

**TOWNSHIP OF FRANKLIN
R-116-21**

RESOLUTION AUTHORIZING THE CALENDAR YEAR 2021 “RESERVE FOR UNCOLLECTED TAXES” TO BE CALCULATED USING A THREE-YEAR AVERAGE FOR USE IN THE 2021 MUNICIPAL BUDGET

WHEREAS, The budget appropriation “Reserve for Uncollected Taxes” (RUT) is calculated using the prior years percentage of cash collections to total Levy; and

WHEREAS, N.J.S.A 40A:4 allows the RUT, when approved by resolution of the governing body to be calculated using a three (3) year average of prior years percentage of cash collections; and

WHEREAS, using last year’s reduced collection rate alone would increase the amount to be raised by taxation providing unnecessary financial hardship upon the taxpayers of Franklin Township;

WHEREAS, the prior three years’ collection rates are 98.1661% for 2018, 97.5% for 2019 and 97.77% for 2020; and

WHEREAS, the averaging of the prior three years’ collection rates result in a collection rate of 97.81%;

NOW, THEREFORE, BE IT RESOLVED by the Franklin Township Committee hereby authorized the Chief Financial Officer to use a three (3) year average of prior cash collections for the calculation of the FY2021 budget appropriation “Reserve for Uncollected Taxes” which is a rate of 97.81%.

Adopted: July 13, 2021

COMMITTEE MEMBER	MOTION	2 nd	YES	ABSTAIN	NO	ABSENT
T. Doyle						
D. Deegan						
M. Petsch-Wilson						
H. Flaim						
J. Bruno						

Attest:

Township of Franklin

Barbara Freijomil, Clerk

John Bruno, Mayor

CERTIFICATION

I, Barbara Freijomil, Clerk of the Township of Franklin, do hereby certify that the foregoing Resolution was presented and duly adopted by the Township Committee at a meeting held on Tuesday, July 13, 2021.

Barbara Freijomil, Clerk