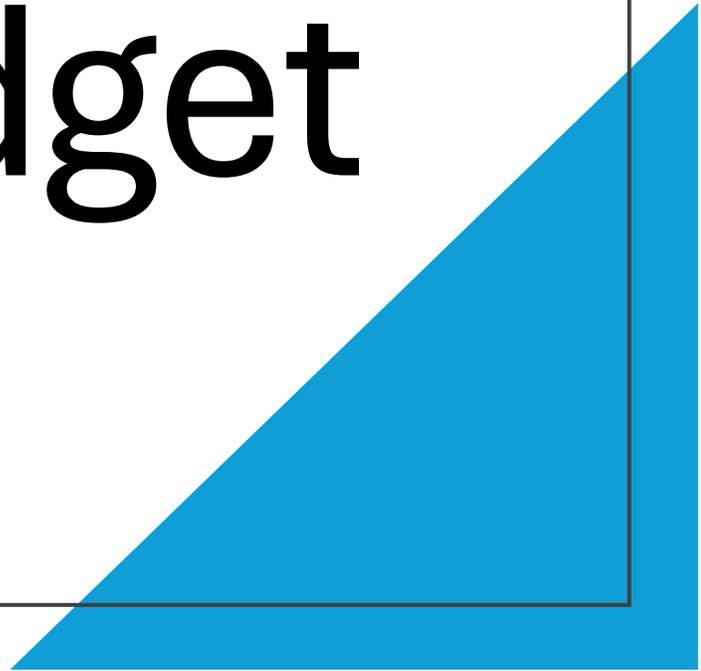


Parsippany-Troy Hills 2026 Budget

Mayor Pulkit Desai

Business Administrator Marc Seemon

Chief Financial Officer Angelica Sabatini



Finance Committee

Mayor
Pulkit Desai

Council President
Judy Hernandez

Council Vice President
Diya Patel

Municipal Clerk
Khaled Madin

Township Auditors
PFK O'Connor Davies

Goals and Objectives



Improve and Protect

Improve and Protect Township Infrastructure



Create

Create long-term financial stability



Cultivate

Cultivate Collaborative Decision Making



Review and Assess

Review and Assess all Outstanding Capital Projects



Invest in

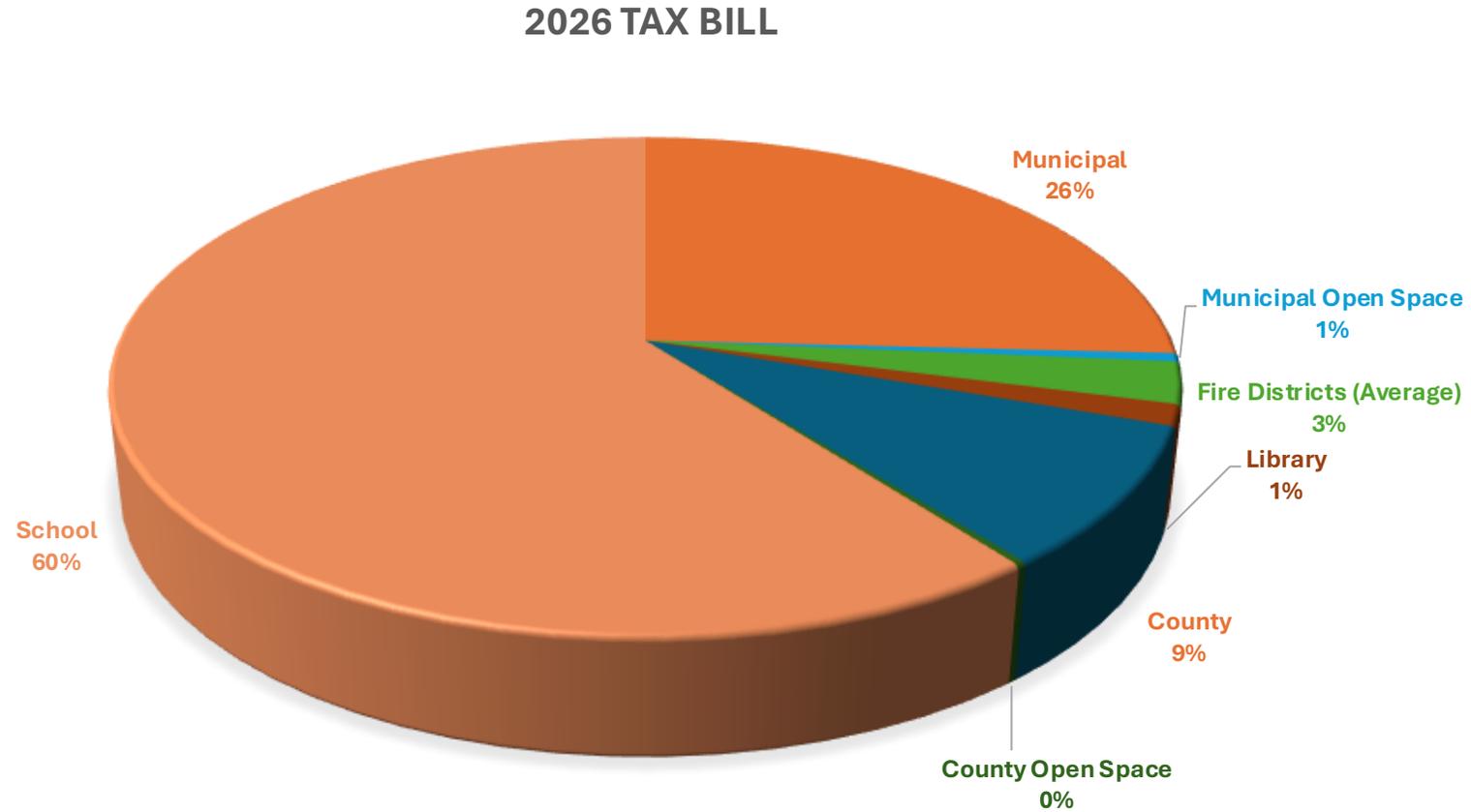
Invest in Township Employees



Provide

Provide Residents with Quality Services

2026 Property Tax Levy Breakdown



9.5% Increase in Municipal Taxes for 2026

2026 General Budget Increase: 6.75% or \$6.35 Million



\$130K Increase in Department Operating Budgets

Asked Departments to come in flat where possible.

Departments with the highest increases will present their budgets separately an April 14th during a Special Budget Meeting.



\$2 Million increase in budget corrections

Changes to how we will budget our Capital Improvement Fund and Accumulated Absences Costs



\$2 Million increase to Salaries

5.75% increase from 2025

Roughly \$1 Million in New Positions

This Administration is committed to filling all approved vacancies and new hires in a timely manor.



\$2.5 Million increase to set costs

5.22% increase which is 0.26% over the 7 year average of roughly 4.96% annually.

Budget Challenges

Accumulated Absences (\$1M Increase)

Health Insurance Rates (\$2M Increase)

Capital Improvement Fund (\$1M Increase)

Other Insurances (\$167K Increase)

Reserve for Debt Service (\$261K Rev Reduction)

Fund Balance (\$2.5M Rev Reduction)

Reserve for Uncollected Taxes (\$200k Increase)

Budget Set Costs

- \$52 Million dollars goes toward:
 - Employee Health Benefits
 - Municipal Insurances
 - Utilities (gas/electric/water)
 - Solid Waste Disposal Costs
 - Pension Contributions
 - Social Security
 - Library Appropriations
 - Debt Service Payments
 - Single Emergency Costs
 - Reserve for Uncollected Taxes

Fund Balance Review

- NJ budgeting recommendation is to only utilize up to the amount of Fund Balance realized in prior year.
- Fund Balance is down due to lower tax collection rate and higher budget utilization
- Expect a higher fund balance regeneration in this budget due to new revenue sources

Year	Amount Used in Budget	Year End Balance	YOY Ending Balance Diff	Amount Generated
2026	\$3,800,000			
2025	\$6,370,000	\$9,401,213	-\$2,442,019	\$3,927,981
2024	\$5,400,000	\$11,843,232	\$1,760,009	\$7,160,009
2023	\$5,400,000	\$10,083,224	\$3,645,478	\$9,045,478
2022	\$0.00	\$6,437,745	\$5,432,583	\$5,432,583
2021	\$0.00	\$1,005,163	\$-1,563,485	\$-1,563,485

Other Notable Revenue Sources

Revenue Types	Amount Collected 2025	Amount Utilized in 2026 Budget
Construction Fees	\$4,441,337	\$4,425,000
Ambulance Service Billings	\$1,599,045	\$1,575,000
Hotel Tax	\$2,177,318	\$2,150,000
State Aid	\$4,603,801	\$4,603,801
Garbage & Trash Removal	\$1,826,014	\$1,825,000

- New Revenues Anticipated in 2026
 - Avalon PILOT Revenue
 - District 1515 Phase II PILOT Revenue
 - Cannabis License Fees
 - Cannabis Sales Tax
 - Connection Fees for Water/Sewer Budgets
 - Township Wide Fee Study Review to be conducted in 2026
 - Water and Sewer Rate Study
 - PILOTS Under Construction (Sylvan Way, Landiex Plaza, Lifetime Fitness)

What to look forward to!

Correct the Mistakes of the Past

Bringing Multiple Splash Pads to Our Community

Lake Hiawatha Library Resolution

Township and Board of Education Collaboration

Major Knoll Investments and Upgrades

Road Resurfacing, Traffic, and Lighting Upgrades

Glenmont Commons Resolution

Celebration of 250 Years of Our Country

Department
Presentations
April 14th

Water Department

Sewer Department

Department of Public Works

Police Department