



Lower Frederick Township

2020 BUDGET PRESENTATION
NOVEMBER 6, 2019

Budget Timeline



- November 6th: 2020 Manager's Budget Presentation
- November 26th: Tentative Adoption of 2020 Budget
- November 27th: Budget available for public review at the township building
- December 17th: Final Adoption the 2020 Budget



2020 General Fund



Taxes Paid by Township Residents



Total Taxes paid by a resident on a Home Assessed at \$128,157.00 = **\$5,115.00**
\$128,157 is the average assessment for a property in Lower Frederick



Perkiomen Valley School District
33.72/84.47%
\$4,321



Montgomery
County
3.849/9.64%
\$493



Lower
Frederick
2.35/5.89%
\$301

Taxes Paid by Township Residents



	Millage	Property Tax	Percentage of Total Tax
School District	33.72	\$ 4,321.00	84.47%
County	3.849	\$ 493.00	9.64%
Township	2.35	\$ 301.00	2.35%

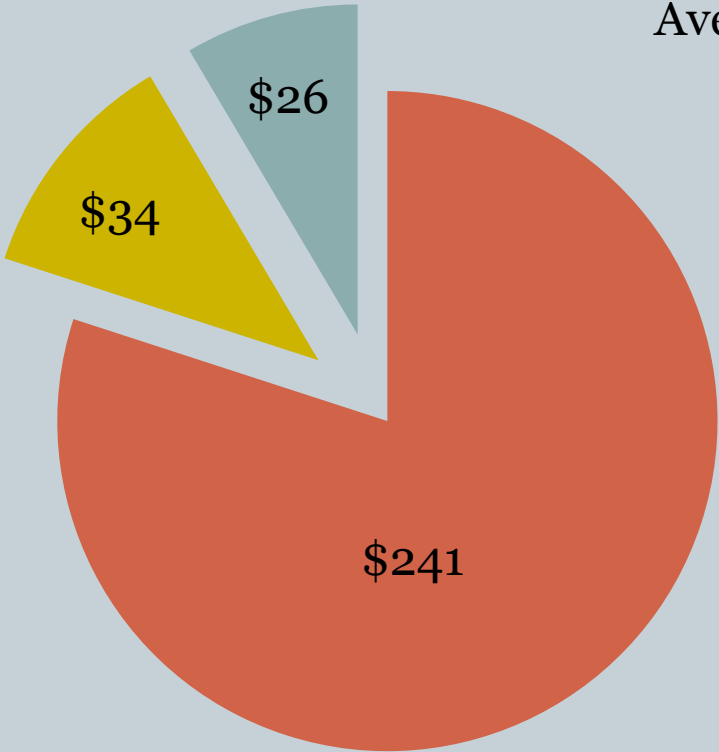
*Based on a tax assessment of \$128,157.00



Township Real Estate Taxes



Average Household Township Taxes: \$301.00



Taxes

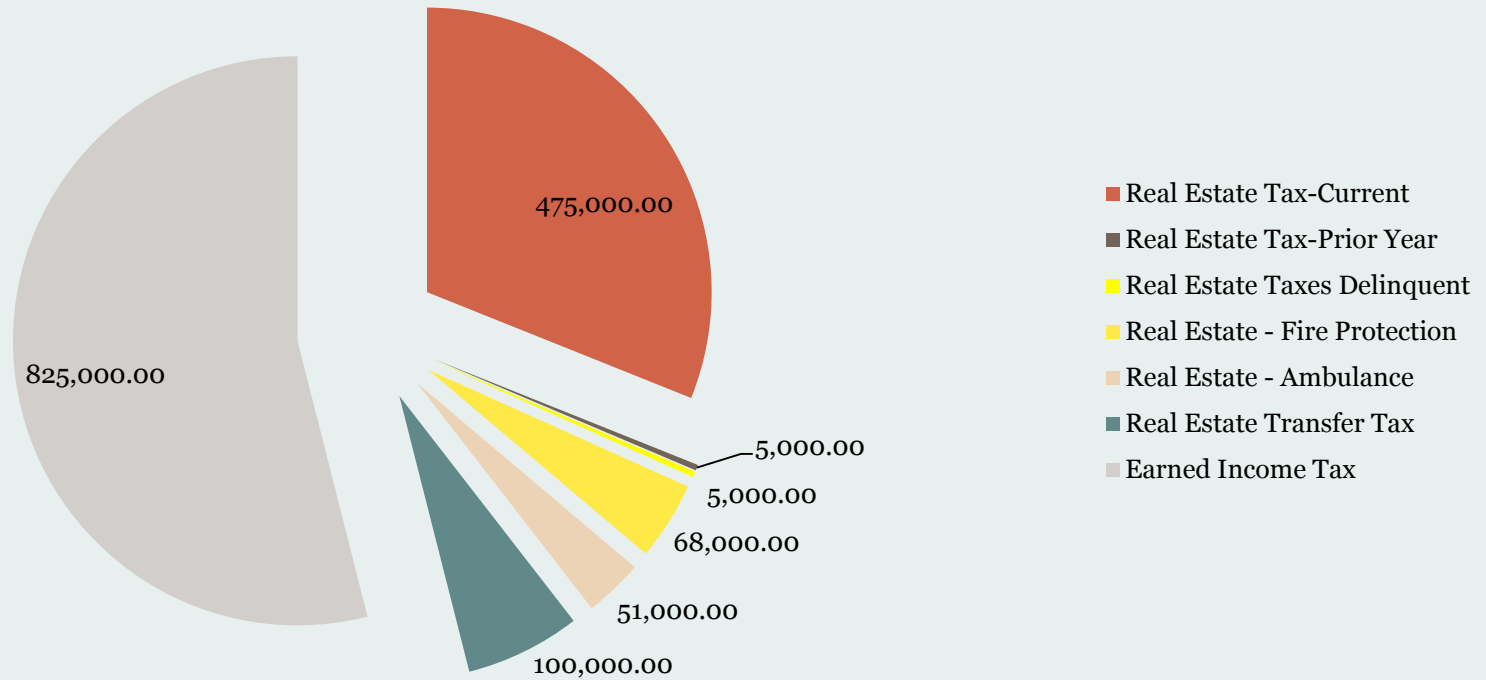
- Township
- Fire Company
- Ambulance

2020 General Fund Revenue



- **Revenue**
 - Revenue is flat
 - Restricted on revenue sources
 - Reduction in Cable TV Franchise fees
 - Earned Income Tax is increasing slowly
 - Increase in permit fees

Lower Frederick Revenue



Revenue from taxes:
Revenue from other:

\$1,529,000
\$ 384,833

Total Expected Revenue 2020:

\$1,913,833

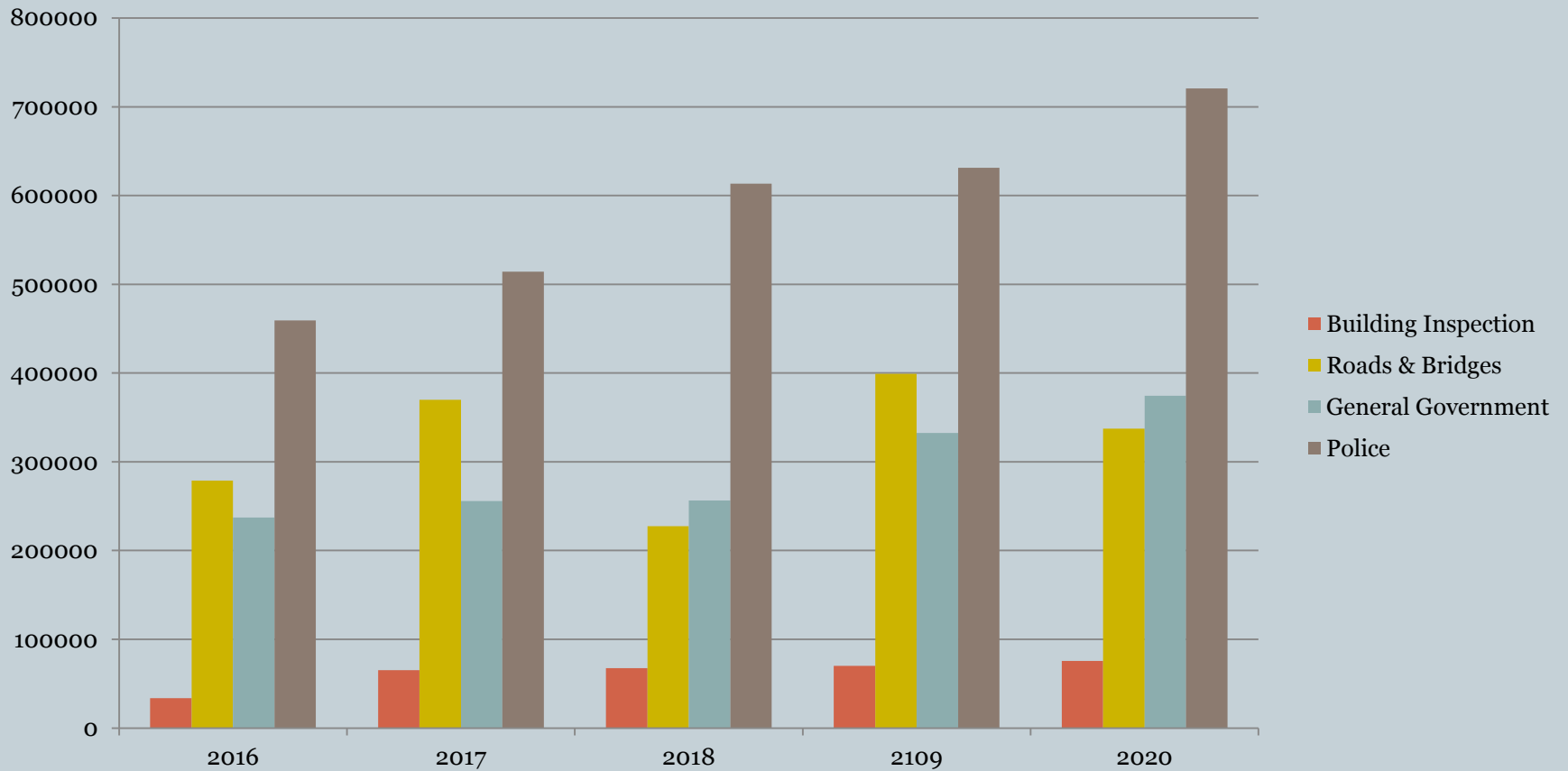
General Fund Expenses



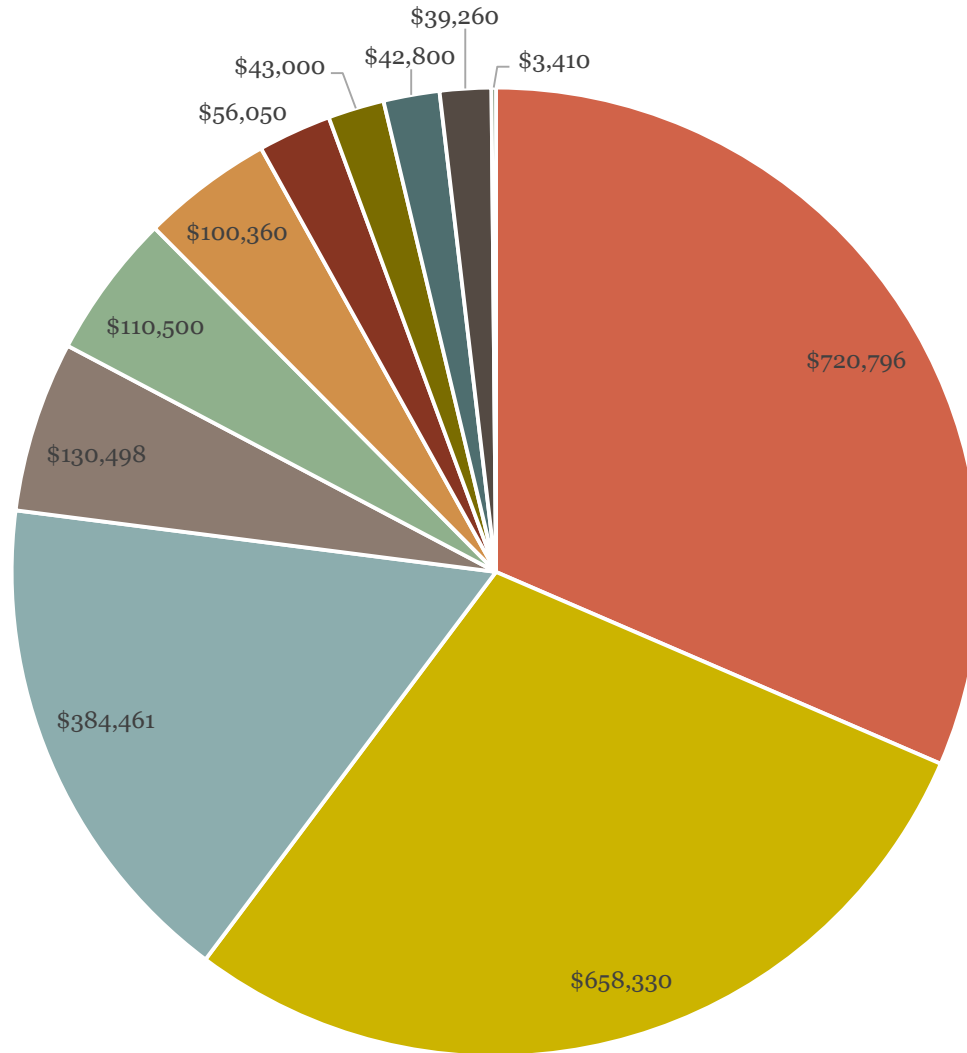
- **Expenses**

- Employee and benefit costs are increasing
- Cost of services are increasing
- In 2020 we will work to evaluate our current insurance and other contracts to make sure we are spending wisely.

Expenses from 2016 to 2020



2020 Proposed Budgeted Expenditures



- | | | | |
|------------------------|-------------------------------|---------------------------|----------------|
| ■ Police/Public Safety | ■ Public Works/Highways | ■ General Govt & Admin | ■ Fire Company |
| ■ Legal & Engineering | ■ Building Inspector & Zoning | ■ Health & Human Services | ■ Building |
| ■ Tax Collection | ■ Parks | ■ Emergency Management | |

2020 General Fund



- In 2020 we plan on:
 - Purchasing a new Police Car
 - Paving the following roads:
 - ✦ Upper Portion of Schwenk Road
 - ✦ Second Ave
 - ✦ Woodside Ave
 - ✦ Evergreen Road
 - Board Room Acoustics
 - Replace HVAC Unit in Police Department
 - Sidewalk installation along Goshen Road

Lower Frederick Proposed Expenditures



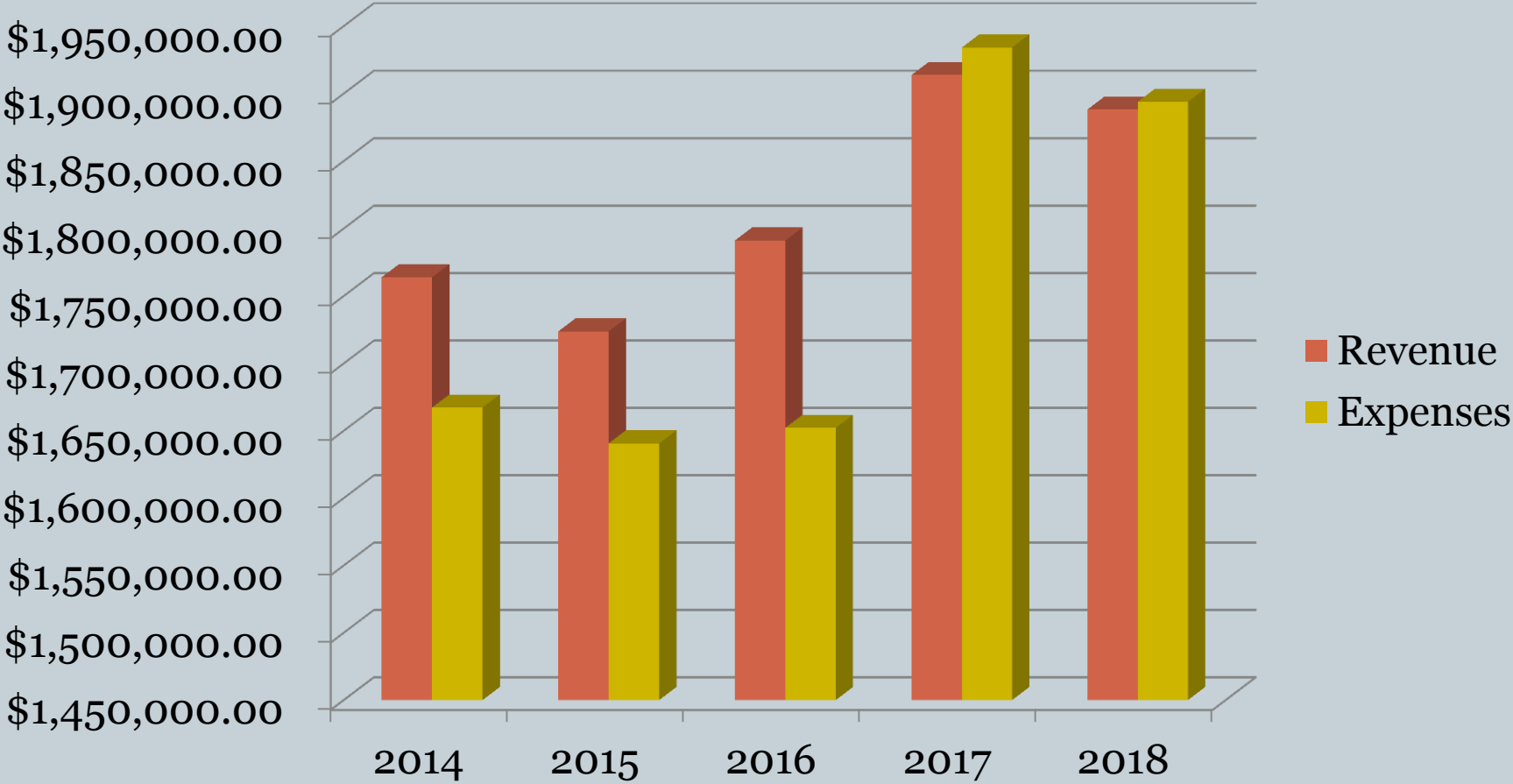
Budget Heading	Expenditure
Police/Public Safety	\$ 720,796
Public Works/Highways	\$ 658,330
General Govt & Admin	\$ 384,461
Fire Company	\$ 130,498
Legal & Engineering	\$ 110,500
Building Inspector & Zoning	\$ 100,360
Health & Human Services	\$ 56,050
Building	\$ 43,000
Tax Collection	\$ 42,800
Parks	\$ 39,260
Emergency Management	\$ 3,410
Total:	\$ 2,289,465

General Fund



- Expected 2020 Revenue: \$1,913,833.00
- Expected 2020 Expenses: \$2,289,465.00
- Budget Deficit: \$ 375,632.00

Revenue vs Expenses



Sewer Budget



Sewer Income



- 1076 Sewer Customers
- \$175 per quarter
- \$700 per year
- \$753,200 Sewer Rent per Year

- New Customers
- EDU \$7,405.26

Waster Water Treatment Plant

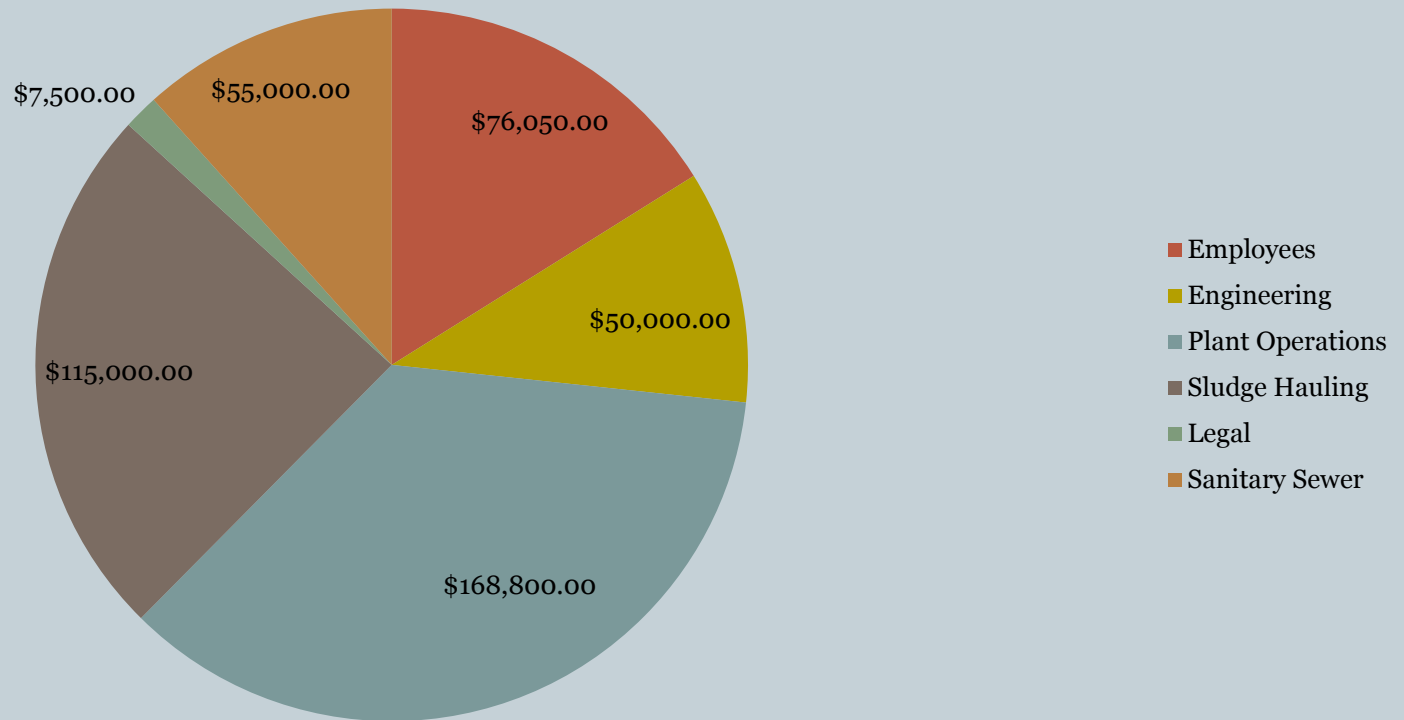


- New Waste Water Treatment Plant has been running for over one year now.
- Costs that are driving the WWT Plant budget are:
 - Utilities
 - Chemicals
 - Sludge Hauling
- With the new WWT Plant our regulations from DEP have become stricter then with the old plant.
- The effluent that is being discharged to the Perkiomen Creek meets or exceeds DEP regulations.

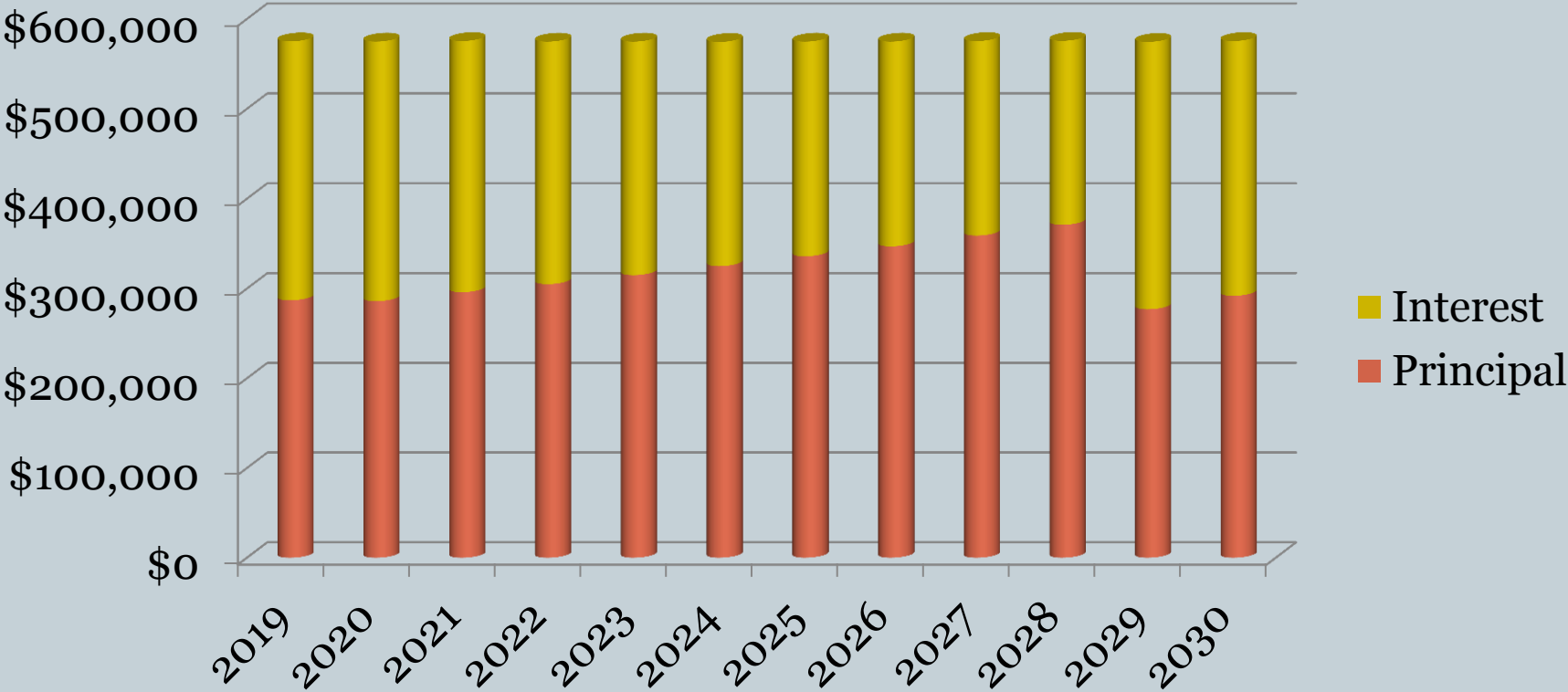
Sewer and Treatment Plant Expenses



2020 Sewer Expenses: \$474,350



Sewer Debt

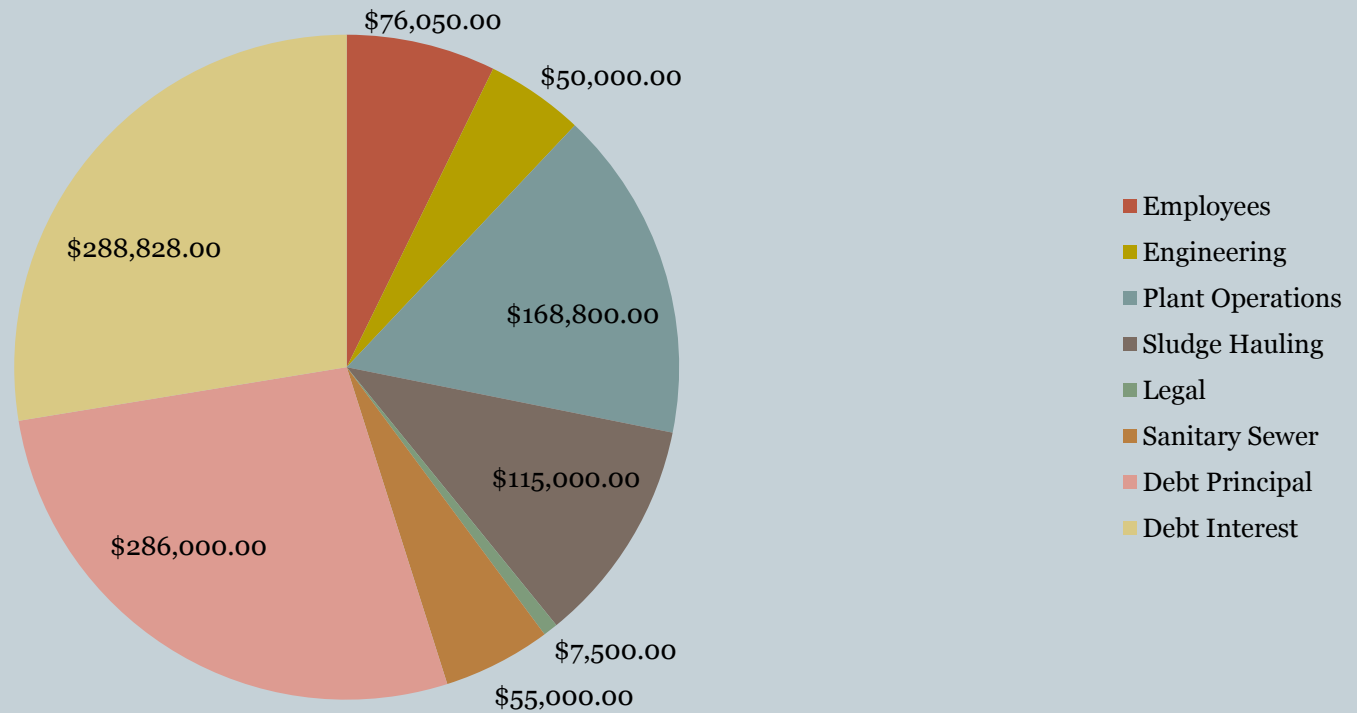


Lower Frederick's sewer debt payment is an average of \$575,000/year

Total Expected Sewer Budget Expenditures



2020 Sewer Expenses Including Debt Service Payments: \$1,049,178.00

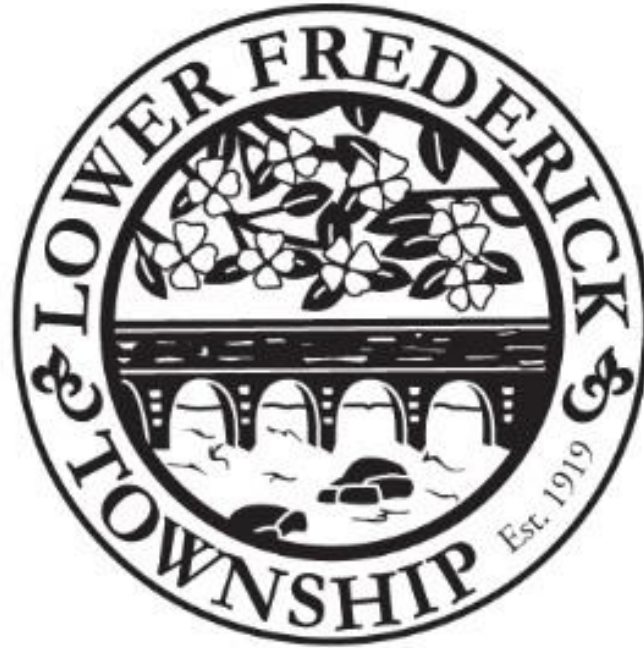


2020 Sewer Budget



Revenue		Expenses	
Grant	\$ 31,948	Employees	\$ 78,050
Sewer Rent	\$760,000	Engineering	\$ 50,000
Sewer Connection	\$110,000	Plant Operations	\$ 168,800
Interest	\$ 6,500	Sludge Hauling	\$ 115,000
Charges for Service	\$ 1,000	Legal	\$ 7,500
		Sanitary Sewer	\$ 55,000
		Debt Principal	\$286,000
		Debt Interest	\$288,828
Total Revenue	\$909,448	Total Expenses	\$1,049,178

With current budget numbers the Sewer Budget will be a \$139,730 deficit



Questions

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