



2019 MUNICIPAL BUDGET SNAPSHOT

PROPOSED BUDGET SUMMARY

1% INCREASE in municipal tax rate



\$0.19 of every tax dollar funds municipal services

Summit's Tax Base— **\$3.143 billion**
\$9.8M INCREASE in municipal tax base

2019 FINANCIAL PLAN **\$77.52M** **17.76%** FROM 2018

GENERAL FUND BUDGET **\$68.74M** **21.8%** FROM 2018

- Operating Budget - \$51.98M, up 1.19% from 2018
- Capital Budget - \$16.75M, up 232.5% from 2018 (including new firehouse)
Without new firehouse: \$4.95M, down 1.66%

UTILITIES [SELF-FUNDED THROUGH FEES COLLECTED]

Parking Services Budget **\$4.05M total**

- \$3.95M Operating, up 11.0% from 2018
- \$100,000 Capital, no change from 2018

Sewer Utility Budget **\$4.73M total**

- \$4.31M Operating, up 12.03% from 2018
- \$421,500 Capital, down 78.0% from 2018

2019 Municipal Goals & Key Actions

"The City of Summit strives to be a model of excellence in local government with equal opportunity for all. Our focus on innovation and smart growth collaborations between communities, key institutional stakeholders and local government will continue to transform city infrastructure and provide for the efficient delivery of essential services to constituents."

—Michael F. Rogers, City Administrator



FISCAL RESPONSIBILITY

GOAL Demonstrate fiscal responsibility and sound management

KEY ACTION Maintain the city's 'AAA' credit rating and secure the best and lowest debt financing terms



SMART GROWTH

GOAL Increase emphasis on redevelopment and smart planning

KEY ACTION Adopt the Broad Street west redevelopment plan, designate redeveloper(s) and begin redevelopment agreement negotiations



CITY INFRASTRUCTURE

GOAL Maintain and upgrade critical city assets and infrastructure, and promote safety

KEY ACTION Finalize new firehouse facility and construction specifications for public bid



CUSTOMER SERVICE

GOAL Expand focus on providing exemplary customer service to meet changing constituent needs

KEY ACTION Provide additional training for staff with public-facing roles and responsibilities; expand use of tracking software capability for building and construction projects



INNOVATION

GOAL Offer innovative solutions to ongoing municipal challenges

KEY ACTION Expand the ridesharing program to include more resident employees



TECHNOLOGY APPLICATION

GOAL Expand the application of technology to create business opportunity and increase customer convenience

KEY ACTION Utilize license-plate recognition software to enhance community policing and parking enforcement efforts

Public Hearing on 2019 Municipal Budget
Tuesday, April 23 at 7:30pm, City Hall Council Chamber

Increase in municipal tax levy

\$335,700

\$0 increase in General Fund balance anticipated (surplus)

\$129,444

INCREASE in local revenues

2% PROPERTY TAX LEVY

\$1,615,581

UNDER MAXIMUM TAX LEVY AMOUNT OF \$28,408,087

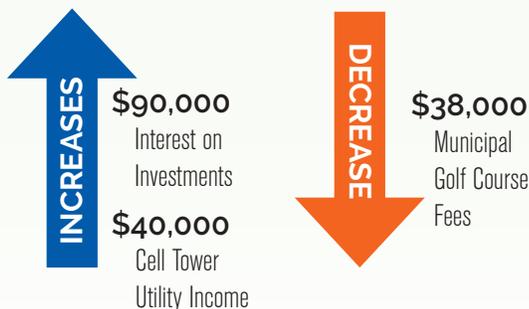
State Aid (energy tax receipts property relief tax fund) is **projected to remain stable**

Enterprise fund and contributions are down by a modest **\$59,183**

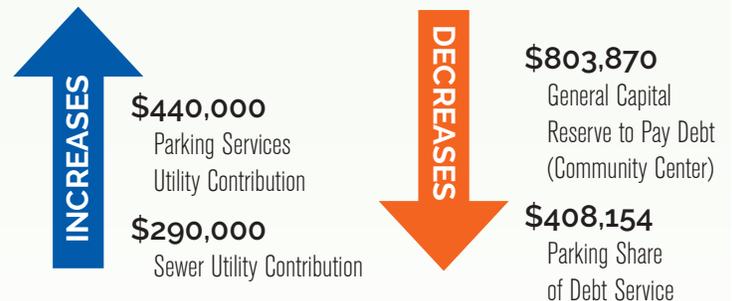
HOW CITY REVENUE IS GENERATED

REVENUE SOURCE	Y-O-Y % CHANGE	\$ IN MILLIONS	% OF TOTAL
Municipal Tax Levy	1.27% ▲	2019: \$26.80 2018: \$26.50	51.54%
Fund Balance	0.00% —	2019: \$6.90 2018: \$6.90	13.27%
School District Debt Obligation	3.74% ▲	2019: \$4.80 2018: \$4.70	9.31%
Local Revenues	3.65% ▲	2019: \$3.70 2018: \$3.50	7.07%
State Aid	-2.57% ▼	2019: \$3.40 2018: \$3.50	6.58%
Enterprise Funds/Contributions	-1.85% ▼	2019: \$3.10 2018: \$3.20	6.04%
Library Tax Levy	1.25% ▲	2019: \$2.44 2018: \$2.41	4.70%
Prior Year Tax Receipts	28.57% ▼	2019: \$0.60 2018: \$0.50	1.21%
Grants	-25.54% ▼	2019: \$0.14 2018: \$0.19	28.00%

LOCAL REVENUES



ENTERPRISE FUNDS/CONTRIBUTIONS



GET CONNECTED:



Receive official emergency notifications from the City of Summit at swift911.com



Receive notifications from the Summit Police Department at nixle.com



Prepare a safety profile for emergencies at smart911.com



GENERAL FUND BUDGET

\$51,984,799

Municipal Operations: **\$32,472,997**
 Other Appropriations: **\$14,224,551**
 Reserve for Uncollected Taxes: **\$5,287,251**

APPROPRIATIONS CAP \$2,889,560

UNDER MAXIMUM TOTAL APPROPRIATIONS AMOUNT OF **\$35,552,557**

HOW CITY DOLLARS ARE ALLOCATED



Public Safety
\$11,323,101
 21.8%



Community Services
\$7,200,546
 13.9%



Pensions/S.S.
\$4,270,720
 8.2%



Insurance
\$3,739,774
 7.2%



General Government
\$1,536,286
 3.0%



Finance
\$1,247,615
 2.4%



Community Programs
\$1,191,610
 2.3%



Utilities
\$1,121,000
 2.2%



Board of Health
\$443,045
 0.9%



Municipal Court
\$399,300
 0.8%

MUNICIPAL PERSONNEL

173 full-time • 25 part-time

TOTAL Salaries & Wages **\$17,619,072**

TOTAL Benefits **\$7,771,539**

% of Benefits to Salaries/Wages **44.11%**

Average Cost Benefits/Employee **\$39,250**



MUNICIPAL OPERATIONS (Other Expenses)

\$10,583,205—20.36% of Total Appropriations
.13% increase from 2018

Largest line-item categories: waste, fuel, electricity

Largest professional: Legal (general, labor, tax appeals)

Land use planning services

Largest increase: \$95,135 for shared health services with Westfield

OTHER APPROPRIATIONS

Healthcare Insurance

(medical/dental premiums)

\$4.05 million (gross)

Pension Obligations

\$3.66 million

Reserve for Uncollected Taxes

\$5,287,251

Debt Service Payment

\$4,002,104

2019 ESTIMATED TAX LEVIES AND RATES BREAKDOWN

TAX BASE SUMMARY POINTS:

\$3.143 Billion

Net Assessed Valuation (NAV)

\$2.608 Billion, or 82.99%
of NAV is residential properties

\$417,500

Average residential valuation assessment

42.77%

Equalized valuation

\$976,152

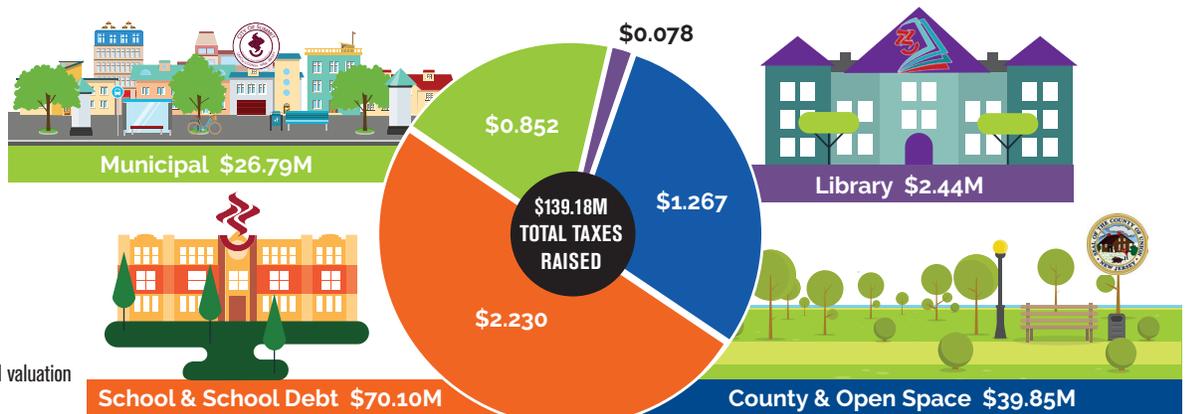
Average residential market value

\$31.7M

↑ in residential, apartment & commercial valuation

\$21.9M

↓ in industrial and vacant land valuation



(TAX RATES PER \$100 OF ASSESSED VALUATION)





2019 BUDGET SNAPSHOT
 SUMMIT CITY HALL • 512 SPRINGFIELD AVENUE
 SUMMIT, NEW JERSEY 07901-2667
 908.277.9400

PRSR STD
 U.S. POSTAGE
 PAID
 UNION NJ
 PERMIT NO. 125

ECRWSS EDDM
 POSTAL CUSTOMER
 SUMMIT, NEW JERSEY 07901



MAYOR
 Nora G. Radest

• COMMON COUNCIL •

COUNCIL PRESIDENT
 B. David Naidu (Ward 1)

WARD 1
 Matthew Gould
 Mike McTernan

WARD 2
 Stephen E. Bowman
 Marjorie Fox
 Greg Vartan

COUNCIL MEMBER AT LARGE
 Beth Little

CITY ADMINISTRATOR
 Michael F. Rogers

CITY CLERK
 Rosemary Licatase

CITY TREASURER/CFO
 Marge Gerba

CHIEF COMMUNICATIONS OFFICER
 Amy Cairns

Meeting schedule @
cityofsummit.org

CAPITAL PROJECTS | 2019

Total Budget – \$17.27M

CAPITAL ASSET MANAGEMENT

Infrastructure
 Projects:
\$1.91M



Buildings:
\$455,000
Administration:
 (Real Estate Acquisition)
\$1,550,000

Sewer:
\$421,500



Vehicle/Equipment:
\$370,000

**Parking
 Services:**
\$100,000



ENHANCING PUBLIC SAFETY



**Police
 Projects:**
\$146,000

**New
 Fire
 Headquarters:**
\$11,800,000

Other Fire Projects:
\$189,500



**Joint Dispatch
 Center Project:**
\$200,000



DEBT

Equalized Valuation
\$7,299,193,043

Total Net Debt
\$55,217,303

Net Debt to Equalized Valuation
0.756%

AS OF DECEMBER 31, 2018

**RECREATION FACILITY
 IMPROVEMENTS**

DCP Projects:
\$60,000



**Strong
 Financial Position
 AAA Credit Rating**
 from Moody's, Standard & Poor's and Fitch

Summit is the **ONLY** municipality in
 the State of New Jersey to hold the
 highest rating from all major
 credit rating agencies



Detailed budget information is
 available at cityofsummit.org/budgets

Printed copies in the Office of the City Clerk
 and at the Summit Free Public Library

Broadcast live on
Comcast Channel 36
& Verizon Channel 30
Rebroadcast
 Thursdays and Saturdays on
 Comcast Channel 36 & Verizon Channel 33