

2020 Delran Municipal Budget

Overview of the 2020 municipal budget and 5 year history of past budgets

Delran Township Budget Process

- The 2020 budget process began in October of 2019 with the department heads meeting with administration to examine the costs and processes necessary to deliver the service needs of the community.
- This culminated in the Mayor submitting his budget to the Township Council on February 25th 2020 for their review.
- Township Council reviewed the budget at work sessions through the month of March and, due to the declared emergency in regard to COVID-19, the State of New Jersey extended the budget deadlines.
- The Township Council introduced the budget on May 5, 2020 and scheduled a public hearing on June 2, 2020.
- The resulting municipal budget calls for **no tax increase** and no sewer rate increase.

2020 Municipal Budget

- The budget calls for **no increase in taxes!**
- Appropriations - less than 2019
- Spending Plan - below the state cap on appropriations
- Tax Levy Cap - below the state cap on taxes
- Sewer Budget **No Rate Increase** (10th year in a row)

Delran Net Valuation

- Delran has a Net Valuation Taxable of \$1,425,281,690.
- This is the total valuation of all properties within the Township of Delran that are subject to property taxes.
- Each penny of the tax rate yields \$142,528.

The Big Picture

Tax Rate Impact on Tax Payers

- “What is the impact of an increase or decrease on the average residential tax payer?”
- From the Tax Collectors book there are 5,170 homes in Delran with a total valuation of \$1,095,433,100 for an average assessment of \$211,882 per home in Delran.
- Based upon this information each penny on the tax rate represent an average homeowner \$21.18 per year, since the tax rate is per thousand of the assessment.
- This Municipal Budget calls for **no tax increase!**

Delran Municipal Tax rate in 2020

Utilizing this years tax rate and this years average assessment the average home in Delran pays \$1,631 for the municipal tax rate and \$48.60 for the open space tax.

These are the only funds that the Township of Delran keeps from the property tax bill. The remaining portions of your property tax bill is determined by and paid to the School, the County and the Fire District.

This municipal budget calls for **no tax increase**. So, the rate will remain the same.

Delran Municipal Tax Rate since 2016 5 Budgets

- The Tax Rate in 2016 was .764 Cents and the Tax Rate 5 years later is .791 cents
- The total increase in the Municipal Tax Rate has been 2.7 cents over the last 5 years.
- In the last five years the Municipal Tax Increase in the average home has been \$57.19. (\$11.43/Year).
- Remember: The Municipal Rate represents just 21.9 percent of the total property tax bill in Delran.

Comparative Tax Rate Summary For the Last 5 Years

2016	2017	2018	2019	2020	5 year total
.764	.761	.772	.791	.791	2.7 cent increase
Slight Decrease (.002)	Slight Decrease (.003)	1 cent increase	1.9 cent increase	No Increase	

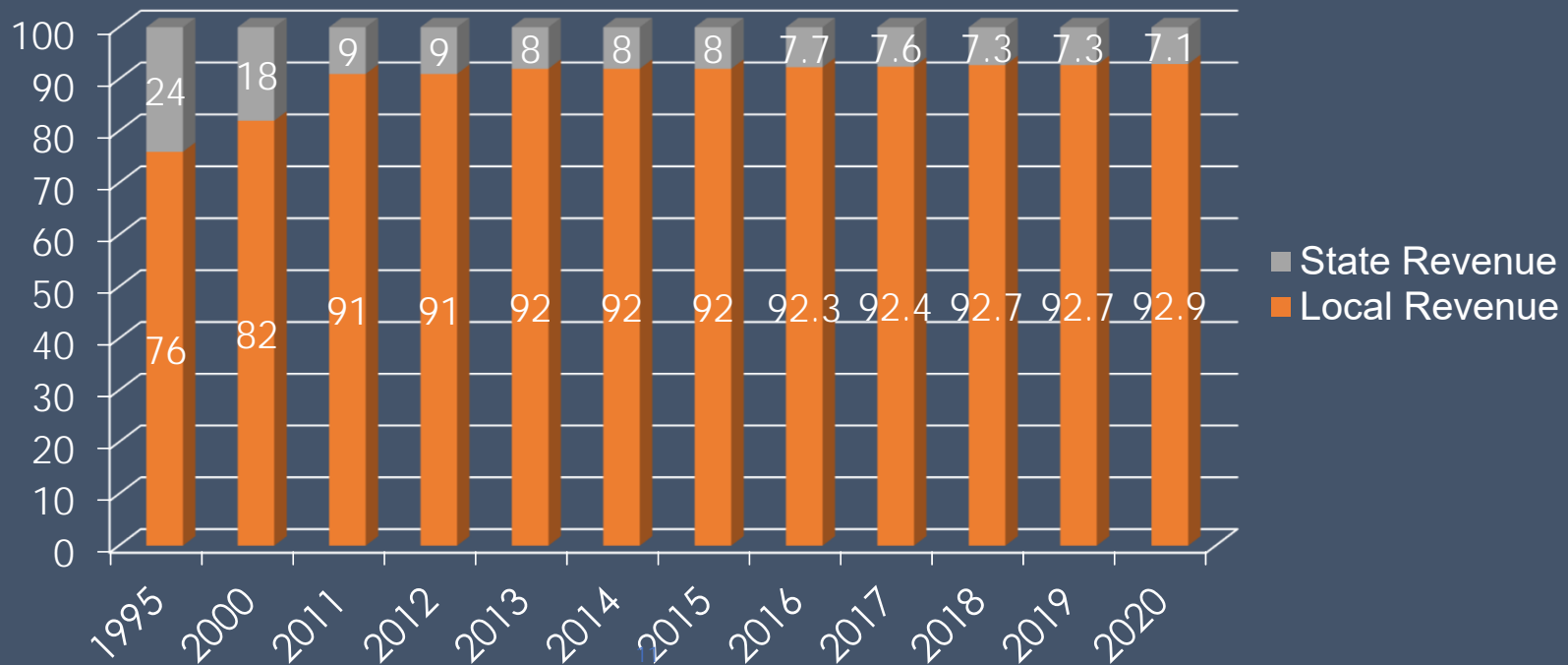
5 Year History Amount to be Raised by Taxation

2016	2017	2018	2019	2020
\$10,721,788	\$10,713,000	\$10,902,313	\$11,201,613	\$11,273,979

Analysis of Fund Balance

Year	Balance	Utilized in Next Budget	Percent Utilized	Percentage of Budget
2016	\$8,007,985	\$3,000,000	37.5%	18%
2017	\$8,700,000	\$3,500,000	40%	21%
2018	\$8,737,686	\$3,748,000	43%	21%
2019	\$9,285,157	\$4,000,008	43%	22%
2020	\$9,060,140	\$4,000,000	44%	22%

Declining State Revenues By Percentage

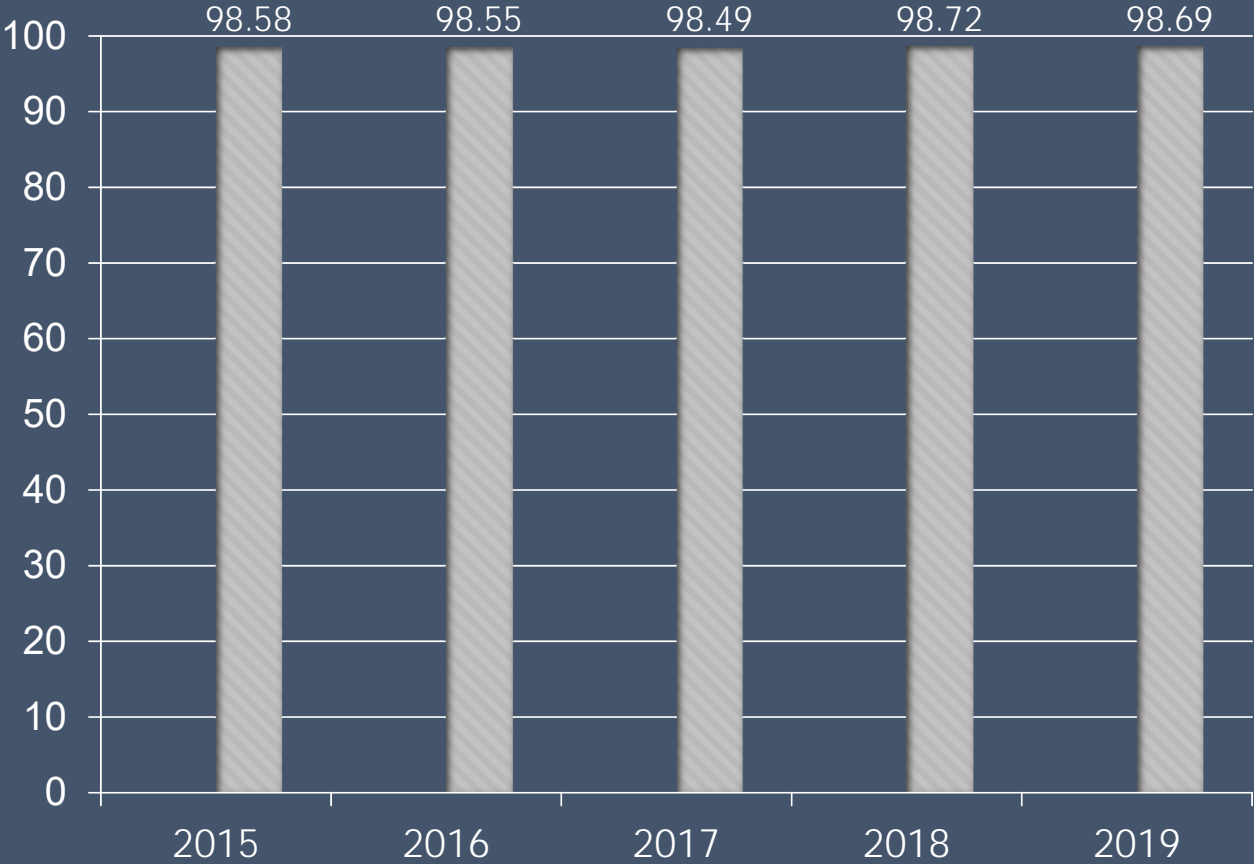


Budget Revenue Summary

	1990	1995	2005	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Local Revenue	81%	76%	82%	91%	91%	92%	92%	92%	91.7%	92.4%	92.7%	92.8%	92.9%
State Revenue	19%	24%	18%	9%	9%	8%	8%	8%	8.3%	7.6%	7.3%	7.2%	7.1%

Percentage of Tax Collections

Year	% Collected
2015	98.58
2016	98.55
2017	98.49
2018	98.72
2019	98.69



General Revenues

Surplus Anticipated	\$4,000,000
Miscellaneous Revenues	\$1,239,604
State and Federal Aid	\$1,279,101
Receipts –Delinquent Taxes	\$300,000
Amount Raised by Taxation	\$11,273,977
Total	\$18,092,682

Revenues by Category

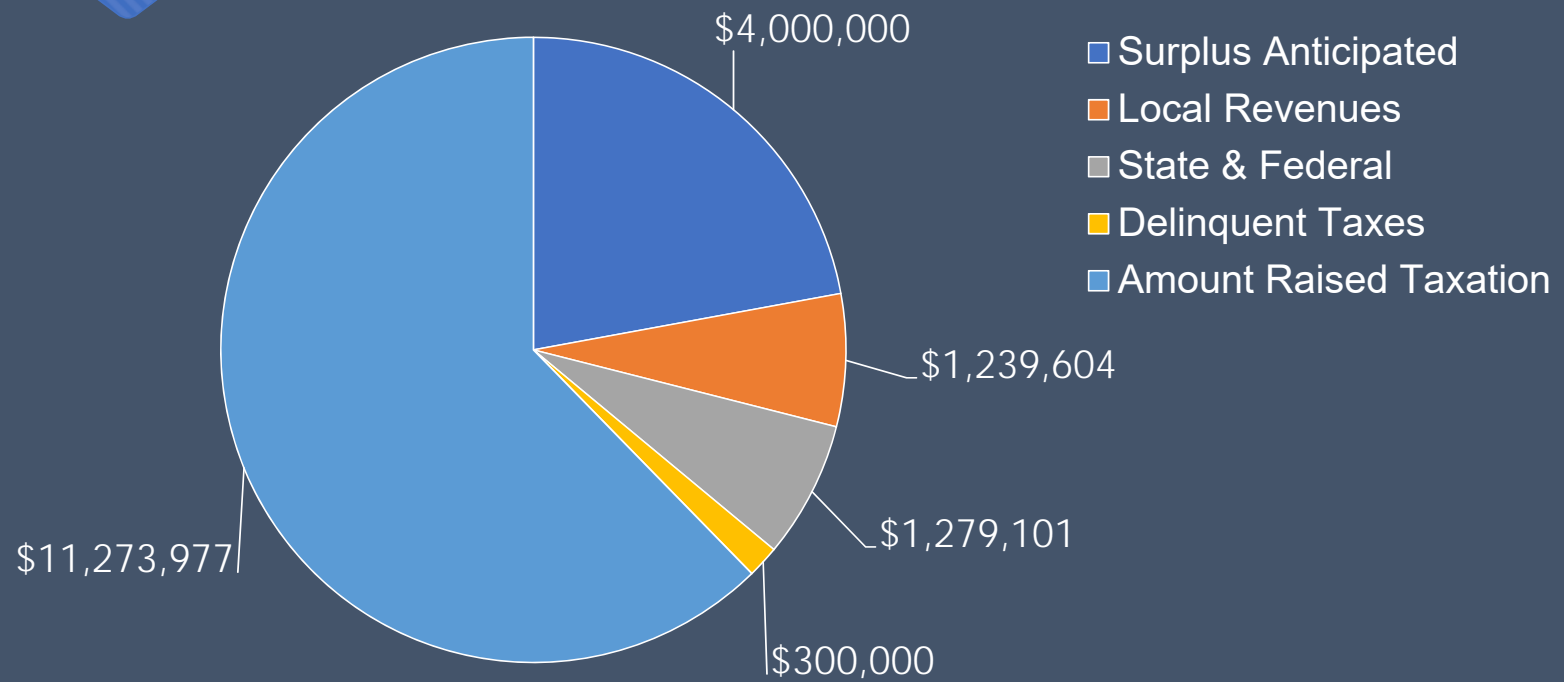
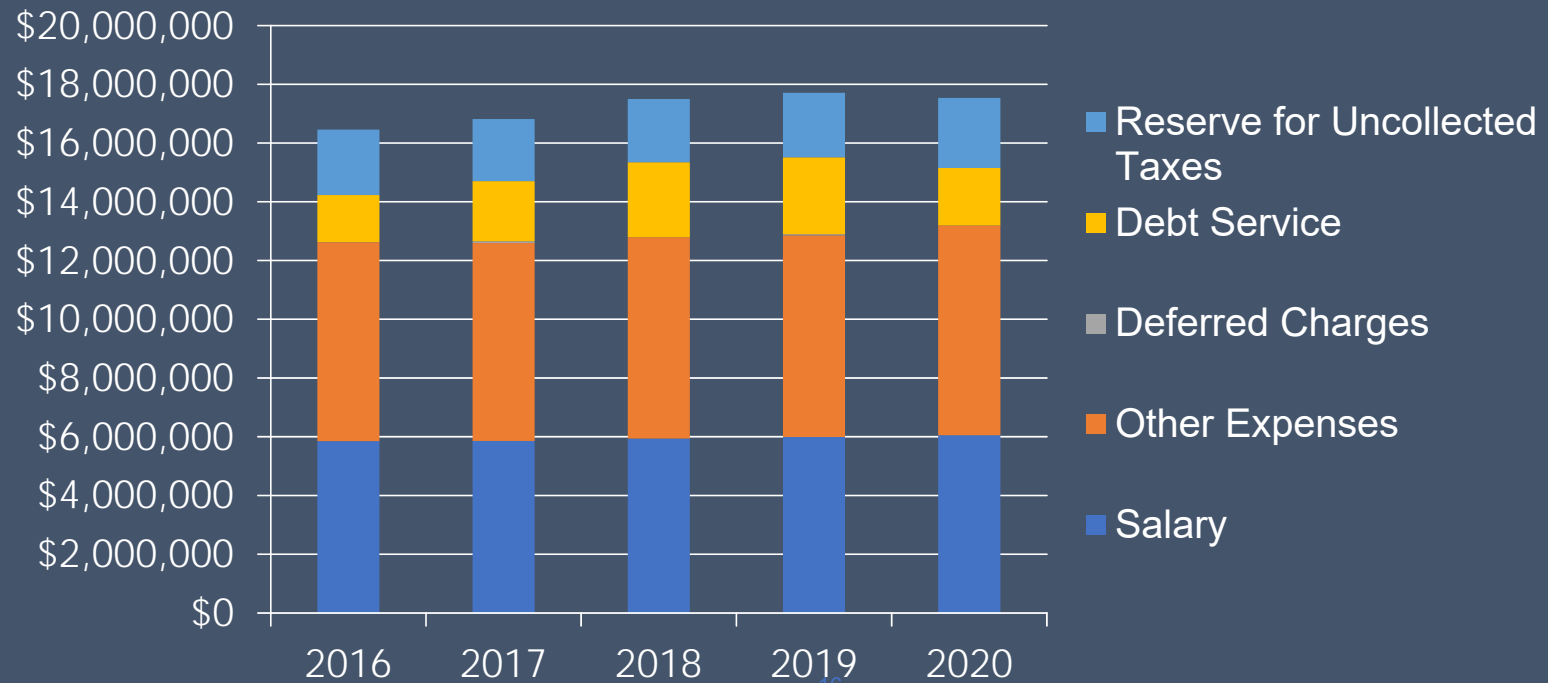


Chart of 5 Year Spending by Category



Total Appropriations

	Total Appropriations	Change
2016	\$16,651,755	\$ 802,477
2017	\$16,903,785	\$ 252,030
2018	\$17,549,620	\$ 645,835
2019	\$18,393,694	\$ 844,074
2020	\$18,092,682	\$ -301,012

5 Year Summary of Net Valuation Taxable

Year	Valuation	Difference
2016	\$1,401,551,386	+\$1,803,694
2017	\$1,407,526,492	+ \$5,975,106
2018	\$1,412,432,892	+ \$4,906,400
2019	\$1,415,853,382	+4,198,200
2020	\$1,425,281,690	+9,428,308