

## 2018 BUDGET MESSAGE

To the Residents of the Borough of Woodbine:

As Mayor, I am pleased to submit the Woodbine Municipal Budget for 2018.

Both myself and the governing body have worked with the Borough's Chief Financial Officer, to ensure that State mandates are fully complied with while assuring fiscal responsibility and employing best practices to stay under the 2% Levy Cap.

The Borough Council, and its Revenue and Finance Committee, are recommending this year's spending plan which calls for a local purpose tax rate of \$0.234, which is the same as 2017, and as a result, for the 28th consecutive year the local purpose tax rate has not increased. The municipality has now positioned itself to have one of the lowest Local Purpose Tax rates in the County. This means that a property assessed at \$100,000 would pay \$234.00 in Local Purpose Tax.

Our 2018 budget calls for a total spending plan of \$2,023,596 (excluding Federal and State Grants). This budget maintains the ongoing level of services and programs that Borough residents have received in past years. Also included are the budgets for the water/sewer utility, with a total spending plan of \$446,729, and the airport utility, with a total spending plan of \$463,286 (excluding grants).

This budget does not include pending grant applications. There is a greater need than ever to attempt to secure increasingly competitive State and Federal funding, given that State aid has remained flat for several years. Grant awards are received throughout the year and are added to the budgeted amounts. This can cause a large disparity between the budget presented for the current year in comparison to the final budget of the prior year.

The Borough collects a total tax of approximately \$2,785,000. Of that amount the Borough only keeps approximately \$412,000, which is 15% of the total. Thus only 15 cents out of every tax dollar collected remains in the Borough.

Our ratable base remained stable during 2017 and our tax collection rate remained stable, due to the diligent practices of our tax collection office.

Through best management practices and shared services, Woodbine has continued to cover municipal needs without any additional tax burden. Additionally, we continue to successfully obtain grant funding from federal, state, and other sources, allowing us to leverage our municipal funds to the fullest extent possible.

This has allowed the Borough to improve and maintain our infrastructure. For 2018, the Borough has budgeted to receive or administer approximately \$585,608 in grants for needed projects, both throughout the Borough and its Airport Business Park., bringing the total 2018 budget to \$2,609,204.

During 2017, the Borough dissolved the Water Utility Authority and the Airport Authority, and brought those services under the Borough's daily operations. This has streamlined the services provided to the residents. In addition to providing better service, there will be savings realized by bringing both entities into the Borough as utilities.

Through shared services with local, County, and State entities, the Borough will continue to pursue cost savings. These collaborations allow us to ensure cost savings with no reduction, and in some cases, an expansion of services.

Although our ratable base was stable in 2017, like many other municipalities we have experienced a decrease in recent years. During that time, a combination of fiscally responsible use of surplus, along with responsible budgeting and use of best practices, grant funds, stable debt service, increased tax collection rate, and expanding shared services allowed the Borough to continue to maintain a zero percent increase in the Local Purpose Tax rate, without any loss of services to Borough residents.

The Borough continues to promote and ensure the quality of life, health, safety, and welfare of our present and future residents in a fiscally responsible manner.

I would like to thank the Borough Council, appointed officials, members of our Boards, Authorities, Commissions, Borough employees, Borough consultants, and shared service partners for their dedication to the improvement and sustainability of the Borough.

William Pikolycky

Mayor