

Borough of Manville

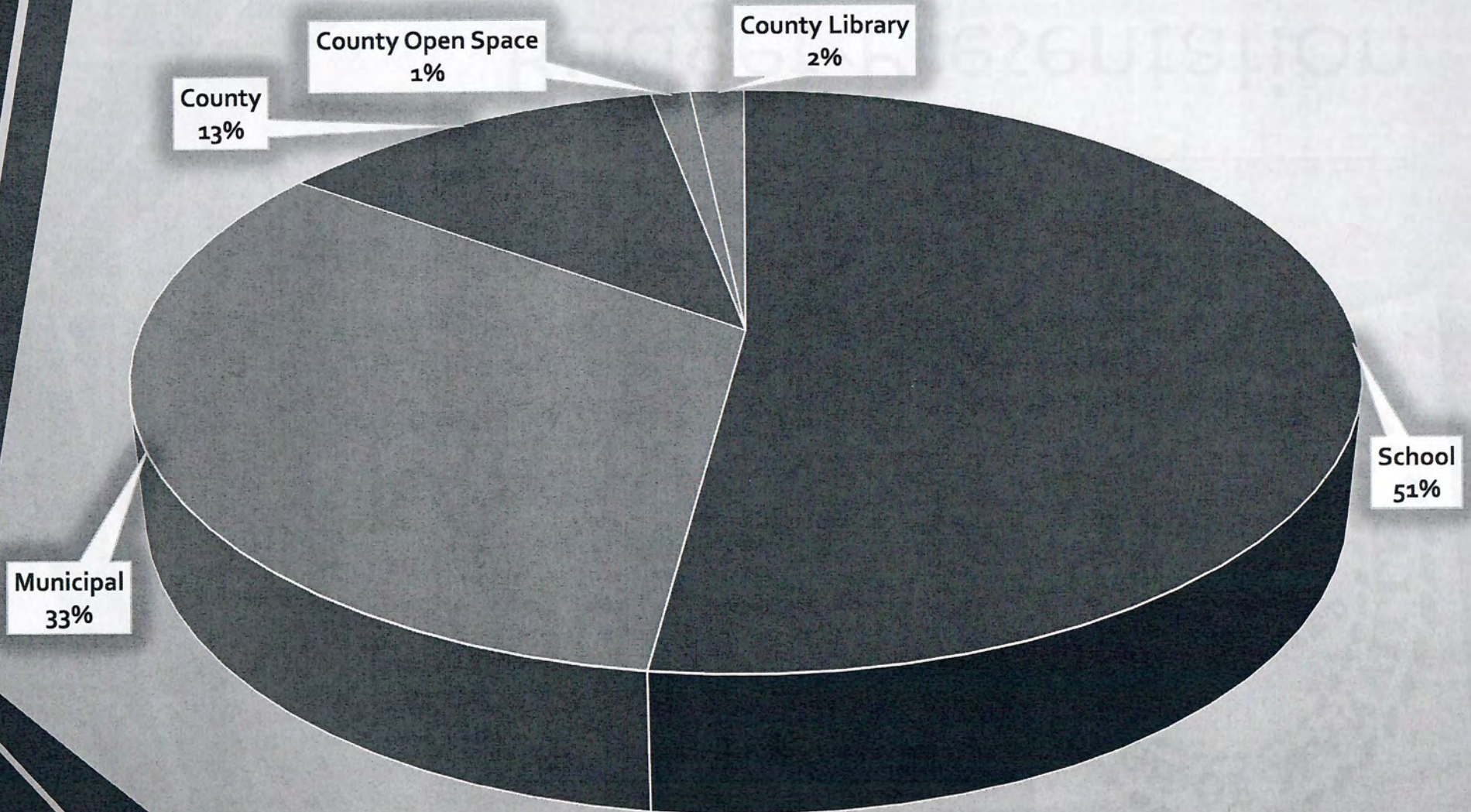


2025

Budget Presentation

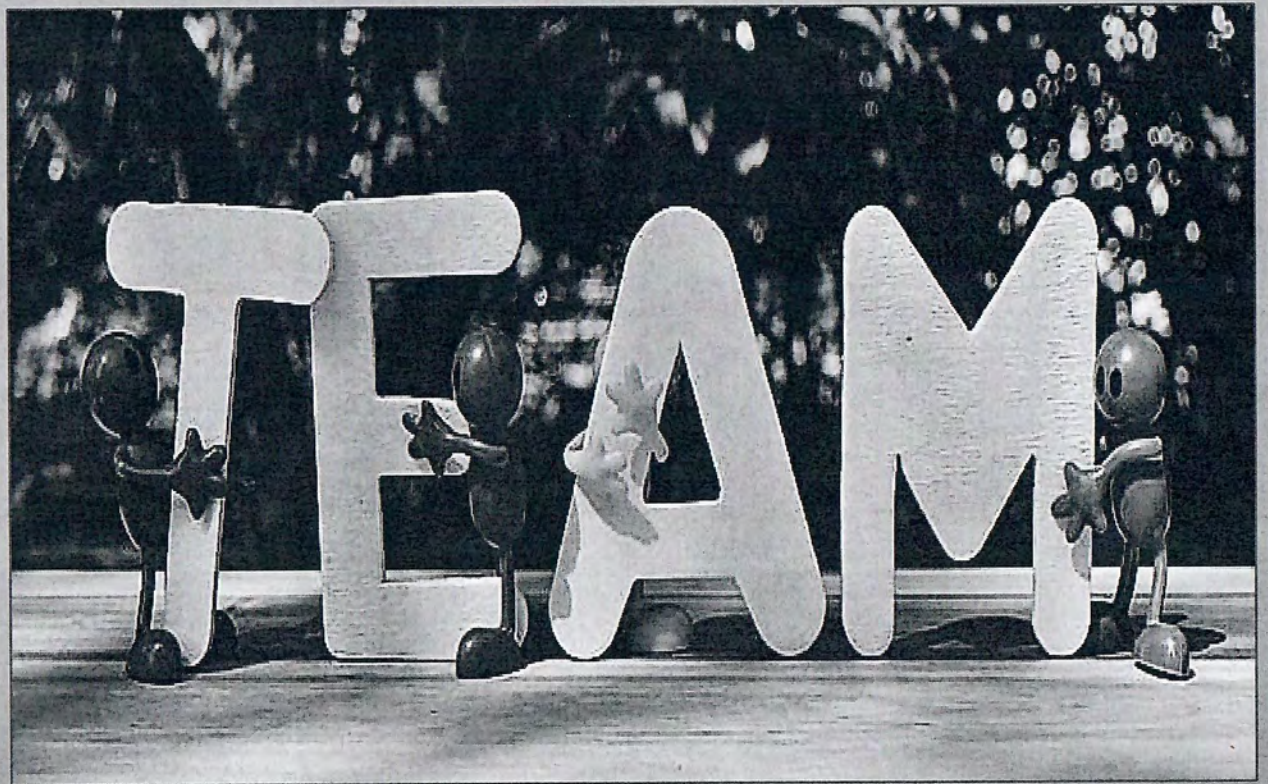
April 28, 2025

% of Property Taxes



Budget Process

- ❖ Budget Requests
- ❖ Department Meetings
- ❖ Assessor Ratables
- ❖ Budget & Finance Committee
- ❖ Budget Introduction
- ❖ Advertisement
- ❖ Budget Hearing
- ❖ Budget Adoption



2025 Budget Cost Drivers

Increase to 2025 Budget (excluding grants): \$ 735,161.18

Main Cost Drivers (increases):

<i>Health Insurance</i>	<i>\$204,931</i>
<i>Police Pension</i>	<i>\$91,090</i>
<i>Police Salaries</i>	<i>\$60,000</i>
<i>DPW Salaries</i>	<i>\$85,000</i>
<i>Administration Other Expenses</i>	<i>\$85,000</i>
<i>Capital Improvement Fund</i>	<i>\$50,000</i>
<i>Tax Collector Salaries</i>	<i>\$31,500</i>
<i>Unemployment Fund</i>	<i>\$30,000</i>
<i>Engineering</i>	<i>\$30,000</i>
<i>Legal</i>	<i><u>\$20,000</u></i>
Total	<i>\$687,521</i>



2025 Budget Snapshot



Borough Value

\$ 1,466,862,700

▲ 8.28% Greater
Than 2024



Average Assessed Home Value

\$ 392,103

▲ 8.72% Greater
Than 2024



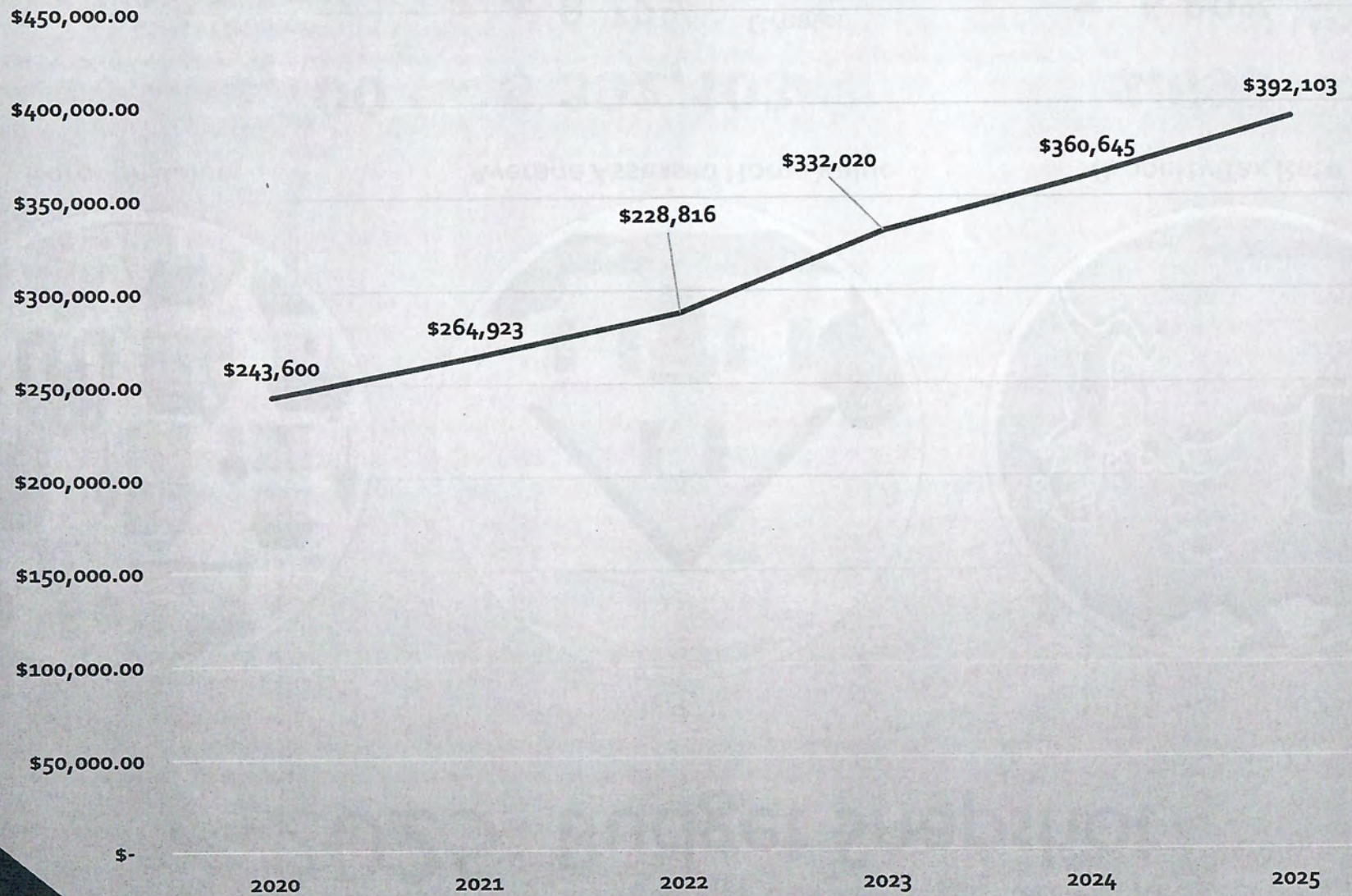
Property Tax Rate

\$.699

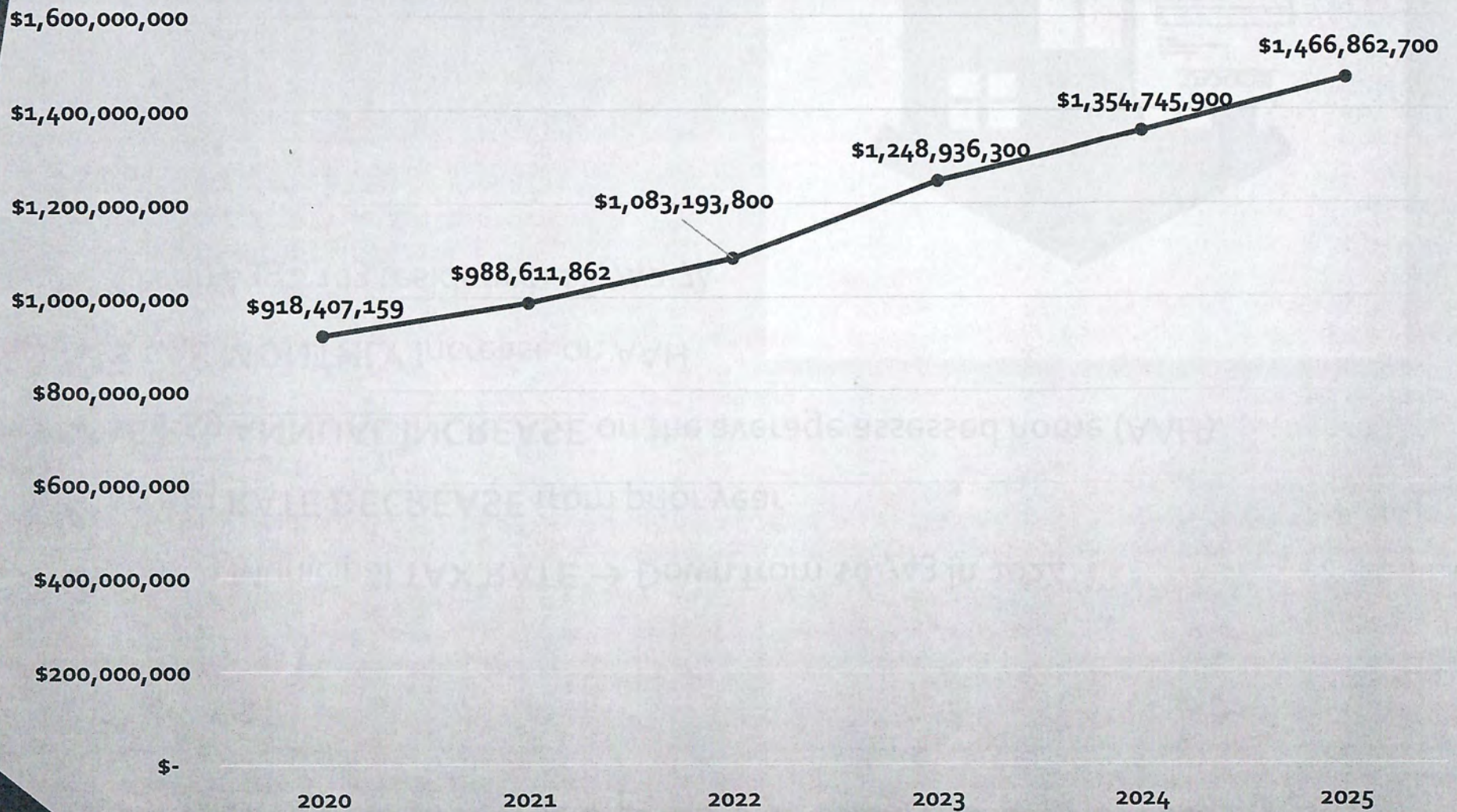
▼ 5.80% Less
Than 2024

* Tax rate decrease does not automatically mean a property tax decrease. Tax impact is based on resident's assessed value appreciation/depreciation.

AVERAGE ASSESSED HOME

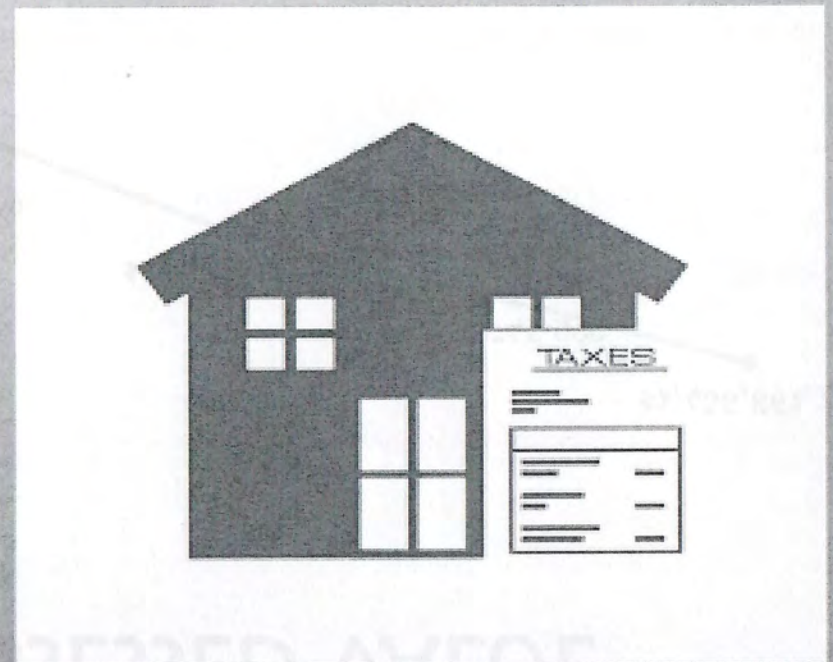


BOROUGH ASSESSED VALUE



Municipal Property Tax Summary

- ❖ \$0.699 Municipal **TAX RATE** → Down from \$0.743 in 2024
- ❖ \$0.043 **RATE DECREASE** from prior year
- ❖ \$64.59 ANNUAL INCREASE on the average assessed home (AAH)
- ❖ \$5.38 **MONTHLY** Increase on AAH
- ❖ Tax on \$392,103 residence: \$2,742.74



2025 Property Tax Calculation 101

❖ $(\text{Taxes Raised} / \text{Borough Assessment}) \times 100 = \text{Tax Rate}$
 $(\$10,260,623 / 1,466,862,700) \times 100 = \$0.699$

❖ 2025 Municipal Tax on Avg. Assessed Home:
 $(\$392,103 \times 0.699) / 100 = \$2,742.74$ (\$228.56 per month)
Approximately 33% of your total property tax bill



Manville Borough 2025 Budget Introduction

Overview

- Total 2025 Current Fund Budget Appropriations
(not including grants)
\$16,352,784

Year over Year Comparison

2025

Amount to be Raised by
Property Taxes

\$10,260,623

2024

Amount to be Raised by
Property Taxes

\$10,060,337

TAX LEVY HISTORY

LEVY	2024	2023	2022	2021	2020	2019	2018	2017
Municipal	\$10,060,337	\$9,864,172	\$8,604,148	\$9,655,326	\$9,542,787	\$9,356,753	\$9,086,840	\$8,909,276
County	\$4,767,093	\$4,499,306	\$4,068,792	\$3,915,905	\$3,718,589	\$3,678,914	\$3,549,687	\$3,615,748
School	\$15,656,016	\$15,656,016	\$15,656,016	\$15,656,016	\$15,656,016	\$15,717,847	\$15,779,677	\$15,460,737
Total	\$30,483,446	\$30,019,494	\$28,328,957	\$29,227,248	\$28,917,392	\$28,753,514	\$28,416,204	\$27,985,760

2% TAX LEVY CAP

- ❖ The tax levy cap law imposes a 2% cap on the total increase of local government tax levies, subject to certain exclusions. These exclusions to the 2% tax levy cap allow a municipality to increase the tax levy over 2% due to these exclusions.
- ❖ The exclusions include increase in debt service and capital expenditures; weather and other declared emergencies; pension contributions in excess of two percent, and health benefit cost increases in excess of 2 percent.
- ❖ In short, if any of the aforementioned exemptions causes our tax levy to increase over 2 percent, we still comply with the 2% tax levy cap law. Now, in order to increase the tax levy over 2%, when not related to these exemptions, we would need a referendum.

2.5% APPROPRIATION CAP

- ❖ When we talk about the 2.5% cap (also referred to as the 3.5% cap), we are referring to the appropriation cap. Appropriation is a fancy word for expenses. There are two types of appropriations:

- ❖ **Inside the CAP:**

- Salary & Wages
- Operating expenses (stationary, equipment, professional services, advertising, audit, training, uniforms, pensions, health insurance, employer taxes, etc...)

- ❖ **Outside the CAP:**

- Debt service
- Capital expenditures
- Reserve for uncollected
- Emergency appropriations
- Grant appropriations
- Library funding
- Shared Service Expenses
- Judgements

2.5% APPROPRIATION CAP

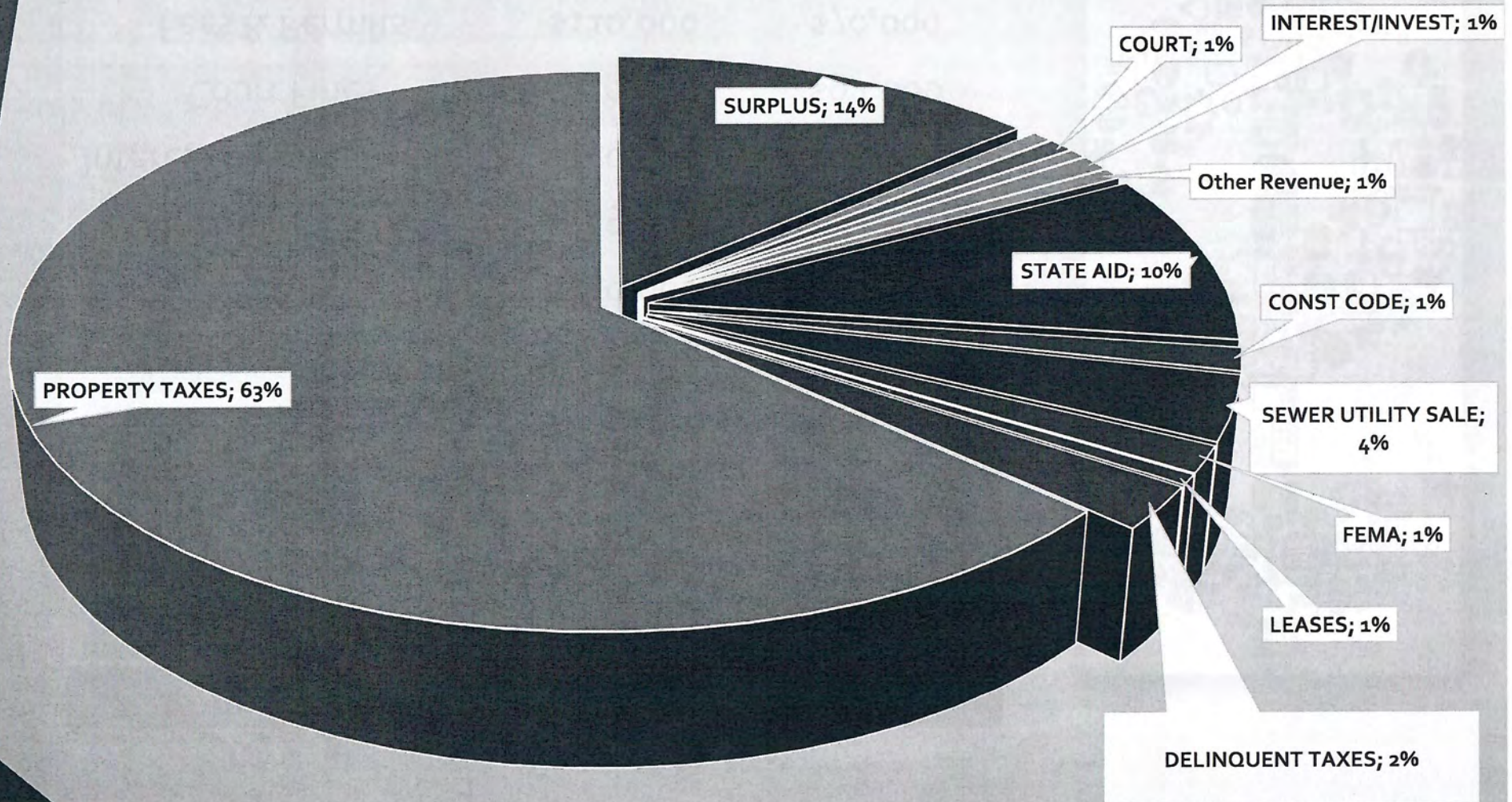
- ❖ The 2.5% cap relates only to “inside the cap” appropriations. The law limits the increase in inside the cap appropriations from year to year to 2.5% or the state’s cost of living adjustment (COLA), whichever is lower. This year the state’s COLA is 2.5 %. The state also allows a municipality, by ordinance, to increase the COLA percentage to **3.5%**.

2.5% APPROPRIATION CAP

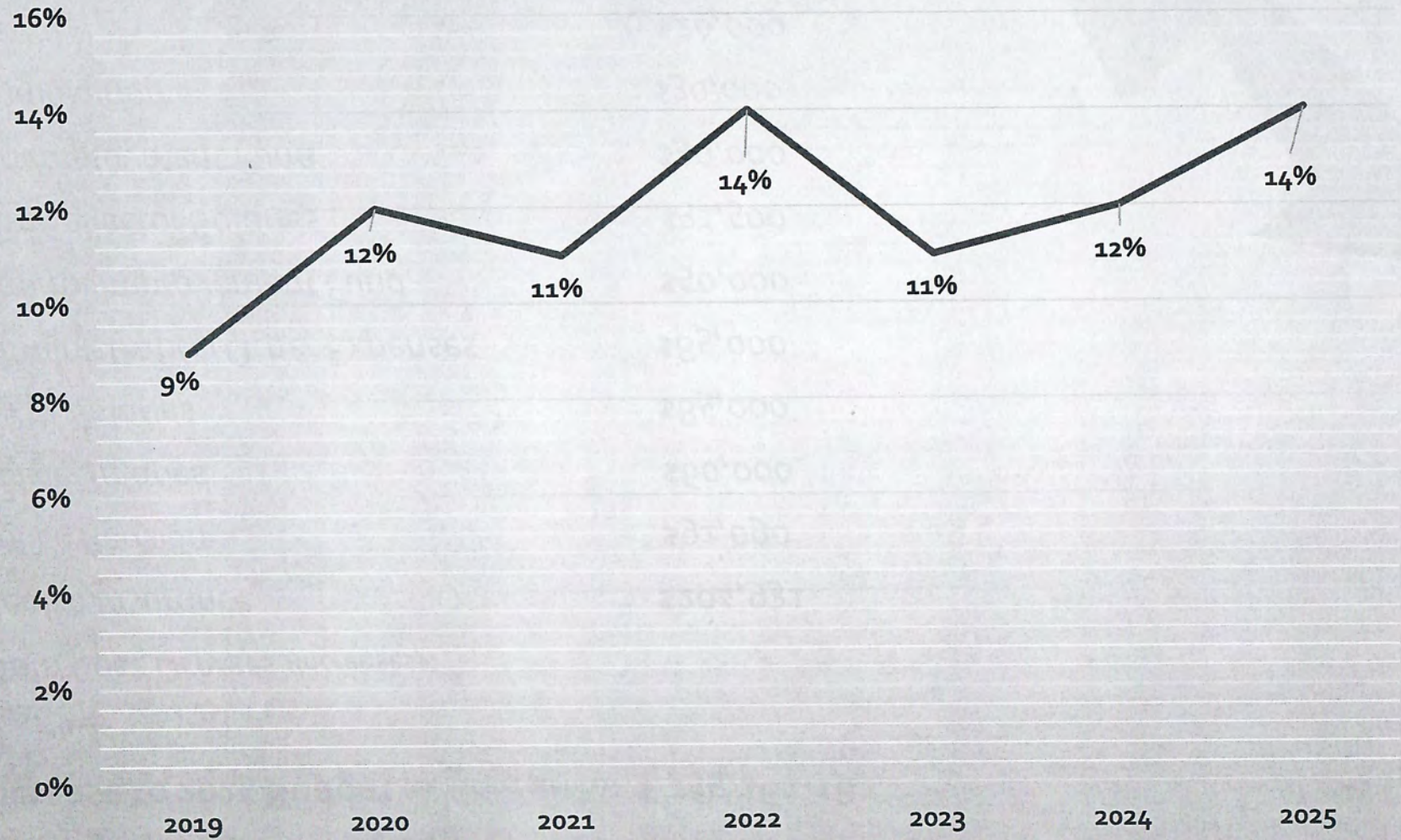
- ❖ The 3.5% ordinance, it does not indicate that the tax rate will increase by 3.5%. People often get this confused. It only means that if truly needed, we would be able to increase our inside the cap appropriations to 3.5% of prior year's inside the cap appropriations. Again, doing so does not automatically mean the tax rate will increase to 3.5% either. Remember, there are many variables in the tax rate equation that can offset the increase in inside the cap appropriations.
- ❖ Finally, if a 3.5% cap ordinance is passed and do not raise our inside the cap appropriations by 3.5%, the state allows us to bank (carry-over), for up to two years, the difference between its final appropriation subject to the cap and 3.5%. This ordinance is a tool we have in our budgeting arsenal, which allows us flexibility in the event of an unforeseen financial incident.



2025 Revenue Sources



2025 Surplus Used - % of Budget



2025 Budget Cost Drivers

Increase to 2025 Budget (excluding grants): \$ 735,161.18

Main Cost Drivers (increases):

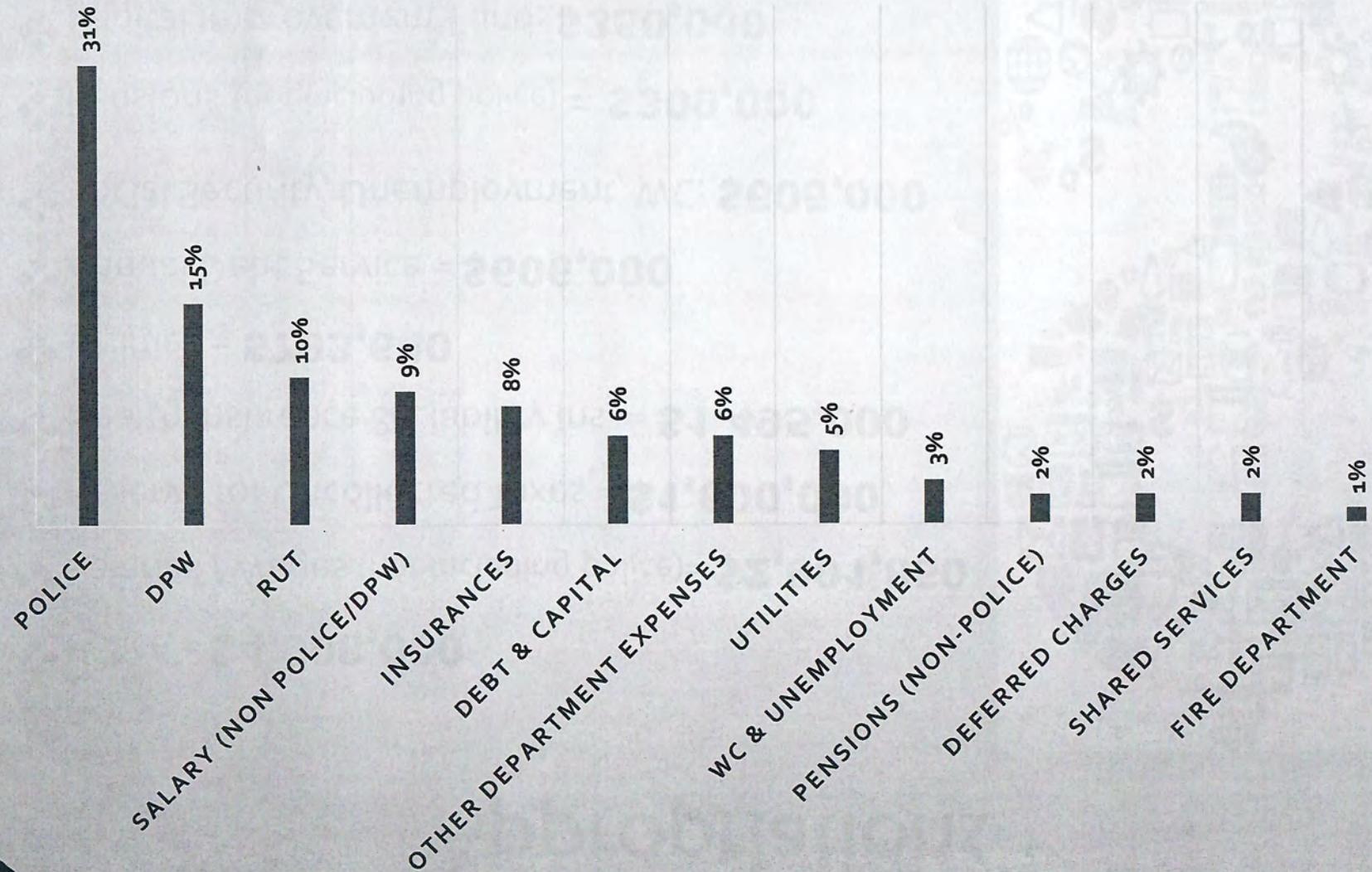
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<i>Legal</i>	<i><u>\$20,000</u></i>
<i>Total</i>	<i>\$687,521</i>



- ❖ Police = **\$4,908,000**
- ❖ Salaries / Wages (not including police)= **\$2,901,850**
- ❖ Reserve for Uncollected Taxes = **\$1,600,000**
- ❖ Health Insurance & Liability Ins. = **\$1,495,000**
- ❖ Utilities = **\$793,640**
- ❖ Annual Debt Service = **\$606,000**
- ❖ Social Security, Unemployment, WC: **\$605,000**
- ❖ Pensions (not including police) = **\$309,000**
- ❖ Capital Improvement Fund: **\$350,000**



2025 Appropriation Sources



2025 Department Appropriations

DEPARTMENTS	MAJOR DEPARTMENTAL PROGRAMS			
	2025 Budget Appropriations	2024 Budget Appropriations	Increase / Decrease \$	Increase / Decrease %
POLICE	\$ 3,818,000	\$ 3,758,100	\$ 59,900	1.57%
DPW / STREETS & ROADS	\$ 2,434,050	\$ 2,345,250	\$ 88,800	3.65%
RECREATION	\$ 308,300	\$ 302,000	\$ 6,300	2.04%
UNIFORM FIRE SAFETY	\$ 176,250	\$ 174,250	\$ 2,000	1.13%
CONSTRUCTION CODE	\$ 240,000	\$ 220,000	\$ 20,000	8.33%
PROPERTY MAINTENANCE	\$ 97,000	\$ 75,350	\$ 21,650	22.32%
ENGINEERING	\$ 150,000	\$ 120,000	\$ 30,000	20.00%

2025 Department Appropriations

DEPARTMENTS	2025 Budget Appropriations	2024 Budget Appropriations	Increase / Decrease \$	Increase / Decrease %
PLANNING DEPARTMENT	\$ 72,000	\$ 71,800	\$ 200	0.28%
CLERK	\$ 121,500	\$ 120,250	\$ 1,250	1.03%
ADMINISTRATIVE & EXECUTIVE	\$ 467,000	\$ 419,000	\$ 48,000	10.28%
DATA PROCESSING	\$ 211,300	\$ 192,760	\$ 18,540	8.77%
TAX COLLECTION & ASSESSMENT	\$ 243,300	\$ 211,800	\$ 31,500	12.95%
LEGAL	\$ 200,000	\$ 180,000	\$ 20,000	10.00%
FIRE DEPARTMENT	\$ 165,350	\$ 161,520	\$ 3,830	2.32%

2025 Department Appropriations

DEPARTMENTS	MAJOR DEPARTMENTAL PROGRAMS			
	2025 Budget Appropriations	2024 Budget Appropriations	Increase / Decrease \$	Increase / Decrease %
INSURANCES				
EMPLOYEE GROUP HEALTH	\$ 1,110,000	\$ 905,069	\$ 204,931	18.46%
LIABILITY INSURANCE	\$ 385,000	\$ 400,000	\$ (15,000)	-3.90%
WORKERS COMPENSATION	\$ 300,000	\$ 280,789	\$ 19,211	6.40%
SOCIAL SECURITY	\$ 265,000	\$ 250,000	\$ 15,000	5.66%
UNEMPLOYMENT	\$ 40,000	\$ 10,000	\$ 30,000	75.00%
SUBTOTAL INSURANCES	\$ 2,100,000	\$ 1,845,858	\$ 254,142	12.10%
PENSIONS				
PFRS	\$ 1,090,000	\$ 998,910	\$ 91,090	8.36%
PERS	\$ 309,000	\$ 341,000	\$ (32,000)	-10.36%
TOTAL PENSIONS	\$ 1,399,000	\$ 1,339,910	\$ 59,090	4.22%
CAPITAL IMPROVEMENT FUND	\$ 350,000	\$ 300,000	\$ 50,000	14.29%
DEBT SERVICE & DEFERRED CHARGES	\$ 856,000	\$ 840,125	\$ 15,875	1.85%
RESERVE FOR UNCOLLECTED TAXES	\$ 1,600,000	\$ 1,600,000	\$ -	0.00%

Debt Service Detail

MOODY'S RATING: Aa1

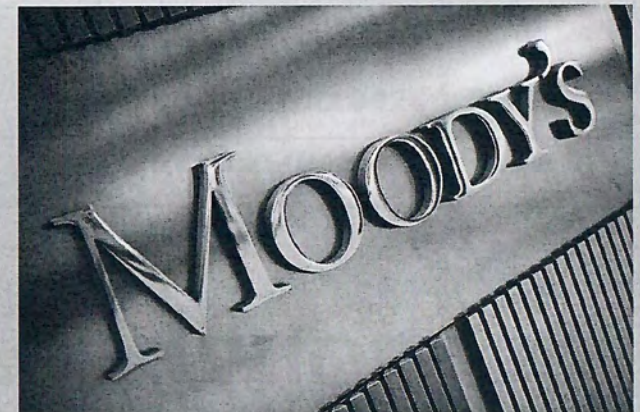
- ❖ The Aa1 term rating reflects the borough's healthy finances, specifically related to reserves and liquidity.

FACTORS THAT COULD LEAD TO AN UPGRADE

- ❖ Material increase of the tax base and resident wealth and income
- ❖ Significant increase in reserves

FACTORS THAT COULD LEAD TO A DOWNGRADE

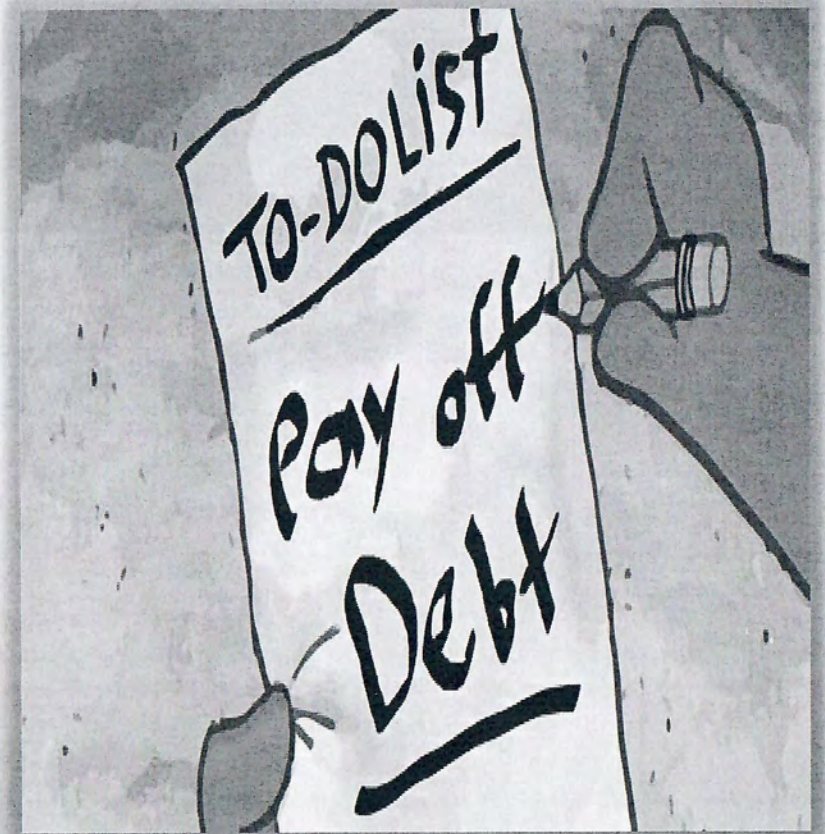
- ❖ Material deterioration of the tax base and resident wealth and income
- ❖ Significant decrease in reserves or liquidity



Debt Service Detail (continued)

Debt Authorized but Not Issued:

- ❖ Ordinance 2024-1323 - \$1,825,000
 - ❖ Fire Truck



2025 Municipal Debt Payments

Interst on Bonds

Bond Principal

\$- \$100,000.00 \$200,000.00 \$300,000.00 \$400,000.00 \$500,000.00 \$600,000.00

■ 2025

■ 2024

Bond Principal

\$550,000.00

\$550,000.00

Interst on Bonds

\$55,500.00

\$72,000.00

■ 2025 ■ 2024

Capital Improvement Plan - 2025

Police

- Taser Replacements

OEM

- Radios
- Solar Message Boards

Fire Department

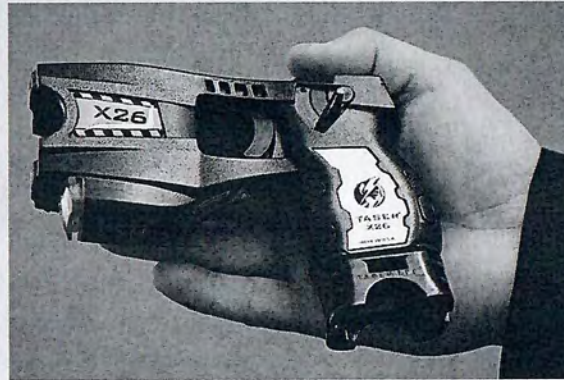
- Air Bottles

Fire Prevention

- Radios

Engineering

- Roadwork



Buildings

- Library Repairs



DPW

- Toro Mower Replacement
- Equipment

Recreation

- Main Street Decoration

2025 Budget Calendar

- April 28, 2025 – Budget Introduction
- May 27, 2025 – Public Hearing and Adoption

Thank you

