



2020 MUNICIPAL BUDGET SNAPSHOT

PROPOSED BUDGET SUMMARY

0.75%

INCREASE
in municipal
tax rate



\$0.19 of every tax dollar
funds municipal services

Summit's Tax Base—
\$29.8M INCREASE
in municipal tax base

\$3.172
billion

2020 TOTAL
FINANCIAL
PLAN

\$65.37M
15.90% FROM 2019

GENERAL
FUND
BUDGET

\$56.24M
18.42% FROM 2019

- Operating Budget - \$52.05M, up 0.14% from 2019
- Capital Budget - \$4.18M, down 75.30% from 2019

UTILITIES
[SELF-FUNDED
THROUGH FEES
COLLECTED]

Parking Services Budget **\$4.03M total**

- \$3.98M Operating, up 0.68% from 2019
- \$50,000 Capital, down 50.0% from 2019

Sewer Utility Budget **\$5.09M total**

- \$4.38M Operating, up 1.75% from 2019
- \$710,000 Capital, up 68.45% from 2019

Public Hearing on 2020 Municipal Budget

Tuesday, May 26 at 7:30pm, City Hall Council Chamber

2020 Municipal Goals & Key Actions

The State of New Jersey has extended its deadline for the adoption of 2020 municipal budgets until the end of May due to the COVID-19 coronavirus pandemic. As this is an unprecedented situation with rapidly changing conditions, the delay will allow Summit Common Council to adopt a budget with the most current information available to our municipality, and to allow for greater public participation in the budget process.



FISCAL STABILITY

GOAL Demonstrate fiscal responsibility and sound financial management

KEY ACTION Create and present the 2020 city operating budget with a municipal tax rate change at or under 1.0%



CITY INFRASTRUCTURE

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

KEY ACTION Complete numerous road, sewer and drainage capital projects previously approved in prior year budgets



SMART GROWTH

GOAL Increase emphasis on smart planning and redevelopment

KEY ACTION Negotiate redeveloper agreement for the Broad Street West project area



COMMUNICATIONS

GOAL Boost community connectedness by providing expanded communications effort

KEY ACTION Update city website to reflect current best practices in design and information delivery



TECHNOLOGY APPLICATION

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

KEY ACTION Further enhance new GovPilot platform to improve efficiency of Open Public Records Act (OPRA) request tracking and document management



INNOVATIVE SERVICE DELIVERY

GOAL Offer creative municipal solutions to ongoing challenges and changing citizen needs

KEY ACTION Promote use of See Click Fix mobile application to obtain community feedback for service and infrastructure-related (non-emergency) issues

REVENUE HIGHLIGHTS | 2020

Increase in
municipal
tax levy

\$476,386

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

Prior year tax receipts are
projected to be lower by **\$110,000**.

\$95,464
DECREASE
in local revenues

2% PROPERTY TAX LEVY
\$1,041,858
UNDER MAXIMUM
TAX LEVY AMOUNT OF
\$28,310,811

Enterprise fund and contributions
are down by a modest **\$148,741**

HOW CITY REVENUE IS GENERATED

REVENUE SOURCE	Y-O-Y % CHANGE	\$ IN MILLIONS	2020	2019	% OF TOTAL
Municipal Tax Levy	1.78%	\$27.30	\$27.30	\$26.80	52.34%
Fund Balance	0.00%	\$6.90	\$6.90	\$6.90	13.24%
School District Debt Obligation	-1.98%	\$4.70	\$4.70	\$4.80	9.10%
Local Revenues	-2.60%	\$3.60	\$3.60	\$3.70	7.04%
State Aid	0.05%	\$3.40	\$3.40	\$3.40	6.57%
Enterprise Funds/Contributions	-4.73%	\$2.90	\$2.90	\$3.10	5.65%
Library Tax Levy	1.60%	\$2.48	\$2.48	\$2.44	4.76%
Prior Year Tax Receipts	-17.46%	\$0.50	\$0.50	\$0.60	1.00%
Grants	3.11%	\$0.14	\$0.14	\$0.14	0.29%

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



Sign up for general
information and up-to-date
news at cityofsummit.org

APPROPRIATIONS HIGHLIGHTS | 2020

GENERAL FUND BUDGET

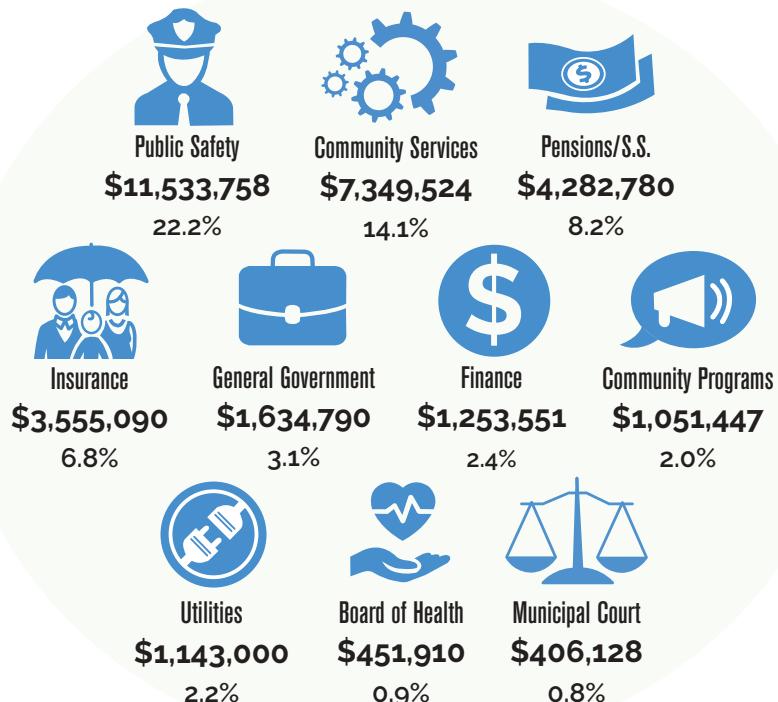
\$52,056,610

Municipal Operations: **\$32,661,977**
 Other Appropriations: **\$14,094,239**
 Reserve for Uncollected Taxes: **\$5,300,393**

3.5% APPROPRIATIONS CAP
\$3,140,143

UNDER MAXIMUM TOTAL APPROPRIATIONS AMOUNT OF **\$36,054,106**

HOW CITY DOLLARS ARE ALLOCATED



MUNICIPAL PERSONNEL

172 full-time • 26 part-time

TOTAL Salaries & Wages **\$17,562,628**

TOTAL Benefits **\$7,529,224**

% of Benefits to Salaries/Wages **42.87%**

Average Cost Benefits/Employee **\$38,026**



MUNICIPAL OPERATIONS (Other Expenses)

Total Appropriations

.42% increase from 2019

Largest line-item categories: waste, police, recycling collection

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

Land use planning services

Largest increase: \$195,000 for Transfer Station

Disposal Charges

OTHER APPROPRIATIONS

Healthcare Insurance

(medical/dental premiums) **\$3.68 million (gross)**

Pension Obligations **\$3.82 million**

Reserve for Uncollected Taxes **\$5.30 million**

Debt Service Payment **\$4.66 million**

2020 ESTIMATED TAX LEVIES AND RATES BREAKDOWN

TAX BASE SUMMARY POINTS:

\$3.172 Billion

Net Assessed Valuation (NAV)

\$2.627 Billion, or 82.82% of NAV is residential properties

\$420,100

Average residential valuation assessment

42.23%

Equalized valuation

\$994,790

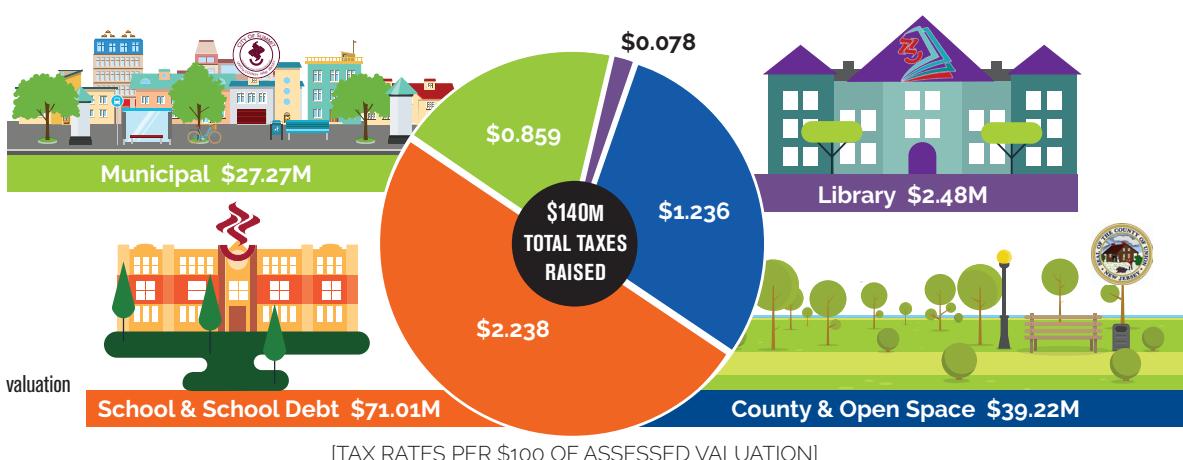
Average residential market value

\$30.7M

↑ in residential, apartment & commercial valuation

\$907,300

↓ in industrial and vacant land valuation





2020 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



CAPITAL PROJECTS | 2020

Total Budget – \$4.18M

CAPITAL ASSET MANAGEMENT

	Infrastructure Projects:	\$2.54M
	Buildings:	\$475,000
	Sewer:	\$710,000
	Vehicle/Equipment:	\$325,000
	Parking Services:	\$50,000

ENHANCING PUBLIC SAFETY

	Police Projects:	\$0
	Fire Projects:	\$139,500

RECREATION FACILITY IMPROVEMENTS

	DCP Projects:	\$705,000
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DEBT

Equalized Valuation	\$7,328,570,750
Total Net Debt	\$54,795,251
Net Debt to Equalized Valuation	0.748%

AS OF DECEMBER 31, 2019

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

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

• COMMON COUNCIL •

COUNCIL PRESIDENT
Marjorie Fox, Ward 2

WARD 1
Susan Hairston
B. David Naidu
Danny O'Sullivan

WARD 2
Stephen E. Bowman
Greg Vartan

COUNCIL MEMBER AT LARGE
Beth Little

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

Rebroadcast

Thursdays and Saturdays on
Comcast Channel 36 & Verizon Channel 33