

Somerset County 2016 Introduced Budget Presentation

Somerset County Board of Chosen Freeholders

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Somerset County 2016 Budget

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Bond Rating

Aaa

Exceptionally
Strong

Fitch

Aaa

Highest
Quality

Moody's

Aaa

Extremely
Strong

**Standard
& Poor's**

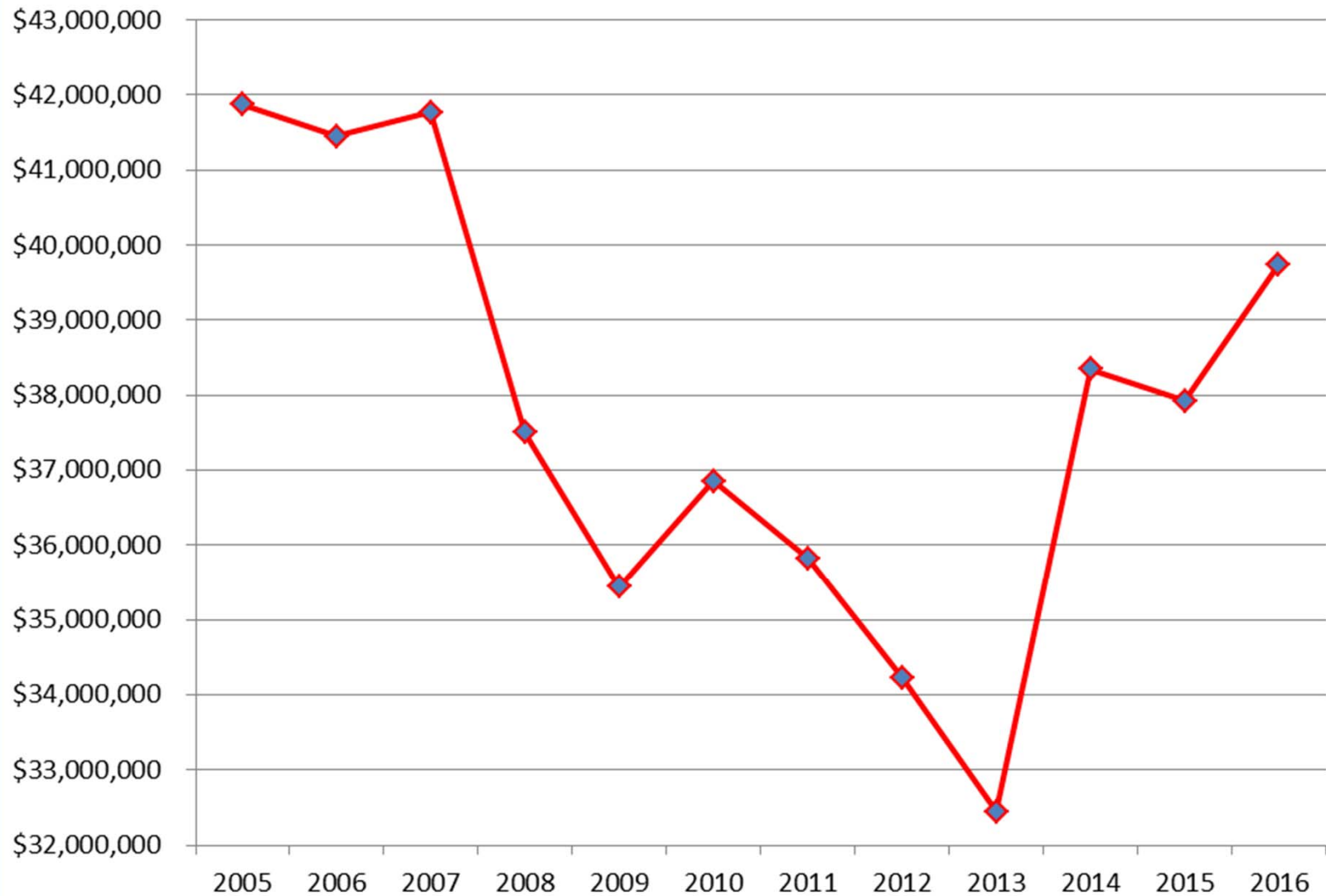
Regenerated Fund Balance

<u>Year</u> <u>Balance</u>	<u>Beginning Balance</u>	<u>Utilized</u>	<u>Regenerated</u>	<u>Ending</u>
2012	\$35,821,517	\$18,415,175	\$18,851,949*	\$34,225,092
2013	\$34,225,092	\$16,056,199	\$14,276,174	\$32,445,157
2014	\$32,445,157	\$15,900,000	\$21,803,967	\$38,349,124
2015	\$38,349,124	\$19,725,000	\$21,411,746	\$37,982,124**
2016	\$37,928,439	\$19,000,000	\$22,811,746	\$39,740,185**

*\$2,033,199 one time add to surplus from FEMA-Irene, used in 2013.

**Ending Balance does not include an additional \$2,000,000 per year added to various reserves.

Fund Balance Regenerated



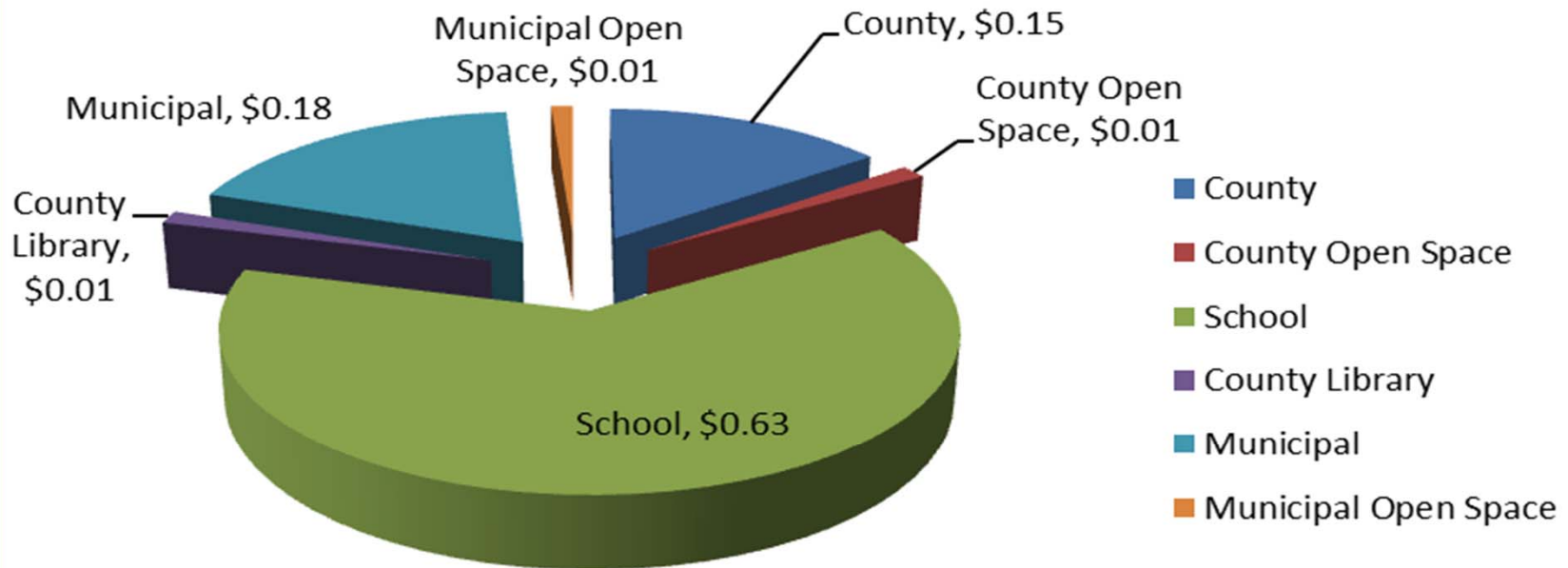
COST DRIVERS

<u>Budget Line</u>	<u>Increase</u>
• Group Health Insurance	\$1,122,110
• *911/Dispatch Services	\$650,070
• Other Insurance-Liability & Workers Comp	\$498,740
• Pension	\$423,851
• Loss of Casino Grants for Transportation	\$229,000
• Loss of Commodities Revenue from Recycling	\$145,000
• Presidential Election (Constitutional Services)	\$133,000

* Budget Items that Provide Added Service to County Residents

Where Do Your Tax Dollars Go?

2015 Tax Dollars



2015 – For every property tax dollar paid only \$.15 cents (on average) was sent to Somerset County

What Does This Budget Do?

- ▣ Maintenance of 248 centerlane miles of County roads and 752 bridges.
- ▣ 38 Park, Recreation and Open Space areas encompassing over 14,500 acres.
- ▣ Fully Funds 911/Dispatch Communications for 20 Municipalities.
- ▣ Funds Nearly 200 Shared Services with Local Governments and Other Organizations in the County.
- ▣ Funds Partial Budgets Vocational School, Community College, Social Services and Park Commission.
- ▣ Fully Funds County Correctional Institution.
- ▣ Fully Funds County Fire Academy.

Shared Services

Cost Shared with Other Agencies

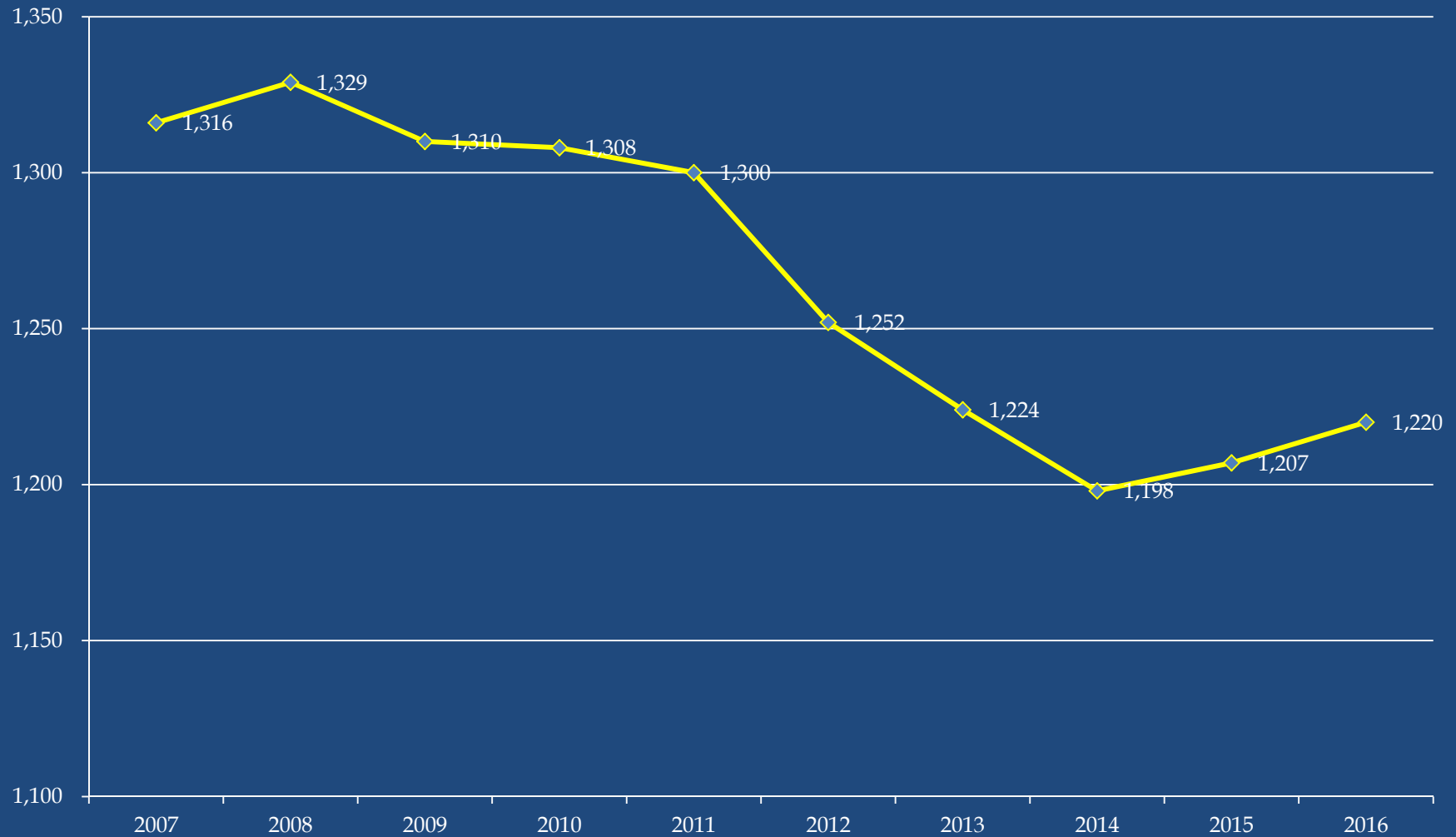
- ❑ Recycling- 19 Municipalities, including schools
- ❑ Transportation- 3 municipalities, 4 Non-Profits
- ❑ Vehicle Maintenance - 14 Municipalities
- ❑ Vehicle Fuel- Over 50 Agencies
- ❑ Fire Academy Service- State Wide
- ❑ Health Services- 8 Municipalities
- ❑ Housed Inmates from Hunterdon County

Cost Covered by County Only

- ❑ 911 PSAP - 20 Municipalities
- ❑ Full Dispatch Service- 14 Municipalities, 14 Police Departments, 38 Fire Departments and 18 EMS Stations.
- ❑ Cooperative Purchasing Program – State Wide

Number of Employees Decrease from 2008 to 2016 by 8%

Budgeted Positions



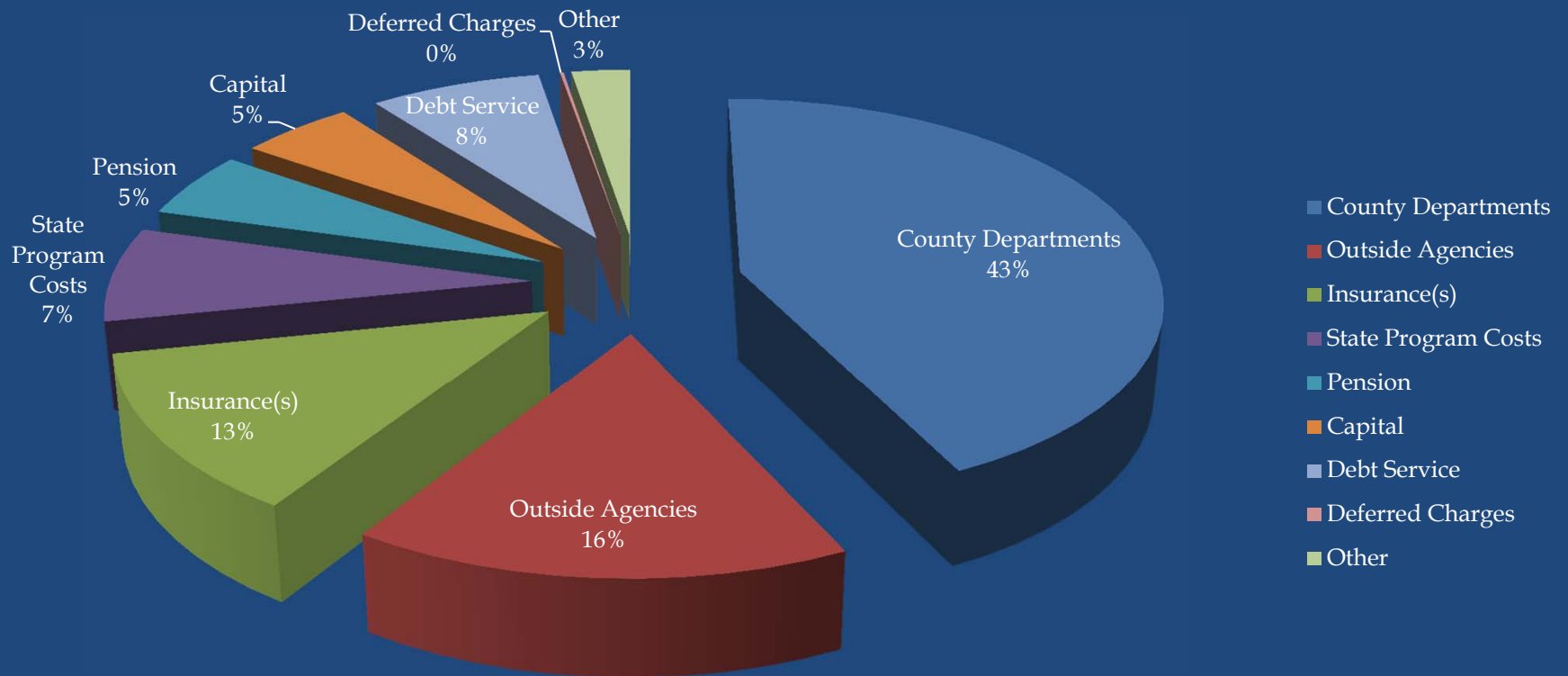
Total Budget-Expenditures

Category	2015	2016	16 vs 15	%
County Departments	98,721,574	102,809,720	4,088,146	4.14%
Outside Agencies	37,902,100	38,757,838	855,738	2.26%
Insurance(s)	28,737,340	30,358,190	1,620,850	5.64%
State Program Costs	20,153,192	18,053,359	(2,099,833)	(10.42%)
Pension	12,348,104	12,771,955	423,851	3.43%
Capital	5,890,000	11,522,864	8,864*	0.15%
Debt Service	20,052,104	18,168,651	(1,883,453)	(9.39%)
Deferred Charges	1,492,442	380,915	(1,111,527)	(74.48%)
Other	6,661,183	7,022,407	361,224	5.42%
Total	231,958,036	239,845,899	7,887,860	3.40%

* Amount nets \$5,624,000 of revenue from reallocated capital cash. No levy increase.

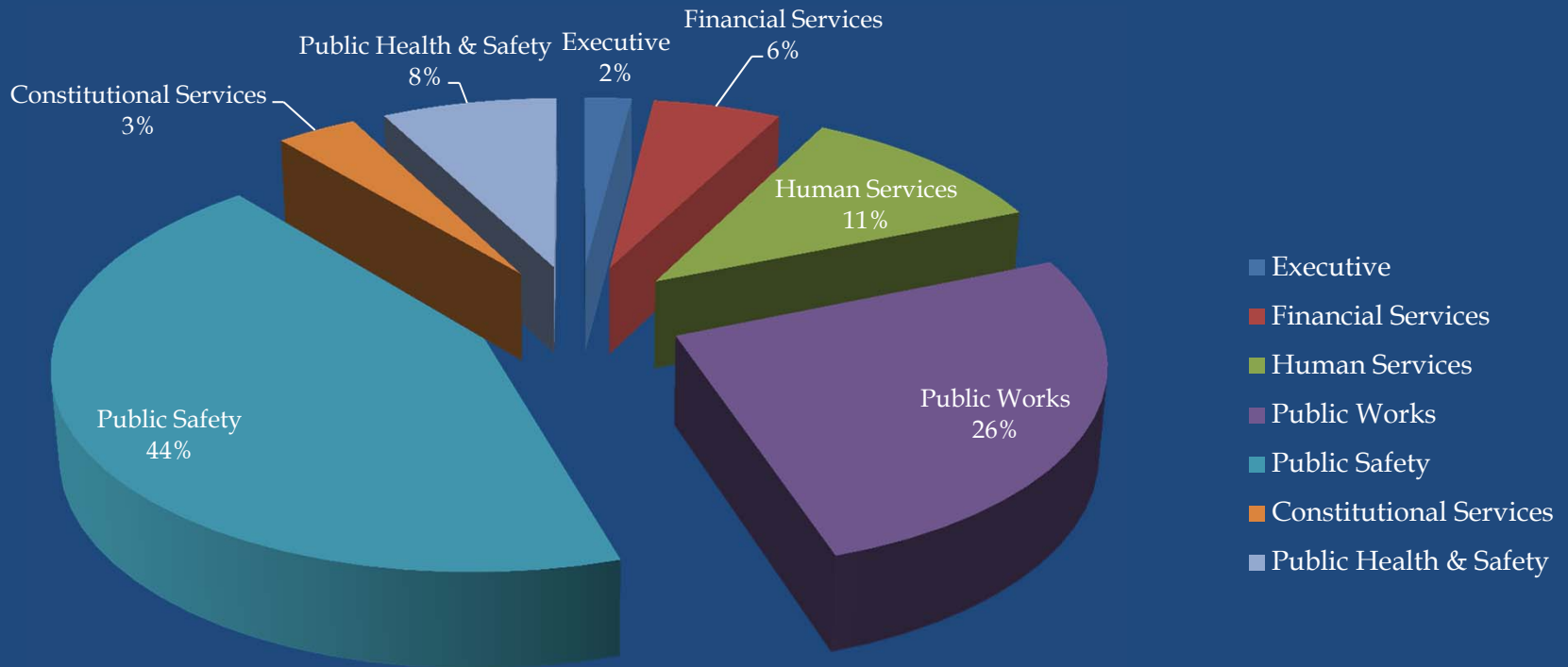
County Dept. vs Other

Total Budget - Expenditures



County Dept. vs Other

Salary & Wages by County Department



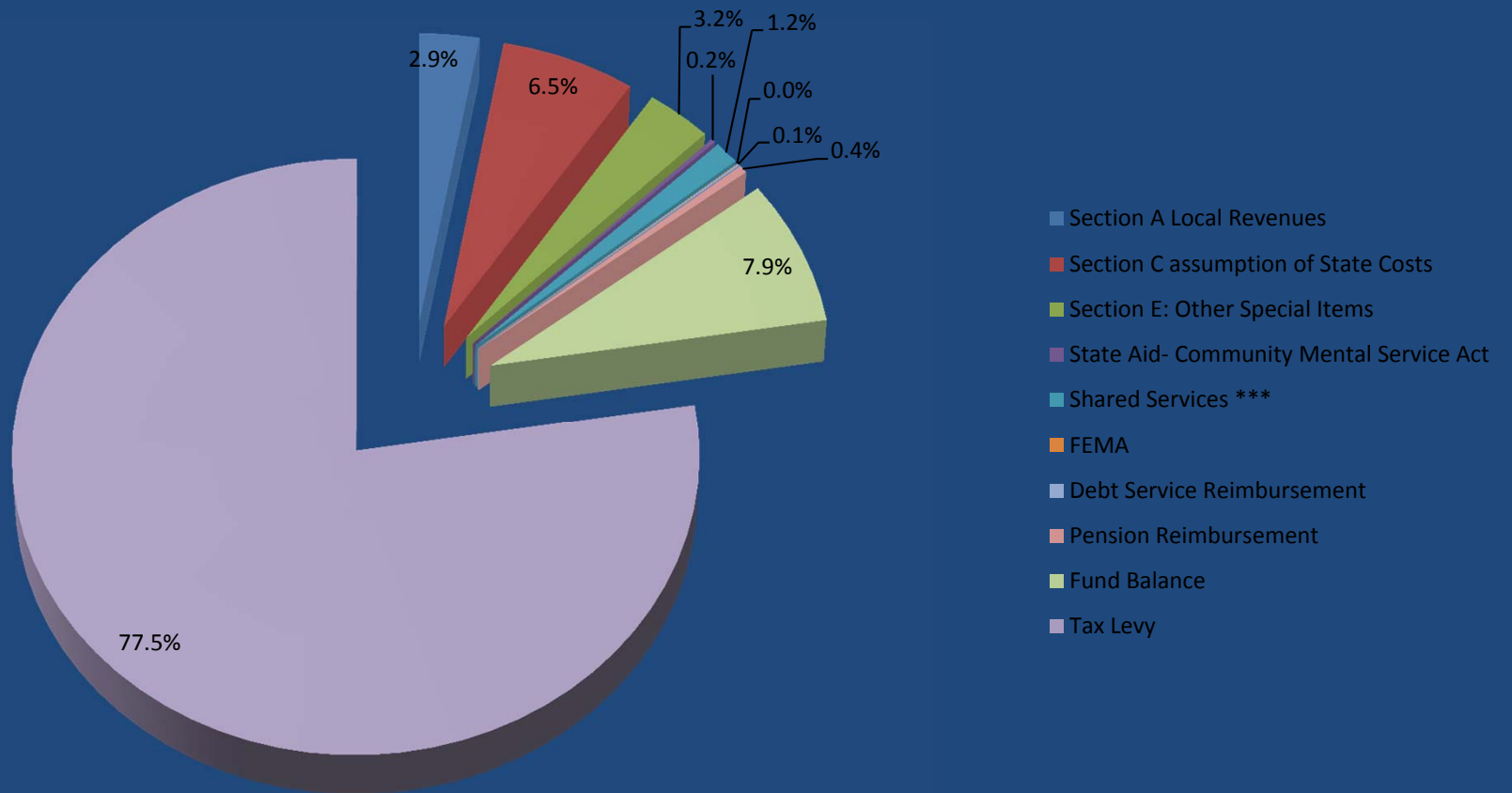
Total Budget-Revenue

Year to Year Revenue Comparisons

	<u>2015</u>	<u>2016</u>	<u>16 vs 15</u>	<u>%</u>
Section A Local Revenues	7,160,000	6,930,000	(230,000)	-3.21%
Section C assumption of State Costs	16,961,705	15,577,736	(1,383,969)	-8.16%
Section E: Other Special Items	1,292,000	7,694,256	6,402,256	495.53%
State Aid- Community Mental Service Act	535,908	535,000	(908)	-0.17%
Shared Services ***	2,841,959	2,970,959	129,000	4.54%
FEMA	108,819	42,188	(66,631)	-61.23%
Debt Service Reimbursement	235,289	234,471	(818)	-0.35%
Pension Reimbursement	883,759	1,021,637	137,878	15.60%
Fund Balance	19,725,000	19,000,000	(725,000)	-3.68%
Tax Levy	182,213,601	185,839,652	3,626,051	1.99%
Total Revenues	231,958,040	239,845,899	7,887,859	3.40%

Revenue

Revenue by Category

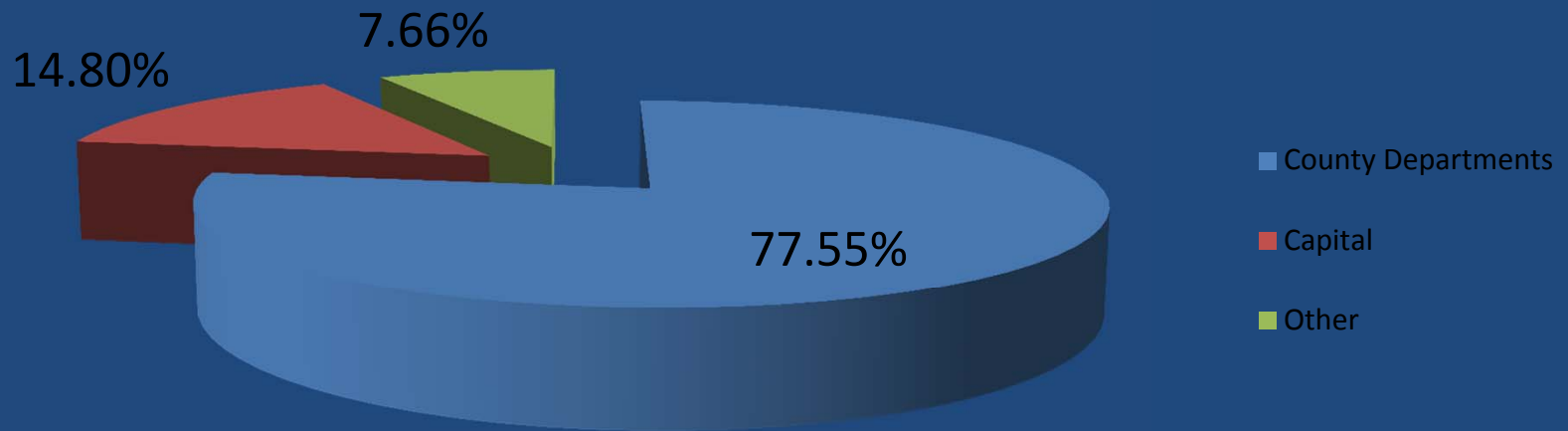


Cost We Can Control/Cost We Are Obligated For

	2008	2016	%Chg	%
County Departments	\$63,333,814	\$63,016,237	-0.50%	77.55%
Capital	\$22,300,000	\$12,022,864	-46.09%	14.80%
Other	\$6,725,157	\$6,222,407	-7.48%	7.66%
Total Controllable Cost	\$92,358,971	\$81,261,508	-12.02%	100.00%
Constitutional Services	\$4,332,689	\$4,007,892	-7.50%	2.53%
Public Safety	\$32,284,607	\$35,835,591	11.00%	22.60%
Debt Service	\$16,056,464	\$18,168,651	13.15%	11.46%
Outside Agencies	\$38,184,186	\$38,907,838	1.90%	24.53%
State Programs	\$11,359,857	\$18,053,359	58.92%	11.38%
Pensions	\$4,804,459	\$12,771,955	165.84%	8.05%
Insurance	\$15,445,000	\$30,458,190	97.20%	19.21%
Other	\$5,388,837	\$380,915	-92.93%	0.24%
Total Obligated Cost	\$127,856,099	\$158,584,391	24.03%	100.00%

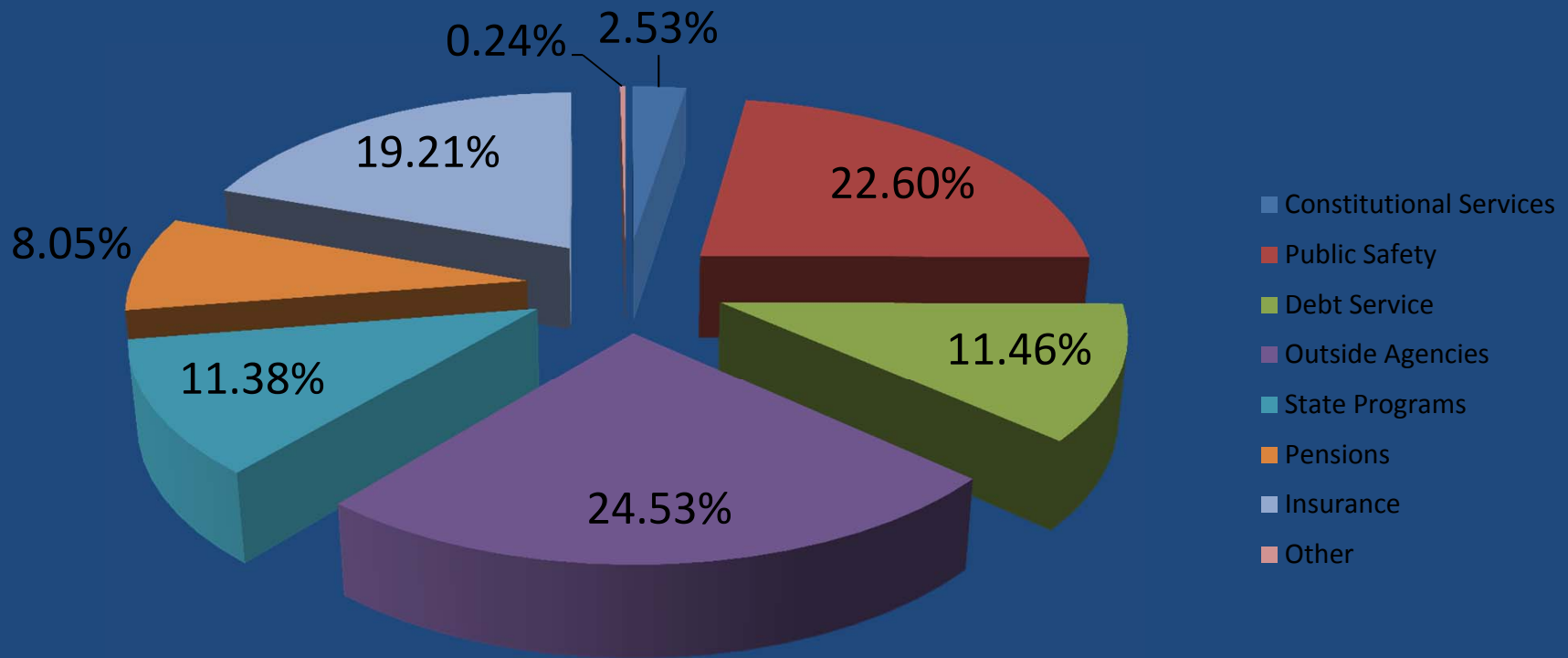
Cost We Can Control

Cost we can control



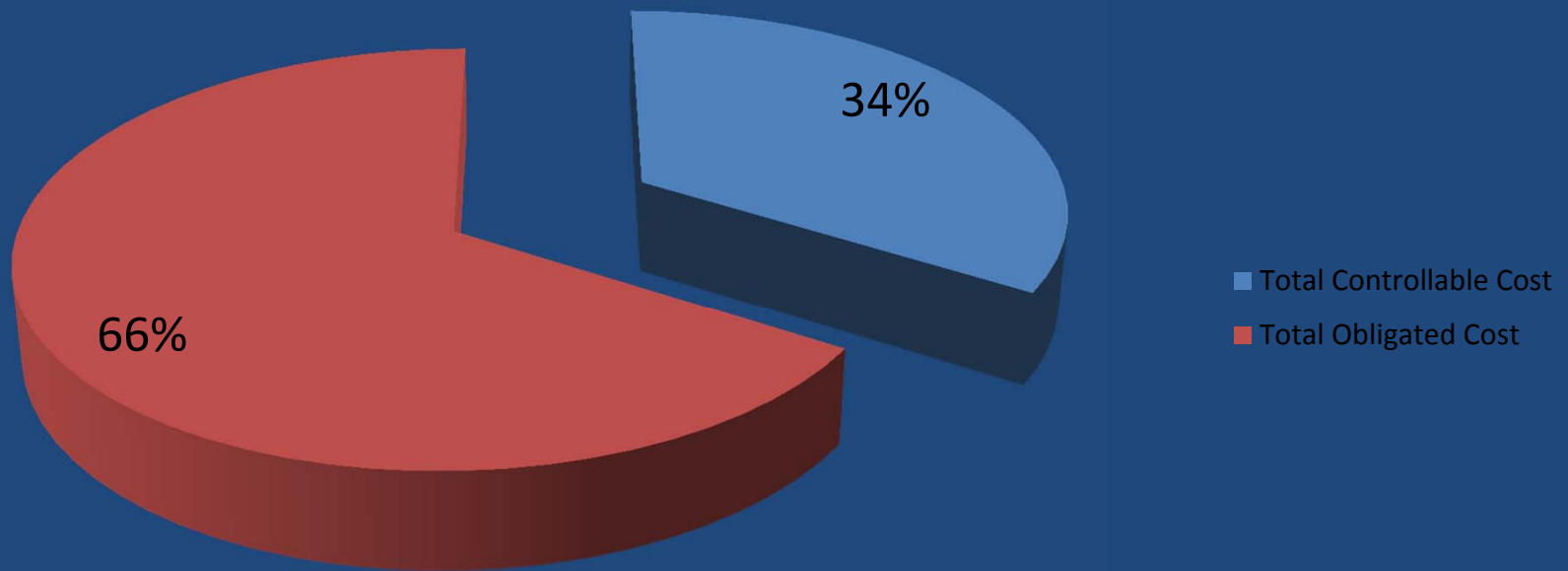
Cost We Are Obligated For

Cost we are obligated for



Total Cost

Total Controllable + Obligated Cost



Cash Capital

Total Cash Capital	\$11,772,864
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- | | |
|---|-------------|
| ▣ Reallocation to New Accounts | \$5,624,000 |
| ▣ Amount for Down Payment on Bonds | \$990,000 |
| ▣ Reserve for Green Brook Flood Control | \$700,000 |
| ▣ Reserve for Preliminary Cost | \$700,000 |
| ▣ Fleet Vehicles Replacement | \$250,000 |
| ▣ Various Capital Projects – Capital Ord. | \$3,508,864 |

Increase In Assessed Value

Total Equalized Assessed Value

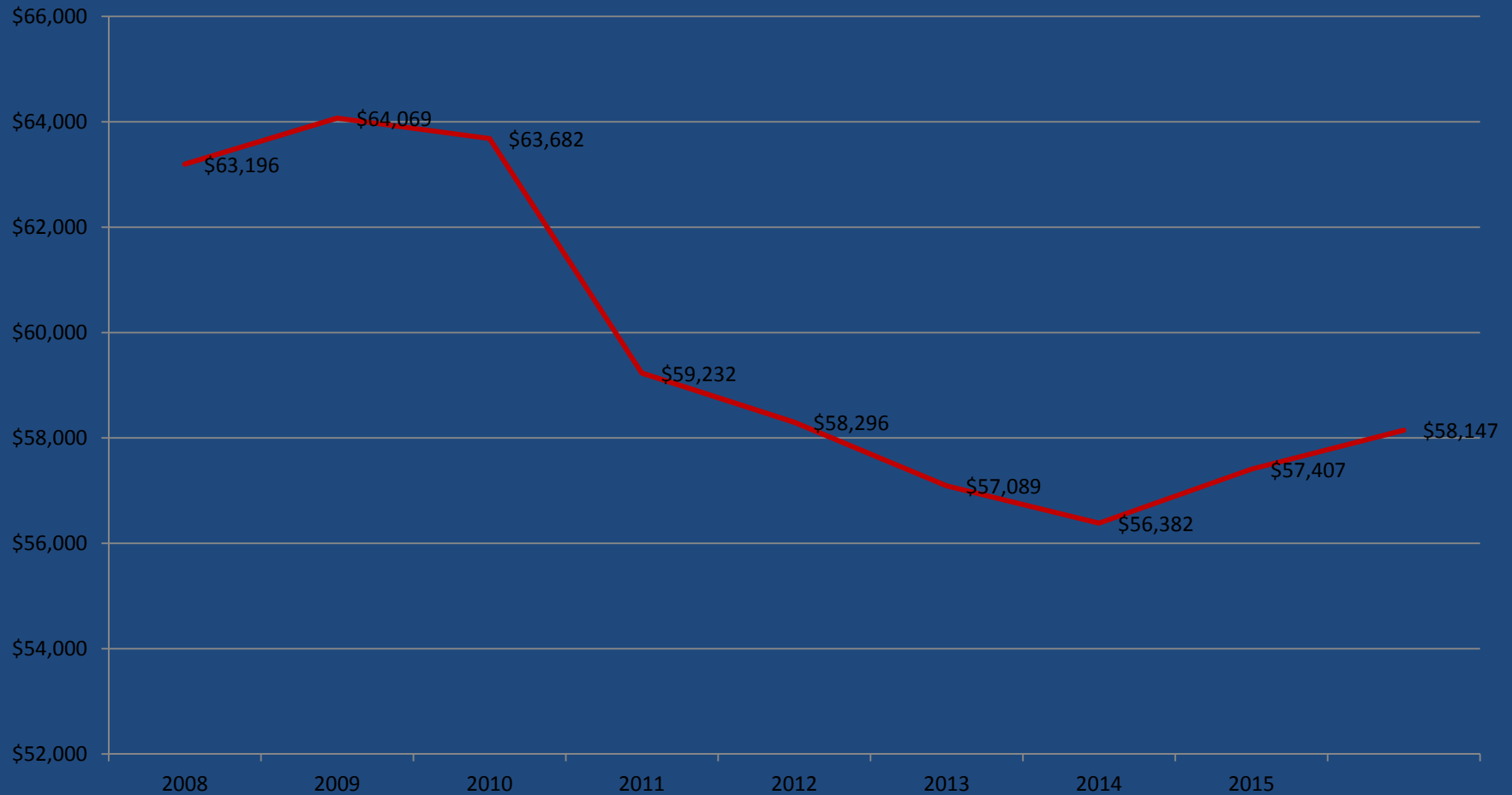
(In Billions)

<u>2014</u>	<u>2015</u>	<u>%Increased</u>
\$56,382	\$57,406	1.81%
<u>2015</u>	<u>2016</u>	<u>%Increased</u>
\$57,406	\$58,147	1.29%

2 Year Increase = 3.13%

Increase In Assessed Value

Somerset County's Abstract of Ratables (Millions)



Tax Rate Effect on Avg. Home of \$419,803 \$9 per year for 2016

COUNTY OF SOMERSET					
2015 Introduced Budget Info					
		2015	Intro 2016	Dollar Change	% Change
Total Net Value Assessed		57,406,583,522	58,147,470,049	740,886,527	1.29%
Total Budget w/ Grants		239,139,056	239,845,899	7,887,860	3.30%
County Levy		182,213,601	185,839,652	3,626,051	1.99%
Without Grants		231,958,040	239,845,899	7,887,860	3.69%
Grants		7,181,016			
Tax Rate		0.318	0.320	0.002	0.63%
Average House Annual Tax		1,335	1,344	\$9	0.67%
Per Month		111.25	112	\$0.75	0.67%
Note: Plus Sign (+) = increase, Minus Sign = Decrease					

CAP BANK, CAP USED, USABLE

CAP BANK **Usable CAP BANK** **CAP USED**

