## Changes in Real Estate Taxes

<table>
<thead>
<tr>
<th></th>
<th>'07</th>
<th>'08</th>
<th>'09</th>
<th>'10</th>
<th>'11</th>
<th>'12</th>
</tr>
</thead>
<tbody>
<tr>
<td>Budgeted*</td>
<td>$282,500</td>
<td>317,000</td>
<td>320,305</td>
<td>320,305</td>
<td>320,305</td>
<td>323,717</td>
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<tr>
<td>Received</td>
<td>$272,200</td>
<td>285,400</td>
<td>303,899</td>
<td>305,427</td>
<td>307,276</td>
<td>?</td>
</tr>
<tr>
<td>Difference</td>
<td>-10,300</td>
<td>-31,600</td>
<td>-16,406</td>
<td>-14,878</td>
<td>-13,029</td>
<td>(86,213)</td>
</tr>
</tbody>
</table>

*Budgeted amount is based on appraised property value ($109,741,280 on 9/29/11)
### Changes in Real Estate Transfer Taxes

<table>
<thead>
<tr>
<th></th>
<th>‘07</th>
<th>‘08</th>
<th>‘09</th>
<th>‘10</th>
<th>‘11</th>
<th>‘12</th>
</tr>
</thead>
<tbody>
<tr>
<td>Budgeted</td>
<td>$60,000</td>
<td>60,000</td>
<td>30,000</td>
<td>30,000</td>
<td>30,000</td>
<td>20,000</td>
</tr>
<tr>
<td>Received</td>
<td>$57,000</td>
<td>30,000</td>
<td>25,000</td>
<td>26,000</td>
<td>20,000</td>
<td>?</td>
</tr>
<tr>
<td>Difference</td>
<td>-3,000</td>
<td>-30,000</td>
<td>-5,000</td>
<td>-4,000</td>
<td>-10,000</td>
<td>(52,000)</td>
</tr>
<tr>
<td>Total Change</td>
<td>-13,300</td>
<td>-61,600</td>
<td>-21,426</td>
<td>-18,878</td>
<td>-23,029</td>
<td>(138,213)</td>
</tr>
</tbody>
</table>

- **Borough Employees**: 2008 – 3 Full Time  1 Part Time  
  2009 – 2 full Time  Savings of $35,941
Borough Real Estate Tax Rate

- ’04  3.0 mils
- ’05  2.3 mils  (property reassessment)
- ’06  2.4 mils
- ’07  2.5 mils
- ’08  2.6 mils
- ’09  2.8 mils
- ’10  2.8 mils
- ’11  2.8 mils
- ’12  2.95 mils
## Impact of Real Estate Tax Increase

<table>
<thead>
<tr>
<th>House Value</th>
<th>2011</th>
<th>2012</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>$100,000</td>
<td>$280</td>
<td>$295</td>
<td>$15</td>
</tr>
<tr>
<td>$200,000</td>
<td>$560</td>
<td>$590</td>
<td>$30</td>
</tr>
<tr>
<td>$300,000</td>
<td>$840</td>
<td>$885</td>
<td>$45</td>
</tr>
<tr>
<td>$400,000</td>
<td>$1,120</td>
<td>$1,180</td>
<td>$60</td>
</tr>
<tr>
<td>$500,000</td>
<td>$1,400</td>
<td>$1,475</td>
<td>$75</td>
</tr>
</tbody>
</table>
Discussion Pertaining to the Continuation of Police Services

• Southern Regional Police Department represents Glen Rock, New Freedom and Shrewsbury Boroughs with service provided to Railroad Borough and Loganville on a cost basis.

• In accordance with the Municipal Contract, a borough wishing to withdraw from the contract must hold a public meeting and issue its letter of intent not later than 31 December for the year following the current year, i.e., Dec 2011 for fiscal year 2013.
## Change in SRPD Budget

<table>
<thead>
<tr>
<th></th>
<th>2010</th>
<th>2011</th>
<th>2012</th>
<th>2013</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Amount</td>
<td>$226,820</td>
<td>$227,350</td>
<td>$238,000</td>
<td>$245,000</td>
<td>$252,300</td>
</tr>
</tbody>
</table>

Basis for Increase: Under arbitration, the SRPD was awarded;

1) 3% pay increase each year for 4 years with 2011 retroactive to 1 Jan
2) Full insurance coverage for the officer and family with the officer paying 1% of their base pay.
3) A longevity step increase at 15 years of 5% vs. 3 ½%
Option 1

- Terminate Municipal Contract and rely on PA State Police coverage

- Pros: Coverage provided at no cost - saving $245,000

- Cons: SP coverage for criminal offenses and traffic accidents only
  - No coverage for enforcement of Borough ordinances
  - No coverage for traffic enforcement
  - Reduced response time if committed on I-83
  - Borough loses its share of the equity in the SRPD assets
  - H.B. 1500, if passed, would charge for services at a rate in excess of $150 per capita (current SRPD rate is approximately $127)
Option 2

• Terminate Municipal Contract and purchase services

• Pros: Borough determines amount of services desired
e.g.: $15,000 per month ($180,000) with $20,000 for special
coverage (Carolers, etc)

• Cons: Borough loses voice on Police Commission
  Borough loses its share of the equity in the SRPD assets
  Borough would be responsible for total cost of services during a
catastrophic event vs. being shared by all members
Option 3

- Terminate the Municipal Contract and establish a local police department
- The cost for this option would be prohibitive
  - 16x7 coverage would require a minimum of 4 officers
  - 24x7 coverage would require a minimum of 6 officers
- Purchase of vehicles, radios and other equipment
- Agreement for use of a holding cell if required
Option 4

- Do Nothing

- Glen Rock Borough has been receiving excellent service since 2010

- SRPD is working on developing additional service contracts that would maintain, if not lower, future costs
Impact of Letter of Withdraw

- The Borough’s actions may force the other municipalities to take a similar action resulting in the loss of all police services in 2013
- Borough may withdraw its letter of intent if costs stabilize in 2012