

# Borough of South River



## 2009 Municipal Budget

March 18, 2009

# 2009 Administration

Raymond T. Eppinger, Mayor  
John T. Trzeciak, Council President  
Anthony M. Razzano, Councilman  
Jim Hutchison, Councilman  
Michael Trenga, Councilman  
Peter Guindi, Councilman  
Rui Almeida, Councilman

Andrew J. Salerno, Borough Administrator  
Siva Sivananthan, Chief Financial Officer

# Budget Philosophy

Budget = Planning Document

Budget = Financial Document

Define Objectives

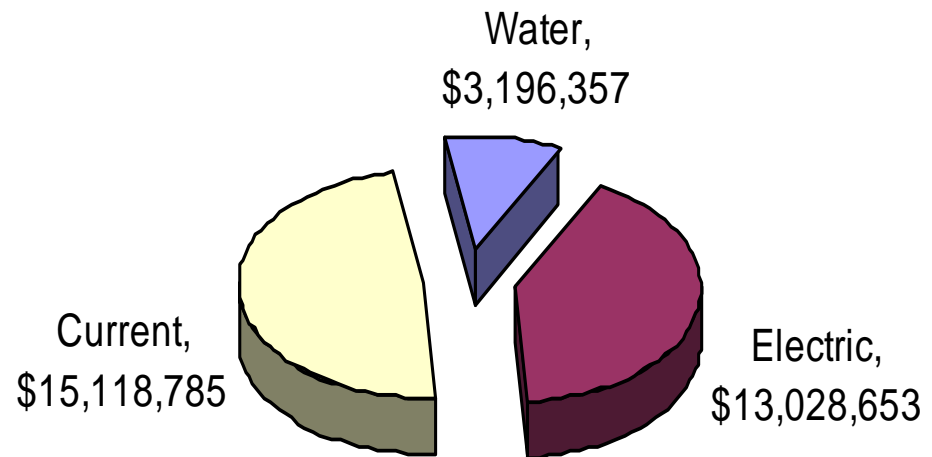
Determine Revenue Base

Allocate Revenues to Objectives

PLAN FOR THE FUTURE

# Three Entities

- Water Utility
  - \$3,196,357.00
- Electric Utility
  - \$13,028,653.00
- Current Fund
  - \$15,118,784.55



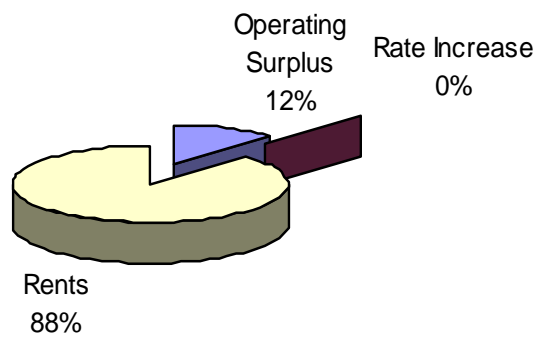
**\$31,343,795**

# Water Utility - Revenues

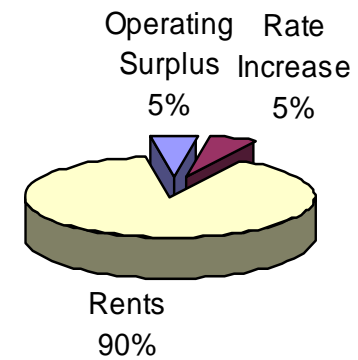
	<u>2008</u>	<u>2009</u>
Surplus	\$392,562	\$168,000
Rate Increase	\$0	\$173,744
Rents	\$2,800,000	\$2,854,613
<b>Grand Total</b>	<b>\$3,192,562</b>	<b>\$3,196,357</b>

# Water Utility - Revenues

## 2008 Revenue



## 2009 Revenue

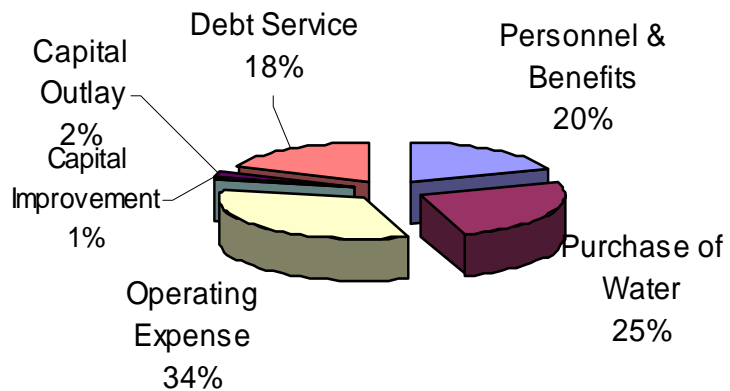


# Water Utility - Appropriations

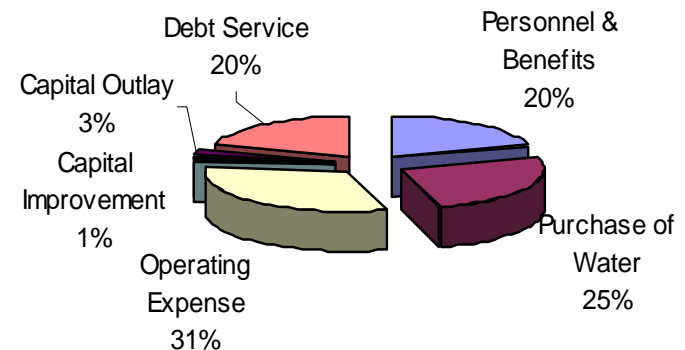
Appropriations	2008	2009
Personnel & Benefits	\$627,723	\$645,134
Purchase of Water	\$810,000	\$810,000
Operating Expense	\$1,078,509	\$995,000
<b>Total</b>	<b>\$2,516,232</b>	<b>\$2,450,134</b>
Capital Improvement	\$25,000	\$25,000
Capital Outlay	\$75,000	\$90,000
<b>Total</b>	<b>\$100,000</b>	<b>\$115,000</b>
Debt Service		
Principal	\$414,688	\$440,438
Interest	\$161,642	\$190,785
<b>Debt Service</b>	<b>\$576,330</b>	<b>\$631,223</b>

# Water Utility - Appropriation

## 2008 Appropriations



## 2009 Appropriations

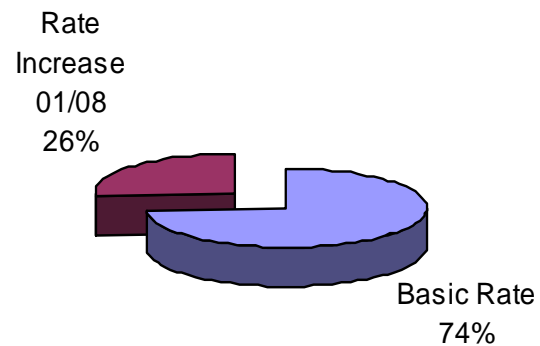


# Electric Utility - Revenues

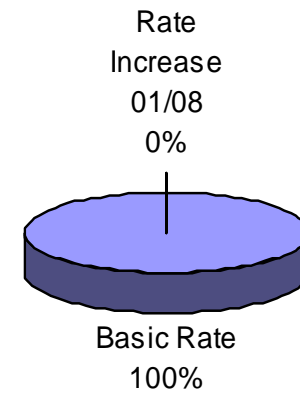
	<u>2008</u>	<u>2009</u>
Basic Rate	\$9,100,000	\$13,028,653
Rate Increase 01/08	\$3,171,618	\$0
<b>Grand Total</b>	<b>\$12,271,618</b>	<b>\$13,028,653</b>

# Electric Utility - Revenues

## 2008 Revenues



## 2009 Revenues

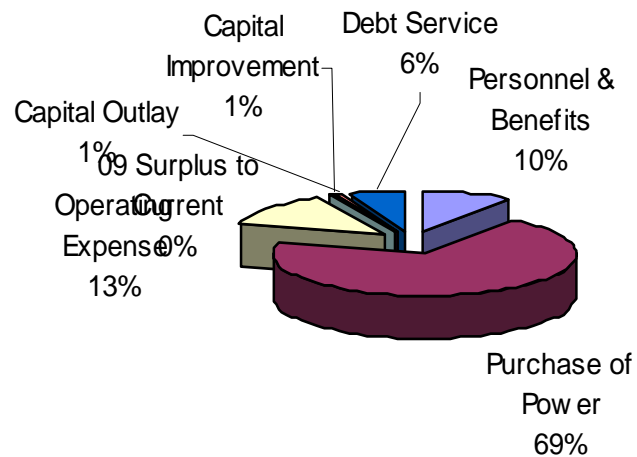


# Electric Utility - Appropriations

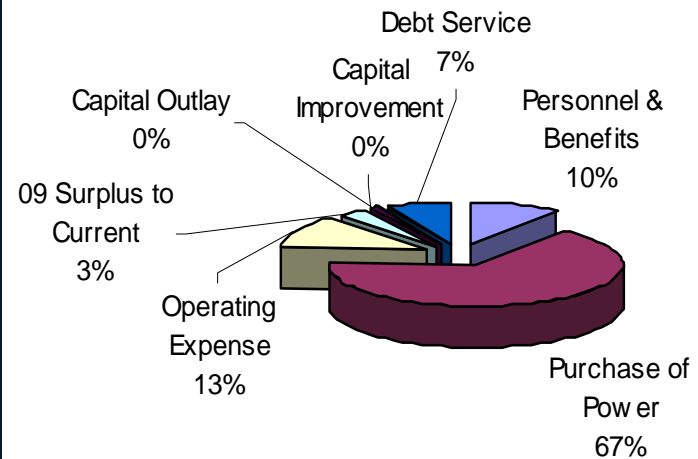
Appropriations	2008	2009
Personnel & Benefits	\$1,204,615	\$1,319,451
Purchase of Power	\$8,550,000	\$8,550,000
Operating Expense	\$1,633,000	\$1,673,800
09 Surplus to Current	\$0	\$443,000
<b>Total</b>	<b>\$11,387,615</b>	<b>\$11,986,251</b>
Capital Improvement	\$75,000	\$50,000
Capital Outlay	\$100,000	\$50,000
<b>Total</b>	<b>\$175,000</b>	<b>\$100,000</b>
Debt Service		
Principal	\$365,000	\$620,000
Interest	\$344,003	\$322,402
<b>Debt Service</b>	<b>\$709,003</b>	<b>\$942,402</b>
<b>Grand Total</b>	<b>\$12,271,618</b>	<b>\$13,028,653</b>

# Electric Utility - Appropriations

## 2008 Appropriations



## 2009 Appropriations



# Current Fund

## Goals & Objectives

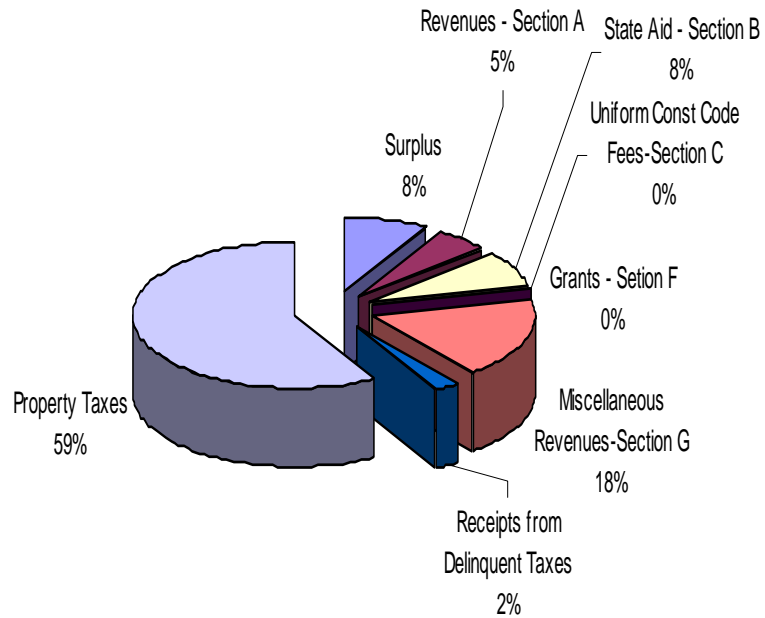
- Borough Direction/Executive Management
- Records Management/Elections
- Financial Administration
- Legal
- Engineering
- Public Safety
- Public Works
- Judicial
- Human Services

# Current Fund - Revenues

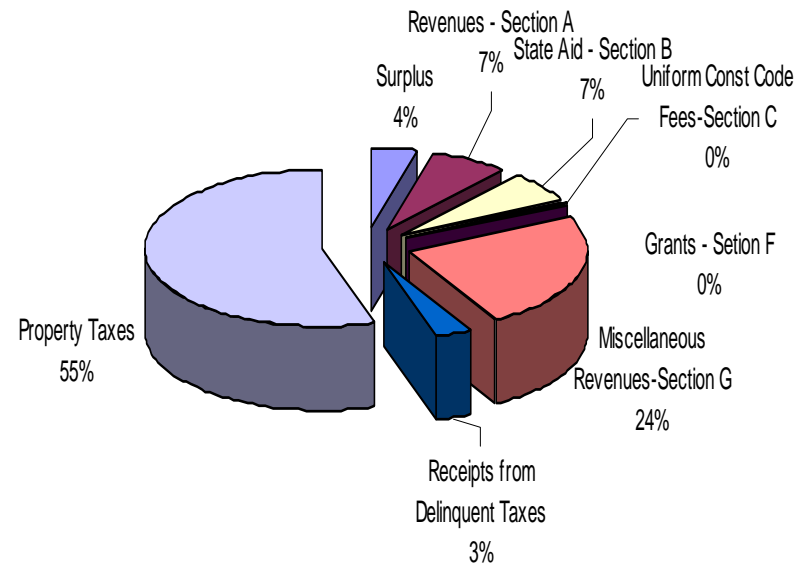
	<u>2008</u>	<u>2009</u>	<u>Diff.</u>
Surplus	\$1,225,000.00	\$646,000.00	-\$579,000.00
Revenues - Section A	\$769,000.00	\$1,024,000.00	\$255,000.00
State Aid - Section B	\$1,124,043.00	\$1,037,449.00	-\$86,594.00
Uniform Const Code Fees-Section C	\$6,800.00	\$6,800.00	\$0.00
Grants - Section F	\$5,416.17	\$29,370.27	\$23,954.10
Miscellaneous Revenues-Section G	\$2,623,553.89	\$3,586,678.96	\$963,125.07
Receipts from Delinquent Taxes	\$350,000.00	\$500,000.00	\$150,000.00
<b>Total General Revenues</b>	<b>\$6,103,813.06</b>	<b>\$6,830,298.23</b>	<b>\$726,485.17</b>
Property Taxes	\$8,486,130.23	\$8,288,486.32	-\$197,643.91
<b>Grand Total</b>	<b>\$14,589,943.29</b>	<b>\$15,118,784.55</b>	<b>\$528,841.26</b>

# Current Fund - Revenues

## 2008 Revenues



## 2009 Revenues



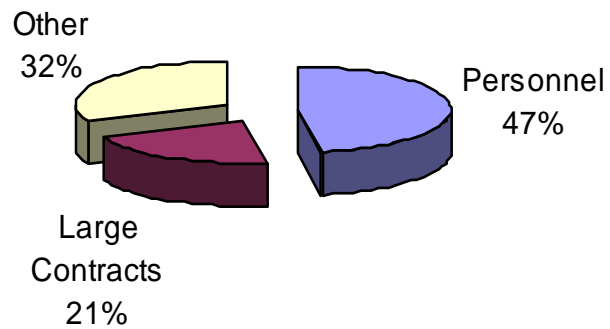
# Current Fund - Appropriations

	<u>2008</u>	<u>2009</u>	<u>Diff.</u>
HB & Pensions	\$993,915.57	\$2,223,255.00	<b>\$1,229,339.43</b>
S & W	\$5,920,700.00	\$5,931,650.00	<b>\$10,950.00</b>
Personnel	\$6,914,615.57	\$8,154,905.00	<b>\$1,240,289.43</b>
Insurance & WC	\$1,348,500.00	\$371,000.00	<b>-\$977,500.00</b>
County Programs	\$1,193,245.00	\$1,765,128.00	<b>\$571,883.00</b>
Trash Disposal	\$528,000.00	\$500,000.00	<b>-\$28,000.00</b>
Large Contracts	\$3,069,745.00	\$2,636,128.00	<b>-\$433,617.00</b>
Capital & Debt	\$1,562,797.00	\$1,554,424.91	<b>-\$8,372.09</b>
Library	\$570,178.00	\$558,283.00	<b>-\$11,895.00</b>
Operations	\$1,794,897.94	\$1,466,669.47	<b>-\$328,228.47</b>
Uncollected	\$677,709.78	\$748,374.17	<b>\$70,664.39</b>
Other	\$4,605,582.72	\$4,327,751.55	<b>-\$277,831.17</b>
<b>Grand Total</b>	<b>\$14,589,943.29</b>	<b>\$15,118,784.55</b>	<b>\$528,841.26</b>

# Current Fund - Appropriations

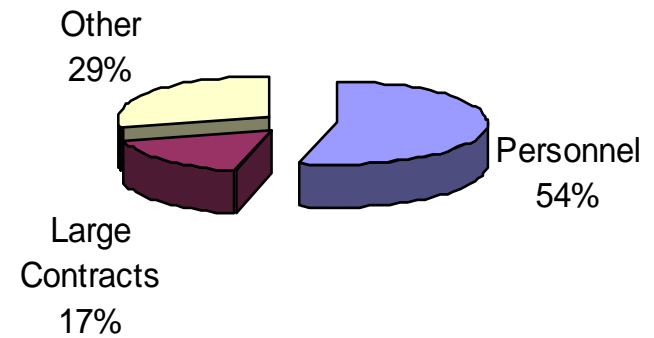
## 2008 Appropriations

\$14,589,943.29



## 2009 Appropriations

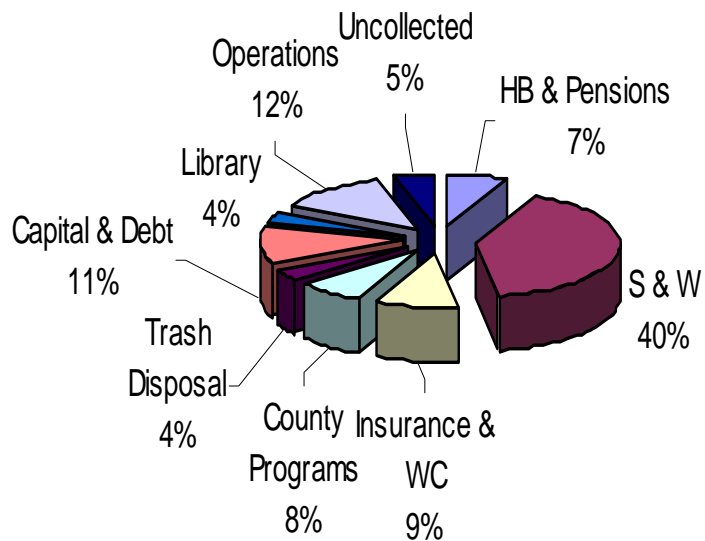
\$15,118,784.55



# Current Fund - Appropriations

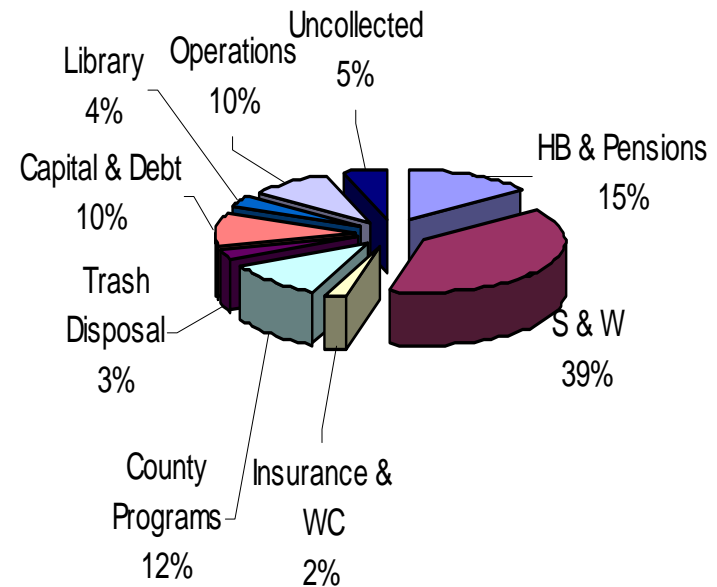
## 2008 Appropriations

\$14,589,943.29



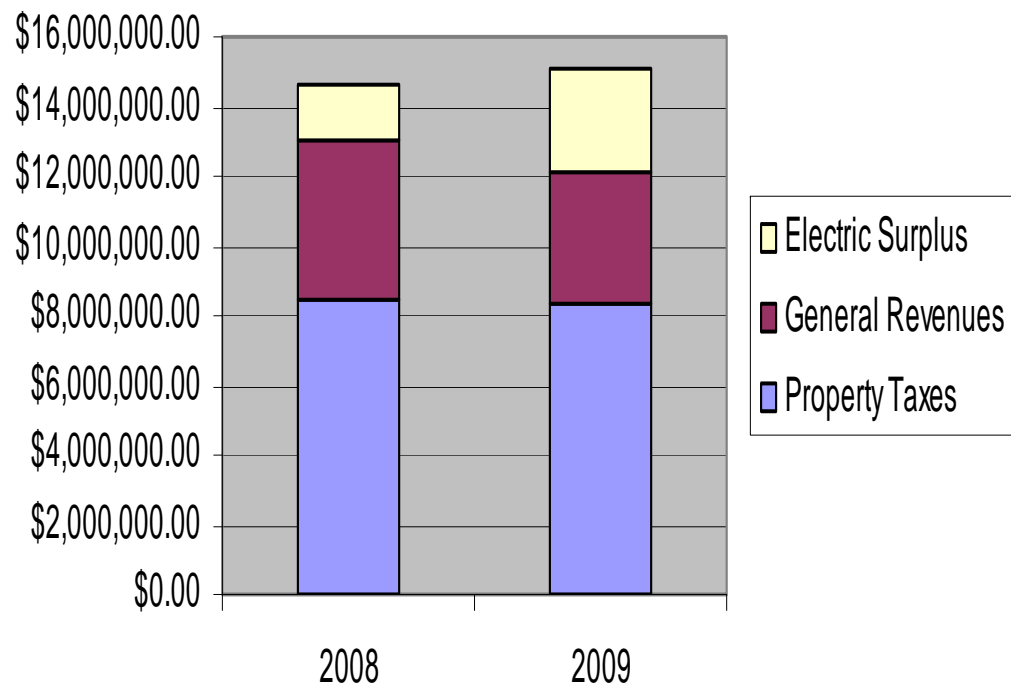
## 2009 Appropriations

\$15,118,784.55



# Electric Utility Contribution

Electric Utility Contribution



	2008	2009
Property Taxes	\$8,486,130.23	\$8,288,486.32
General Revenues	\$4,574,813.06	\$3,858,298.23
Electric Surplus	\$1,529,000.00	\$2,972,000.00
<b>Total</b>	<b>\$14,589,943.29</b>	<b>\$15,118,784.55</b>

# Tax Impact

ZERO TAX  
INCREASE

# Water Utility

## *Strategies for the Future*

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

# Electric Utility

## *Strategies for the Future*

- Increase manpower levels & maintenance schedules
- Address primary redundancy
- Rate stabilization through improved system efficiency
- Reduction of 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)

# Current Fund

## *Strategies for the Future*

- Analyze future potential inter-local municipal agreements and public/private partnerships
- Continue to utilize and improve current inter-locals
- Continue to improve service delivery and operational efficiencies
- Investigate/Analyze centralization of facilities and impacts on potential commercial redevelopment
- Implement a fiscally responsible and strategic infrastructure improvement plan
- Implement a five year long-term budget plan stabilizing property tax rates