

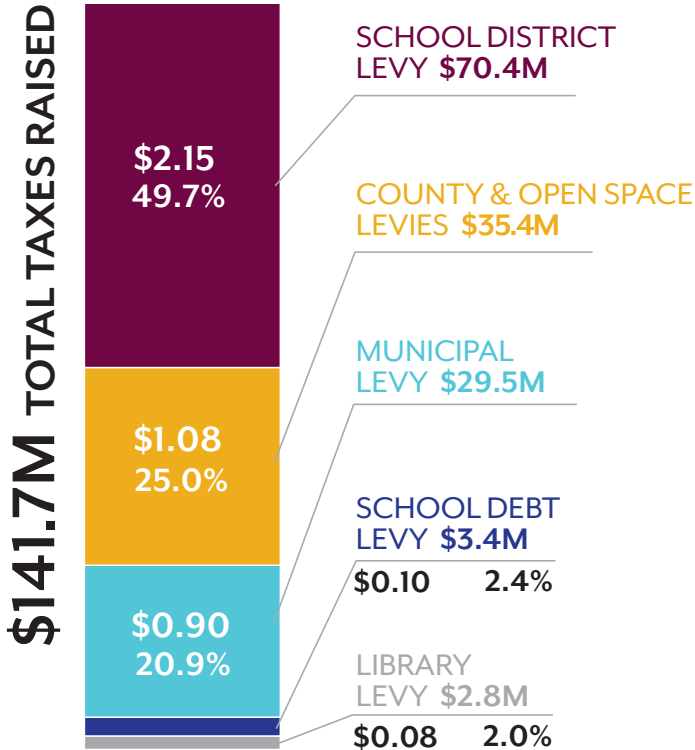


# 2023 MUNICIPAL BUDGET SNAPSHOT

## PROPOSED BUDGET SUMMARY

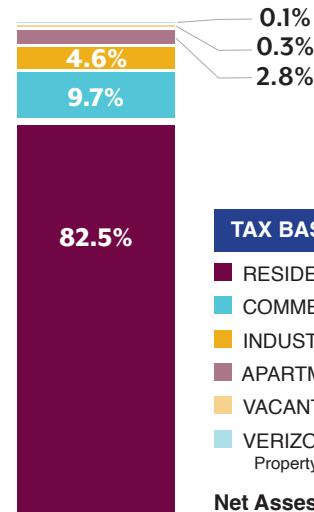
### 2023 ESTIMATED TAX LEVIES & RATES BREAKDOWN

TAX RATES BASED ON \$100 OF ASSESSED PROPERTY VALUATION



**\$3.2B** **\$34.7 MILLION** FROM 2022  
(MUNICIPAL TAX REVENUE GAIN **\$314,000**)

TAX BASE GROWTH REDUCES  
MUNICIPAL TAX RATE BY **\$0.01**



TAX BASE CLASSIFICATION	
RESIDENTIAL (4 families or fewer)	\$2,701,061,700
COMMERCIAL	\$315,933,500
INDUSTRIAL	\$151,564,800
APARTMENT	\$90,937,100
VACANT LAND	\$10,341,000
VERIZON (Business Personal Property telephone)	\$2,665,189
<b>Net Assessed Valuation Total</b>	<b>\$3,272,503,289</b>

### HOW ARE PROPERTY TAXES COMPUTED?

**Tax Rate = Tax Levy Amount ÷ Tax Base Value**

**2023 Municipal Tax Rate = \$29,562,617 / \$3,272,503,289 = \$0.90 per \$100**



**\$0.02**

Increase in  
Municipal  
Tax Rate

	TAX RATES (divided by \$100)	ESTIMATED TAXES	
<b>\$431,204</b> Average Home Assessment	\$0.00903	= \$3,894	Municipal
	\$0.02153	= \$9,283	School District
	\$0.01082	= \$4,666	County & Open Space
	\$0.00106	= \$457	School Debt Service
	\$0.00087	= \$375	Public Library

**2023 Total Property Taxes: \$18,675**

- \$206 or 1.1% estimated increase in total tax bill on average home assessment
- \$47 estimated increase in total tax bill for every \$100,000 of assessed value
- \$4.33 per \$100 of assessed valuation in total estimated tax rate
- \$0.01 of tax rate is equal to \$327,250

For every  
property tax dollar  
billed and collected,  
the city retains **\$0.21**  
to fund municipal  
budget needs.

**PUBLIC HEARING ON 2023 MUNICIPAL BUDGET:**

**Tuesday, May 16, 2023 at 7:30pm in City Hall Council Chamber**

GENERAL FUND	Municipal Budget	\$55,063,137
	Capital Budget	\$1,991,000
	<b>Subtotal</b>	<b>\$57,054,137</b>
SEWER UTILITY FUND	Operations Budget	\$5,599,657
	Capital Budget	\$3,235,000
	<b>Subtotal</b>	<b>\$8,834,657</b>
PARKING SERVICES UTILITY FUND	Operations Budget	\$2,750,726
	Capital Budget	0
	<b>Subtotal</b>	<b>\$2,750,726</b>

**Total Financial Budget \$68,639,520**

## REVENUE

- Non-tax revenue up \$1.26 million from 2022 anticipated amounts despite \$622,000 of non-reoccurring revenue loss (federal stimulus aid and other reserve depletion)
- Municipal tax levy is \$1.03 million higher this year. New tax base revenue growth will offset levy increase by approximately \$314,000
- General Fund balance anticipated revenue (surplus) will be \$8.03 million, up \$130,000. The city will maintain \$2 million (20%) of available fund balance (\$10.04 million) as unrestricted cash
- State aid revenue (energy receipts tax) will increase by \$163,881
- Grants awarded and received so far in 2023 is nearly \$500,000 more than anticipated last year

## HOW CITY REVENUE IS GENERATED

REVENUE SOURCE	Y-O-Y % CHANGE	\$ IN MILLIONS	2023	2022	% OF TOTAL
Municipal Tax Levy	3.6% ▲		\$29.50	\$28.50	53.7%
Fund Balance	1.7% ▲		\$8.00	\$7.90	14.6%
Local Revenues	17.1% ▲		\$3.70	\$3.16	6.7%
School District Debt Obligation	-0.6% ▼		\$3.46	\$3.46	6.3%
State Aid	5.0% ▲		\$3.44	\$3.28	6.3%
Enterprise Funds/Contributions	-1.0% ▼		\$3.04	\$3.07	5.5%
Library Tax Levy	11.9% ▲		\$2.83	\$2.53	5.2%
Grants	319.9% ▲		\$0.65	\$0.15	1.2%
Prior Year Tax Receipts	-11.7% ▼		\$0.31	\$0.36	0.6%

### LOCAL REVENUES

INCREASES ▲	<b>\$202,751</b> Interest on investments	DECREASES ▼	<b>\$17,000</b> Sale of recyclable materials
	<b>\$160,000</b> Municipal Court fees		<b>\$14,000</b> Community Services fees
	<b>\$108,000</b> Police off-duty administration fees		<b>\$10,717</b> Verizon-Cable TV franchise fees

### ENTERPRISE FUNDS/CONTRIBUTIONS

INCREASES ▲	<b>\$175,000</b> General capital surplus	DECREASES ▼	<b>\$483,568</b> American Rescue Plan stimulus aid
	<b>\$150,000</b> Sewer Utility contribution		<b>\$88,198</b> FEMA reimbursement of COVID-19 pandemic costs
	<b>\$131,000</b> UCC share of pension and healthcare costs		<b>\$50,133</b> Reserve for municipal debt service



# APPROPRIATIONS HIGHLIGHTS | 2023

## GENERAL FUND BUDGET

# \$55,063,137

Municipal Service Costs: **\$34,717,095**

Other Appropriations:  
(Library/Grants/School Debt/Deferred Charges) **\$15,346,026**

Reserve for Uncollected Taxes: **\$5,000,016**

## APPROPRIATIONS

**\$2.6M TOTAL** ↑  
(from 2022)

### INCREASES

- \$981,618 municipal debt service payments
- \$895,463 healthcare insurance premium costs (gross total)
- \$525,134 pension obligations
- \$142,800 curbside recycling collection contract
- \$60,423 Mountain Valley Emergency Communication Center (Joint Dispatch) cost assessment

## MUNICIPAL PERSONNEL

**177 full-time • 25 part-time**

- Salaries & Wages total **\$17.2 Million**
- Healthcare and pension benefits total **\$9.1 Million**
- % of benefits to Salary & Wages **53%**
- Average cost of benefits per employee **\$45,270**
- Annual employee contributions to healthcare premiums **\$1.4M**

## Municipal Service Cost breakdown (includes Salary & Wages and Department Other Expenses)



	Average Assessed Residential Home <b>\$431,204</b>	Municipal Tax Rate <b>\$0.90</b>	Municipal Service Cost <b>\$3,894</b>	
		2023 Budget	2023 Municipal Service Cost	% of Total
Public Safety		\$11,381,614	\$1,040	26.7%
Community Services		7,894,481	\$721	18.5%
Municipal Debt Service		6,593,190	\$602	15.5%
Pension/Social Security		5,397,375	\$493	12.7%
Insurance		3,706,452	\$339	8.7%
General Government		1,772,788	\$162	4.2%
Finance		1,250,790	\$114	2.9%
Interlocal Agreements (Joint Dispatch)		1,216,855	\$111	2.9%
Community Programs		1,216,511	\$111	2.9%
Utilities		1,212,000	\$111	2.8%
Board of Health		499,935	\$46	1.2%
Municipal Court		385,689	\$35	0.9%
Capital Improvements		100,000	\$9	0.2%
<b>TOTALS</b>		<b>\$42,627,680</b>	<b>\$3,894</b>	<b>100.0%</b>

## CAPITAL BUDGET | 2023

### \$5,226,000 TOTAL CAPITAL PLAN

Sewer Utility	<b>\$3,235,000</b>
DCS Infrastructure	<b>\$720,000</b>
Fire Department	<b>\$446,000</b>
DCP Projects	<b>\$335,000</b>
Police Department	<b>\$310,000</b>
DCS Buildings Maintenance	<b>\$105,000</b>
DCS Vehicles/Equipment	<b>\$75,000</b>

### DEBT (Capital Budget funding)

Net Debt Total (General Fund outstanding bonds/notes as of 12/31/22)  
**\$65.57 Million**

Equalized Valuation (Three-year average)  
**\$7.86 Billion**

Net Debt to Equalized Valuation  
**0.83%**

**Strong Financial Position**

**AAA Credit Rating**  
from all three major credit rating agencies



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## 2023 MUNICIPAL GOALS

The goal-setting process enables the Common Council to build a consensus on policies and projects that will impact the Summit community. City administration uses established goals to set priorities, direct work activities and allocate staff and financial resources.

### GOAL

### KEY ACTION

Develop and maintain a sustainable financial plan that balances short-term needs with long-term goals and objectives.

Create and present the 2023 city budget with a municipal tax rate change at or near 2.0%.

Enhance the efficiency and effectiveness of municipal services.

To facilitate a better understanding of municipal processes, develop training manuals and hold workshops to educate new employees, volunteers, and elected officials.

Develop and implement policies and procedures that reflect best practices in municipal governance and agency operations.

Develop platforms for sharing information among elected officials and with city staff.

Improve communication and collaboration among departments to streamline processes and improve outcomes.

Develop opportunities to highlight agency, department, and division accomplishments and expertise on issues that impact the community.

Provide high-quality customer service to residents and other stakeholders.

Reinforce the positioning that the City of Summit website is the location for all official city information, apps and online transactions.

Develop and maintain positive relationships with community partners and stakeholders, including neighboring municipalities, civic organizations, and business associations.

Whenever possible, obtain feedback from citizens to inform decision making, project development and event planning.

Make continuing improvements to critical city assets and infrastructure.

Complete various infrastructure improvements related to sewers, drainage, and roads that are approved capital budget projects.



MAYOR  
Nora G. Radest

### • COMMON COUNCIL •

COUNCIL PRESIDENT

Greg Vartan, Ward 2

PRESIDENT PRO TEM

Susan Hairston, Ward 1

### WARD 1

Delia Hamlet

Andy Minegar

### WARD 2

Lisa K. Allen

Marjorie Fox

### COUNCILMEMBER-AT-LARGE

Jaime Levine

### CITY ADMINISTRATOR

Michael F. Rogers

### CITY CLERK

Rosemary Licatese

### CITY TREASURER/CFO

Tammie Baldwin

### CHIEF COMMUNICATIONS

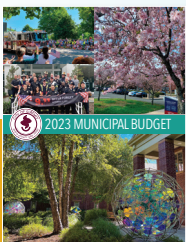
OFFICER

Amy Cairns

**MEETING SCHEDULE @**  
**cityofsummit.org**

**BROADCAST LIVE ON**  
Comcast Channel 36  
Verizon Channel 30

**STREAMED LIVE ON**  
City of Summit YouTube channel



Detailed budget information is available at [cityofsummit.org/budgets](https://cityofsummit.org/budgets).

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