



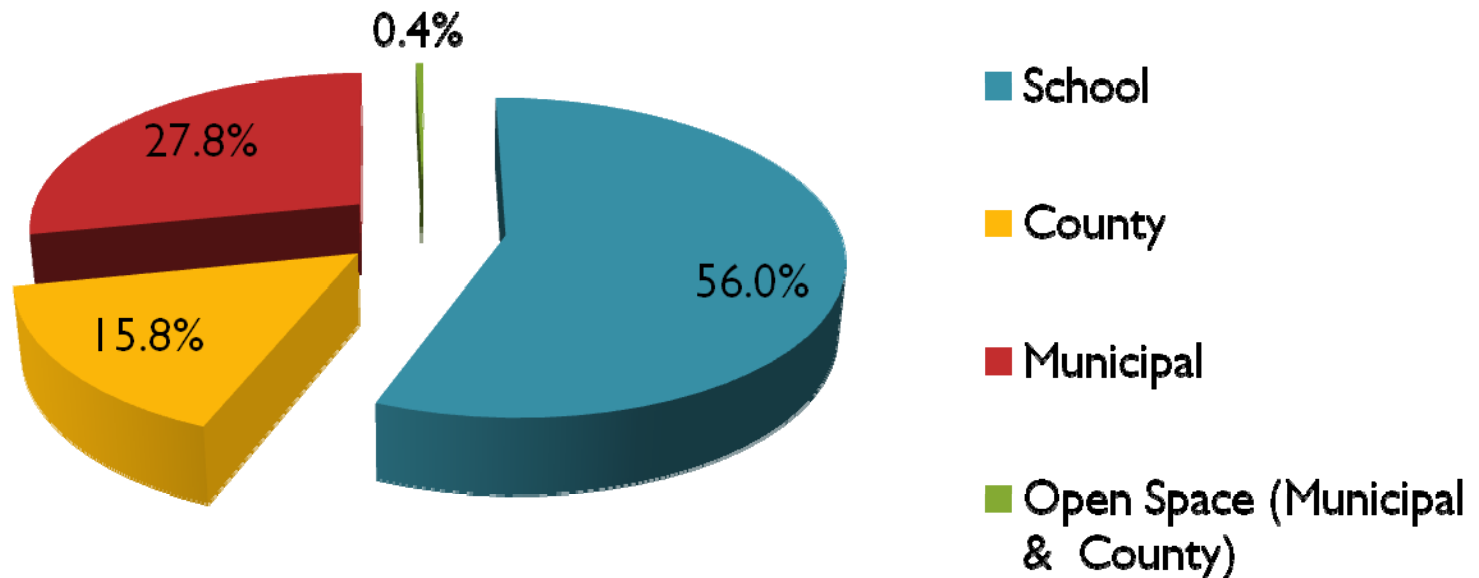
Municipal Budget Overview

March 28, 2011

Tax bill breakdown

- Property taxes are made up of several elements:

Property Tax Breakdown





2011 Budget

- Projections for 2011 budget showed an increase of 3.96% or \$818,000
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- 2% from Tax Levy CAP Appropriations
 - 1.96% from Tax Levely CAP Exempt Appropriations (Pensions, Health Benefits, Debt Service, Emergencies)



2011 Budget

- Largest Drivers of the increase are:
 - \$282k from Salary & Wages (in CAP)
 - \$140k in capital improvements and debt service (out of CAP)
 - \$497k increase in pension contributions and healthcare benefit costs (out of CAP)

Operating Budget Budget

- The total Operating Municipal budget over the past few years was as follows:

2006	\$ 27,002,888
2007	\$ 28,897,242
2008	\$ 30,313,398
2009	\$ 29,745,498
2010	\$ 31,339,942
2011 (introduced)	\$31,918,511 + 3.1%
2011 w/o Pension & Health Benefits	#29,880,121 +1.5%

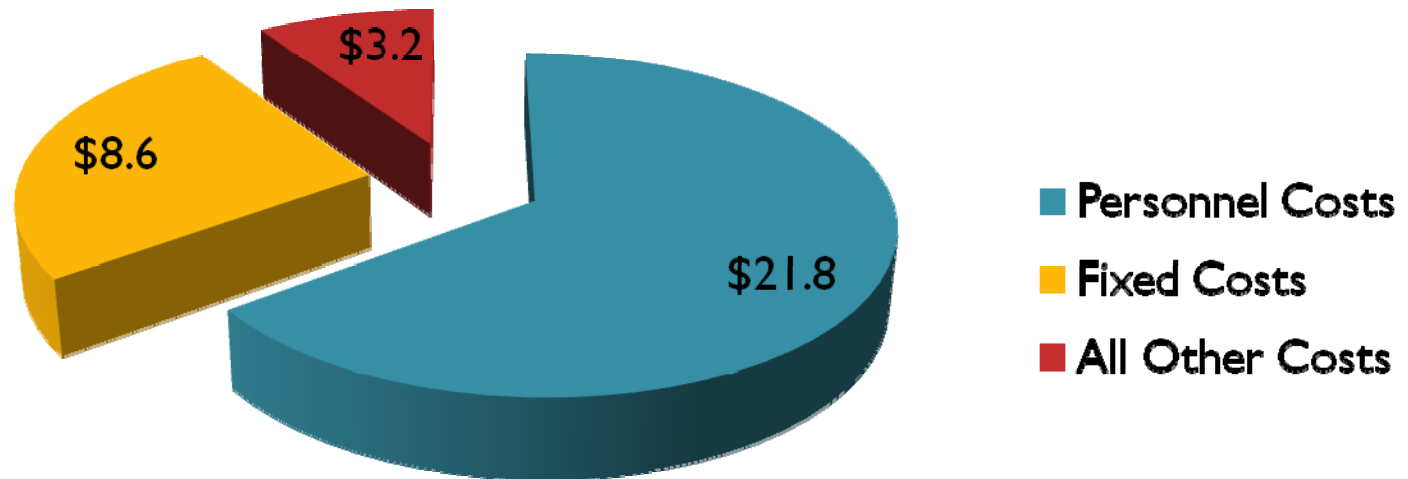
2011 Total Municipal Budget

- The Municipal Budget included the following:

2011 Operations	\$ 31,918,511
Grants, Capital Improvement Fund, Contributions and Reserve for Uncollected Taxes	\$ 1,594,401
Total 2010 Municipal Budget	\$ 33,512,912

Municipal Budget

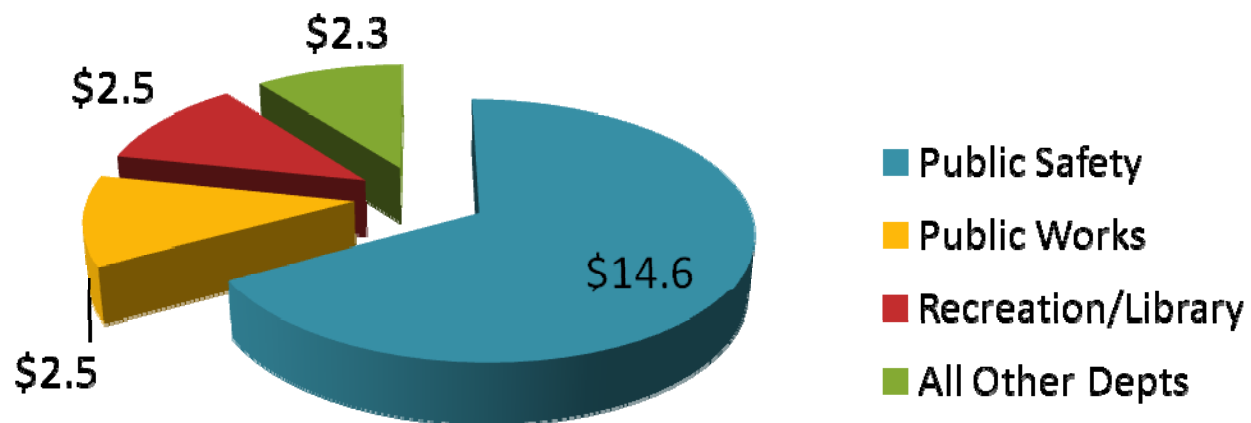
- Municipal expenses consist of many components:



Personnel Costs

- Like most organizations, Personnel costs (including salary, wages, taxes, health benefits and pension benefits) for our staff are the largest portion of the expenses.
- The largest portion of our personnel costs come from Public Safety (Police & Fire)

Personnel Cost by Dept. (in \$millions)





2011 Budget Impact

- As introduced, this budget would result in a 3.96% municipal tax increase.
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- The Average Home, assessed at \$558,141, would face a municipal tax increase of approximately \$166, plus any increase from the School District and County levy.

2012 Budget Gap

- As projected, the 2012 Budget contains a 13.3% Municipal Tax Increase (\$2.85 M)
- \$1.72 million GAP just to reach the mandatory 2% Tax Levy CAP representing a 8+% tax increase
- Even then, with the projected Health and Pension increases of 3.3%, the 2012 levy is projected to be a 5.3% municipal tax increase.



Budget Workshops

- The Board of Trustees has now met for four Budget Workshops, and will meet again on April 14th to address this continuing challenge.