

Jersey City: Year In Review





Year one highlights include 6 important items

Year one highlights

1

Public Safety

2

Economic Development and Job Creation

3

Fiscal Stability

4

Parks and Recreation

5

Private Sector Investments

6

Port Authority Policies



Crime is decreasing due to an aggressive, multi-faceted approach

Enhanced public safety measures since July 2013

79 new officers hired bringing total force to 818

Reallocation of officers based on crime data

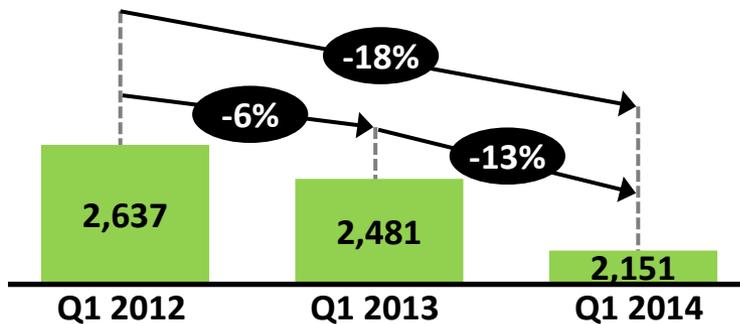
Multi-agency crime sweeps of high crime areas led to over 300 arrests

Cease-Fire Unit created to investigate all non-fatal shootings (43% of cases closed)

Walking and bike patrols instituted in all Wards

Public Safety Advisory Board created to provide public oversight

Total UCR crime incidents Q1 2012 - Q1 2014¹



UCR crime incidents decrease overview

Decreases in all UCR crime categories from Q1 2012 to Q1 2014²

>10% decreases in all UCR crime categories from Q1 2012 to Q1 2014 except drug crimes^{2,3}

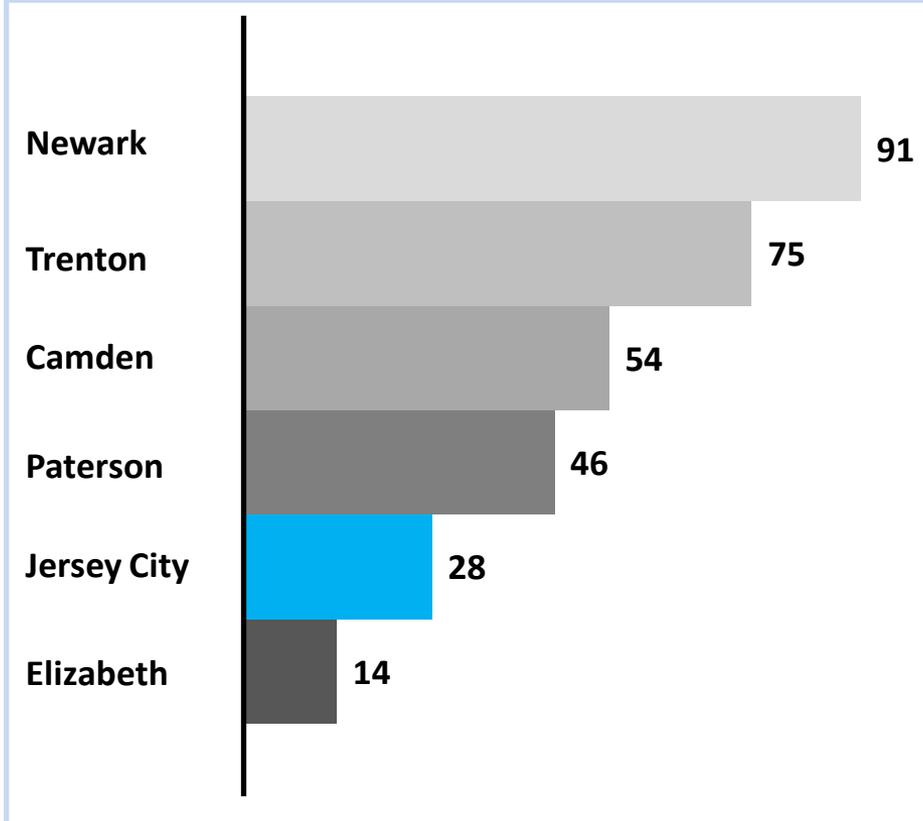
Decreases in all UCR crime categories from Q1 2013 to Q1 2014²

1: Uniform Crime Reporting Program (standardized F.B.I. crime reporting statistics system); sum of all UCR category incidents of crime; percent changes may not add up evenly due to rounding; 2: Prostitution not included (3 or less incidents recorded per quarter); 3: Drug crimes reduced by 3%

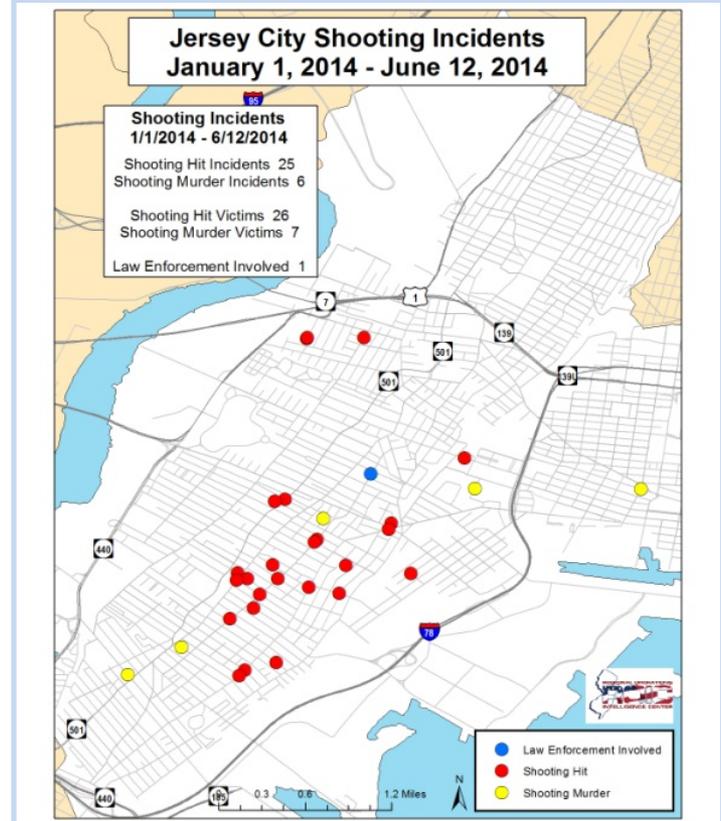


Jersey City has had less shooting incidents from January 1 to June 12 2014 than most other urban NJ cities

Jan. 1 to June 12 2014 shooting incidents, largest NJ urban areas¹

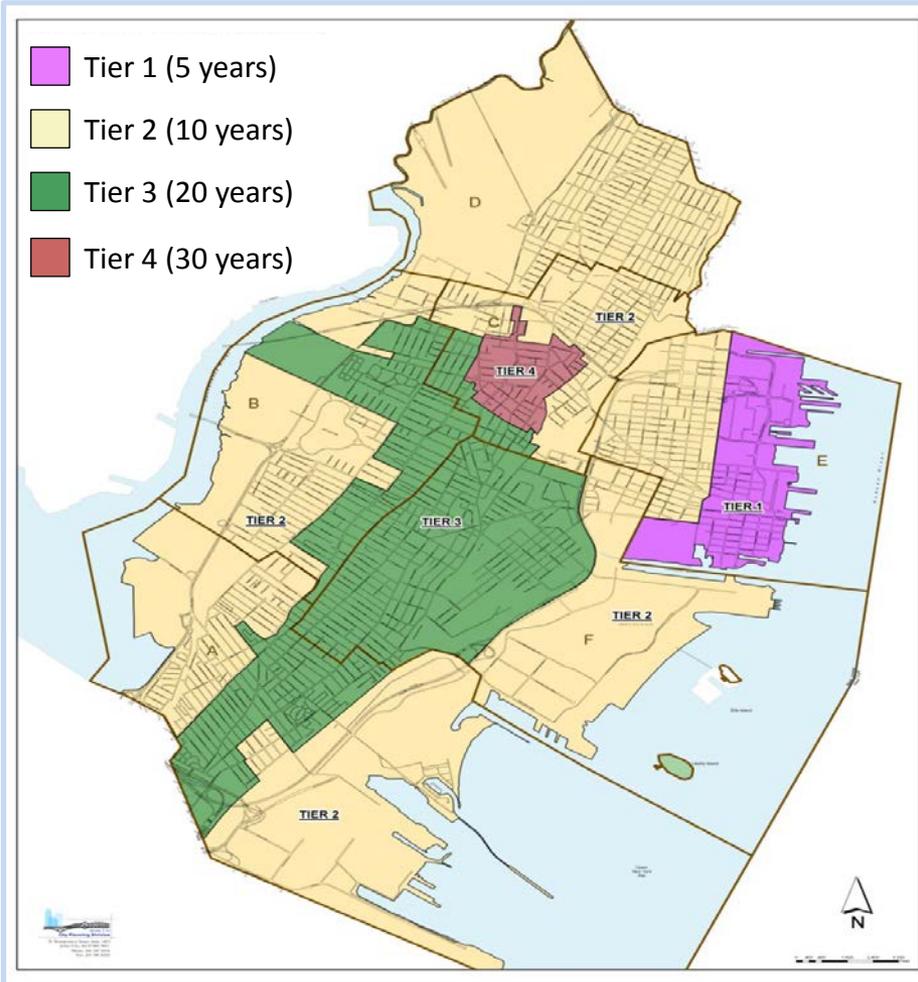


Jersey City shooting incidents, Jan. 1 to June 12 2014



1: Includes total number of shooting incidents with one or more murders and/or other non-fatal "hits"; includes 6 largest urban areas in New Jersey

Jersey City's new Tax Abatement Policy is creating incentives for development beyond the downtown waterfront communities



Tax Abatement Policy Overview

- Encourages redevelopment in neighborhoods where it is most needed

- Improves transparency and standardization of the tax abatement process

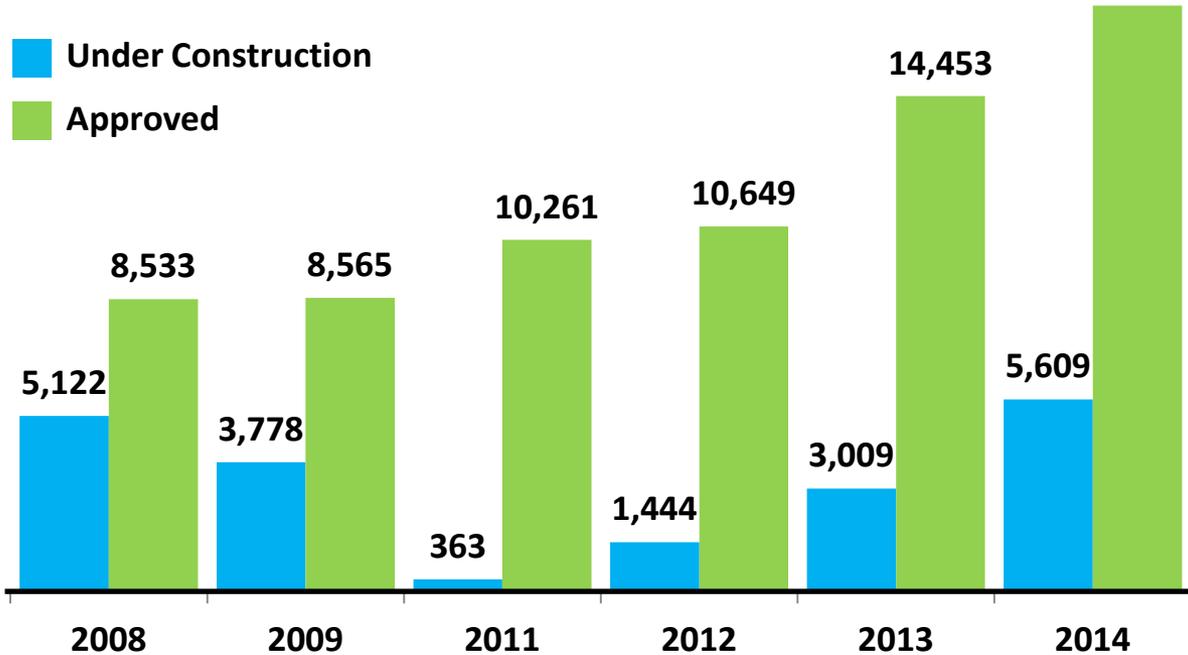
- Nearly 50% of approved abatements since July 2013 are neighborhoods outside downtown

Jersey City is experiencing the highest recorded level of residential construction with 5,609 units under construction and 17,089 approved



2008-2014 Jersey City residential unit construction levels¹

Jersey City has surpassed 2008 peak construction levels but with double the approved units in the pipeline



Key residential projects

- First significant **Journal Square** construction in decades (1,800+ units under construction)
- First **70 affordable housing units approved** through the **JC Affordable Housing Trust Fund**

Other significant projects

- **Powerhouse and Loew's Theatre** revitalization
- **4 new approved Hotels** downtown (over 900 rooms)
- **City Hall Municipal Annex** at the HUB

¹: Residential units within rental or owned residential construction projects with 10 or more units in Journal Square and Downtown only; 2010 data not available; 2008 as of April; 2009 as of January; 2011 and 2012 as of March; 2013 as of May; 2014 as of January

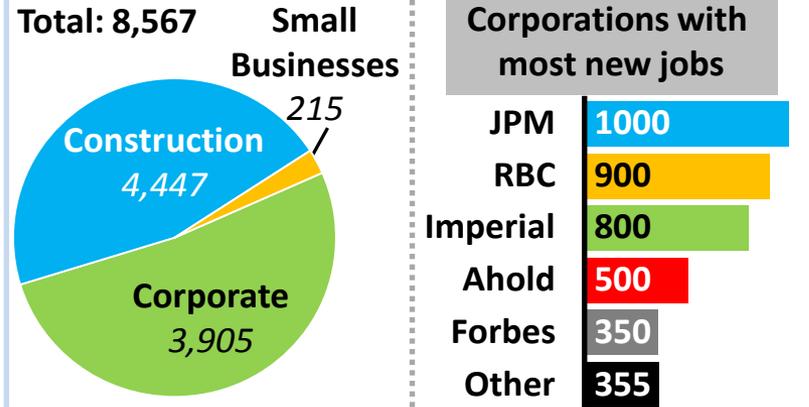


Jersey City is strengthening and expanding our local workforce

Prisoner Re-Entry Program and JCETP

- Re-Entry Program provides addiction treatment, housing and employment services
- JCETP programs include offerings for youth, seniors, veterans and welfare recipients
- Nancy Pelosi will attend opening of new JCETP facility at the HUB

New jobs added since July 2013¹



Earned Sick Leave Ordinance

- Private sector workers now have ability to earn up to 5 days of sick leave each year
- Can be used to care for personal or family health needs
- Reduces lost wages and improves productivity

Other initiatives

- JC Summer Internship Program will help over 700 youth obtain public and private sector jobs
- “Stop the Drop” youth litter cleanup and awareness program
- Minimum number of resident, minority, and women employees required for tax abatements²

1: Includes part-time and full-time jobs only (does not include seasonal or summer jobs); 2: Project Labor Agreement (PLA) and/or Employee Labor Agreement (ELA)

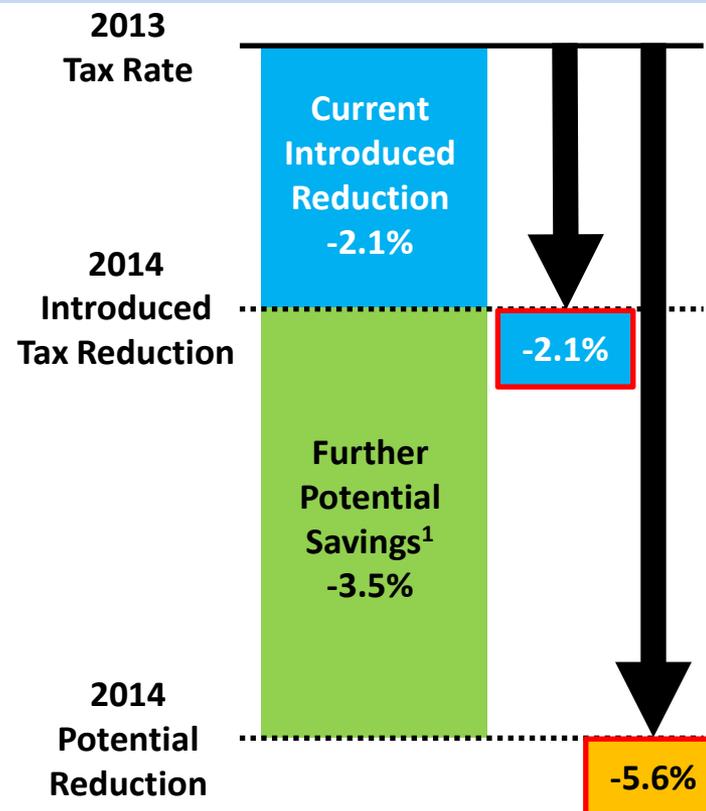
Jersey City's fiscal stability and strength is demonstrated by a 2.1% tax decrease that could grow to 5.6% and also the timely payments of all employee pension obligations



Primary revenue increases and cost savings levers

- \$118 million in new property tax ratables
- Tax abatement audits uncovered \$4.9 million in additional PILOT revenue (to date)
- Dissolving Parking Authority and consolidated Police and Fire Depts. to reduce overhead costs
- Negotiating a new EMS service provider contract to save more than \$4 million annually
- Sale of taxi medallions earned \$4.9 million
- Firefighter overtime restructuring will save \$1 million annually

2014 introduced budget tax decrease

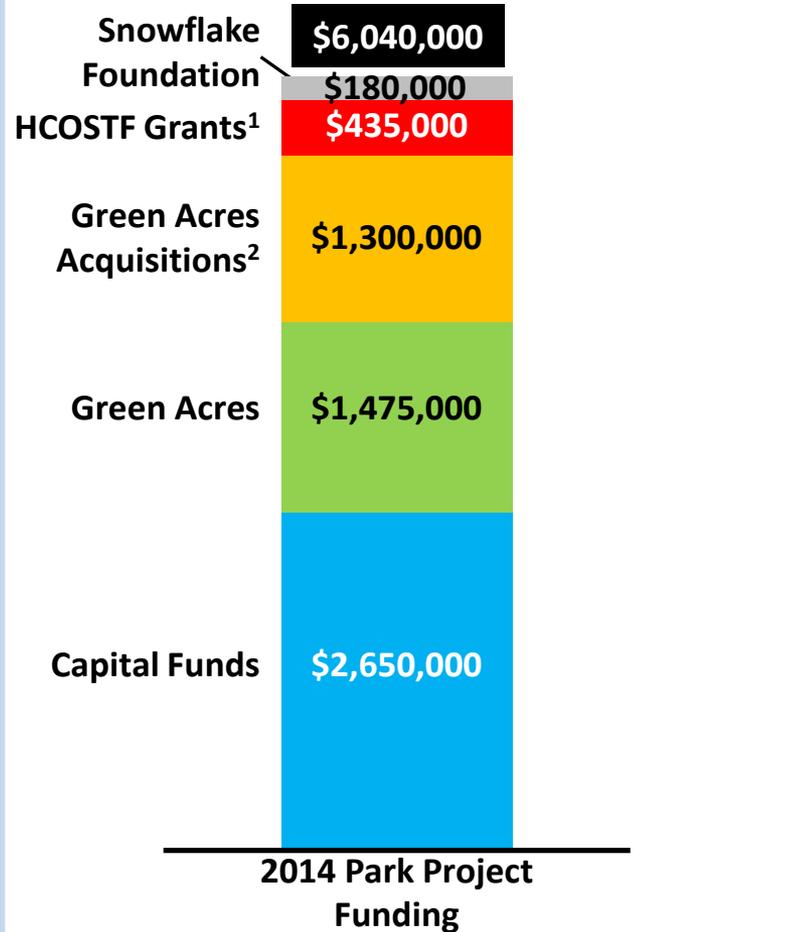


1: The Jersey City Municipal Council has the ability to approve additional suggested budget reduction measures that will further decrease municipal tax rates



Jersey City is tripling the number of park projects this year, with over \$6 million invested in renovating 14 parks across all wards

Funding sources for Jersey City park renovations



Parks scheduled for renovations (*ward*)

Columbia (A)	Vernator Watson (A)
Boyd-McGuinness (B)	Pavonia Marion (C)
Janet Moore (C)	Reservoir #3 (C)
Pershing Field (C)	Riverview-Fiske (D)
Leonard Gordon (D)	First Street (E)
Mary Benson (E)	Van Vorst (E)
Berry Lane Park (F)	Angel Ramos (E)

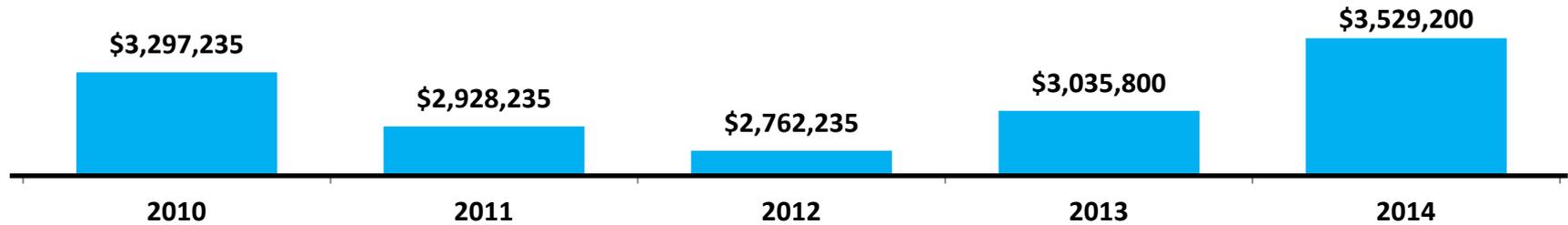
- **17.5 acre park on former brownfield site**
- **Will be largest municipal park (opens 2015)**
- **Features** will include a soccer field, a baseball field, tennis courts, basketball courts, a splash pad, and 600 new trees

1: Hudson County Open Space Trust Fund Grants; 2: Green Acres funding to be used specifically for the final Berry Lane Park property acquisitions



Funding for recreational activities is the largest since 2009 and the largest percent increase in funding since 1999

2010-2014 annual recreation budget analysis



Programs offered

Basketball ¹	Senior Fitness ²	New for 2013 ³
Boxing	Yoga	Golf
Swimming	Ice Skating	Dance Fitness
Soccer	Cricket	Special Olympics
Track	Boot Camp	Aquatics
Football ⁴	Scuba	Ski Club
Tennis ⁵	Adult Art	Volleyball

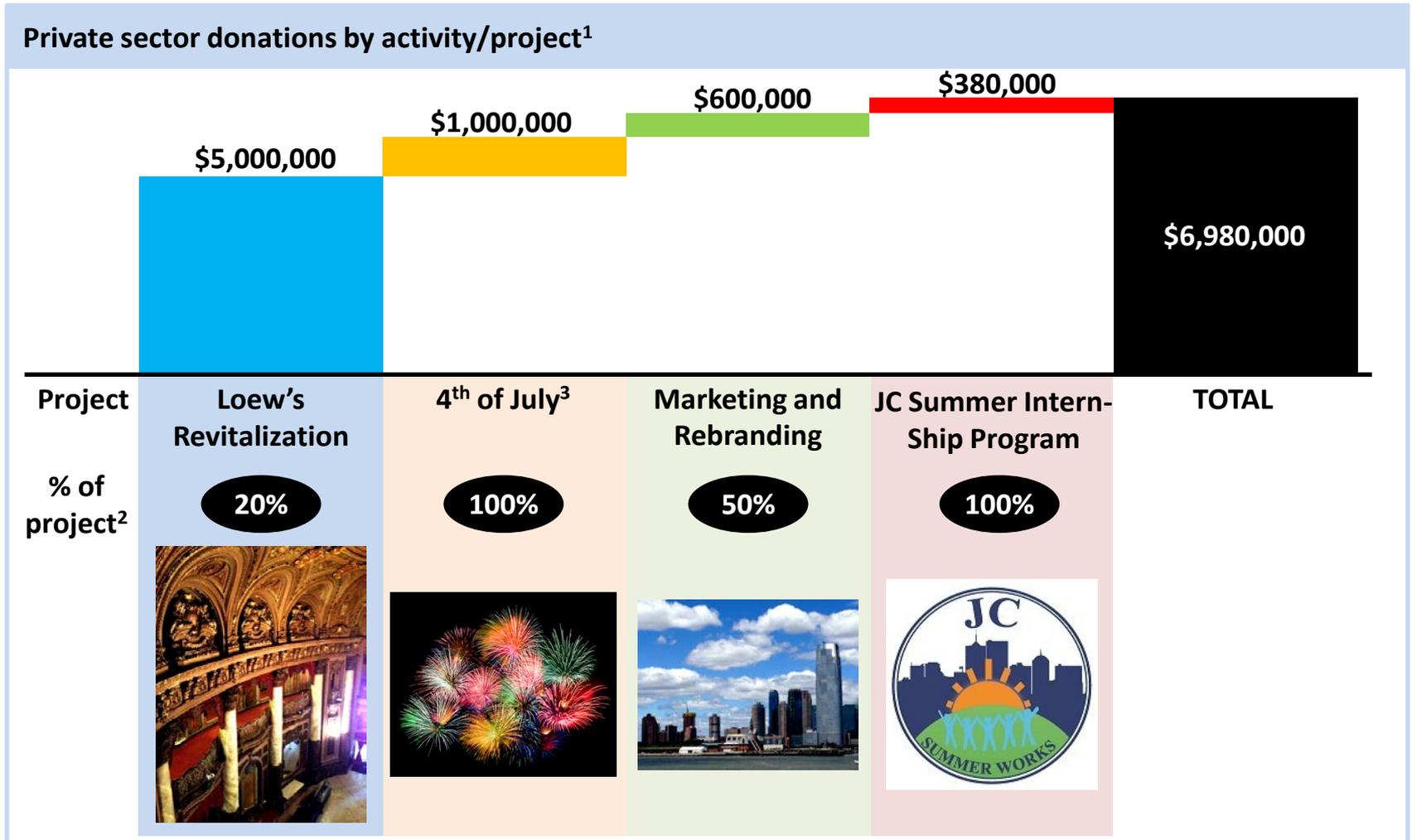
Programming improvements

- Jersey City is now a “Let’s Move” City with actionable goals for reducing and reversing childhood obesity rates
- Programs have expanded to include youth aged 16-20
- New “Summer Fun” free summer recreation program for children ages 8-13
- Additional programs being considered include Lacrosse, Gymnastics, Fencing, Curling, and Roller Skating

1: Includes all basketball clinics and the Beat the Street Program; 2: Includes indoor fitness, power walking, and power fitness; 3: Not offered in recent history; 4: Includes flag and tackle; 5: Indoor and outdoor programs (outdoor is not new)



Private sector investments are providing financial support for a variety of activities and projects



1: Includes donations from private sector companies and other non-governmental organizations; grants not included; 2: Subject to change; 3: Estimated

Jersey City filed a \$400 million lawsuit against PANYNJ for “undue economic harm” caused by unpaid taxes and unjust PILOT agreements



PANYNJ lawsuit overview

▪ Instead of traditional taxation, **PANYNJ property is subject to Payments In Lieu of Taxes (PILOTs)** on all properties¹

▪ Current PANYNJ PILOT rates are set at the **last taxes paid on the property** at the time of sale and **do not increase over time for any reason**

▪ **PANYNJ has failed to either execute PILOT agreements for 24 PANYNJ properties in Jersey City or else pay sufficient property taxes**

▪ Jersey City receives **\$2.2 million in annual PILOT payments** from PANYNJ², but **traditional taxation would yield over \$18 million** annually

▪ **Traditional taxation would have generated at least \$315 million** in additional revenue for Jersey City throughout PANYNJ ownership history³

Lawsuit amount

\$315 million in taxes that should have been paid over time since the purchase of each PANYNJ property



\$85 million in penalties, interest, and damages



\$400 million

1: Bridge and tunnel facilities are tax exempt and not included

2: As noted above, many PANYNJ properties lack proper PILOT agreements resulting in no taxation or PILOT revenue for these properties

3: Estimated; In addition to any PILOTs paid during PANYNJ property ownership; not including interest or other applicable penalties

Further events have helped make this a memorable year for Jersey City residents



Further memorable events in Jersey City

Affordable Care Act signup campaign

Same sex marriage legalization

First U.S. city to require responsible weapons manufacturers

Hosted both Super Bowl XLVIII teams

Exchange Place and WTC PATH station weekend closures

Over 57 inches of snowfall (double seasonal average)

Pulaski Skyway rehabilitation project

“Moving Towards Zero Waste” sustainability symposium

Year 2 initiatives continue progress to making Jersey City the best place to live, work and play



Year 2 initiatives

Expected completion of the new JCPD West District Facility

Nationally recognized 4th of July Fireworks show

Resiliency plan

Golden Door school facility transformation

Bike and pedestrian friendliness campaigns

Installation of India Square Gateway Arches

Jersey Avenue extension bridge to Liberty State Park