

**BOROUGH OF FRANKLIN
COUNTY OF SUSSEX
RESOLUTION #2018-34**

“Modification to the Calculation of the Tax Collection Rate by Allowing Full Deduction of the Impact Tax Appeal Judgments on the Levy (therefore affecting the Reserve for Uncollected Taxes)”

WHEREAS, Chapter 56 of P.L. 2010 made a modification to the calculation of the tax collection rate (and therefore affecting the reserve amount) by allowing full deduction of the impact of tax appeal judgments on the levy; and

WHEREAS, according to N.J.S.A. 40A:4-41 (c)...(2) If tax appeal judgments of the county tax board pursuant to R.S.54:3-21 et seq., or the State tax court pursuant to R.S.54:48-1 et seq., result in tax reductions for the previous fiscal year, the governing body of the municipality may elect to calculate the current year reserve for uncollected taxes by reducing the certified tax levy to calculate the current year reserve for uncollected taxes by reducing the certified tax levy of the prior year by the amount of the tax levy adjustments resulting from those judgments. Election of this choice shall be made by resolution, approved by a majority vote of the full membership of the governing body prior to the introduction of the annual budget pursuant to N.J.S.A. 40A:4-5; and

WHEREAS, attached to this resolution is a copy of sheet 22 of the 2017 Annual Financial Statement “Current Taxes – Levy” to support the amounts used to determine the modified tax collection rate as follows:

\$ 14,539,943.29 2017 Levy Including Added and Omitted Taxes
< 67,911.48 > Appeals
\$ 14,472,031.81 Certified levy reduced by appeals

\$ 14,079,636.27 Collected in 2017
14,472,031.92 divided by reduced 2017 levy
97.28 % of collections to ‘reduced’ 2017 levy

WHEREAS, for comparative information, the tax collection rate was 96.83 % for the calendar year 2017, and 97.1 % for the calendar year 2016, and 97.55% for 2015.

NOW, THEREFORE, BE IT RESOLVED by the Mayor and Council of the Borough of Franklin, approved by a majority of the full membership, that it utilize a tax collection rate of 97.28% when calculating the line item appropriation Reserve for Uncollected Taxes in its calendar year 2018 Municipal Budget.

CERTIFICATION: I, Darlene J. Tremont, Acting Municipal Clerk of the Borough of Franklin, in the County of Sussex, State of New Jersey do hereby certify that the foregoing is a true and correct copy of a Resolution adopted by the Governing Body of the Borough of Franklin at a regular meeting held on March 27, 2018.


Darlene J. Tremont, Acting Municipal Clerk

RECORD OF COUNCIL VOTES				
COUNCIL MEMBER	AYES	NAYES	ABSTAIN	ABSENT
DAWN FANTASIA	X			
JOSEPH LIMON	X			
JOHN POSTAS	X			
MICHAEL RATHBUN	X			
STEPHEN SKELLENGER	X			
GILBERT SNYDER	X			
MAYOR GIORDANO (Tie Only)				