

2018 Mine Hill Township Budget & State of the Township Presentation



Mine Hill's 4 Budget Areas

1. Water Utility
2. Garbage District
3. Sewer Utility
4. Municipal Current Fund

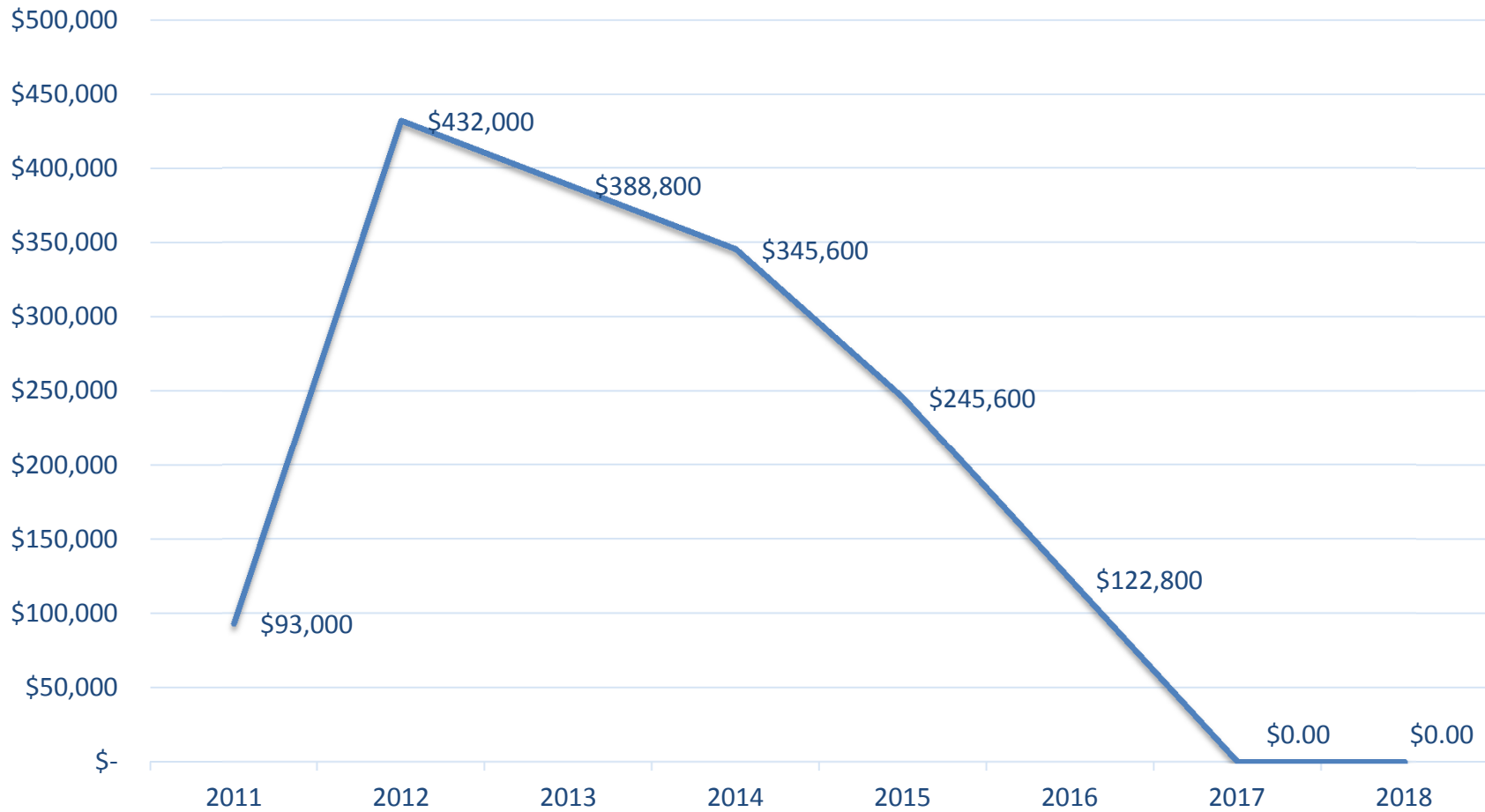
Water Utility

- The Water Utility is Financially Stable.
- 2017 ending surplus is \$300,000
- Debt Balance from Meters = **ZERO**
- Adding \$100,000 in capital to the water budget \$161,000 in Water Capital totaling **\$261,000**
- \$432,000 Water Operating Budget
- The water Utility has absorbed *5 rate increases* in the amount of 13% from Morris MUA without any increases passed to the residents

2018 Water Utility Projects

- Projects : Hurt St. paving after gas installation & Reynold's lane water main and services
- Invest in additional leak detection equipment
- The sewer and water budgets are going to fund a lease for a street sweeper.

Water Utility Debt



Garbage District

- The Garbage District is Financially Stable.
- The Garbage District has *no debt*
- 2018 Total Budget = \$408,000
- 2017 Surplus = ~\$54,013

Sewer Utility

- The Sewer Utility is Financially Stable.
- The Sewer Utility was bankrupt in 2012 by **\$38,683.00**
- 2018 Budget = \$450,000
- 2017 Sewer Surplus = \$138,842
- Mine Hill has 513 sewer customers
- The sewer and water budgets are going to fund a lease for a street sweeper.
- The additional sewer accounts added are expected to give us a better economy of scale for the utility.

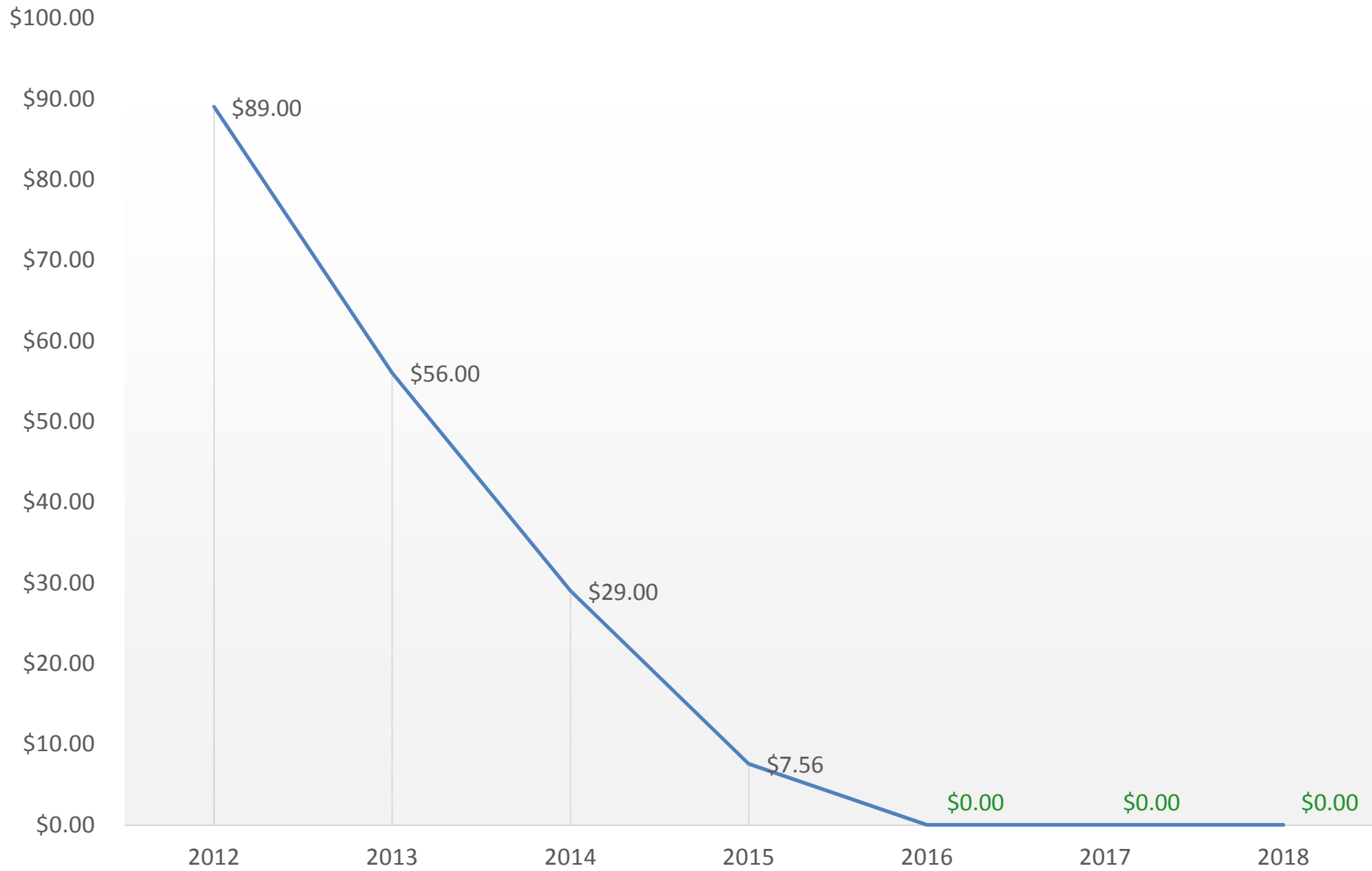
Sewer Plans for 2018/19/20 etc.

- Our goal is to expand sewers to every house in Mine Hill within 5-7 years.
- I plan to ask the council to pass a **\$950,000** Capital ordinance for the Sewer Utility in April. This will make capital funds available for the expansion of the sewer system. *We will not borrow all of this.* We will install several sewer lines and calculate the true cost. We will borrow according to the costs as incurred.
- Calculating the costs without real construction experience is just a guess. We estimate the total cost of expansion is \$2 Million. But that's merely an educated guess. Contractors are bidding \$300/\$400 per foot. We estimate our installation cost to be \$100/\$150 per foot.
- Costs of borrowing and debt is carried by those with sewer service. Residents not connected do not pay.

Municipal Budget

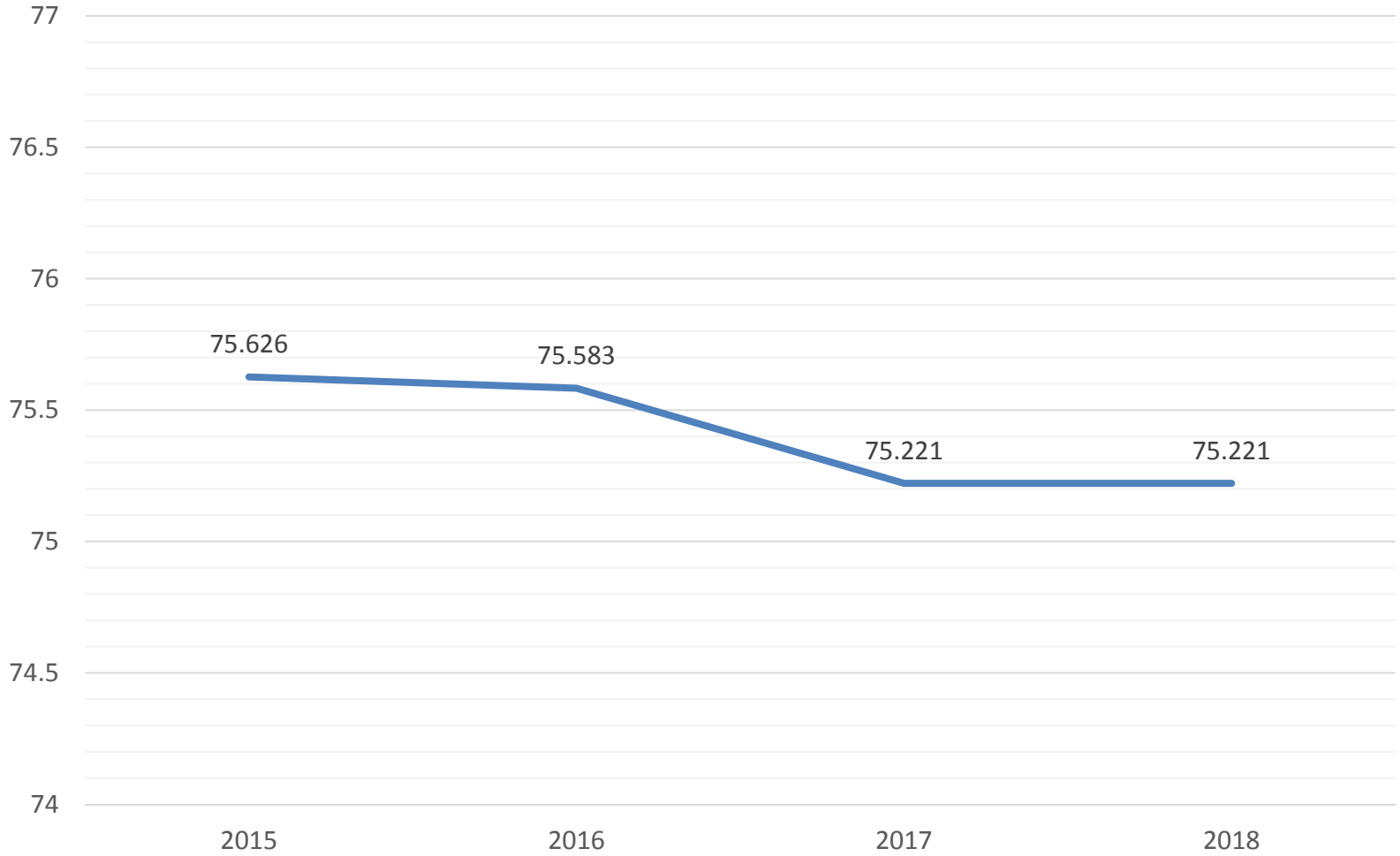
- Tax increase will equal **ZERO for 2018**
- Municipal surplus end of 2018 \$711,524 (+\$21,000)
- The Township incurs no new municipal debt for the 6th year in a row.
- 2018 Debt Payments = \$345,380
- In May of 2018 our municipal debt will be \$345,959
- Last payment in May 2019 will be.....\$345,959! 😊
- Mine Hill Day 2019 will celebrate debt free status and we will blow up every firework we can find! 😊

Tax Levy History

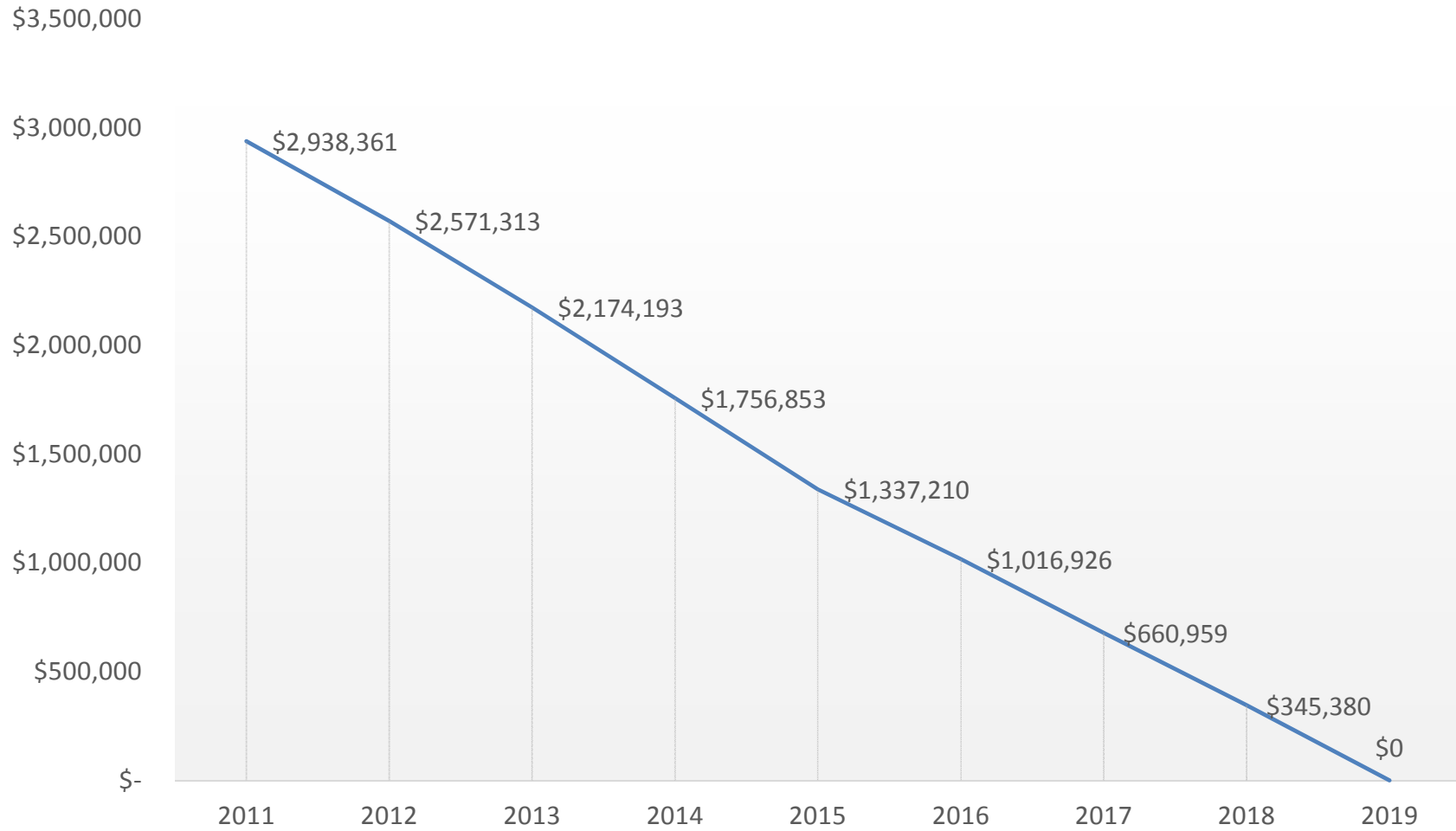


Municipal Tax Rate

— Municipal Tax Rate



Municipal Budget Debt



Capital Budget

- \$49,015 remaining capital **cash reserve** from 2017
- Will fund the needs of the DPW, Fire Department, First Aid Squad etc.
- Adding \$60,000 in 2018 budget for a total capital budget of **\$109,015**
- Capital Projects for 2017
- Natural Gas Generators for Civic Center and Municipal Building
- Regrading and paving south 2nd Street
- Additional DPW shed
- New front walks and landscaping at town hall
- Interior restoration of the Bridget Smith House (Grant with matching funds)

Additional Budget Notes

- We will spend <\$15,000 to eliminate more Tax Title Lien Properties update the tax maps
- We will continue working on digitizing our construction and other files. (We have about 250 left to do this year).
- We will invest this year in some newer equipment for sewer, water and municipal needs. A new cold planer for milling bad spots in roads etc.

In Summary

- The Township's 4 budget areas are stable and solvent
- The Township is almost debt free in our municipal budget
- The Township has eliminated budgetary borrowing as part of the municipal budget process for *7th year in a row*
- We have sufficient funds to meet our needs in the 2018 budget including capital and the utilities

- *Mayor Sam Morris*
- *Town Council - Kris Kanzenbach, President, Fred Willis Vice President, Debbie Giordano, & Bret Coranato, Dave Bloom*
- *Katelyn Wild, Treasurer*
- *Greg Della Pia, CPA, CMFO, PSA*