

TOWNSHIP OF MENDHAM
5 YEAR REVENUE PROJECTION

Revenue Description	Realized YTD through 12/31/10	Budget FY 2011	Projected FY 2012	Projected FY 2013	Projected FY 2014	Projected FY 2015	Projected FY 2016	Yearly % Change	NOTE
FUND BALANCE:									
Fund Balance Anticipated	790,871	809,142	890,056	934,559	981,287	1,030,351	1,081,869	5.00%	
	<u>790,871</u>	<u>809,142</u>	<u>890,056</u>	<u>934,559</u>	<u>981,287</u>	<u>1,030,351</u>	<u>1,081,869</u>		
LOCAL REVENUE:									
ABC Licenses	2,150	2,150	2,150	2,150	2,150	2,150	2,150	1.00%	
Fees & Permits	75,825	84,103	84,944	85,793	86,651	87,518	88,393	1.00%	
Municipal Court Fees	179,120	179,119	150,000	151,500	153,015	154,545	156,091	1.00%	
Interest & Costs on Taxes	85,004	71,326	72,039	72,760	73,487	74,222	74,964	1.00%	
Reserve Trail Maintenance	15,000	10,000	10,100	10,201	10,303	10,406	10,510	1.00%	
MRNA Cable Franchise	70,128	77,900	78,679	79,466	80,260	81,063	81,874	1.00%	
Reserve Sale Muni Assets	15,000	19,737	19,934	20,134	20,335	20,538	20,744	1.00%	
Reserve Pay Debt Service	110,000	24,500	0	0	0	0	0	0.00%	
Reserve Muni Building	320,000	0	0	0	0	0	0	0.00%	
Uniform Fire Safety	1,771	1,770	1,788	1,806	1,824	1,842	1,860	1.00%	
Health Insurance Co Pay	32,596	0	0	0	0	0	0	0.00%	
Interlocal Muni Court	134,154	136,100	137,461	138,836	140,224	141,626	143,042	1.00%	
Rental Town Properties	16,600	16,600	24,000	24,240	24,482	24,727	24,974	1.00%	
Recycling Rebates	4,790	15,762	15,919	16,079	16,239	16,402	16,566	1.00%	
Uniform Construction Fees	177,847	167,508	170,858	174,275	177,761	181,316	184,942	2.00%	
	<u>1,239,985</u>	<u>806,575</u>	<u>767,873</u>	<u>777,239</u>	<u>786,732</u>	<u>796,356</u>	<u>806,111</u>		
STATE AID WITHOUT OFFSETTING APPROPRIATIONS:									
Watershed Aid	28,059	28,059	28,059	28,059	28,059	28,059	28,059	0.00%	
Consolidated Mun. Property Tax Relief Aid	0	0	0	0	0	0	0	0.00%	
Energy Receipts Tax	459,000	459,000	459,000	459,000	459,000	459,000	459,000	0.00%	
	<u>487,059</u>	<u>487,059</u>	<u>487,059</u>	<u>487,059</u>	<u>487,059</u>	<u>487,059</u>	<u>487,059</u>		
NOTES:	Municipal Court Fines projection for 2012 was lowered because 2011 actuals are less than anticipated. The projected rental revenue for 2012 will be higher due to changes in occupancy. The Fund Balance was reduced due to the Reserve for Municipal Buildings being moved to General Capital.								

TOWNSHIP OF MENDHAM
5 YEAR REVENUE PROJECTION

Revenue Description	Realized YTD through 12/31/10	Budget FY 2011	Projected FY 2012	Projected FY 2013	Projected FY 2014	Projected FY 2015	Projected FY 2016	Yearly % Change
GRANTS AND INTERLOCAL AGREEMENTS WITH OFFSETTING APPROPRIATIONS:								
Grants with offsetting appropriations	65,299	41,542	43,619	45,800	48,090	50,495	53,019	5.00%
	65,299	41,542	43,619	45,800	48,090	50,495	53,019	
OTHER REVENUES:								
Receipts-Delinquent Taxes	253,236	209,050	209,050	209,050	209,050	209,050	209,050	
Local Tax for Municipal Purposes Including Reserve								
Uncollected Taxes	6,247,942	6,312,936	6,439,195	6,567,979	6,699,338	6,833,325	6,969,992	2.00%
	6,501,177	6,521,986	6,648,245	6,777,029	6,908,388	7,042,375	7,179,042	
TOTAL GENERAL REVENUES	9,084,392	8,666,304	8,836,852	9,021,686	9,211,557	9,406,636	9,607,100	NOTE FY 2011

NOTE: FY 2011 total increased to reflect recent grant award (\$16,623) for Clean Communities.

TOWNSHIP OF MENDHAM
5 YEAR REVENUE PROJECTION

Revenue Description	Realized YTD through 12/31/10	Budget FY 2011	Projected FY 2012	Projected FY 2013	Projected FY 2014	Projected FY 2015	Projected FY 2016
Fund Balance Anticipated	790,871	809,142	890,056	934,559	981,287	1,030,351	1,081,869
Local Revenue	1,239,985	806,575	767,873	777,239	786,732	796,356	806,111
State Aid Without Offsetting							
Appropriation	487,059	487,059	487,059	487,059	487,059	487,059	487,059
Grants With Offsetting							
Appropriation	65,299	41,542	43,619	45,800	48,090	50,495	53,019
Receipts from Delinquent Taxes	253,236	209,050	209,050	209,050	209,050	209,050	209,050
	2,836,450	2,353,368	2,397,657	2,453,707	2,512,218	2,573,311	2,637,108
Local Tax for Municipal Purposes Including Reserve		6,312,936	6,439,195	6,567,979	6,699,338	6,833,325	6,969,992
Uncollected Taxes							
TOTAL GENERAL REVENUES	9,084,392	8,666,304	8,836,852	9,021,686	9,211,557	9,406,636	9,607,100

NOTE: The 2011 Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes is calculated as follows:

2011 Net Valuation Taxable (projected)	1,889,924,347
Multiplied by: 2011 Municipal Tax Rate	0.333
	629,344,808
	100
Divided by: 100	<u>6,293,448</u>

TOWNSHIP OF MENDHAM
5 YEAR EXPENSE PROJECTION

	Expended YTD through 12/31/10	Budget FY 2011	Projected FY 2012	Projected FY 2013	Projected FY 2014	Projected FY 2015	Projected FY 2016	Yearly % Change
General Operating Expenses:								
Admin. & Executive	211,313	195,150	199,053	203,034	207,095	211,237	215,461	2.00%
Mayor & Council	15,500	13,000	13,260	13,525	13,796	14,072	14,353	2.00%
Township Clerk	65,491	65,500	66,810	68,146	69,509	70,899	72,317	2.00%
Finance	138,215	107,000	109,140	111,323	113,549	115,820	118,137	2.00%
Audit	38,000	38,000	38,760	39,535	40,326	41,132	41,955	2.00%
Data Processing	33,799	36,000	36,720	37,454	38,203	38,968	39,747	2.00%
Tax Collector	58,297	58,550	59,721	60,915	62,134	63,376	64,644	2.00%
Assessor	45,586	45,400	46,308	47,234	48,179	49,142	50,125	2.00%
Legal	109,784	92,000	93,840	95,717	97,631	99,584	101,575	2.00%
Engineering	23,564	23,000	23,460	23,929	24,408	24,896	25,394	2.00%
Environmental Commission	876	500	510	520	531	541	552	2.00%
Open Space Committee	167	200	204	208	212	216	221	2.00%
Historic Preservation	2,476	500	510	520	531	541	552	2.00%
Aid to Museums	0	0	0	0	0	0	0	0.00%
Planning Board	36,794	36,600	37,332	38,079	38,840	39,617	40,409	2.00%
Board of Adjustment	26,789	23,850	24,327	24,814	25,310	25,816	26,332	2.00%
Construction Code Official	131,083	129,400	131,988	134,628	137,320	140,067	142,868	2.00%
Insurance:								
Liability	106,676	115,000	117,300	119,646	122,039	124,480	126,969	2.00%
Workers Compensation	123,536	123,435	125,904	128,422	130,990	133,610	136,282	2.00%
Group	581,815	534,000	544,680	555,574	566,685	578,019	589,579	2.00%
Police Operations	1,701,514	1,572,000	1,603,440	1,635,509	1,668,219	1,701,583	1,735,615	2.00%
Police Dispatch	125,500	129,500	132,090	134,732	137,426	140,175	142,978	2.00%
Emergency Management	500	500	510	520	531	541	552	2.00%
Fire Department	52,975	41,000	41,820	42,656	43,510	44,380	45,267	2.00%
First Aid Squad	0	3,000	3,060	3,121	3,184	3,247	3,312	2.00%
Fire Prevention	69,362	69,600	70,992	72,412	73,860	75,337	76,844	2.00%
Municipal Prosecutor	14,490	15,000	15,300	15,606	15,918	16,236	16,561	2.00%
Public Works	1,057,525	1,039,300	1,060,086	1,081,288	1,102,913	1,124,972	1,147,471	2.00%
Sanitation/Recycling	203,897	215,000	219,300	223,686	228,160	232,723	237,377	2.00%

TOWNSHIP OF MENDHAM
5 YEAR EXPENSE PROJECTION

	Expended YTD through 12/31/10	Budget FY 2011	Projected FY 2012	Projected FY 2013	Projected FY 2014	Projected FY 2015	Projected FY 2016	Yearly % Change
Buildings & Grounds	36,519	45,000	45,900	46,818	47,754	48,709	49,684	2.00%
Board of Health	126,650	127,600	130,152	132,755	135,410	138,118	140,881	2.00%
Animal Control	12,000	12,000	12,240	12,485	12,734	12,989	13,249	2.00%
Recreation Admin & Activities	30,229	44,500	45,390	46,298	47,224	48,168	49,132	2.00%
Parks Maintenance	21,918	16,000	16,320	16,646	16,979	17,319	17,665	2.00%
Senior Citizens Program	19,742	23,000	23,460	23,929	24,408	24,896	25,394	2.00%
Celebration of Public Events	2,000	2,000	2,040	2,081	2,122	2,165	2,208	2.00%
Utilities	265,891	308,000	314,160	320,443	326,852	333,389	340,057	2.00%
Reserve for Accumulated Sick	0	15,000	15,300	15,606	15,918	16,236	16,561	2.00%
Contingent	1,000	1,000	1,000	1,000	1,000	1,000	1,000	0.00%
Statutory Expenditures:								
Social Security	251,293	240,000	244,800	249,696	254,690	259,784	264,979	2.00%
PERS	144,832	191,021	206,283	210,409	214,617	218,909	223,287	2.00%
PERS (ERIP)	11,602	12,066	12,549	12,800	13,056	13,317	13,583	2.00%
PFRS	303,052	374,370	332,540	339,191	345,975	352,894	359,952	2.00%
Municipal Court	100,476	105,000	107,100	109,242	111,427	113,655	115,928	2.00%
Total General Operating Expenses	6,302,726	6,238,542	6,325,659	6,452,152	6,581,175	6,712,778	6,847,014	

SEE NOTE
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**TOWNSHIP OF MENDHAM
5 YEAR EXPENSE PROJECTION**

	Expended YTD through 12/31/10	Budget FY 2011	Projected FY 2012	Projected FY 2013	Projected FY 2014	Projected FY 2015	Projected FY 2016	Yearly % Change
Operations Excluded from CAPS								
Municipal Court - Interlocal	126,085	136,100	138,822	141,598	144,430	147,319	150,265	2.00%
Aid to Library OE	180,000	200,000	204,000	208,080	212,242	216,486	220,816	2.00%
Pension - PERS	3,839	0	0	0	0	0	0	0.00%
Pension - PFRS	23,444	0	0	0	0	0	0	0.00%
Group Health Insurance	73,050	0	0	0	0	0	0	0.00%
LOSAP Program	40,700	63,000	64,260	65,545	66,856	68,193	69,557	2.00%
Total OE Excluded from CAPS	447,118	399,100	407,082	415,224	423,528	431,999	440,639	
Federal & State Grants:								
Grants with offsetting rev.	65,299	41,542	42,373	43,220	44,085	44,966	45,866	2.00%
Grant matching share	2,500	2,500	2,500	2,500	2,500	2,500	2,500	0.00%
Total Grants	67,799	44,042	44,873	45,720	46,585	47,466	48,366	
Capital:								
Capital Improvement Fund	14,000	13,400	40,000	45,000	50,000	55,000	60,000	Note C
Total Capital	14,000	13,400	40,000	45,000	50,000	55,000	60,000	
Debt Service:								
Bond Principal	688,422	690,000	566,612	587,142	607,672	611,418	533,777	Note A
Note Principal	0	16,600	77,836	77,496	85,214	36,000	38,000	Note B
Interest on Bonds	342,598	292,800	266,715	247,908	228,111	208,077	190,089	Note A
Interest on Notes	39,947	33,700	38,080	40,000	42,000	44,000	46,000	Note B
Total Debt Service	1,070,967	1,033,100	949,243	952,546	962,997	899,496	807,866	
Special Emergency Approp.	18,120	18,120	0	0	0	0	0	0.00%
Res. for Uncollected Taxes	970,000	920,000	920,000	920,000	920,000	920,000	920,000	0.00%
Total Appropriations	8,890,730	8,666,304	8,686,857	8,830,642	8,984,285	9,066,739	9,123,884	

(A) The projected Principal and Interest on Serial Bonds payable was calculated using the amortization schedules.
 (B) The projected Principal and Interest on Bond Anticipation Notes payable was calculated using the "Debt Service Projection Schedule" assuming \$3 - \$4 million of notes issued per year at an interest rate of 4%. Also projects BAN turned into General Obligation Bonds in 2014.
 (C) The increase in 2012 is a result of the Township policy decision for funding future Capital Expenditures.

TOWNSHIP OF MENDHAM
5 YEAR EXPENSE PROJECTION

Expended YTD through 12/31/10	Budget FY 2011	Projected FY 2012	Projected FY 2013	Projected FY 2014	Projected FY 2015	Projected FY 2016
General Operating Expenses	6,238,542	6,325,659	6,452,152	6,581,175	6,712,778	6,847,014
OE Expenses Excluded - CAPS	399,100	407,082	415,224	423,528	431,999	440,639
Federal & State Grants	44,042	44,873	45,720	46,585	47,466	48,366
Capital	14,000	40,000	45,000	50,000	55,000	60,000
Debt Service	1,033,100	949,243	952,546	962,997	899,496	807,866
Special Emergency Approp.	18,120	0	0	0	0	0
Res. for Uncollected Taxes	970,000	920,000	920,000	920,000	920,000	920,000
TOTAL APPROPRIATIONS	8,890,730	8,666,304	8,830,642	8,984,285	9,066,739	9,123,884

RECAP - EXPENDITURES:

TOWNSHIP OF MENDHAM
5 YEAR REVENUE AND EXPENSE PROJECTION - RECAP

	Realized YTD through 12/31/10	Budget FY 2011	Projected FY 2012	Projected FY 2013	Projected FY 2014	Projected FY 2015	Projected FY 2016
<u>RECAP - REVENUES:</u>							
Fund Balance Anticipated	790,871	809,142	890,056	934,559	981,287	1,030,351	1,081,869
Local Revenue	1,239,985	806,575	767,873	777,239	786,732	796,356	806,111
State Aid Without Offsetting							
Appropriation Grants With Offsetting	487,059	487,059	487,059	487,059	487,059	487,059	487,059
Appropriation Receipts from Delinquent Taxes	65,299	41,542	43,619	45,800	48,090	50,495	53,019
	253,236	209,050	209,050	209,050	209,050	209,050	209,050
	2,836,450	2,353,368	2,397,657	2,453,707	2,512,218	2,573,311	2,637,108
Local Tax for Municipal Purposes Including Reserve Uncollected Taxes at 2010 tax rate of .9923	6,247,942	6,312,936	6,439,195	6,567,979	6,699,338	6,833,325	6,969,992
TOTAL GENERAL REVENUES	9,084,392	8,666,304	8,836,852	9,021,686	9,211,557	9,406,636	9,607,100
<u>RECAP - EXPENDITURES:</u>							
General Operating Expenses	6,302,726	6,238,542	6,325,659	6,452,152	6,581,175	6,712,778	6,847,014
OE Expenses Excluded - CAPS	447,118	399,100	407,082	415,224	423,528	431,999	440,639
Federal & State Grants	67,799	44,042	44,873	45,720	46,585	47,466	48,366
Capital	14,000	13,400	40,000	45,000	50,000	55,000	60,000
Debt Service	1,070,967	1,033,100	949,243	952,546	962,997	899,496	807,866
Special Emergency Approp. Res. for Uncollected Taxes	18,120	18,120	0	0	0	0	0
	970,000	920,000	920,000	920,000	920,000	920,000	920,000
TOTAL APPROPRIATIONS	8,890,730	8,666,304	8,686,857	8,830,642	8,984,285	9,066,739	9,123,884

TOWNSHIP OF MENDHAM

5 YEAR TAX RATE PROJECTIONS

TAX RATE CALCULATION:	Adopted 12/31/10	Budget FY 2011	Projected FY 2012	Projected FY 2013	Projected FY 2014	Projected FY 2015	Projected FY 2016
Appropriations:							
General Operating Expenses	\$6,302,726	\$6,238,542	\$6,325,659	\$6,452,152	\$6,581,175	\$6,712,778	\$6,847,014
OE Expenses Excluded - CAPS	\$447,118	\$399,100	\$407,082	\$415,224	\$423,528	\$431,999	\$440,639
Federal & State Grants	\$67,799	\$44,042	\$44,873	\$45,720	\$46,585	\$47,466	\$48,366
Capital	\$14,000	\$13,400	\$40,000	\$45,000	\$50,000	\$55,000	\$60,000
Debt Service	\$1,070,967	\$1,033,100	\$949,243	\$952,546	\$962,997	\$899,496	\$807,866
Total Projected Appropriations	\$7,902,610	\$7,728,184	\$7,766,857	\$7,910,642	\$8,064,285	\$8,146,739	\$8,203,884
Municipal Open Space Tax	\$490,300	\$435,000	\$435,000	\$435,000	\$435,000	\$435,000	\$440,000
School Tax	\$14,860,813	\$15,044,481	\$15,345,371	\$15,652,278	\$15,965,324	\$16,284,630	\$16,610,323
County Tax	\$4,570,923	\$4,296,668	\$4,382,601	\$4,470,253	\$4,559,658	\$4,650,851	\$4,743,868
Non-Tax Revenue	\$27,824,646	\$27,504,333	\$27,929,828	\$28,468,173	\$29,024,266	\$29,517,220	\$29,998,075
	(\$2,836,450)	(\$2,353,368)	(\$2,397,657)	(\$2,453,707)	(\$2,512,218)	(\$2,573,311)	(\$2,637,108)
Reserve for Uncollected Taxes	\$24,988,196	\$25,150,965	\$25,532,171	\$26,014,466	\$26,512,048	\$26,943,910	\$27,360,967
	\$970,000	\$920,000	\$920,000	\$920,000	\$920,000	\$920,000	\$920,000
Total Projected Tax Levy	\$25,958,196	\$26,070,965	\$26,452,171	\$26,934,466	\$27,432,048	\$27,863,910	\$28,280,967
TAX LEVY:							
Municipal Tax	\$6,036,160	\$6,294,816	\$6,289,199	\$6,376,935	\$6,472,066	\$6,493,428	\$6,486,776
Municipal Open Space Tax	\$490,300	\$435,000	\$435,000	\$435,000	\$435,000	\$435,000	\$440,000
Local District School Tax	\$14,860,813	\$15,044,481	\$15,345,371	\$15,652,278	\$15,965,324	\$16,284,630	\$16,610,323
Regional School Tax	\$8,976,850	\$9,292,068	\$9,477,909	\$9,667,467	\$9,860,817	\$10,058,033	\$10,259,194
County Tax	\$4,570,923	\$4,296,668	\$4,382,601	\$4,470,253	\$4,559,658	\$4,650,851	\$4,743,868
County Open Space Tax	\$501,284	\$501,284	\$501,284	\$501,284	\$501,284	\$501,284	\$501,284
Total Tax Levy	\$35,436,329	\$35,363,033	\$35,930,080	\$36,601,934	\$37,292,865	\$37,921,943	\$38,540,161
TAX RATE:							
Municipal Tax	0.330	0.333	0.334	0.335	0.336	0.337	0.338
Municipal Open Space Tax	0.026	0.023	0.023	0.023	0.023	0.023	0.023
Local District School Tax	0.787	0.797	0.804	0.819	0.835	0.851	0.867
Regional School Tax	0.475	0.486	0.497	0.506	0.517	0.527	0.537
County Tax	0.242	0.241	0.230	0.234	0.239	0.244	0.249
County Open Space Tax	0.027	0.020	0.027	0.027	0.027	0.027	0.027
Total Tax Rate	1.887	1.901	1.915	1.946	1.977	2.009	2.042
NET VALUATION TAXABLE	\$1,889,936,443	\$1,889,924,347	\$1,908,823,590	\$1,910,732,414	\$1,912,643,146	\$1,914,555,790	\$1,916,470,345
MUN. TAX POINT INCREASE	0.059	0.003	0.001	0.001	0.001	0.001	0.001
MUNICIPAL TAX % INCREASE		0.91%	0.30%	0.30%	0.30%	0.30%	0.30%

TOWNSHIP OF MENDHAM
5 YEAR TAX RATE PROJECTIONS

	Actual FY 2010	Projected FY 2011	Projected FY 2012
Total Appropriations	\$7,902,610	\$7,728,184	\$7,766,857
Less: CAP Exceptions	(\$117,526)	(\$88,363)	(\$49,561)
	\$7,785,084	\$7,639,821	\$7,717,296
Municipal Open Space Tax	\$435,000	\$435,000	\$435,000
School Tax	\$15,345,371	\$15,652,278	\$15,965,324
County Tax	\$4,382,601	\$4,470,253	\$4,559,658
	\$27,948,056	\$28,197,352	\$28,677,277
Non-Tax Revenue	(\$2,397,657)	(\$2,453,707)	(\$2,512,218)
	\$25,550,398	\$25,743,645	\$26,165,059
Reserve for Uncollected Taxes	\$970,000	\$920,000	\$920,000
	\$26,520,398	\$26,663,645	\$27,085,059
Total Projected Tax Levy with CAP Exceptions			
	\$26,520,398	\$26,663,645	\$27,085,059
TAX LEVY:			
Municipal Tax	\$5,700,765	\$5,429,510	\$5,295,760
Municipal Open Space Tax	\$188,992	\$190,882	\$191,073
School Tax	\$16,248,039	\$16,573,000	\$16,904,460
County Tax	\$4,382,601	\$4,470,253	\$4,693,766
Total Tax Levy	\$26,520,398	\$26,663,645	\$27,085,059
TAX RATE: (rate excluded non-tax revenue)			
Municipal Tax	0.302	0.284	0.277
Municipal Open Space Tax	0.010	0.010	0.010
School Tax	0.860	0.868	0.885
County Tax	0.232	0.234	0.246
Total Tax Rate	1.403	1.397	1.418
	\$1,889,924,347	\$1,908,823,590	\$1,910,732,414
NET VALUATION TAXABLE			
	\$1,889,924,347	\$1,908,823,590	\$1,910,732,414
MUNICIPAL TAX POINT INCREASE WITH CAP EXCEPTIONS			
	-0.028	-0.017	-0.007
MUNICIPAL TAX % INCREASE WITH CAP EXCEPTIONS			
	-8.59%	-5.70%	-2.56%
MAXIMUM ALLOWABLE TAX % INCREASE PER NEW CAP LAW			
	4.00%	2.00%	2.00%
EXCESS %			
	-12.59%	-7.70%	-4.56%

TOWNSHIP OF MENDHAM
5 YEAR TAX RATE PROJECTIONS

2010 CAP Law exceptions:
 Increase in Pension Expense
 Increase in Health & Liability Insurance
 Total CAP Exceptions

2012 CAP Law exceptions (estimated):
 Increase in Pension Expense
 Increase in Health, Liability Insurance & LOSAP
 Total CAP Exceptions

\$57,076
 \$60,450
\$117,526

\$42,151
 \$7,410
\$49,561

2011 CAP Law exceptions:
 Increase in Pension Expense
 Increase in Health & Liability Insurance
 Total CAP Exceptions

\$80,953
 \$7,410
\$88,363

NOTE: Based on prior year historical data, the following assumptions were made in calculating the projections shown above:
 School taxes are projected to increase 2% per year
 County taxes are projected to increase 2% per year
 County Open Space taxes are projected to increase 0% per year
 New Valuation Taxable (new growth) is projected to increase 1/3% per year plus any projected new ratables.