



## MUNICIPAL BUDGET SNAPSHOT

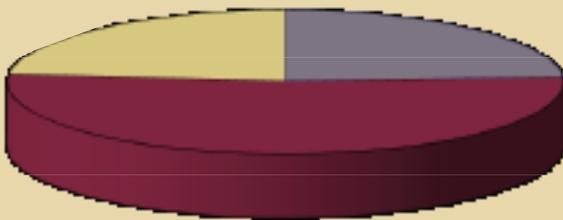
### Connecting with the Community... Public Dialogue

#### BUDGET SNAPSHOT

The Municipal Budget Snapshot is a summary of the proposed 2011 operating budget for the City of Summit. The financial information presented here is summarized and does not substitute for the City's Annual Budget which is available for inspection in the office of the City Clerk, Public Library, or on the City website at [www.cityofsummit.org](http://www.cityofsummit.org). A public hearing on the municipal budget is scheduled for Tuesday, May 3<sup>rd</sup> at 7:30 pm in the Common Council Chambers of City Hall.

#### SUMMIT TAX BREAKDOWN \$120M

Municipal & Library, 23% - \$28M  
County & Open Space, 24% - \$29M



School & School Debt, 53% - \$63M

#### SUMMIT'S HOUSEHOLD TAX PICTURE

This chart includes all of the parts of the tax bill for a homeowner whose property is assessed at \$405,000. The equalized valuation of this property, which is more closely aligned to the market value, is about \$892,468.

	Proposed 2011 Tax Rate Per \$100	2011 Proposed Taxes	Actual 2010 Tax Rate Per \$100	2010 Actual Tax	Actual 2009 Tax Rate Per \$100	2009 Actual Tax	2011 % Increase
County	0.890	\$3,649	0.855	\$3,506	0.802	\$3,288	4.09
County Open Space	0.033	135	0.034	139	0.036	148	(2.94)
School	1.911	7,836	1.863	7,638	1.784	7,314	2.59
School Debt Service	0.109	448	0.109	447	0.110	451	.15
Municipal <sup>1</sup>	0.822	3,372	0.878	3,600	0.857	3,514	1.93
Library <sup>2</sup>	0.073	298					
<b>TOTAL</b>	<b>3.838</b>	<b>\$15,737</b>	<b>3.739</b>	<b>\$15,330</b>	<b>3.589</b>	<b>\$14,715</b>	<b>2.66</b>

<sup>1</sup> Municipal property taxes received are comprised of approximately 80% residential and 20% commercial.

<sup>2</sup> Funding for Library is shown separately in this chart; however, is included in the "2011 % Increase" column for the municipal tax rate portion.

#### 2011 COUNCIL GOALS

##### • Fiscal Responsibility

- ♦ State Aid – Implementation of Governor's "Tool Kit"
- ♦ Improve the partnership with County government
- ♦ Shared Services – More opportunities with area communities
- ♦ Austerity
- ♦ Manage rates – Redevelopment and Rehabilitation opportunities
- ♦ React to changes in COAH
- ♦ Evaluate non-tax revenue sources

##### • Infrastructure

- ♦ Evaluate potential changes in garbage & trash collection
- ♦ Continue investment in roads, sewer, drainage improvements, sidewalks & municipal properties

##### • Citywide & Downtown Development

- ♦ Development vision for entire community
- ♦ Continued focus on CRBD
- ♦ Transfer Station
- ♦ Consider areas for Redevelopment or Rehabilitation
- ♦ Monitor Gateway I status
- ♦ React to 2010 population census data

##### • Safety

- ♦ Management of existing police & fire staffing
- ♦ Consider greater use of auxiliary police officers
- ♦ Enhance traffic safety measures
- ♦ Implement combined dispatch
- ♦ Continue efforts in code enforcement & Safe Homes program

# Connecting with the Community



## Municipal Non-Tax Revenues

	Budget 2011	Budget 2010	Actual 2010	Actual 2009
Municipal Court	\$684,000	\$675,600	\$684,164	\$675,661
Enterprise Funds Contribution to City General Fund <sup>1</sup>	1,107,578	1,122,593	1,122,595	1,072,897
Fees <sup>2</sup> and Franchise Income	761,300	690,746	755,439	532,444
Grants and Interlocal Agreement	321,675	314,352	354,757	305,120
Interest on Investments and Deposits	44,000	92,000	44,162	92,266
Licenses	102,000	102,200	102,952	102,229
Community Programs	675,000	628,800	659,751	629,004
Reserves	148,500	23,500	23,500	23,500
State of NJ <sup>3</sup> - Energy Receipts & School Debt Aid	3,720,258	3,735,647	3,804,249	4,238,407
Interest and Costs on Taxes	255,000	245,000	255,032	245,004
<b>Grand Total Municipal Non-Tax Revenues</b>	<b>\$7,819,311</b>	<b>\$7,630,437</b>	<b>\$7,806,600</b>	<b>\$7,916,532</b>

## Grand Total, Parking Utility User Fees<sup>4</sup>

	\$2,285,050	\$2,243,095	\$2,301,424	\$2,200,372
Sewer Utility:				
Domestic Sewer User Fees	2,446,199	2,342,265	2,248,306	2,243,169
Industrial Sewer User Fees	163,545	128,814	119,628	119,628
<b>Grand Total, Sewer Utility<sup>4</sup></b>	<b>\$2,609,744</b>	<b>\$2,471,078</b>	<b>\$2,367,934</b>	<b>\$2,362,797</b>

## Total Municipal Non-Tax Revenues and Enterprise Funds

<b>All Sources</b>	<b>\$12,714,105</b>	<b>\$12,344,610</b>	<b>\$12,475,958</b>	<b>\$12,479,701</b>
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<sup>1</sup> Enterprise Funds include contributions from the Parking Utility, Uniform Construction Code Office, Sewer Utility and Debt Service Payment from Summit Downtown, Inc.

<sup>2</sup> Fees include service fees for DCS, Health, Library, Zoning Board, Police, Briant Park Emergency Services Fees, Transfer Station Revenue, Summit Housing Authority's "Payment in Lieu of Taxes" (P.I.L.O.T.), and Old Town Hall Rent.

<sup>3</sup> Includes Hotel and Motel Occupancy Fees and Uniform Fire Safety Act.

<sup>4</sup> Revenue from Enterprise Funds are shown in this chart only and are not a part of the Municipal Operating Budget. Enterprise Funds are self-sustaining utilities.



Municipal Expenditures	Salary and Benefits			Other Expenses		
	Budget 2011	Budget 2010	Actual 2010	Budget 2011	Budget 2010	Actual 2010
<b>City Services</b>						
Administration	\$1,067,000	\$1,094,600	\$1,021,467	\$553,824	\$545,675	\$380,575
Legal Services	35,000	35,000	32,669	462,500	483,500	295,159
Court	346,000	376,400	343,555	21,525	21,525	18,998
Department of Community Services (DCS)	4,152,300	4,116,400	4,019,363	2,180,050	2,455,129	1,996,188
Police	6,226,000	5,982,600	5,933,672	390,750	374,250	292,503
Police Pension	1,381,071	1,103,713	1,103,490			
Fire	3,892,106	3,788,831	3,782,935	470,500	457,100	441,740
Fire Pension	964,729	770,987	770,987			
Health	225,000	222,100	218,560	169,190	189,090	168,648
Community Programs	653,000	632,100	628,112	174,070	200,085	174,638
Library	1,289,992	1,479,042	1,430,127	976,827	955,478	989,847
Pension	1,040,000	884,100	879,084			
Social Security	700,000	707,000	688,912			
Employee Group Health	2,489,700	2,227,800	2,227,800			
Less Employee Contribution	(175,700)	(48,913)	(48,913)			
General Liability Insurance				455,667	419,400	419,400
Workers Compensation & NJ PEOSHA				587,940	559,800	558,800
Utilities <sup>1</sup>				1,284,000	1,410,100	1,219,483
Capital Improvement Fund & Contingent				250,000	25,000	25,000
Grants				106,085	93,997	93,998
Municipal Debt				4,149,898	4,290,519	4,290,421
<b>Subtotal Salaries and Other Expenses</b>	<b>\$24,461,898</b>	<b>\$23,420,673</b>	<b>\$23,080,733</b>	<b>\$12,232,826</b>	<b>\$12,480,648</b>	<b>\$11,365,398</b>

	Budget 2011	Budget 2010	Actual 2010
<b>Combined Total Salaries and Other Expenses before School Debt and Adjustments</b>	\$36,694,724	\$35,901,321	\$34,446,131
Plus: School Debt Service Total <sup>2</sup>	3,942,601	3,977,276	3,976,971
One-year Reserves <sup>3</sup>			958,115
<b>Municipal Appropriations</b>	40,637,325	39,878,597	39,381,218
Plus: Reserve for Uncollected Taxes	6,084,000	6,083,269	6,083,269
Less: One-year Reserves <sup>4</sup>			(958,115)
<b>Grand Total, Operating Budget</b>	<b>\$46,721,325</b>	<b>\$45,961,866</b>	<b>\$44,506,371</b>

<b>FULL-TIME EMPLOYEE COMPARISON</b>	
<u>2011</u>	<u>2002</u>
<b>200</b>	<b>223</b>

Expenditures from Enterprise Funds <sup>5</sup>	Salary and Benefits			Other Expenses		
	Budget 2011	Budget 2010	Actual 2010	Budget 2011	Budget 2010	Actual 2010
Parking Utility	\$507,000	\$507,300	\$439,887	\$1,860,716	\$1,923,032	\$1,855,983
Sewer Utility	\$288,000	\$312,000	\$300,670	\$2,521,744	\$2,514,075	\$2,434,407
<b>Total Expenditures, Municipal and Enterprise Funds</b>	<b>\$25,256,898</b>	<b>\$24,239,973</b>	<b>\$23,821,290</b>	<b>\$16,615,286</b>	<b>\$16,917,755</b>	<b>\$15,655,788</b>

1 Utilities include gas, electric, street lighting, telephone, and vehicle fuels.  
 2 School Debt Service is included in the municipal portion of the tax bill.  
 3 Unexpended amounts are available for an additional year.

4 Unexpended appropriations are not included in Grand Total, Operating Budget.  
 5 Expenditures from Enterprise Funds are shown in this chart only and are not part of the Municipal Operating Budget. Enterprise Funds are self-sustaining utilities.



# Connecting with the Community

SUMMIT CITY HALL  
512 SPRINGFIELD AVENUE  
SUMMIT, NEW JERSEY 07901-2667

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

## ECRWSS POSTAL CUSTOMER SUMMIT, NEW JERSEY 07901

### MAYOR

Jordan Glatt

### COMMON COUNCIL

#### COUNCIL PRESIDENT

Dave A. Bomgaars

#### WARD I

Ellen K. Dickson

Thomas Getzendanner

Nuris Portuondo

#### WARD II

Dave A. Bomgaars

Richard J. Madden

Michael J. Vernotico

#### COUNCILMAN AT LARGE

Steven P. Murphy

### CITY ADMINISTRATOR

Christopher J. Cotter

### OPEN LINE EDITOR

Rita M. McNany

### CFO

Scott Olsen

## Change In Net Cash Balance\*

	2011	2010	2009	2008
Net Cash Balance - Beginning January 1st <sup>1</sup>	\$14,859,763	\$15,420,096	\$14,565,618	\$14,311,862
Increased By:				
Tax Collector Receipts	117,983,412	115,931,472	112,811,944	108,049,245
Non-Tax Municipal Revenues	7,819,311	7,806,600	7,916,532	8,977,012
Other Sources <sup>2</sup>	4,164,999	4,089,142	4,573,724	4,355,794
Total Increase By	<u>129,967,722</u>	<u>127,827,214</u>	<u>125,302,200</u>	<u>121,382,051</u>
Decreased by:				
Municipal Appropriations	40,637,325	39,381,218	39,852,577	39,286,984
School Taxes	59,645,486	58,227,580	56,114,187	53,530,690
County Taxes including added Tax Amounts	28,800,000	27,863,949	26,396,139	24,885,789
Special Improvement District Taxes	168,800	168,800	153,000	153,000
Other Expenditures	2,000,000	2,746,000	1,931,818	3,271,831
Total Cash Expenditures	<u>131,251,611</u>	<u>128,387,547</u>	<u>124,447,721</u>	<u>121,128,294</u>
Net Cash Balance - December 31st <sup>3</sup>	<u>13,575,874</u>	<u>14,859,763</u>	<u>15,420,096</u>	<u>14,565,618</u>

### Analysis of Cash at December 31st

Adjusted Cash Liabilities	5,854,336	6,146,964	6,718,795	5,439,121
Surplus	7,721,538	8,712,799	8,701,301	9,126,497
	<u>13,575,874</u>	<u>14,859,763</u>	<u>15,420,096</u>	<u>14,565,618</u>

### Analysis of Surplus

Surplus Beginning Balance	8,712,799	8,701,301	9,126,497	8,828,833
“Net Surplus” Utilized <sup>4</sup>	(716,000)	(716,730)	(861,788)	(777,112)
Generated/(Used)	(275,261)	728,229	436,592	1,074,776
Surplus Ending Balance	<u>\$7,721,538</u>	<u>\$8,712,799</u>	<u>\$8,701,301</u>	<u>\$9,126,497</u>

\* Does not include Parking and Sewer Enterprise Funds.

<sup>1</sup> Results per audit dated December 31, 2009 and 2008; per Annual Financial Statement (Unaudited) dated December 31, 2010; Projected for 2011.

<sup>2</sup> Includes grants, unexpended balance of reserve, cancellations, and other adjustments.

<sup>3</sup> Net Cash Balance from December 31st=balance of January 1st plus total cash increases less total cash expenditures.

<sup>4</sup> Difference between Anticipated Surplus and the offsetting appropriation “Reserve for Uncollected Taxes”.

Note

A-The targeted Capital spending projected for 2011 (subject to Council approval) for Municipal, Parking and Sewer Enterprise Funds is \$9.125M.

B-Total outstanding debt including Municipal, School, Parking and Sewer Enterprise Funds is \$100M, of which \$40M Bonds, \$26M is Short-term Notes, and \$34M is authorized but not issued.