



Mendham Township
Finance Committee Meeting
2/12/18 Agenda

- 1) Debt Management Plan – Open Space
- 2) Budget Line Items for Discussion
- 3) Fund Balance and Reserves
- 4) Current Debt – General and Open Space
- 5) Agenda for 2/27/18 Budget Meeting

DEBT MANAGEMENT PLAN - OPEN SPACE

YEAR	OPEN SPACE TAX COLLECTED		DEBT SERVICE				TOTAL		OPEN SPACE TRUST
	2015 Refunding	BONDS 2009	GREEN ACRE LOANS	BAN'S	DEBT	BALANCE 12/31			
2017									\$285,957
2018	\$233,130	\$83,243	\$43,676	\$77,729	\$224,440	\$429,087	\$90,000	\$90,000	\$90,000
2019	\$231,371	\$126,443	\$0	\$77,729	\$112,200	\$316,371	\$5,000	\$5,000	\$5,000
2020	\$198,731	\$126,003	\$0	\$77,729	\$0	\$203,731	\$0	\$0	\$0
2021	\$197,644	\$119,915	\$0	\$77,729	\$0	\$197,644	\$0	\$0	\$0
2022	\$142,524	\$103,660	\$0	\$38,864	\$0	\$142,524	\$0	\$0	\$0
2023	\$57,840	\$57,840	\$0	\$0	\$0	\$57,840	\$0	\$0	\$0
2024	\$57,200	\$57,200	\$0	\$0	\$0	\$57,200	\$0	\$0	\$0
TOTAL	\$1,118,441	\$674,303	\$43,676	\$349,780	\$336,640	\$1,404,399			

	2017 Tax	2018 Tax	Difference
Local Tax	\$7,749,983	\$8,056,267	\$306,283
Local Tax - Open Space	\$431,602	\$234,000	(\$197,602)
\$\$ Tax Increase in Budget			\$108,681

	2017 Tax Rate	2018 Tax Rate	Difference
	0.413	0.429	0.016
	0.023	0.012	(0.011)
	0.436	0.442	0.006

The above scenario would equal approximate 1.4% Tax Increase (Open Space and Municipal).

BUDGET LINE ITEMS FOR DISCUSSION

DISCRETIONARY ITEMS						
Department Increase	\$\$ Increase	\$\$ Increase Recommended	2018 Budget Request	2018 Recommended Budget	2017 Budget	% Change
Administration - Police Dept Eval	12,500.00	7,500.00	67,900.00	62,900.00	55,400.00	14%
Mayor & Committee - Mendham TV Donation	2,000.00	1,000.00	7,500.00	6,500.00	5,500.00	18%
Clerk - Scanning Services	1,250.00	1,250.00	13,350.00	13,350.00	12,100.00	10%
Tax Assessment - Inspections for Added Assessments Board of Adjustment - Required Seminars Board of	8,770.00	5,770.00	15,800.00	12,800.00	7,030.00	82%
Adjustment	200.00	200.00	3,400.00	3,400.00	3,200.00	6%
Police - Community Activities	2,200.00	2,200.00	76,450.00	76,450.00	74,250.00	3%
Aid to Volunteer Fire Company - Increase Aid to Raiston	4,975.00	2,000.00	80,225.00	69,750.00	60,250.00	16%
Aid to Volunteer Fire Company - Computer Equipment for First Aid Squad	15,000.00	7,500.00				
Buildings & Grounds- Aging Infrastructure	8,000.00	4,000.00	89,400.00	81,400.00	73,400.00	11%
Buildings & Grounds- Library Repairs	8,000.00	4,000.00				
Senior Citizens Programs - Requested Increase	350.00	350.00	21,350.00	21,350.00	21,000.00	2%
Maintenance of Parks - In Line with Expenses	5,000.00	5,000.00	29,700.00	29,700.00	24,700.00	20%
Library - Requested Increase	10,000.00	-	220,000.00	210,000.00	210,000.00	0%
Recreation - Database & Community Activities	10,680.00	8,180.00	16,580.00	14,080.00	5,900.00	139%
Utilities - Bring in line with expenses	20,585.00	11,585.00	260,260.00	251,260.00	239,675.00	5%
Capital Improvement Fund - Support Capital Requests	87,400.00	50,000.00	393,000.00	355,600.00	305,600.00	16%
TOTAL	196,910.00	110,535.00	1,294,915.00	1,208,540.00	1,098,005.00	10%

FUND BALANCE AND RESERVES

<u>FUND BALANCE:</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Year End Balance	\$816,096	\$1,132,876	\$1,223,376
\$\$ Increase Year over Year		\$316,780	\$90,500
INCREASE FUND BALANCE (2 YRS)		\$407,280	

<u>RESERVES:</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Accumulated Absence Trust	\$0	\$1,316	\$102,316
Storm Recovery Trust	\$13	\$10,013	\$106,078
Unemployment Trust	\$34	\$6,484	\$25,853
Capital Improvement Fund	\$7,248	\$17,248	\$246,348
State Tax Appeals	\$75,000	\$75,000	\$100,000
	\$82,295	\$110,060	\$580,594
\$\$ Increase Year over Year		\$27,765	\$470,535
INCREASE IN RESERVES (2 YRS)		\$498,300	

DEBT - GENERAL BUDGET

	2017			12/31/2017
	1/1/2017	New Issue	Matured/Payments	
Bond Outstanding	\$7,267,750	\$0	(\$779,000)	\$6,488,750
Notes Outstanding	\$3,792,118	\$450,000	(\$633,000)	\$3,609,118
Total Debt Outstanding	\$11,059,868	\$450,000	(\$1,412,000)	\$10,097,868
Reduction in Debt				(\$962,000)

	2018			12/31/2018
	1/1/2018	New Issue	Matured/Payments	
Bond Outstanding	\$6,488,750	\$0	(\$822,000)	\$5,666,750
Notes Outstanding	\$3,609,118	\$1,165,000	(\$639,000)	\$4,135,118
Total Debt Outstanding	\$10,097,868	\$1,165,000	(\$1,461,000)	\$9,801,868
Reduction in Debt				(\$296,000)

DEBT - OPEN SPACE

	2017			12/31/2017
	1/1/2017	New Issue	Matured/Payments	
Bond Outstanding	\$747,250	\$0	(\$106,000)	\$641,250
Notes Outstanding	\$527,882	\$0	(\$200,000)	\$327,882
Green Acres Outstanding	\$567,302	\$0	(\$234,388)	\$332,914
Total Debt Outstanding	\$1,842,434	\$0	(\$540,388)	\$1,302,046
Reduction in Debt				(\$540,388)

	2018			12/31/2018
	1/1/2018	New Issue	Matured/Payments	
Bond Outstanding	\$641,250	\$0	(\$108,000)	\$533,250
Notes Outstanding	\$327,882	\$0	(\$217,882)	\$110,000
Green Acres Outstanding	\$332,914	\$0	(\$71,426)	\$261,488
Total Debt Outstanding	\$1,302,046	\$0	(\$397,308)	\$904,738
Reduction in Debt				(\$397,308)