



Borough of Pennington Mayor & Council

2023 Budget Presentation February 28, 2023



Budget Overview

- ▶ Budget expenditures increased by 7.25% or \$300k.
- ▶ Salary & Wage is up \$58k – this accounts for cost of living adjustments for both bargaining unions & non-contractual employees
- ▶ Other Expense is up \$242k – this is due to increases for health benefit costs, liability insurance costs, pension costs, library expenses, first aid costs, gasoline & retiree benefits

Budget Impact

	2023 Budget	2022 Budget	Change
Salary & Wages	1,577,800.00	1,520,155.00	57,645.00
Other Expenses	2,857,530.44	2,615,166.72	242,363.72
Total Budget	4,435,330.44	4,135,321.72	300,008.72

2023 Budget Drivers

Expenditure Increases

- Engineering Other Expenses 10,000
- Police Salary & Wages 72,425
- Group Insurance 49,080
- Liability Insurance 9,936
- Gasoline / Diesel 20,000
- Police & Firemen's Retirement System 36,688
- Retiree / Medicare Reimbursement 14,200
- Library Expenses 20,324
- First Aid 25,230

2023 Budget Drivers

Revenue Decreases

- Uniform Construction Code 28,000
- Receipts from Delinquent Taxes 30,000
- ARP Funding 21,000

Revenue Increases

- Use of Surplus 10,000
- Municipal Court 11,000
- Utility Operating Surplus 100,000
- Trash Stickers 19,000
- Excess State Aid 9,800
- Amount to be Raised by Taxation 209,000
- Library Tax 20,000

Debt Service / Deferred Charges to Future Taxation Unfunded

- Bond Principal and Interest increased by 5,800
- Deferred Charges to Future Taxation Unfunded increased by 6,800

Non-Discretionary Appropriations

► Insurance	379,711
► Pensions/Social Security	403,968
► Library	204,923
► Debt Service	327,000
► Utilities	109,000
► Reserve for Uncollected	270,000
► Emergency	20,000
► Total	1,714,602

	Budget 2023	Budget 2022	Change
Municipal Tax Rate	.54	.50	.04
Average Tax Bill	2,632.30	2,437.31	194.99
Avg. Assessed Val.	487,462.51		

2023 Water & Sewer Utility

Total Budget Increased by \$333k or 25%

Revenue Changes

- ▶ Use of Surplus \$163k
- ▶ Water / Sewer Rents \$145k
- ▶ ARP Funding \$21k

Appropriation Changes

- ▶ ARP Funding \$21k
- ▶ Insurance \$22k
- ▶ Other Expenses (including SBRSA) \$35k
- ▶ Salary \$45k
- ▶ Current Surplus \$100k
- ▶ Deferred Charge to Future Taxation-Unfunded \$107k