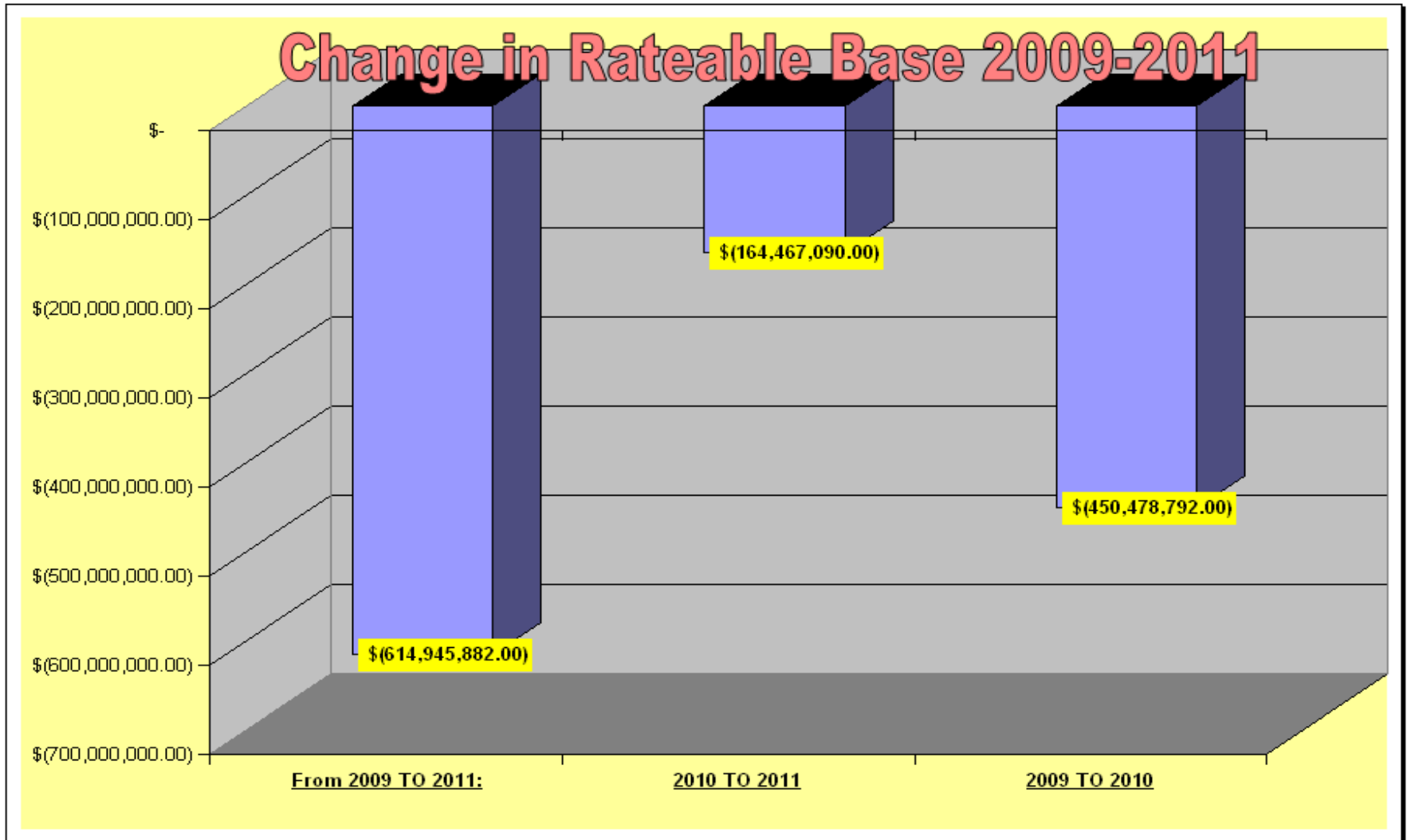
Factors Impacting and Influencing the 2011 Budget

- Increase in the Reserve for Uncollected Taxes of \$835,000 based on the State formula. The Reserve totals \$6.51 million in the 2011 budget and approximates 7% of the overall budgetary expenditures.
- Increase in State-administered pension costs of over \$1.3 million (an increase of 27%).
- Reduction in delinquent tax revenue that can be anticipated of (\$718,000).
- Increase in debt service of \$1.7 million.

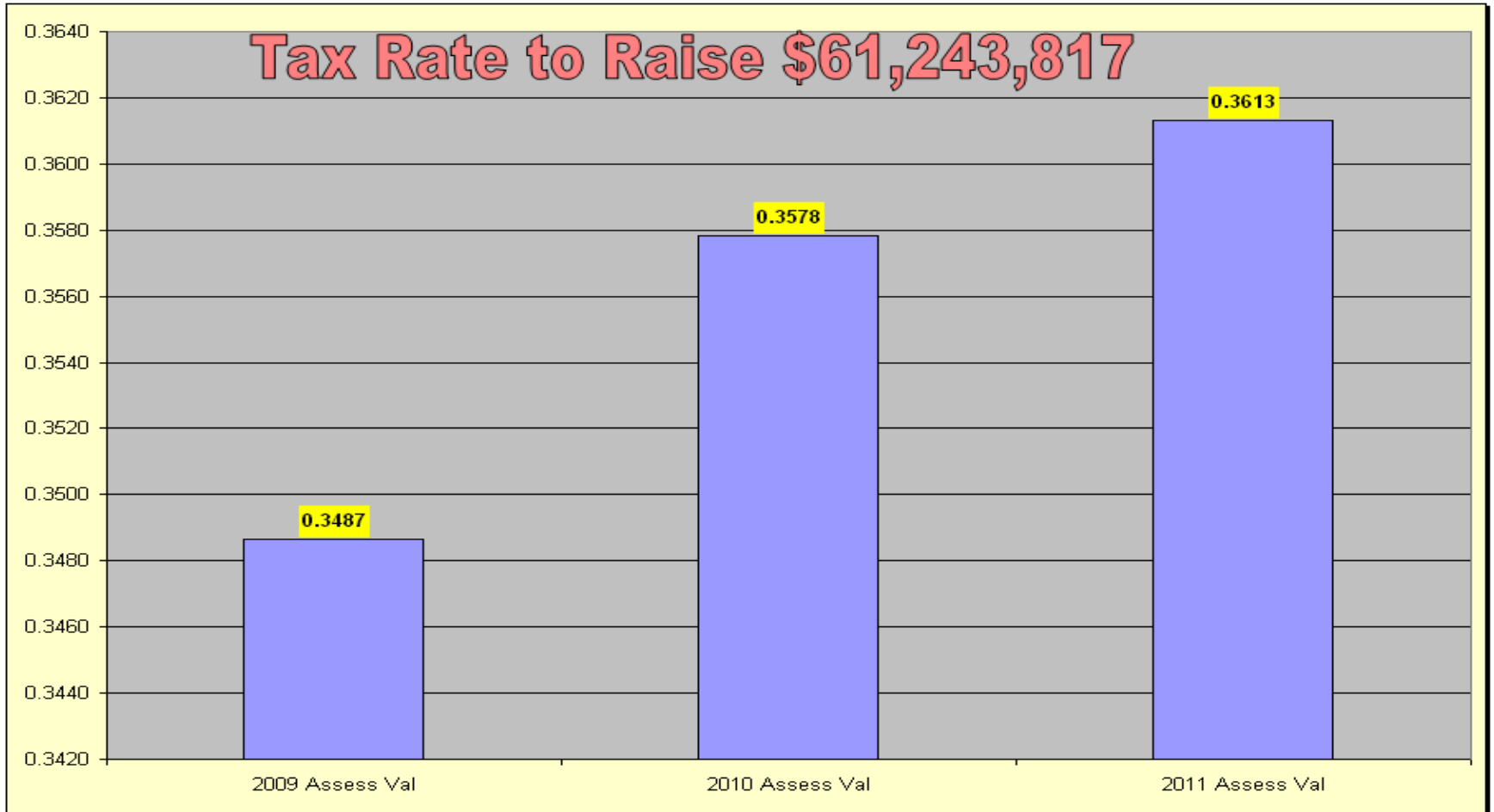
Factors Impacting the 2011 Budget



Change in Rateable Base



Tax Rate Impact – Declining Rateable Base



Addressing the Factors Impacting the Budget

- Address the “cost centers” in the budget on the expenditure side
 - Approach all collective bargaining units again (3rd time in 3 years) to request adjustments to existing contracts. Results were:
 - Imposition of 6 unpaid furlough days in 2011 and 2012 and “split” raises for 2011 (that were deferred from 2010) and 2012 for employees in the Teamsters Union, Supervisor’s Union and for all non-union “Confidential” employees.
 - Imposition of 12 unpaid furlough days in 2011 for employees in the “white collar” union.
 - Split raises and a new salary scale for new employees for Community Service Officers (CSO) Union. (ratification pending)
 - Split raises for employees in the Dispatcher’s union.
 - New salary scale for new employees in the PBA Union (ratification pending)

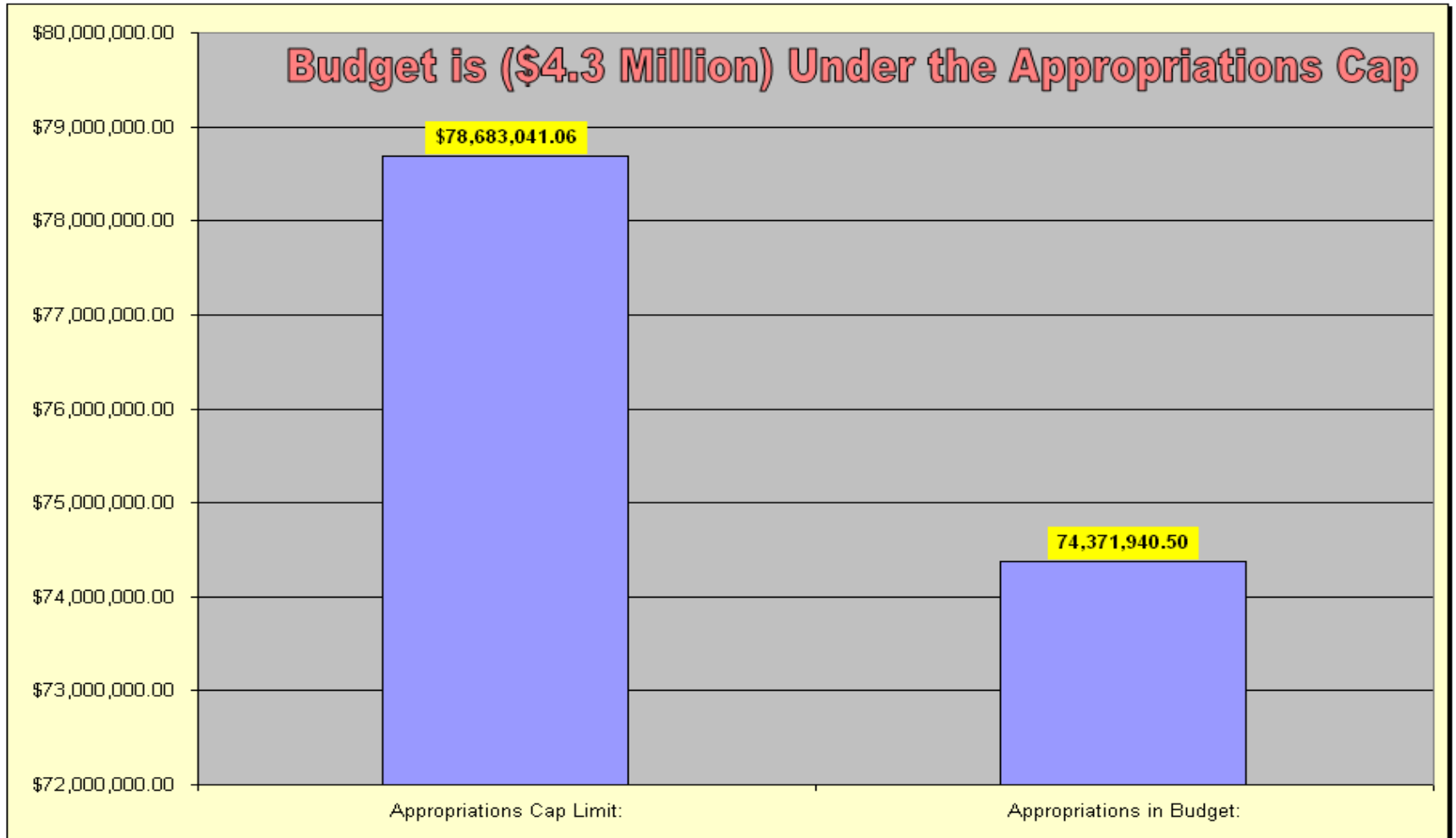
Addressing the Factors Impacting the Budget

- These changes resulted in actual savings in the 2011 budget of approximately \$1 million. This is in addition to the changes in 2010 which resulted in savings of \$2.6 million.
- Reduction of overtime was also a priority. The goal and objective was to reduce overtime to the maximum extent possible. Overtime has been reduced from \$1.990 million in 2008 to \$1.475 million in 2010, or a reduction of 26%. This has been accomplished largely through a restructuring of trash/recycling pickup programs, within the Department of Public Works.

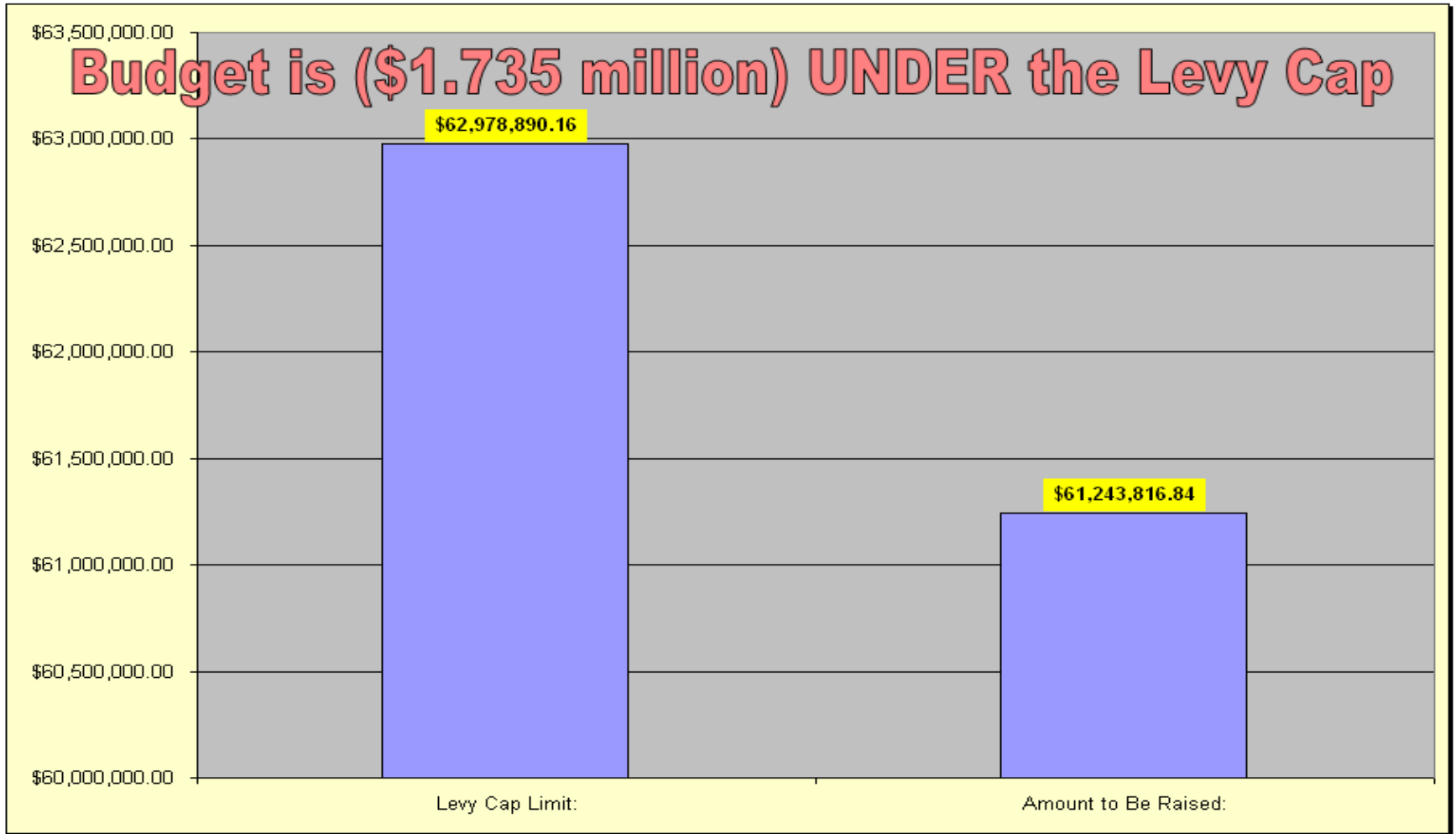
Addressing the Factors Impacting the Budget

- The number of full time positions has been reduced as well by 34 full time positions from 2008 to the present.
- In the 2010 budget, the Township reduced the “other expense” line items for each department by 10%. In the 2011 budget, we further reduced 13 “other expense” line items, kept 23 “other expense” line items the same as the 2010 budget and increased only 8 “other expense” line items. The net result was a savings of (\$1,043,000), or a reduction of (10.26%) from the 2010 budget.

Compliance with State-Imposed Appropriations Cap



Compliance with State-Imposed Levy Cap



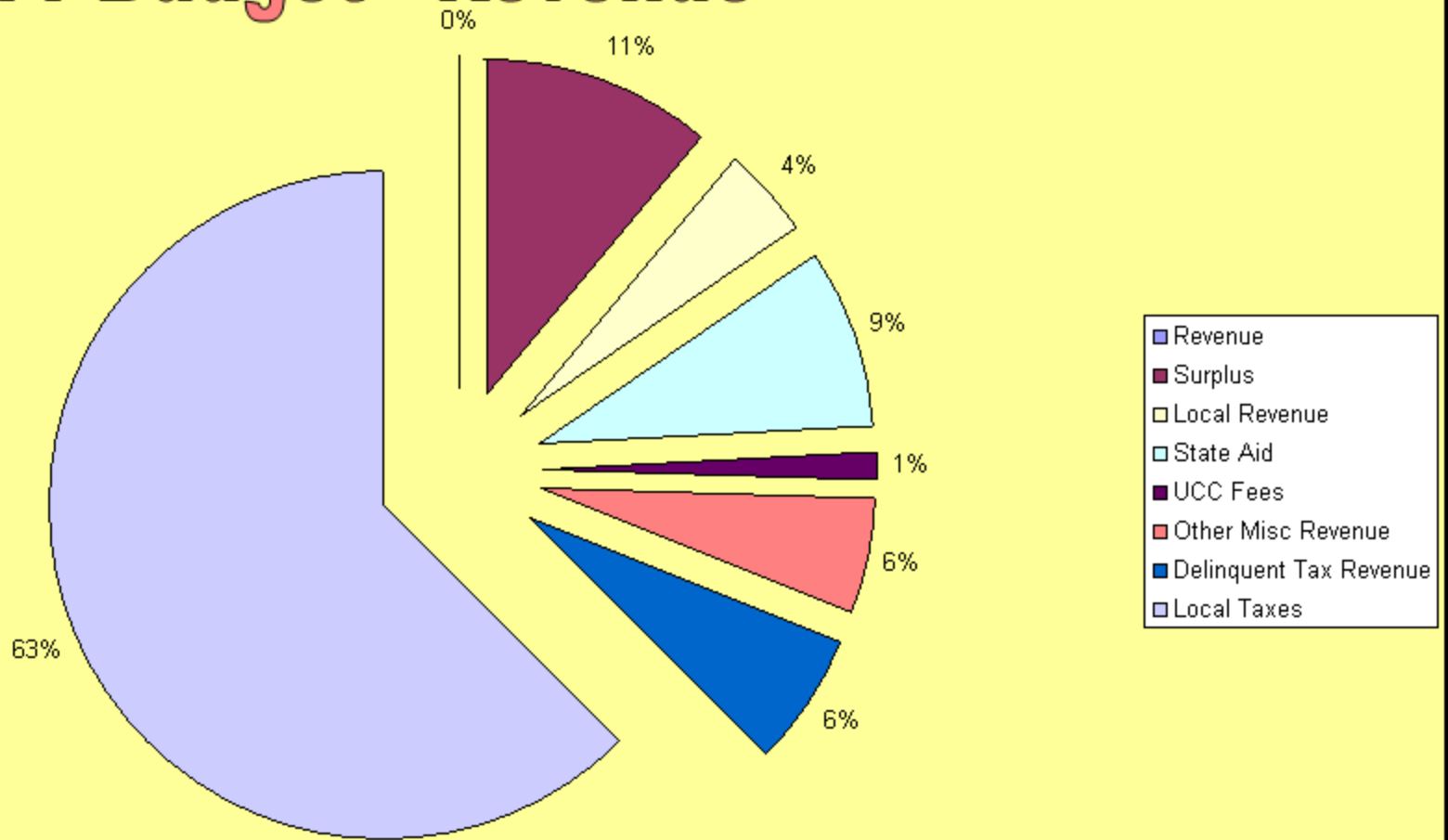
Summary of the Budget as Introduced

- The overall size of the budget has increased by only 1.9% from 2010. The overall size, excluding the self-liquidating utility budgets is \$97,984,263.
- Salaries and wages in the 2011 budget are approximately \$100,000 less than the 2010 budget.
- The budget complies in all respects with both the State-imposed levy cap and expenditure cap.
- The overriding objective was to maintain the current level of service which has been achieved with the budget as introduced.

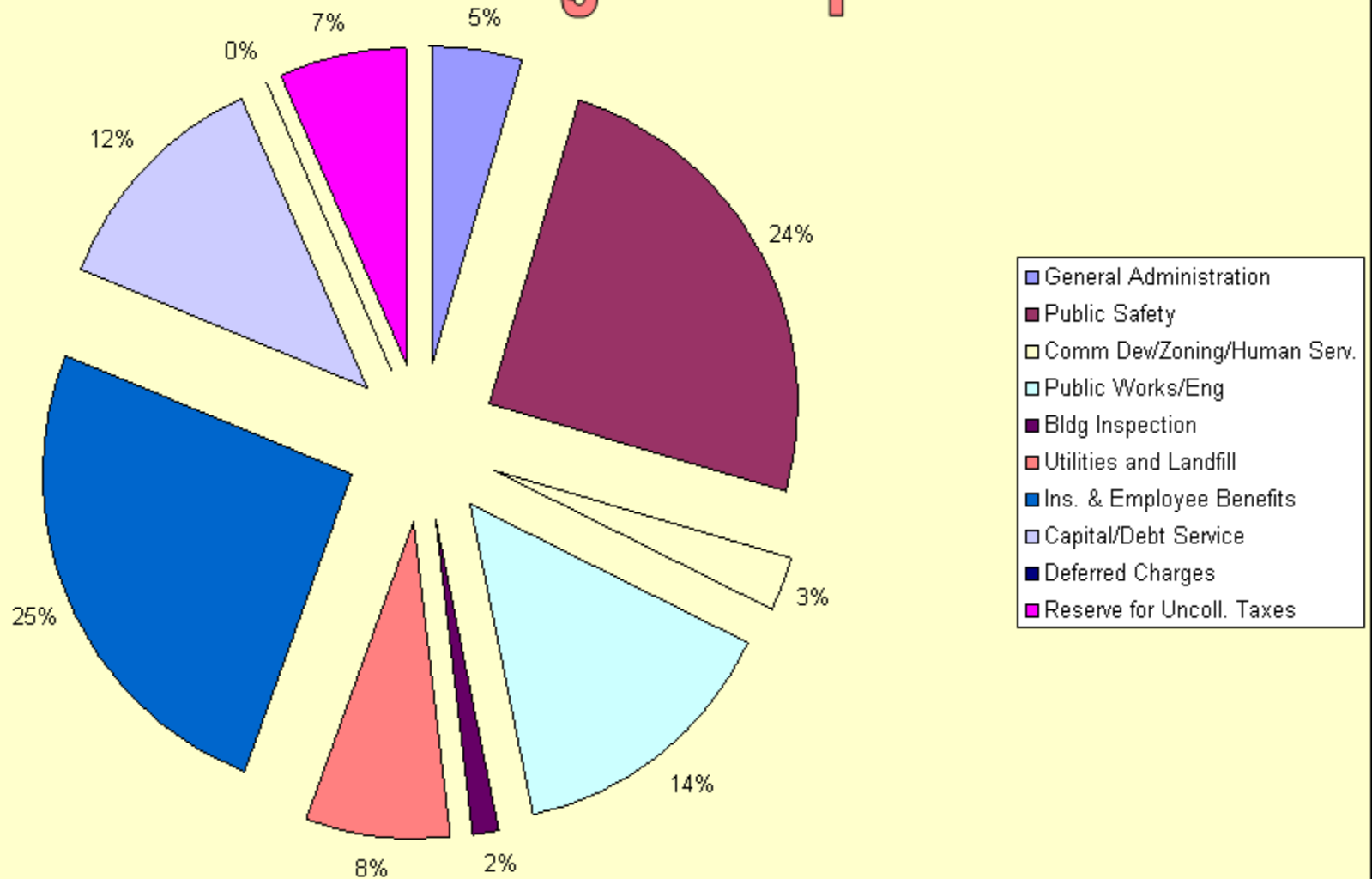
Summary of the Budget as Introduced

- Approximately 40% of the budget is devoted to the direct service delivery categories of Public Safety and Public Works
- As permitted by State law and Twp. Ordinance, utilization of \$500,000 from the Open Space Trust Fund for dedicated expenditures for maintenance of parks and open space.
- The budget reflects an increase in the amount to be raised of 2.85 cents per \$100 of assessed valuation, or \$28.50 per \$100,000 of assessed valuation.
- Even after accounting for the increase in the tax rate, the average municipal taxes paid by Toms River residents in 2011 will be at least 16% below the Ocean County average.

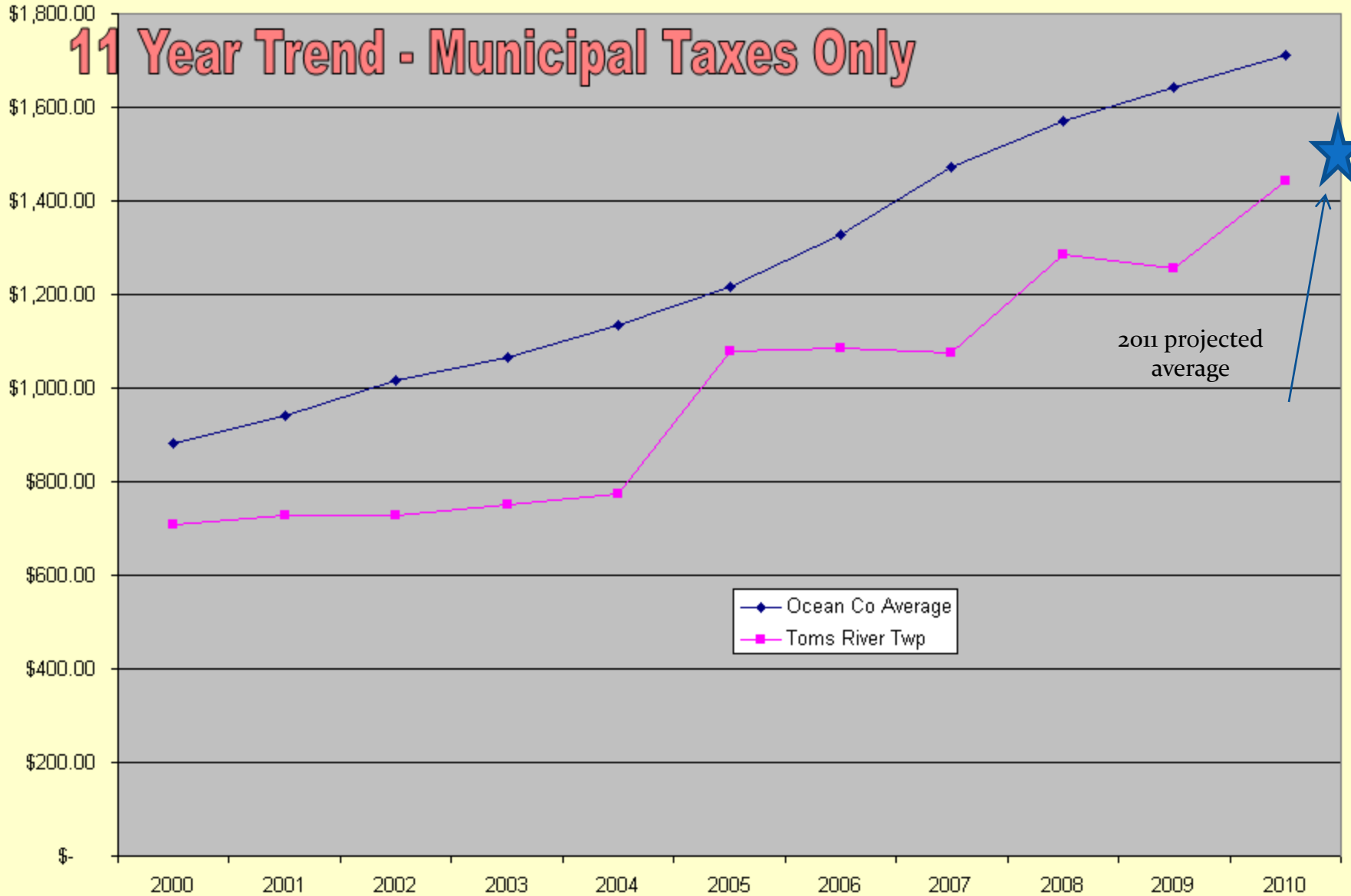
2011 Budget - Revenue



2011 Budget - Expenditures



11 Year Trend - Municipal Taxes Only



Bea Lea Golf Course Utility

Revenue:		
	2011 Budget	2010 Budget:
Operating Surplus Anticipated	\$ 100,000.00	\$ 212,465.69
Green Fees	\$ 1,260,000.00	\$ 1,290,000.00
Concession Income	\$ 45,000.00	\$ 45,000.00
Misc Revenue	\$ 8,800.00	\$ 10,000.00
Increased Green Fees	\$ 90,000.00	\$ -
Total Revenue	\$ 1,503,800.00	\$ 1,557,465.69

Expenditures:		
	2011 Budget	2010 Budget:
Salary/Wages	\$ 691,000.00	\$ 782,172.00
Other Expenses	\$ 400,000.00	\$ 450,415.00
CIF	\$ 1,000.00	\$ 10,000.00
Bond Principal	\$ 270,000.00	\$ 140,000.00
Int on Bonds	\$ 75,000.00	\$ 30,100.00
Int on Notes	\$ 3,800.00	\$ 67,328.00
Social Security	\$ 63,000.00	\$ 62,000.00
Expenditure w/o Appropriation		\$ 14,450.69
Unemployment Comp Ins		\$ 1,000.00
Total Expenditures:	\$ 1,503,800.00	\$ 1,557,465.69

Ice Rink Utility Budget:		
Revenue:		
	2011 Budget	2010 Budget:
Operating Surplus Anticipated	\$ 48,000.00	\$ 48,000.00
Ice Rink Fees	\$ 1,060,750.00	\$ 1,030,000.00
Concession Income		
Misc Revenue	\$ 15,000.00	\$ 24,000.00
Total Revenue	\$ 1,123,750.00	\$ 1,102,000.00

Expenditures:		
	2011 Budget	2010 Budget:
Salary/Wages	\$ 520,000.00	\$ 500,000.00
Other Expenses	\$ 561,750.00	\$ 561,750.00
CIF	\$ 1,000.00	\$ 500.00
Bond Principal		
Int on Bonds		
Int on Notes		
PERS		\$ 1,000.00
Social Security	\$ 40,000.00	\$ 38,250.00
Unemp Comp	\$ 1,000.00	\$ 500.00
Total Expenditures:	\$ 1,123,750.00	\$ 1,102,000.00