

UNDERSTANDING PROPERTY TAXES

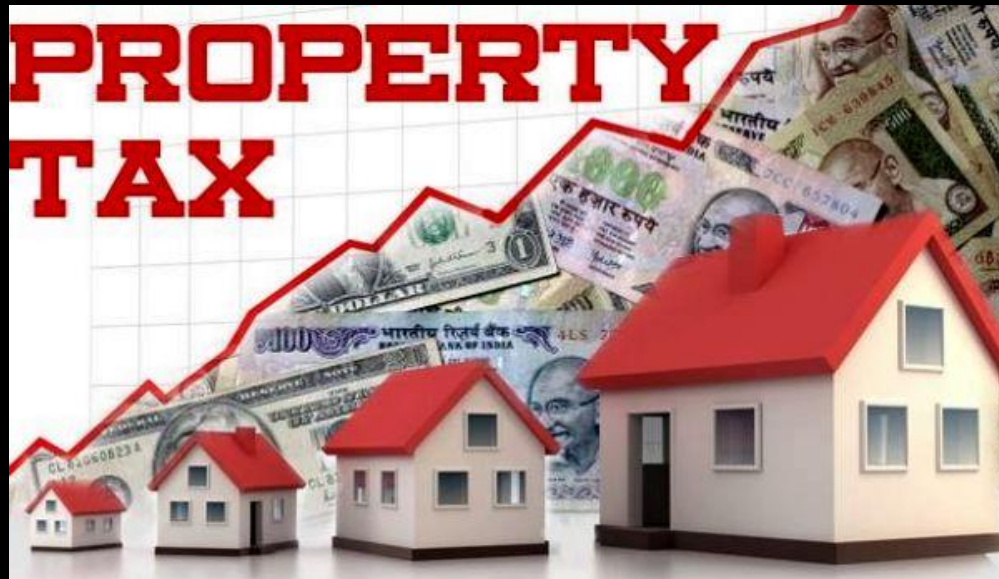
The logo for Bradley Beach, New Jersey, is displayed within a blue rectangular background. It features the words "BRADLEY BEACH" in a large, white, serif font, enclosed in a white rectangular border. Below this, the words "New Jersey" are written in a smaller, white, serif font, also enclosed in a white rectangular border. The two borders are connected by horizontal lines on the left and right sides.

BRADLEY BEACH
New Jersey

SEPTEMBER 2020

ERICK AGUIAR, CTA (TAX ASSESSOR)

EAGUIAR@BRADLEYBEACHNJ.GOV



- PROVIDE INSIGHT ON THE VARIOUS PARTS OF PROPERTY TAXATION
- MUNICIPAL BUDGET AND 2020 CHALLENGES
- SUMMARIZE THE 2020 REASSESSMENT AND ADP ASSESSMENT REFORMS
- MAKE SURE YOU ARE PAYING YOUR FAIR SHARE OF THE BILL
- CLEAR UP ANY CONFUSION ABOUT THE BILLING CYCLE (1ST/2ND QTRS VS 3RD/4TH QTRS)
- SENIOR FREEZE AND OTHER PROPERTY TAX RELIEF PROGRAMS THAT YOU MAY BE ELIGIBLE FOR
- Q&A SESSION



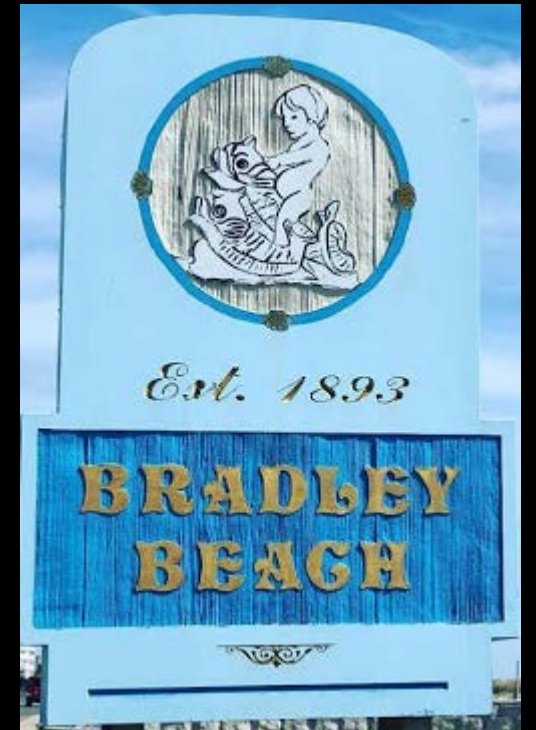
TAXATION IN NEW JERSEY

**NEW JERSEY IS A GREAT STATE
BUT ITS ALSO AN EXPENSIVE ONE**

- SALES TAX
- INCOME TAX
- ESTATE TAX
- LUXURY TAX
- GAS TAX
- PLENTY OTHER TAXES...
- PROPERTY TAX

PROPERTY TAXES ARE USED TO FUND LOCAL GOVERNMENT SERVICES

- COUNTY SERVICES
- SCHOOL SERVICES
- MUNICIPAL SERVICES

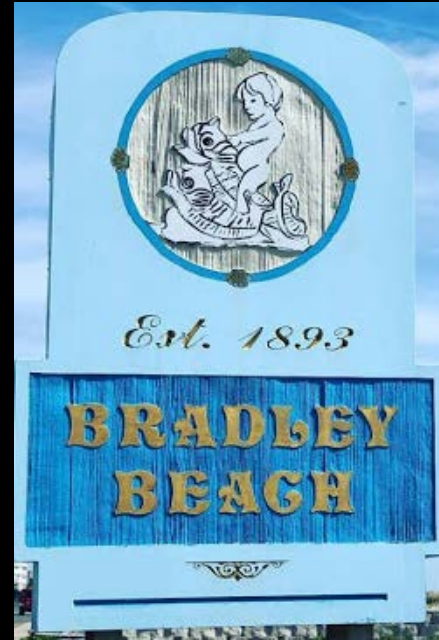


THE TOTAL BILL

TO UNDERSTAND PROPERTY TAXES AS A WHOLE, WE MUST RECOGNIZE ALL OF THE MOVING PARTS



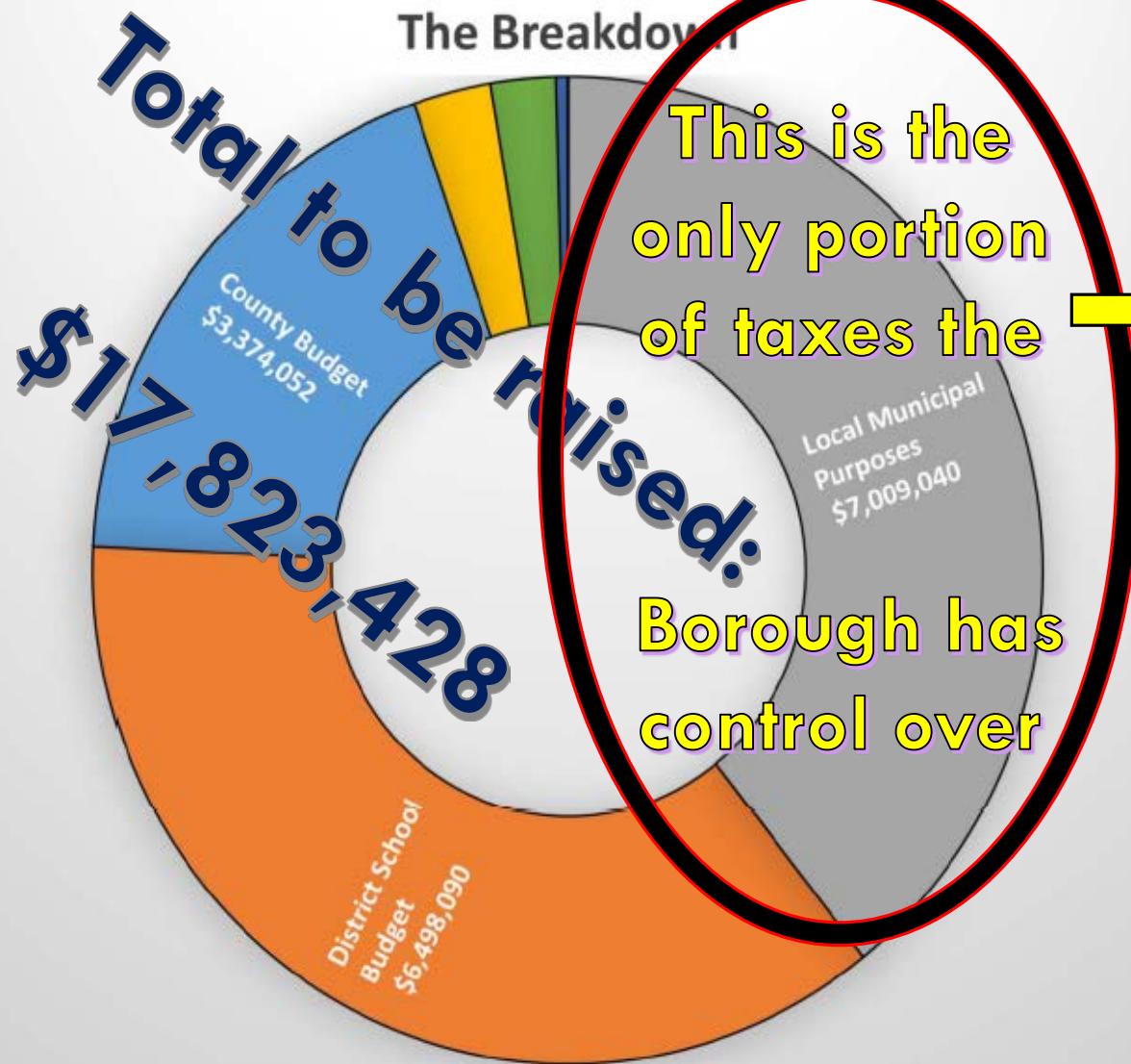
MONMOUTH COUNTY COLLECTS ABOUT \$300M IN PROPERTY TAXES ANNUALLY. BRADLEY BEACH TAXPAYERS PAY THEIR SHARE OF THAT BILL BASED ON THE VALUE OF BRADLEY BEACH IN RELATION TO THE OTHER 52 MUNICIPALITIES IN THE COUNTY



THIS IS THE ONLY PORTION OF THE BILL THE BOROUGH HAS CONTROL OVER. THE COST OF RUNNING THE BOROUGH REPRESENTS ABOUT 39% OF AN INDIVIDUAL'S BILL.



THE TAXPAYER COST OF RUNNING THE BRADLEY BEACH SCHOOL DISTRICT IS \$6.5M IN 2020. THIS REPRESENTS 36% OF THE PROPERTY TAX BILL



County Budget District School Budget Local Municipal Purposes Library Budget
 County Health Budget County Open Space Fund Excess for Rate Rounding

Tax Levy Component	2020 Tax Levy	Percent of Bill
County Budget	\$ 3,374,052	19%
District School Budget	\$ 6,498,090	36%
Local Municipal Purposes	\$ 7,009,040	39%
Library Budget	\$ 472,734	3%
County Health Budget	\$ 69,583	0%
County Open Space Fund	\$ 394,022	2%
Excess for Rate Rounding	\$ 5.909	0%
Total Tax Levy	\$ 17,823,428	

**ASSESSOR'S ROLE IS
HOW THE TOTAL BILL
(\$17.8M) GETS
DISTRIBUTED FAIRLY**

TAX LEVY COMPONENT CHANGE 2016-2020

Tax Levy Component	2016 Tax Levy	2017 Tax Levy	2018 Tax Levy	2019 Tax Levy	2020 Tax Levy	Four Year Change	Contact
County Budget	\$ 2,980,193	\$ 3,039,067	\$ 3,043,579	\$ 3,226,389	\$ 3,374,052	13%	732-431-7000
District School Budget	\$ 5,887,771	\$ 6,033,894	\$ 6,151,190	\$ 6,369,798	\$ 6,498,090	10%	732-775-4413
Local Municipal Purposes	\$ 6,544,607	\$ 6,545,522	\$ 6,438,210	\$ 6,433,316	\$ 7,009,040	7%	732-776-2999
Library Budget	\$ 377,733	\$ 394,588	\$ 406,777	\$ 446,864	\$ 472,734	25%	732-776-2995
County Health Budget	\$ 60,057	\$ 61,316	\$ 60,391	\$ 64,975	\$ 69,583	16%	732-431-7000
County Open Space Fund	\$ 171,210	\$ 178,531	\$ 337,541	\$ 372,329	\$ 394,022	130%	732-431-7000
Excess for Rate Rounding	\$ 2,187	\$ 2,389	\$ 8,399	\$ 11,977	\$ 5,909		
Total Tax Levy	\$ 16,023,757	\$ 16,255,307	\$ 16,446,087	\$ 16,925,648	\$ 17,823,428	11%	

**The Borough Only Has Control Over
the Municipal Portion of the Tax Levy**

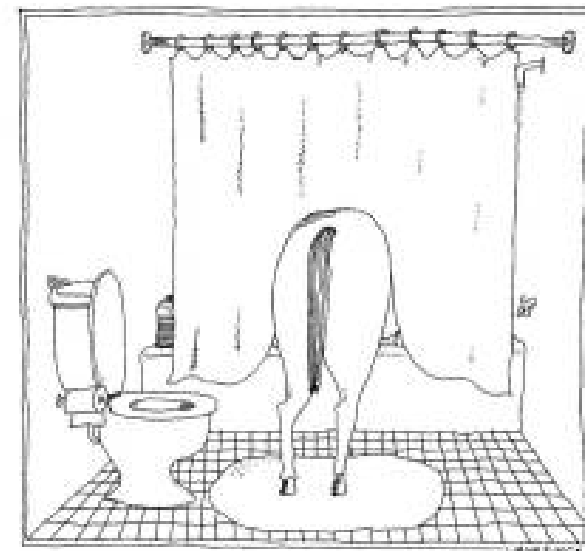
COUNCILMAN AL GUBITOSI: MUNICIPAL BUDGET

- COVID-19 and Pandemic Related Challenges
 - Increased Costs (PPE & Social Distancing Initiatives)
 - Decrease Revenue (Courts, Parking, Concessions)
- Budget Adjustments to Improve Transparency



COUNCILMAN AL GUBITOSI: MUNICIPAL BUDGET

- Sewer Fund Changes
 - Expenses Being Shifted off the “Sewer Fund” and onto the “Current Fund” (Property Taxes)
 - Eliminated Prior Year’s Deficit Spending



A CENTAUR TAKING A SHOWER

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**Assessor's Role is to Distribute the Tax Levy
Fairly Based on the
Market Value of All Property in Town**

THE TAX LEVY GETS SPLIT UP BASED ON PROPORTIONATE SHARE OWNERSHIP OF THE BOROUGH

TO PUT IT SIMPLY, IF YOU OWNED 5% OF THE BOROUGH'S VALUE, YOU WOULD BE ASSIGNED TO PAY 5% OF THE \$54M BILL

Tax Levy Component	2020 Tax Levy	Percent of Bill
County Budget	\$ 3,374,052	19%
District School Budget	\$ 6,498,090	36%
Local Municipal Purposes	\$ 7,009,040	39%
Library Budget	\$ 472,734	3%
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HOW IS THE TAX RATE CALCULATED?

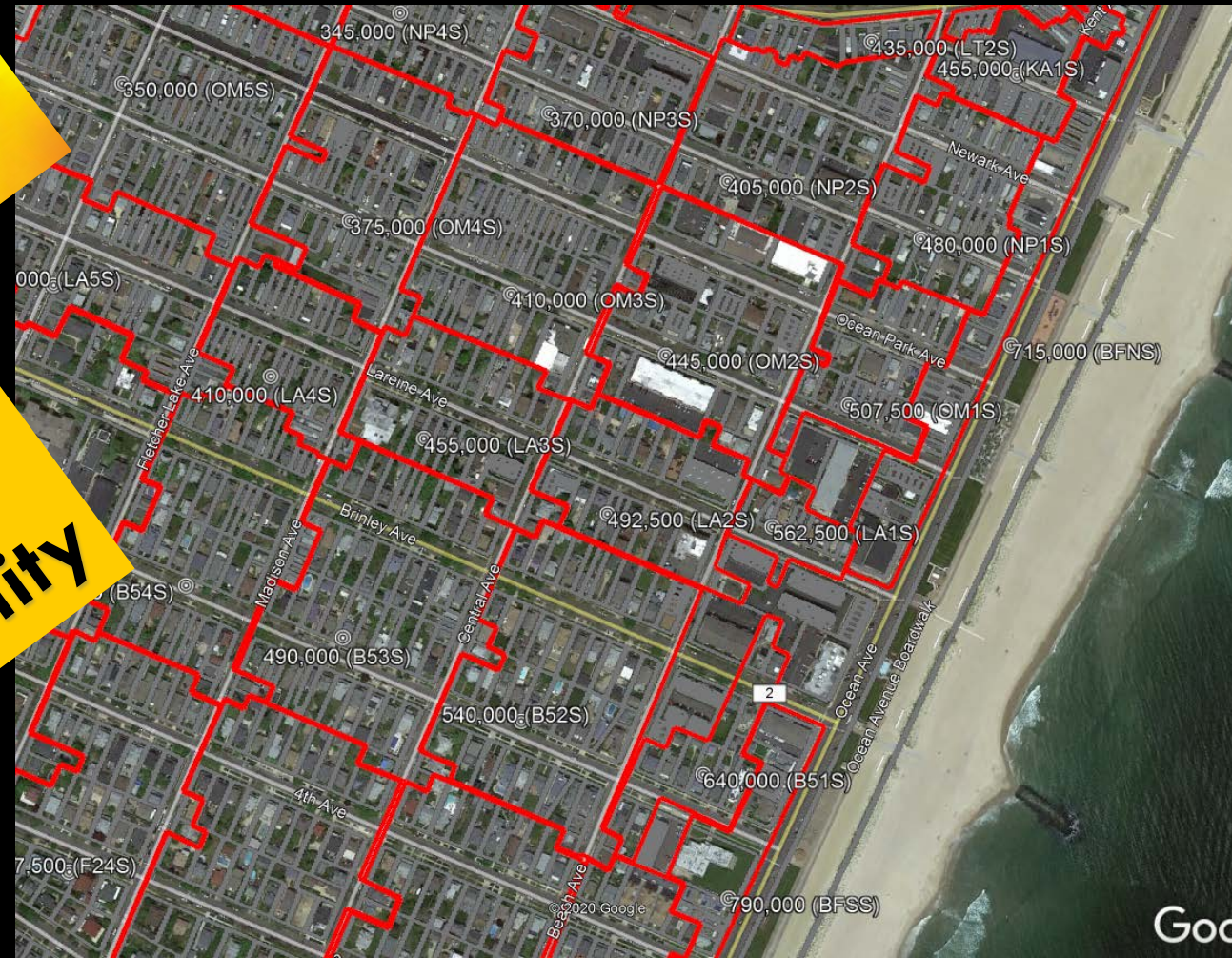
Year	Total Tax Levy	Net Value of Borough	Tax Rate
2016	\$ 16,023,757	\$ 1,146,191,500	1.398%
2017	\$ 16,255,307	\$ 1,149,597,400	1.414%
2018	\$ 16,446,087	\$ 1,188,301,100	1.384%
2019	\$ 16,925,648	\$ 1,336,939,000	1.266%
2020	\$ 17,823,428	\div 1,458,545,700	= 1.222%

2020 TECHNOLOGY DRIVEN ASSESSMENT MODELING

Establish Market Based Model

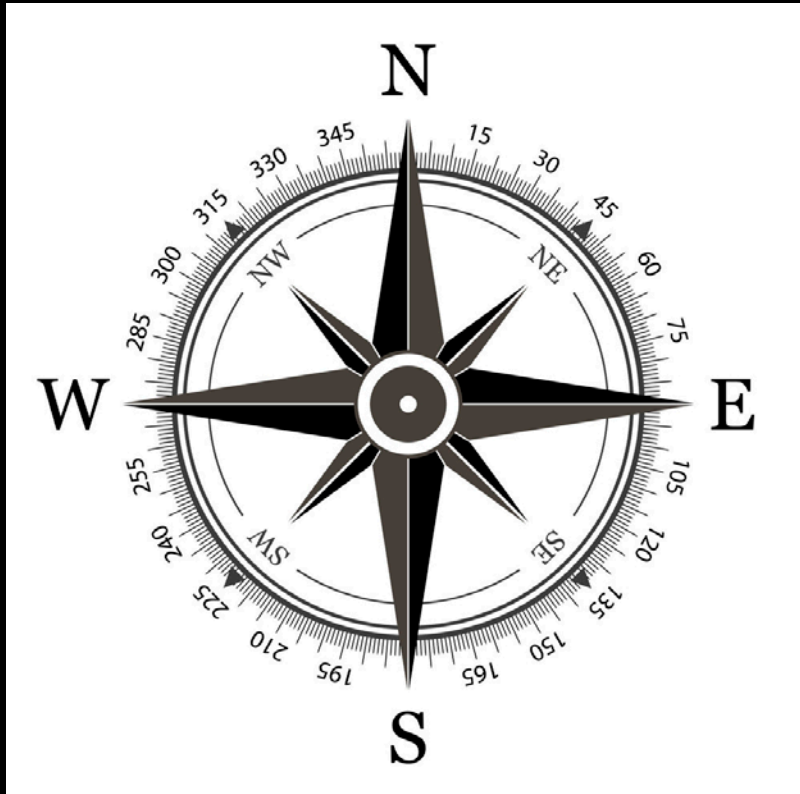
**GOLDEN
RULES**

**Accuracy
&
Uniformity**



Analyze Data with Consideration of:

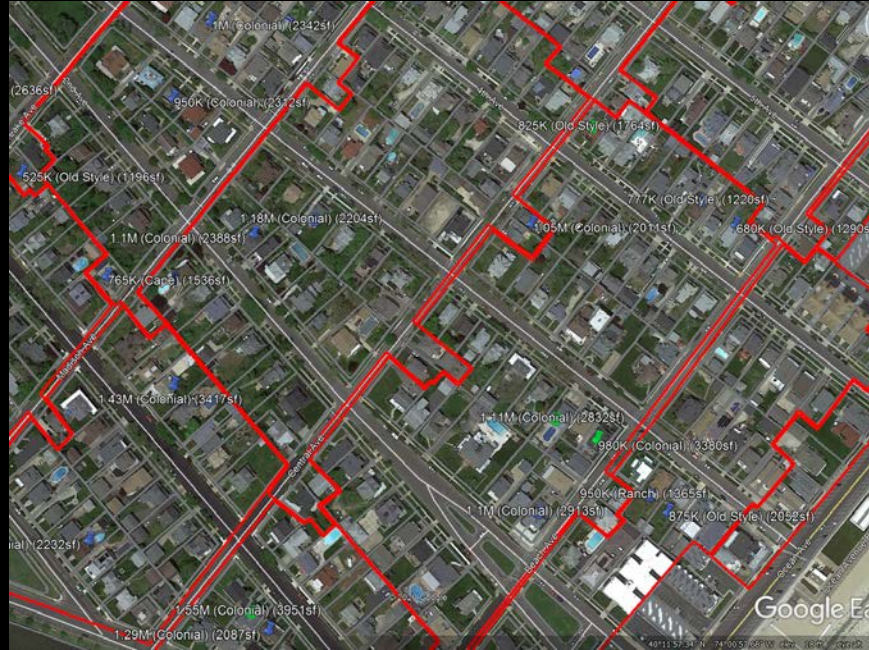
1) Location



Analyze Data with Consideration of:

2) Property Type

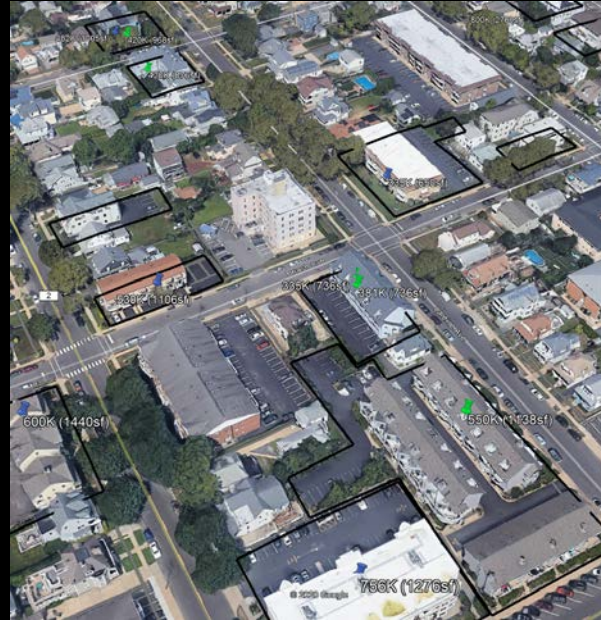
- Single Family
- Multi Family
- Single Fam w/
Accessory Unit



Analyze Data with Consideration of:

2) Property Type

- Condo/Townhouse
- Apartment
- Commercial



Analyze Data with Consideration of:

3) Condition & Other Factors

- Age
- Condition
- Quality
- Finishes
- Pool
- Etc.



INCOME PRODUCING PROPERTY VALUATION

- ASSESSMENTS FOR INCOME PRODUCING PROPERTIES SHOULD BE BASED THE SAME WAY MARKET PARTICIPANTS VIEW THOSE PROPERTIES WHEN BUYING/SELLING
- GENERALLY INTERESTED IN THE FACTORS THAT RESULT IN NET INCOME, RISK OF OWNERSHIP AND COST OF CAPITAL
- COMMERCIAL/APARTMENT PROPERTIES REPRESENT ABOUT 12% OF THE RATABLE BASE IN 2020 (UP FROM 10% IN 2019)



NET CHANGE OF BOROUGH ASSESSED VALUE 2019 TO 2020

2019 Final Net Valuation	\$ 1,336,939,000
2020 Final Net Valuation	\$ 1,458,545,700
Change	\$ 121,606,700
Change %	9.10%

2019 Final Tax List

Class	Property Type	Count	Value	Average	Percent of Borough
1	Vacant Land	31	6,357,500	205,081	0.48%
2	Residential	1932	1,195,977,900	619,036	89.46%
4A	Commercial	99	68,799,200	694,941	5.15%
4B	Industrial	1	1,453,500	1,453,500	0.11%
4C	Apartment	32	64,350,900	2,010,966	4.81%

Net Valuation Taxable	1,336,939,000
-----------------------	---------------

2020 Final Tax List

Class	Property Type	Count	Value	Average	Percent of Borough
1	Vacant Land	30	9,228,500	307,617	0.63%
2	Residential	1927	1,278,396,100	663,413	87.65%
4A	Commercial	99	72,996,900	737,342	5.00%
4B	Industrial	1	1,453,500	1,453,500	0.10%
4C	Apartment	32	96,470,700	3,014,709	6.61%

Net Valuation Taxable	1,458,545,700
-----------------------	---------------

HOW DO I KNOW IF I AM
ASSESSED FAIRLY?

WHERE DO I FIND MY ASSESSMENT?

- ANNUALLY IN MID NOVEMBER, YOU RECEIVE A POSTCARD SHOWING YOUR ASSESSMENT FOR THE FOLLOWING TAX YEAR. THAT POSTCARD LOOKS LIKE THIS:
- **THIS WAS MAILED IN NOVEMBER OF 2019. IT SHOWS THE 2020 ASSESSMENT**
- **THE TAXES THAT ARE LISTED ON THE POSTCARD ARE NOT THE TAXES YOU WILL PAY IN 2020**
- THE ASSESSMENT IS ONLY A DISTRIBUTION MECHANISM. A HIGHER ASSESSMENT DOES NOT NECESSARILY MEAN THAT YOUR TAXES WOULD INCREASE
- THE ASSESSMENT IS INTENDED TO BE A REASONABLE REPRESENTATION OF MARKET VALUE (WHAT YOU WOULD BE ABLE TO SELL YOUR HOUSE FOR IN THE OPEN MARKET)

ASSESSOR'S OFFICE
BRADLEY BEACH BOROUGH
701 MAIN STREET
BRADLEY BEACH NJ 07720

PRESORTED
FIRST-CLASS MAIL
U.S. POSTAGE PAID
FREEHOLD NJ
PERMIT #1

DISTRICT: BRADLEY BEACH BORO

DATE MAILED: 11/08/19
#000176

NOTICE OF PROPERTY TAX ASSESSMENT FOR 2020
THIS NOTICE IS REQUIRED UNDER N.J.S.A. 54:4-38.1

BLOCK: [REDACTED] LOT: [REDACTED] QUAL:

PROPERTY LOCATION: [REDACTED] CLASS: 2

LAND:	475,000	BUILDING:	416,600	TOTAL:	891,600
NET PROPERTY TAXES BILLED FOR 2019				2019 ASSESSMENT	
WERE: \$10,328.03				TOTAL:	815,800

THIS IS NOT A BILL. SEE OTHER SIDE FOR APPEAL INFORMATION.

[REDACTED]

HOW DO YOU KNOW YOU ARE ASSESSED FAIRLY?

- COMPARE YOUR ASSESSMENT TO THE SALE PRICES OF HOUSES THAT RECENTLY SOLD TO MAKE SURE YOUR ASSESSMENT IS REASONABLY REPRESENTATIVE OF MARKET VALUE

(NOT BANK SALES, SHERIFF SALES, ESTATE SALES, ETC....) MUST LOOK AT SALES WHERE THE SELLER WAS NOT UNDER ANY DURESS OR WAS OVERLY MOTIVATED TO SELL

- BE SURE TO COMPARE APPLES TO APPLES

(# OF UNITS, TYPE OF HOUSE, SIZE, STYLE, LOCATION, CONDITION, AMENITIES, ETC.)

- **IF YOUR HOUSE IS RENOVATED, DO NOT COMPARE TO HOUSES THAT NEED TO BE RENOVATED!**



DON'T BE AFRAID TO TALK TO THE ASSESSOR

(OK...I'm not *that* scary)

- EMAIL THE ASSESSOR AND ASK FOR YOUR PROPERTY RECORD CARD
- MAKE SURE THAT ALL OF THE PHYSICAL CHARACTERISTICS ARE PROPERLY NOTED ON THE RECORD
- BEING THAT THE ASSESSOR ANNUALLY MAINTAINS THE ASSESSMENT MODEL, THE ASSESSMENT SHOULD REASONABLY REPRESENT THE MARKET ASSUMING ALL OF THE PHYSICAL DATA OF YOUR PROPERTY BEING USED IN THE MODELING IS CORRECT!
- THE ASSESSOR CAN BEST EXPLAIN HOW YOUR ASSESSMENT IS BEING ARRIVED AT



PLEASE READ THE FAQ (SENT WITH BILL & ON OUR WEBSITE)

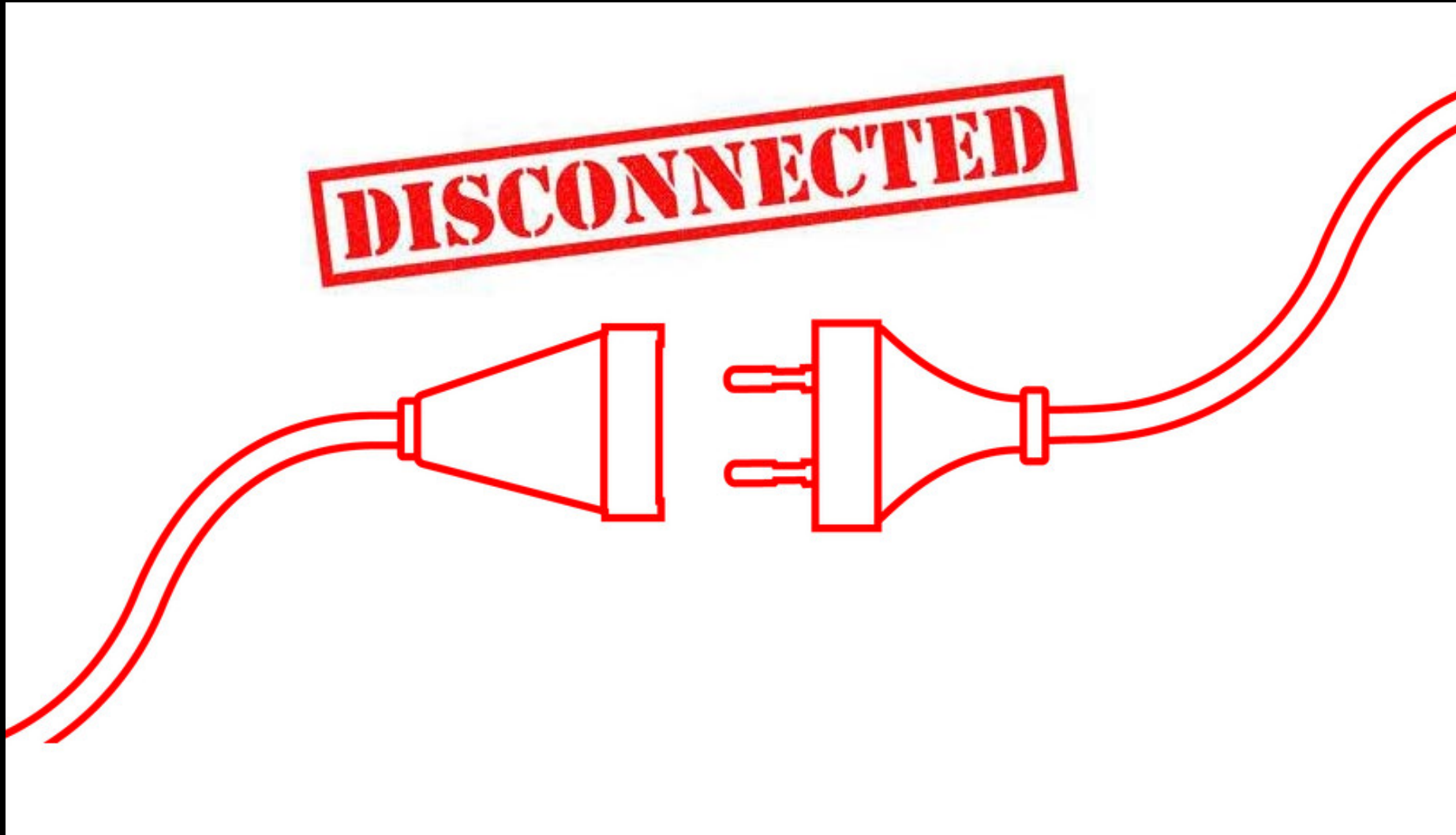
IF YOU STILL DISAGREE AFTER TALKING TO THE ASSESSOR AND REVIEWING SALES DATA, YOU CAN FILE AN APPEAL WITH THE MONMOUTH COUNTY TAX BOARD

FILING AN APPEAL IS NOT THAT DIFFICULT AND CAN BE DONE ONLINE

[HTTPS://SECURE.NJAPPEALONLINE.COM/PRODAPPEALS/LOGIN.ASPX](https://secure.njappealonline.com/prodappeals/login.aspx) (SEE FAQ)

The screenshot shows the 'Appeal Filing System' web application. The browser address bar displays 'secure.njappealonline.com/prodappeals/CreateTaxAppeal.aspx?Action=Crt'. The page header includes the Monmouth County logo, navigation links (Home, My Profile, Help, FAQs, Contact Us), and user information (Organization: Monmouth, Welcome Erick Aguiar, Account: Monmouth County Board Of Taxation, LOGOUT). The main navigation bar contains tabs for 'Appeal Management', 'Appeal Calendar', 'Reports', 'Help', 'Appeal Form' (active), 'Evidence', 'Payment', and 'Print Appeal Form'. The 'Appeal Type' is set to 'REGULAR'. The 'File an Appeal' section is active, showing 'Section 1: Property Information'. A note states 'All fields marked with * are mandatory'. Instructions for Section 1 are listed: a) Please select Municipality where property is located; b) Enter property Block and Lot OR Property Street Address (Partial address allowed); c) Click on 'Validate Property' button to select property record. You cannot proceed further without completing this step; d) Complete sections 2 through 5. The form fields for Section 1 include: *Municipality (dropdown), *Block, *Lot, Qualifier, [OR], *Property Street Address (with example 'eg., 123 MAIN'), and buttons for 'Validate Property' and 'Clear'. 'Section 2: Property Owner Information' follows, with a note 'Please enter Property Owner/Petitioner information.' and fields for *Owner Name, *Address1, *City/State/Zip, Daytime Phone No., Ext, Address2, Email Address, and Fax Number. 'Section 3: Additional Information' includes a question 'Would you like to notify some other person or attorney instead of the person listed above of hearings and judgments?' with Yes/No radio buttons, and fields for *Last Name, Company Name, *City, *Email Address, Fax Number, *First Name, *Address1, *State, *Zip, and Daytime Phone No., Ext. 'Section 4: Deduction/Exemption Appeal' is partially visible at the bottom with the instruction 'Select any Deductions/Exemptions if applicable. Please make sure to check at least one option below the questions if Question 2 or Question 3 Is selected 'yes'.'

WHEN YOU FILE AN APPEAL, YOU ARE
DISCONNECTED FROM THE MODEL



COUNTY TAX BOARD FILING DEADLINE IS JANUARY 15TH

STATE TAX COURT FILING DEADLINE IS APRIL 1ST (IF ASSESSMENT OVER 1M)



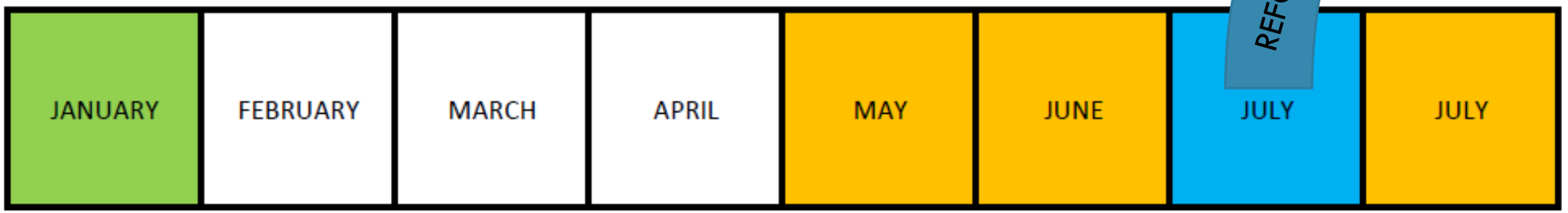
COUNTY VS. STATE?

- FAST
- EASY

Not really fun... but, if you don't like the result of a County Appeal, you can further Appeal to State (within 45 days of county judgment)

APPEAL VENUE: COUNTY VS STATE

OLD SYSTEM



Final Tax List
Filed

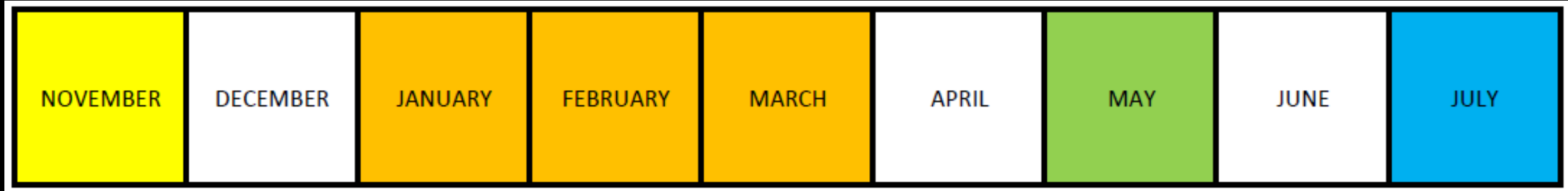
Tax Rate
Calculated
with Ratable
Base Value
BEFORE
Appeal
Reductions

Appeals
Reduce
Ratable Base..
But Appel
Reductions Not
Factored In
Ratable Base

Result:
Applying this tax rate to individual
assessments that are lower than the
initial value results in an under collection
of the Tax Levy

APPEAL VENUE: COUNTY VS STATE

NEW SYSTEM (ASSESSMENT DEMONSTRATION PROGRAM REFORM)



**Preliminary
Tax List Filed**

**Appeals Reduce
Preliminary Ratable Base**

**Final Tax List
Filed**

**Tax Rate
Calculated
with Ratable
Base Value
AFTER
Appeal
Reductions**

Result:

Applying this tax rate to individual assessments that are lower than the initial value DOES NOT result in an under collection of the Tax Levy

**ASSESSMENT REDUCTIONS CREATED FROM CTB APPEALS DO
NOT RESULT IN REFUNDS**

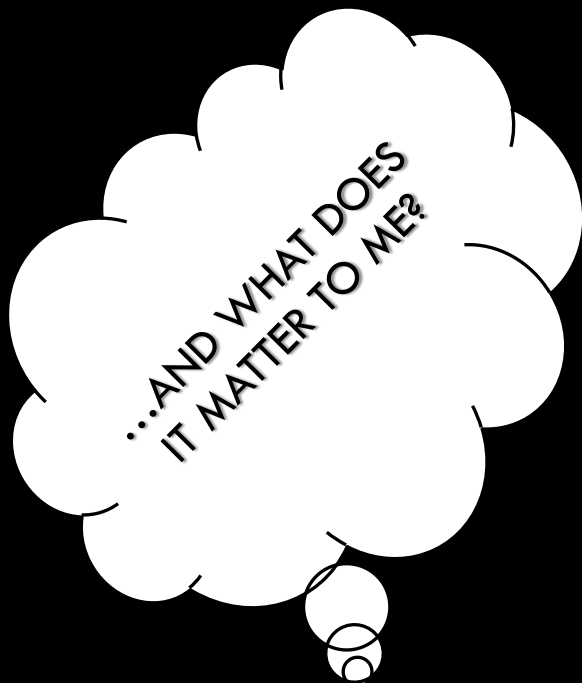
**Which
Means....**

**THE ASSESSOR WILL VIEW THE COUNTY TAX BOARD APPEAL
AS AN EXTENSION OF THE REASSESSMENT RATHER THAN
AN ADVERSARIAL DEFENSE**

**SO WHAT DOES THAT
MATTER TO ME?**

PROPERTY OWNER





**ASSESSMENT REDUCTIONS CREATED FROM CTB
APPEALS DO NOT RESULT IN REFUNDS FOR THE
BOROUGH TO PAY... PROPERTIES ARE SIMPLY BILLED
THE CORRECT AMOUNT FROM THE START**



Bradley Beach CTB Appeal and COE Reductions			
Year	Amount	Tax Rate	Budgetary Shortfall Avoided
2014	4,230,200	1.384%	\$ 58,546
2015	4,516,880	1.396%	\$ 63,056
2016	5,105,500	1.398%	\$ 71,375
2017	1,542,700	1.414%	\$ 21,814
2018	783,000	1.384%	\$ 10,837
2019	8,735,200	1.266%	\$ 110,588
2020	9,181,900	1.222%	\$ 112,203
Total Budgetary Shortfalls Avoided			\$ 448,417

ISSUER COMMENT

Tax Reforms Lead to Lower Appeals for
Monmouth County, NJFrom [U.S. Public Finance Weekly Credit Outlook](#)

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On July 3, [Monmouth County](#), NJ (Aaa stable) announced a 28% decline in total property tax appeals in 2014 largely due to reforms to the county's property valuation, inspection and appeals procedures. The reforms are credit positive for municipalities in the county because they improve the timeliness for property revaluations and for settling tax appeals, minimizing the negative budgetary impact of future tax appeals.

Tax appeals across Monmouth County decreased to 4,992 in fiscal 2014, the lowest levels in five years and 28% lower than the 6,948 appeals in fiscal 2013 (see Exhibit). Tax appeals reduce a local government's assessed valuations and can result in lower property tax receipts. Lower tax appeals mean more stable and predictable property tax revenues for the county's municipalities, which collect and remit property tax receipts in full to the county and overlapping school districts.

The budgetary impact of the reforms will vary between each of the county's 53 municipalities, depending on the size of their individual tax appeals. [Aberdeen](#) (A1), one of the municipalities with the largest one-year decline in the number of tax appeals, saw appeals fall by 80%, to 100 from 512. As a result, the amount of assessed value that Aberdeen lost due to appeals fell to \$3.8 million from \$13.9 million in 2013, saving an estimated \$350,000 of tax revenue, or about 2.1% of total budgeted 2014 revenues.

.....because
assessments
are more
accurate from
reassessing
annually

MOODY'S INVESTORS SERVICE

SECTOR IN-DEPTH

20 December 2017

Rate this Research



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Asia Pacific 852-3551-3077
Japan 81-3-5408-4100
EMEA 44-20-7772-5454

Local government - New Jersey

Municipalities look to save time and money with improved assessment process

Several New Jersey municipalities, mainly in [Monmouth](#) and [Somerset](#) counties (both Aaa stable), are proactively addressing the state's chronic tax appeal issue. While most municipalities reassess their tax bases irregularly, municipalities in these counties are adopting a systematized approach that will improve the accuracy of assessed values. The strategy looks to reduce costly tax appeals that can lead to revenue shortfalls and short-term borrowing, sometimes on a regular basis. In extreme cases, tax appeals can cause considerable financial distress. Certain municipalities have even had to issue debt to pay for lost appeals, peeling municipal resources away from funding operations.



The commonly used revaluation process can cost municipalities money. Faulty valuations lead to incorrect tax bills and lost tax appeals. If a municipality loses an appeal, it must refund the taxes paid causing potentially serious budgetary pressure via tapping reserves or issuing debt.



Annually reassessing the tax base can help save time and money in the long term. Proactive reassessments on a more frequent basis keep valuations more accurate. The process reduces tax appeals and tax refunds, while improving budgeting accuracy. The steps are crucial because money spent on refunds is essentially a deadweight loss to a municipality.



Monmouth County has adjusted the tax appeal calendar to improve budgeting accuracy. Unlike other local governments in the state, Monmouth municipalities adopt budgets after the tax appeals process is finished. This allows them to set a tax rate to avoid revenue shortfalls.

Tax Distribution Fairness will assist with Bradley Beach's Credit Rating

Fairness has surprising impact on credit quality

While the issue of fairness in tax bills seems unconnected to credit, it is, in fact, very closely connected. The temptation is to think that as long as a municipality gets its money, the way the tax levy is divided among households is irrelevant. The problem with this view is that, in addition to the sheer lack of fairness, a faulty assessment is technically illegal.

The New Jersey Constitution requires that "Property shall be assessed for taxation under general laws and by uniform rules. All real property assessed and taxed locally or by the State for allotment and payment to taxing districts shall be assessed according to the same standard of value, except as otherwise permitted herein, and such real property shall be taxed at the general tax rate of the taxing district in which the property is situated, for the use of such taxing district." This is, of course, the legal justification for tax appeals. If property is incorrectly assessed, this is a violation of that law and an owner has a right to an adjustment. From a practical point of view, a municipality can never be 100% accurate. However, the more extreme inaccuracies are clearly contrary to the intention of the state constitution.

Maintaining accurate assessments ensures that taxpayers contribute their correct portion of the total tax levy. Simplifying matters for the sake of clarity, the total tax levy should be apportioned to taxpayers based on the percentage that their property is in relation to the total tax base. For example, if a taxpayer's property assessment is 10% of the total assessed value of the tax base, a taxpayer should pay 10% of the tax levy. Without accurate assessments, it is easy for taxpayers to pay an incorrect share of the total levy.

The Innovations in American Government Awards is the nation's preeminent program devoted to recognizing and promoting excellence and creativity in the public sector.

The program highlights exemplary models of government innovation and advances efforts to address the nation's most pressing public concerns. Since its inception in 1985, the Program has received over 27,000 applications and recognized nearly 500 government initiatives since it was established in 1985 with funding from the Ford Foundation.



INNOVATIONS IN AMERICAN GOVERNMENT AWARDS

This certifies that

**Real Property Assessment Demonstration Program
County of Monmouth, NJ**

has been named a

Top 25

program of the 2018 Innovations in American Government Award Competition

A handwritten signature in black ink, reading "Kathleen Kennedy Townsend".

KATHLEEN KENNEDY TOWNSEND
Chair, National Selection Committee

A handwritten signature in black ink, reading "Stephen Goldsmith".

STEPHEN GOLDSMITH
Director, Innovations in
American Government Awards Program

A handwritten signature in black ink, reading "Anthony Saich".

ANTHONY SAICH
Director, Ash Center for Democratic
Governance and Innovation

Distinguished Assessment Jurisdiction Award

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Distinguished Assessment Jurisdiction Award

This award is presented to a national, state/provincial, regional or local assessment agency that has instituted a technical, procedural or administrative program which is an improvement over prior programs in that jurisdiction and is generally recognized as a component of a model assessment system and a contributing factor to equity in property taxation. Government assessment or revenue agencies that have implemented such a program in the two years prior to nomination with successful results are eligible for nomination. Jurisdictions of all sizes are encouraged to submit nominations.

Year	Recipient
2019	Monmouth County Board of Taxation and Municipal Assessors

International Association of Assessing Officers (IAAO)

IAAO's History, Vision & Mission

About Us

IAAO is a nonprofit, educational, and research association. It is a professional membership organization of government assessment officials and others interested in the administration of the property tax. IAAO was founded in 1934, and now has a membership of more than 8,200 members worldwide from governmental, business, and academic communities.

Vision Statement

IAAO will be the global leader and preeminent source of standards, professional development and research in property appraisal, assessment administration and property tax policy.

Mission Statement

IAAO is a global community of mass appraisal experts who promote excellence in property appraisal, assessment administration and property tax policy through professional development, research and standards.

FAIR+EQUITABLE

OCTOBER 2019 | VOLUME 17 | NUMBER 9

A Division of IAAO on appraisal, development, assessment management, within the property assessment industry.

O, CANADA!

MORE THAN 1,400 TAKE PART
IN IAAO'S ANNUAL CONFERENCE
IN NIAGARA FALLS | 8

INSIDE

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IT'S ELECTION TIME: Voting for the 2020
Board of Directors is Nov. 1-15 | 30

+ ANNUAL CONFERENCE 

CONGRATULATIONS

TO THE 2019 IAAO AWARD WINNERS

The awards were presented during the 85th Annual
International Conference on Assessment Administration
in September in Niagara Falls, Ontario, Canada



DISTINGUISHED ASSESSMENT JURISDICTION AWARD

Mecklenburg County Assessor's Office, Charlotte, North Carolina



DISTINGUISHED ASSESSMENT JURISDICTION AWARD

Monmouth County Board of Taxation and Municipal Assessors, Freehold, New Jersey

DO NOT MULTIPLY THE THIRD QUARTER BILL BY FOUR!

PLEASE READ THE LETTER THAT WAS MAILED TO YOU:

Third and Fourth Quarter Tax Bills

Do not multiply the 3rd quarter bill by four to determine the amount of taxes you will pay this year (see question #3 on the attached FAQ). The enclosed bill reflects the 2nd half of 2020 and 1st half of 2021. Your full year 2020 taxes are shown on the bill in the upper right corner. The 3rd and 4th quarter reflect the balance due for the year after the tax rate has been certified. The 1st and 2nd quarter bills are always preliminary taxes and equal half of the prior year taxes. Reconciliation takes place in the 3rd and 4th quarters annually.

PLEASE READ THE FAQ THAT WAS MAILED TO YOU:

3. Why are my 3rd and 4th quarter bills different from my 1st and 2nd?

DO NOT MULTIPLY YOUR 3rd QUARTER BILL BY FOUR TO DETERMINE YOUR ANNUAL TAXES!

Since the annual tax rate is not certified by the state and the county until the middle of the tax year, the first and second quarter bills are always just estimations. Once the tax rate is certified, the tax collector multiplies your assessment by the certified rate. The collector then reduces the total amount due by any payments that were made in the first and second quarters. The balance is then split between the third and fourth quarters. Basically, any annual tax change is back loaded to the final two quarters of the year.

As an example, if your property taxes changed from \$8,000 to \$8,500. The quarterly breakdown would be:

1st quarter: \$2,000

2nd quarter: \$2,000

3rd quarter: \$2,250

4th quarter: \$2,250

- 1ST AND 2ND QUARTER BILLS ARE ALWAYS ESTIMATED... THEY ARE SENT THE PRIOR YEAR BASED ON ¼ OF THE PRIOR YEAR TAXES

- TAX RATES ARE CERTIFIED PRIOR TO THE 3RD & 4TH QUARTER BILL

$$891,600 \times 1.222\% = \$10,895 \text{ (TOTAL TAXES FOR YEAR)}$$

$$\$10,895 - \$5,164 \text{ (1ST&2ND QUARTER BILLS WERE ¼ OF THE 2019 TAXES)} = \$5,731$$

$$\text{BALANCE} / 2 = \$2865.50 \text{ (3RD AND 4TH QUARTER BILLS)}$$

TAX CHANGES FOR THE YEAR ARE BACK LOADED TO
THE 3RD AND 4TH QUARTER

$$1^{\text{ST}} = \$2,582 \quad 2^{\text{ND}} = \$2,582 \quad 3^{\text{RD}} = \$2,865.50 \quad 4^{\text{TH}} = \$2,865.50$$

ASSESSOR'S OFFICE
BRADLEY BEACH BOROUGH
701 MAIN STREET
BRADLEY BEACH NJ 07720

PRESORTED
FIRST-CLASS MAIL
U.S. POSTAGE PAID
FREEHOLD NJ
PERMIT #1

DISTRICT: BRADLEY BEACH BORO

NOTICE OF PROPERTY TAX ASSESSMENT FOR 2020
THIS NOTICE IS REQUIRED UNDER N.J.S.A. 54:4-38.1
BLOCK: [REDACTED] LOT: [REDACTED] QUAL: [REDACTED]

DATE MAILED: 11/08/19
#000176

PROPERTY LOCATION: [REDACTED] CLASS: 2

LAND: 475,000 BUILDING: 416,600 TOTAL: 891,600

NET PROPERTY TAXES BILLED FOR 2019
WERE: \$10,328.03 2019 ASSESSMENT TOTAL: 815,800

THIS IS NOT A BILL. SEE OTHER SIDE FOR APPEAL INFORMATION.

\$10,895

NOT

\$11,462




TAX RELIEF...WE ALL NEED SOME!

[HTTPS://WWW.STATE.NJ.US/TREASURY/TAXATION/RELIEF.SHTML](https://www.state.nj.us/treasury/taxation/relief.shtml)

\$250 SENIOR/VETERAN DEDUCTION- APPLY WITH THE TAX ASSESSOR'S or COLLECTOR'S OFFICE

Other Property Tax Benefits

[Home](#) / [Other Property Tax Benefits](#)

- **Annual Property Tax Deduction for Senior Citizens, Disabled Persons:** Annual deduction of up to \$250 from property taxes for homeowners 65 or older or disabled who meet certain income and residency requirements. This benefit is administered by the local municipality. [Claim Form](#) 
- **Annual Deduction for Veterans:** Annual deduction of up to \$250 from property taxes due for qualified war veterans or a veterans who served in peacekeeping missions and operations. This deduction also is available to a surviving spouse/civil union/domestic partner who has not remarried. This benefit is administered by the local municipality. [Claim Form](#) 
- **Property Tax Exemption for Disabled Veterans:** Full exemption from property taxes on a principal residence for certain totally and permanently disabled war veterans and veterans who served in peacekeeping missions and operations. This exemption also is available to a surviving spouse/civil union/domestic partner who has not remarried. This benefit is administered by the local municipality. [Claim Form](#) 

TAX RELIEF... WE ALL NEED SOME!

[HTTPS://WWW.STATE.NJ.US/TREASURY/TAXATION/ESTATE.HTML](https://www.state.nj.us/treasury/taxation/estate.html)

HOMESTEAD REBATE (PROGRAM RUN BY NEW JERSEY STATE)

You may be **eligible** if you met these requirements:

- You were a New Jersey resident; and
- You owned and occupied a home in New Jersey that was your principal residence on October 1, 2016*; and
- Property taxes for 2016 were paid on that home; and
- You met the 2016 income requirements:
 - \$150,000 for homeowners age 65 or older or blind or disabled; or
 - \$75,000 for homeowners under 65 and not blind or disabled.

*If you were not a homeowner on October 1, 2016, you are not eligible for a Homestead Benefit, even if you owned a home for part of the year.

You are **not eligible** unless you are required to pay property taxes on your home.

For example, you are not eligible if you:

- Are completely exempt from paying property taxes on your principal residence (such as certain totally and permanently disabled war veterans).
- Made P.I.L.O.T. (Payments-in-Lieu-of-Taxes) payments to your municipality. These payments are not considered property taxes for purposes of the Homestead Benefit.

You are not eligible for a rebate for a vacation home, a "second home," or a property you owned and rented to someone else. If you owned more than one property in New Jersey, only file the application for the property that was your principal residence on October 1, 2016.

Note: We do not send Homestead Benefit filing information to homeowners whose New Jersey Gross Income for the application year was more than the income limits established by the State Budget.

TAX RELIEF...WE ALL NEED SOME!

[HTTPS://WWW.STATE.NJ.US/TREASURY/TAXATION/RETIRE/RETIRE.HTM](https://www.state.nj.us/treasury/taxation/retire/retire.htm)

Senior Freeze (Property Tax Freeze) Income Limits

INCOME

Tax Year	Status	Income Limits (combined income of married or civil partner)
2018	Single or Married/CU Couple	Less than or equal to \$89,013
2017	Single or Married/CU Couple	Less than or equal to \$87,007 Note 1
2016	Single or Married/CU Couple	Less than or equal to \$87,007 Note 2
2015	Single or Married/CU Couple	Less than or equal to \$85,553 Note 2

cember 31, 2018).

December 31, 2014, or

ou lived there, you may

Q & A

Raise your hand in the Zoom Meeting to ask any general questions you may have now

To ask a question later or request a copy
of your Property Record Card (PRC):

Erick Aguiar, CTA (Tax Assessor) eaquiar@bradleybeachnj.gov