



Borough of Riverdale

County of Morris
State of New Jersey



Budget Analysis

2016



Borough of Riverdale

2016 Governing Body



- **Mayor Paul Carelli**
- **Council President Vincent Pellegrini**
Public Works
- **Councilman Garrett Astarita**
Utilities
- **Councilman Stephen Revis**
Public Safety
- **Councilman Bradley Clinton**
Personnel
- **Councilman Dave Desai**
Finance
- **Councilman Matthew Oswald**
Communications



Borough of Riverdale

2016 Municipal Officials



AJ Jalloh
Borough Clerk

Steve Schotanus
Public Works Superintendent

Kenneth Sesholtz
Chief Financial Officer

Kevin Smith
Chief of Police

Dan Sturm
Fire Chief

Robert Oostdyk
Borough Attorney

Paul Darmofalski
Borough Engineer



Borough of Riverdale

2015 Tax Analysis and Review



2015 Tax Analysis And Review



Borough of Riverdale

2015 Tax Bill Breakdown



2015 FINAL/2016 PRELIMINARY TAX BILL

RIVERDALE BOROUGH

MORRIS COUNTY

BLOCK NUMBER	LOT NUMBER	QUALIFICATION
Property Locat.	1.5SF	
Building Desc.		
Additional Lots		
Land Dimens.	75X159	
Bank	Mortgage #	Tax Acct. #

EXPLANATION OF TAXES		
DESCRIPTION	RATE PER \$100	AMOUNT OF TAX
COUNTY TAX	0.259	747.94
LOCAL TAX	0.638	1842.43
DISTRICT SCHOOL TAX	0.904	2610.59
COUNTY OPEN SPACE TAX	0.011	31.77
MUNICIPAL OPEN SPACE	0.010	28.88
MUNICIPAL LIBRARY TAX	0.035	101.07

ASSESSED VALUATION INFORMATION

▼ LAND ▼ ▼ IMPROVEMENTS ▼ ▼ TOTAL ▼

EXEMPTIONS ► NET TAXABLE VALUE ► **288782**

AVERAGE RESIDENTIAL HOMEOWNER
MAIN STREET
RIVERDALE, NJ 07457

2015 TOTAL TAX 1.857 5362.68
 2015 NET TAX 5362.68
 LESS 2015 PREV. BILLED
 BALANCE OF 2015 TAX

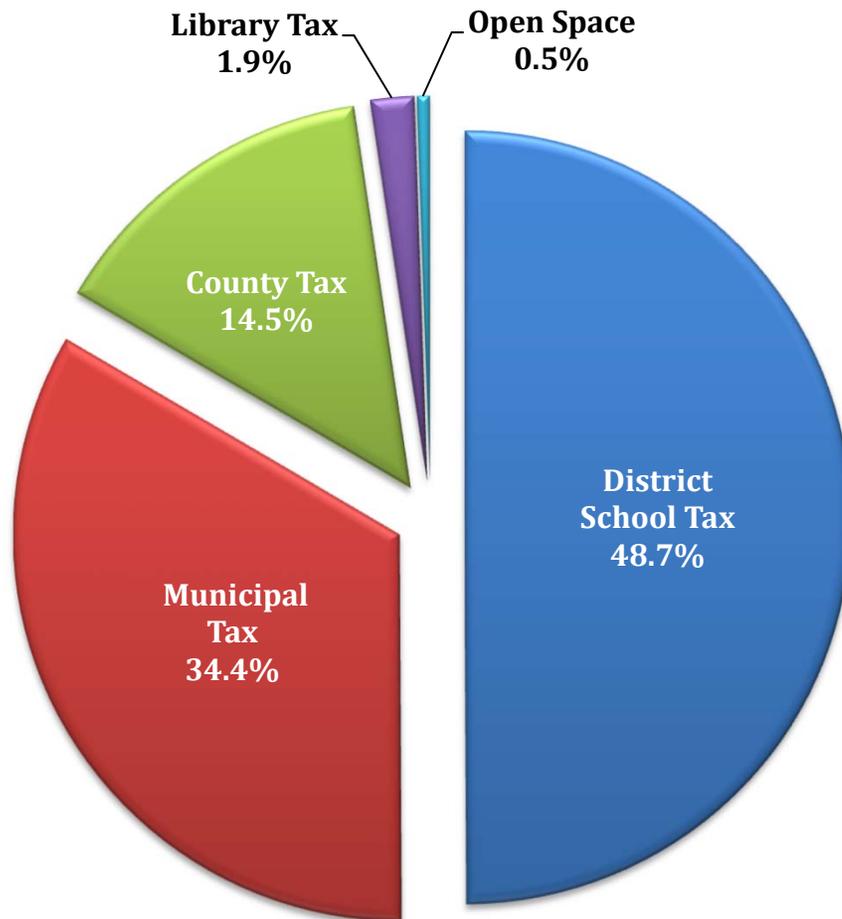
THIS IS NOT A BILL - FOR ADVICE ONLY

2015 3RD QTR DUE AUG. 1, 2015	2015 4TH QTR DUE NOV. 1, 2015	2016 1ST QTR DUE FEB. 1, 2016	2016 2ND QTR DUE MAY. 1, 2016
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Borough of Riverdale

2015 Tax Bill Breakdown



DESCRIPTION	AMOUNT
District School Tax	\$2,610.59
Local Municipal Tax	\$1,842.43
County Tax	\$779.71
Municipal Library Tax	\$101.07
Municipal Open Space	\$28.88
TOTALS	\$5,362.68



Borough of Riverdale

2016 Budget Overview



- **Chapter 44 of P.L. 2010 (2010 CAP) imposes a 2% cap on local tax levies.**
- **The levy cap is in addition to the existing appropriation cap.**
- **The cap calculation is subject to various adjustments, including but not limited to the value of increased assessments and other modifications.**
- **The Amount to be Raised by Taxation for 2016 is in compliance with the 2% Tax Levy CAP.**
- **The General Appropriations for 2016 are in compliance with the 3.5% Appropriation CAP.**



Borough of Riverdale

2016 Tax Analysis and Review



2016 Assessment Summary



Borough of Riverdale

2016 Assessment Summary



Type of Property	Properties	Total Assessment	Average	Percent
Vacant Land	68	\$18,195,500	\$267,581	2.3%
Residential	1667	\$471,933,500	\$283,103	58.8%
Farm	3	\$471,000	\$157,000	0.1%
Commercial	134	\$274,476,800	\$2,048,334	34.2%
Personal Property Telephone	1	\$7,245,200	\$7,245,200	0.9%
Exempt	41	\$30,460,300	\$742,934	3.8%
SUB-TOTAL	1914	\$802,782,300	\$419,426	100.0%
(Less Exempt)	41	\$30,460,300	\$742,934	
NET VALUATION TAXABLE (2016)	1873	\$772,322,000	\$412,345	



Borough of Riverdale

2016 Assessment Result



2015 Net Valuation Taxable = \$795,591,500

2016 Net Valuation Taxable = \$772,322,000

Ratable Net Change in 2016 = (\$23,269,500)

Percentage Decrease in 2016 = (2.92%)

MUNICIPAL TAX DOLLARS = (\$148,159)

Average Residential Home Impact = (\$55.90)



Borough of Riverdale

Summary of Municipal Services



- **Police and Fire Departments – Public Safety**
- **Public Works Department**
Maintain roadways, parks, storm water management, leaf collection and snow removal
- **Board of Health / Animal control services**
- **Emergency First Aid**
- **Recreational, cultural and senior citizen events and programs**
- **Garbage Collection / Recycling Program**
- **Open Space acquisition and maintenance**



Borough of Riverdale

2015 – 2016 Budget Summary



Budget Item	2015 (Final)	2016 (Proposed)	Net Change
Salaries & Wages	\$2,710,990	\$2,811,746	3.7%
Other Expenses	\$4,317,723	\$4,289,892	(0.6%)
Total Budget	\$7,028,713	\$7,101,638	1.0%



Borough of Riverdale

2016 Budget Appropriations by Category



BUDGET CATEGORY	AMOUNT	PERCENT
Salaries	\$2,811,746	39.6%
Insurance (including health)	\$697,000	9.8%
Utilities and Sanitation	\$492,343	6.9%
Education / Library	\$319,359	4.5%
Shared Service Agreements	\$140,500	2.0%
Deferred Charges / Statutory Expenditures	\$720,784	10.2%
Capital Improvement	\$85,000	1.2%
Debt Service	\$565,440	8.0%
Reserve for Uncollected Taxes	\$494,289	7.0%
Other	\$775,177	10.9%
TOTAL BUDGET	\$7,101,638	100.0%



Borough of Riverdale

Budget Cost Drivers



Category Description	2016 (Proposed)	2015 (Adopted)	Net (\$) Change	Net (%) Change
Retirement Systems	\$456,155	\$460,737	(\$4,582)	(1.0%)
Insurance (including Health)	\$697,000	\$688,000	\$9,000	1.3%
Utilities and Sanitation	\$492,343	\$476,576	\$15,767	3.3%
Education and Library	\$319,359	\$311,043	\$8,316	2.7%
Municipal Debt Service	\$565,440	\$567,105	(\$1,665)	(0.3%)
Reserve for Uncollected Tax	\$495,289	\$488,437	\$6,852	1.4%
Salaries and Wages	\$2,811,746	\$2,710,990	\$100,756	3.7%



Borough of Riverdale

Revenues that support the Municipal Budget



Item Description	2015 (Adopted)	2016 (Proposed)	Increase/ (Decrease)
Surplus Utilization	\$450,000	\$525,000	16.7%
State Aid - Energy Receipts Tax	\$439,515	\$439,515	0.0%
Local Revenues	\$329,000	\$345,500	5.0%
Other Revenues	\$99,180	\$115,500	16.4%
Uniform Construction Code Fees	\$40,000	\$50,000	25.0%
Grants	\$214,587	\$26,370	(87.7%)
Delinquent Taxes	\$75,000	\$100,000	33.3%
Amount to be Raised by Taxes	\$5,368,492	\$5,499,753	2.4%
Total Budget	\$7,015,774	\$7,101,638	1.2%



Borough of Riverdale

2016 Tax Levy



- The proposed increase in the municipal tax levy is **\$131,019.43**, which represents a 2.58% increase.
- This equates to **\$68.52** per year or \$5.71 per month for a home assessed at the average value of 283,103.48.



Borough of Riverdale

2016 Tax Summary



2016 Proposed Budget:	\$ 7,101,638
2016 Tax Levy (2.58% Increase)	\$ 5,499,753
Surplus Anticipated:	\$ 525,000
2015 Municipal Tax Rate:	\$ 0.638
Average Home Assessment:	\$ 283,103
2016 Municipal Tax Rate:	\$ 0.675

2016 Average Municipal Tax Increase
\$ 68.52



Borough of Riverdale

Funding Projects – How do we Plan?



MUNICIPAL BUDGET

- Salaries / Benefits / Pension / Services / Police / Fire
- 2016 Annual Tax Bill = \$1,911.24

CAPITAL PROJECTS

- Road Improvements / Buildings / Vehicles / Equipment
- Current Borough Outstanding Debt = \$2,450,000 (12-31-15)
- 2016 Debt Service Payment = \$565,440
- Annual Payment in Municipal Budget = \$214.23

OPEN SPACE TRUST FUND

- Purchase and Maintenance of Borough's Open Space
- Enables grant opportunities
- Glenburn / Parks / Playgrounds / Recreation Fields
- Municipal Open Space Tax (1 point) = \$28.31



Borough of Riverdale

2015 – 2016 Average Tax Change



BUDGET YEAR	2015
AVERAGE HOME	\$288,782

2016
\$283,103

Net Change

TAX CATEGORY	2015 Rate	AMOUNT
COUNTY TAX *	0.270	\$779.71
LOCAL TAX	0.638	\$1,842.43
DISTRICT SCHOOL TAX	0.904	\$2,610.59
MUNICIPAL OPEN SPACE	0.010	\$28.88
MUNICIPAL LIBRARY TAX	0.035	\$101.07
TOTALS	1.857	\$5,362.68

2016 Rate	AMOUNT
0.285	\$806.84
0.675	\$1,910.95
0.969	\$2,743.27
0.010	\$28.31
0.037	\$104.75
1.976	\$5,594.12

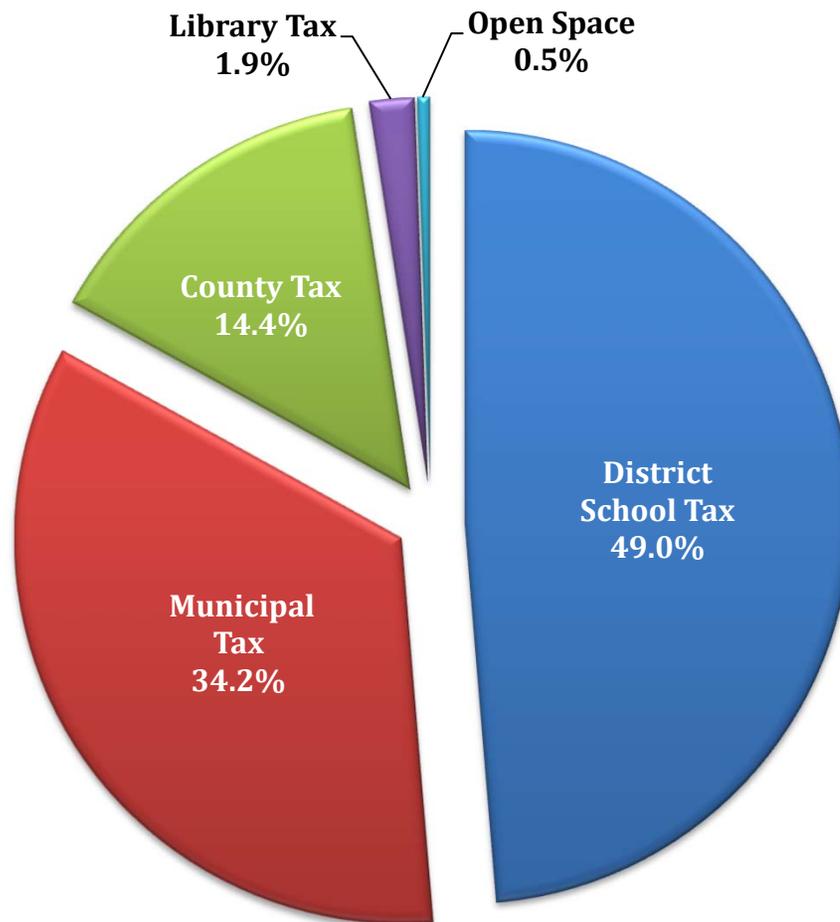
AMOUNT
\$27.13
\$68.52
\$132.68
(\$0.57)
\$3.67
\$231.43

* Estimated Rate



Borough of Riverdale

2016 Tax Bill Projected Breakdown



DESCRIPTION	AMOUNT
District School Tax	\$2,743.27
Local Municipal Tax	\$1,910.95
County Tax	\$806.84
Municipal Library Tax	\$104.75
Municipal Open Space	\$28.31
TOTALS	\$5,594.12



Borough of Riverdale

2016 Revenue Changes



- **Surplus Anticipated** Increased \$75,000
- **Fees and Permits** Decreased \$5,000
- **Municipal Court Fees** Increased \$15,000
- **Interest and Costs on Taxes** Increased \$4,000
- **Uniform Construction Code Fees** Increased \$10,000
- **Facility Usage Fees** Increased \$20,000
- **Donation - Newsletter** Decreased \$1,680



Borough of Riverdale

5 Year - Revenues versus Appropriations



Budget Category	2012	2013	2014	2015	2016 P
Surplus Anticipated	\$575,000	\$572,500	\$475,000	\$450,000	\$525,000
Local Revenue	\$271,700	\$248,100	\$261,750	\$329,000	\$345,500
Energy Receipts Tax	\$425,759	\$434,424	\$436,618	\$439,515	\$439,515
CMPTA Aid	\$13,756	\$5,091	\$2,897	\$0	\$0
Building Department (UCC Fees)	\$89,475	\$88,500	\$36,000	\$40,000	\$50,000
Grants (offset Appropriations)	\$14,231	\$46,543	\$275,080	\$214,587	\$26,370
Other Revenue Sources	\$57,500	\$42,500	\$53,000	\$99,180	\$115,500
Delinquent Taxes	\$50,000	\$50,000	\$75,000	\$75,000	\$100,000
Amount to be Raised by Taxes	\$4,821,889	\$5,317,183	\$5,400,507	\$5,368,492	\$5,499,753
Appropriations	\$6,319,310	\$6,804,841	\$7,015,852	\$7,015,774	\$7,101,638



Borough of Riverdale

Fund Balance - Surplus



- **The Borough's unaudited fund balance on 12/31/15 = \$1,202,391**
- **The surplus balance is \$17,107 higher than it was on 12/31/14**
- **The increase in surplus was aided by:**
 - **Receipt of miscellaneous revenue not anticipated**
 - **Rental of municipal owned property**
 - **Unexpended balance of 2014 appropriation reserves**
 - **Revenues realized exceeded the amounts anticipated**



Borough of Riverdale

5 Year – Fund Balance History



YEAR	AMOUNT	NET CHANGE
2011	\$983,675	n/a
2012	\$931,045	(\$52,630)
2013	\$1,017,865	\$86,820
2014	\$1,185,284	\$167,419
2015 (Unaudited)	\$1,202,391	\$17,107



Borough of Riverdale

In Summary



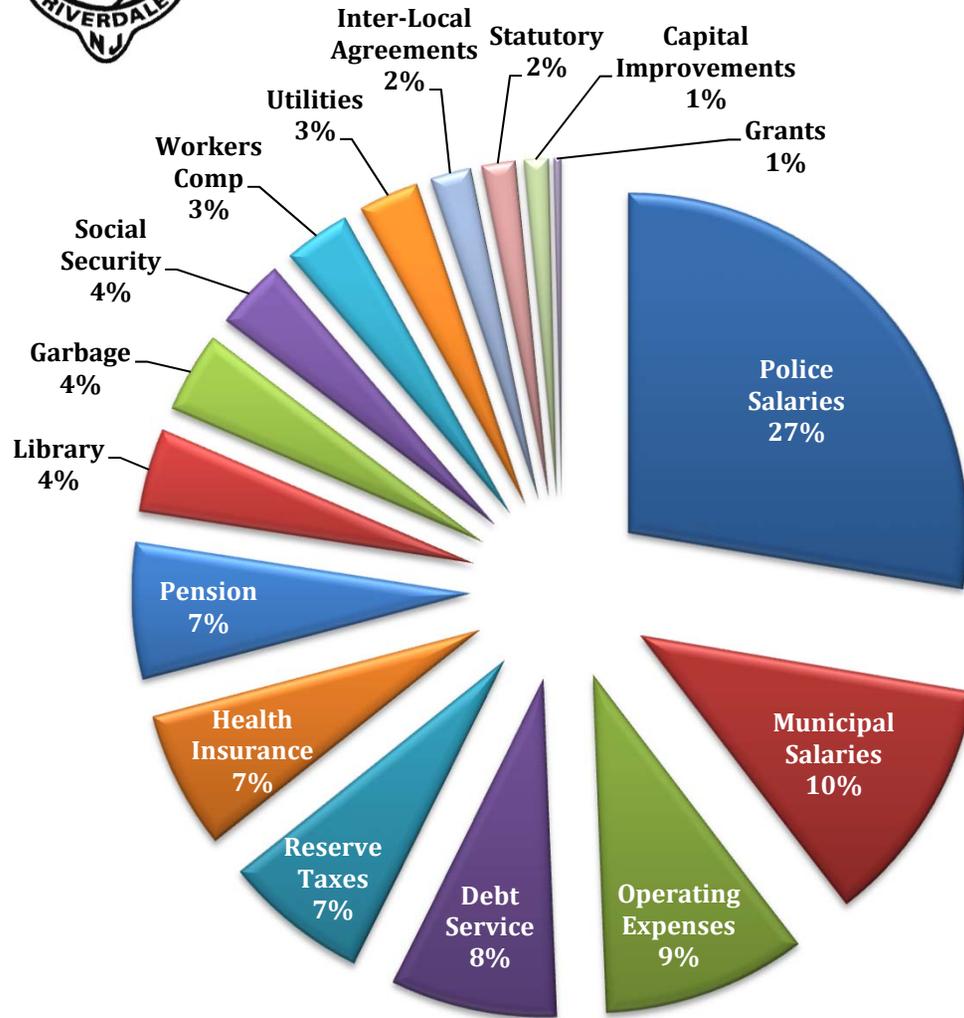
- **This budget provides for the same level of services that are expected by the citizens of the Borough of Riverdale, with an annual increase of \$68.00.**
- **The \$23M ratable loss in the Borough of Riverdale accounted for \$56.00 of the 2016 increase.**
- **We have taken steps to minimize future ratable swings by establishing an annual reassessment program that will be conducted by our Tax Assessor.**



Borough of Riverdale



2016 Municipal Budget
\$7,101,637.96



DESCRIPTION	AMOUNT
Police Salaries	\$1,964,841.00
Municipal Salaries	\$846,905.00
Operating Expenses	\$693,779.00
Debt Service	\$565,440.00
Reserve for Uncollected Taxes	\$494,289.02
Health Insurance	\$470,000.00
Pension	\$464,655.00
Library	\$285,768.35
Garbage Collection	\$275,000.00
Social Security / Unemployment	\$240,000.00
Workers Comp / Insurance	\$227,000.00
Utilities	\$206,000.00
Inter-Local Agreements	\$140,500.00
Statutory	\$116,091.00
Capital Improvements	\$85,000.00
Grants	\$26,369.59
TOTALS	\$7,101,637.96



Borough of Riverdale

ANALYSIS OF REVENUES AND EXPENDITURES



2012-2017

	2012 <u>AUDITED</u>	2013 <u>AUDITED</u>	2014 <u>AUDITED</u>	2015 <u>ADOPTED/UNAUDITED</u>	2016 <u>PROPOSED/PROJECTED</u>	2017 <u>PROJECTED</u>
REVENUES						
SURPLUS	\$575,000	\$572,500	\$475,000	\$450,000	\$525,000	\$500,000
LOCAL REVENUES	\$266,845	\$281,436	\$345,734	\$352,158	\$352,720	\$345,500
STATE AID	\$439,515	\$439,515	\$439,515	\$439,515	\$439,515	\$439,515
UNIFORM CONSTRUCTION	\$101,437	\$36,802	\$45,495	\$54,517	\$54,000	\$50,000
PUBLIC AND PRIVATE	\$113,066	\$278,593	\$454,702	\$227,526	\$26,370	\$0
OTHER SPECIAL ITEMS	\$63,256	\$54,011	\$83,174	\$125,861	\$121,000	\$115,500
DELINQUENT TAX	\$53,582	\$62,809	\$155,745	\$88,641	\$95,000	\$75,000
AMOUNT TO BE RAISED	\$5,134,617	\$5,408,169	\$5,520,335	\$5,417,786	\$5,549,753	\$5,714,500
EXCESS REVENUES	0.529/ 0.601	0.663	0.675	0.673	0.712	0.740
MRNA	\$135,182	\$280,949	\$318,485	\$225,856	\$175,000	\$175,000
RESERVES LAPSED	\$111,205	\$181,155	\$92,862	\$169,489	\$145,000	\$125,000
OTHER	\$12,272	\$162,081	\$28,339	\$134,688	\$150,000	
	<u>\$7,005,977</u>	<u>\$7,758,019</u>	<u>\$7,959,384</u>	<u>\$7,686,036</u>	<u>\$7,633,358</u>	<u>\$7,715,015</u>
EXPENDITURES						
OPERATING WITHIN CAPS						
SALARIES	\$2,822,595	\$2,868,060	\$2,675,190	\$2,710,990	\$2,811,746	\$2,947,796
OTHER EXPENSE	\$1,653,940	\$1,640,065	\$1,712,350	\$1,756,272	\$1,855,650	\$1,906,200
OPERATING EXCLUDED						
SALARIES			\$15,000			
OTHER EXPENSE	\$506,895	\$479,192	\$985,921	\$549,172	\$568,729	\$543,359
CAPITAL	\$5,000	\$220,000	\$25,000	\$227,500	\$85,000	\$5,000
DEBT SERVICE	\$339,266	\$631,715	\$578,115	\$567,105	\$565,440	\$580,000
DEFERRED/STATUTORY	\$716,695	\$723,434	\$718,678	\$729,237	\$720,784	\$747,000
RESERVE FOR UNCOLLECT	\$453,755	\$474,426	\$485,220	\$488,437	\$494,289	\$510,659
OTHER	\$65,461	\$61,808	\$121,491	\$190,216		
	<u>\$6,563,608</u>	<u>\$7,098,699</u>	<u>\$7,316,965</u>	<u>\$7,218,928</u>	<u>\$7,101,638</u>	<u>\$7,240,015</u>
ADJUSTMENTS	\$442,369	\$659,320	\$642,419	\$467,107	\$531,720	\$475,000
	<u>\$80,000</u>					
	\$522,369	\$659,320	\$642,419	\$467,107	\$531,720	\$475,000
SURPLUS 1/1	<u>\$983,675</u>	<u>\$931,045</u>	<u>\$1,017,865</u>	<u>\$1,185,284</u>	<u>\$1,202,391</u>	<u>\$1,209,111</u>
	\$1,506,045	\$1,590,365	\$1,660,284	\$1,652,391	\$1,734,111	\$1,684,111
SURPLUS ANTICIPATED	<u>\$575,000</u>	<u>\$572,500</u>	<u>\$475,000</u>	<u>\$450,000</u>	<u>\$525,000</u>	<u>\$500,000</u>
SURPLUS 12/31	\$931,045	\$1,017,865	\$1,185,284	\$1,202,391	\$1,209,111	\$1,184,111



Borough of Riverdale



BOROUGH OF RIVERDALE ANALYSIS OF BUDGET REVENUES												
2016												
CATEGORY	2012	2013	INCREASE/ <DECREASE> PERCENT	2013	2014	INCREASE/ <DECREASE> PERCENT	2014	2015	INCREASE/ <DECREASE> PERCENT	2015	PROPOSED 2016	INCREASE/ <DECREASE> PERCENT
SURPLUS	575,000	572,500	(2,500) -0.43%	572,500	475,000	(97,500) -17.03%	475,000	450,000	(25,000) -5.26%	450,000	525,000	75,000 16.67%
LOCAL REVENUE	271,700	248,100	(23,600) -8.69%	248,100	261,750	13,650 5.50%	261,750	329,000	67,250 25.69%	329,000	345,500	16,500 5.02%
STATE AID	439,515	439,515	0 0.00%	439,515	439,515	0 0.00%	439,515	439,515	0 0.00%	439,515	439,515	0 0.00%
UNIFORM CONSTRUCTION CODE	89,475	88,500	(975) -1.09%	88,500	36,000	(52,500) -59.32%	36,000	40,000	4,000 11.11%	40,000	50,000	10,000 25.00%
INTERLOCAL SERVICE AGREEMENTS	0	0	0 0.00%	0	0	0 0.00%	0	0	0 0.00%	0	0	0 0.00%
PUBLIC AND PRIVATE (GRANTS)	14,231	46,543	32,312 227.05%	46,543	275,080	228,537 491.02%	275,080	214,587	(60,493) -21.99%	214,587	26,370	(188,217) -87.71%
OTHER SPECIAL ITEMS	57,500	42,500	(15,000) -26.09%	42,500	53,000	10,500 24.71%	53,000	99,180	46,180 87.13%	99,180	115,500	16,320 16.45%
DELINQUENT TAXES	50,000	50,000	0 0.00%	50,000	75,000	25,000 50.00%	75,000	75,000	0 0.00%	75,000	100,000	25,000 33.33%
AMOUNT TO BE RAISED	4,821,889	5,317,183	495,294 10.27%	5,317,183	5,400,507	83,324 1.57%	5,400,507	5,368,492	(32,015) -0.59%	5,368,492	5,499,753	131,261 2.45%
	6,319,310	6,804,841		6,804,841	7,015,852		7,015,852	7,015,774		7,015,774	7,101,638	



Borough of Riverdale

County of Morris
State of New Jersey



Thank You
Questions / Comments