

2012

MIDDLESEX COUNTY UTILITIES AUTHORITY-WASTEWATER DIVISION

(name)

Authority Budget

Department Of



Community
Affairs

Division of Local Government Services

2012

MIDDLESEX COUNTY UTILITIES AUTHORITY-WASTEWATER DIVISION
(Name)

AUTHORITY BUDGET

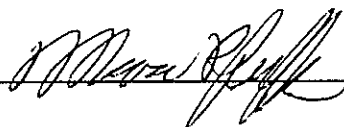
FISCAL YEAR: FROM JANUARY 1, 2012 TO DECEMBER 31, 2012

For Division Use Only

CERTIFICATION OF APPROVED BUDGET

It is hereby certified that the approved Budget made a part hereof complies with the requirements of law and the rules and regulations of the Local Finance Board, and approval is given pursuant to N.J.S. 40A:5A-11.


*State of New Jersey
Department of Community Affairs
Director of the Division of Local Government Services*

By:  Date: 11/22/11

CERTIFICATION OF ADOPTED BUDGET

It is hereby certified that the adopted Budget made a part hereof has been compared with the approved Budget previously certified by the Division, and any amendments made thereto. This adopted Budget is certified with respect to such amendments and comparisons only.

*State of New Jersey
Department of Community Affairs
Director of the Division of Local Government Services*

By:  Date: 02/24/2012

2012 PREPARER'S CERTIFICATION

MIDDLESEX COUNTY UTILITIES AUTHORITY – WASTEWATER DIVISION

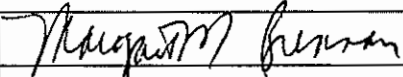
(Name)

AUTHORITY BUDGET

FISCAL YEAR: FROM JANUARY 1, 2012 TO DECEMBER 31, 2012

It is hereby certified that the Authority Budget, including both the Annual Budget and the Capital Budget/Program annexed hereto, represents the members of the governing body's resolve with respect to statute in that; all estimates of revenue are reasonable, accurate and correctly stated, all items of appropriation are properly set forth and in itemization, form and content, the budget will permit the exercise of the comptroller function within the Authority.

It is further certified that all proposed budgeted amounts and totals are correct. Also, I hereby provide reasonable assurance that all assertions contained herein are accurate and all Supplemental Schedules required are completed and attached.

Preparer's Signature:			
Name:	Margaret M. Brennan		
Title:	Treasurer/Comptroller		
Address:	P.O. Box 159, Sayreville, NJ 08872		
Phone Number:	732-721-3800	Fax Number:	732-721-0206
E-mail address	mbrennan@mcua.com		

2012 APPROVAL CERTIFICATION

MIDDLESEX COUNTY UTILITIES AUTHORITY

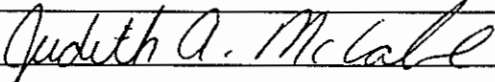
(Name)

AUTHORITY BUDGET

FISCAL YEAR: FROM JANUARY 1, 2012 TO DECEMBER 31, 2012

It is hereby certified that the Authority Budget, including Supplemental Schedules appended hereto, are a true copy of the Annual Budget and Capital Budget/Program approved by resolution by the governing body of the Middlesex County Utilities Authority, at an open public meeting held pursuant to N.J.A.C. 5:31-2.3, on the day of October 27, 2011.

It is further certified that the recorded vote appearing in the resolution represents a not less than a majority of the full membership of the governing body thereof.

Secretary's Signature:			
Name:	Judith A. McCabe		
Title:	Secretary		
Address:	P.O. Box 159, Sayreville, NJ 08872		
Phone Number:	732-721-3800	Fax Number:	732-721-0206
E-mail address	jmccabe@mcua.com		

AUTHORITY INFORMATION SHEET 2012

Please complete the following information regarding this Authority:

Name of Authority:	Middlesex Count Utilities Authority		
Address:	P.O. Box 159		
City, State, Zip:	Sayreville	NJ	08872
Phone: (ext.)	732-721-3800	Fax:	732-721-0206

Preparer's Name:	Margaret M. Brennan		
Preparer's Address:	P.O. Box 159		
City, State, Zip:	Sayreville	NJ	08872
Phone: (ext.)	732-721-3800	Fax:	732-721-0206

Chief Executive Officer:	Richard L. Fitamant		
Phone: (ext.)	732-721-3800, Ext. 521	Fax:	732-721-0206
E-mail:	rfitamant@mcua.com		

Chief Financial Officer:	Margaret M. Brennan		
Phone: (ext.)	732-721-3800 Ext. 523	Fax:	732-721-0206
E-mail:	mbrennan@mcua.com		

Name of Auditor:	Robert Fodera		
Name of Firm:	ParenteBeard, LLC		
Address:	100 Walnut Avenue, Suite 200		
City, State, Zip:	Clark	NJ	07066
Phone: (ext.)	732-388-5210	Fax:	732-388-5622
E-mail:	Bob.Fodera@parentebeard.com		

Membership of Board of Commissioners (Full Name)	Title
Ted Light	Chairman
John Wiley	Vice Chairman
Linda Carter	Commissioner
Edward Cohen	Commissioner
Jerome Convery	Commissioner
Antonio L. Cruz	Commissioner
Wayne Hamilton	Commissioner
Joseph Juliano	Commissioner

Robert Karabinchak	Commissioner
Raymond Murray	Commissioner
James Zullo	Commissioner

Continued Page 1C

2012 Authority Budget Resolution

MIDDLESEX COUNTY UTILITIES AUTHORITY – WASTEWATER DIVISION

(Name)

FISCAL YEAR: FROM JANUARY 1, 2012 TO DECEMBER 31, 2012

WHEREAS, the Annual Budget and Capital Budget for the Middlesex County Utilities Authority for the fiscal year beginning, January 1, 2012 and ending, December 31, 2012 has been presented before the governing body of the Middlesex County Utilities Authority at its open public meeting of October 27, 2011; and

WHEREAS, the Annual Budget as introduced reflects Total Revenues of \$ 82,033,800.00 , Total Appropriations, including any Accumulated Deficit if any, of \$ 87,333,800.00 and Total Unrestricted Net Assets utilized of \$ 5,300,000.00; and

WHEREAS, the Capital Budget as introduced reflects Total Capital Appropriations of \$ 20,932,000.00 and Total Unrestricted Net Assets planned to be utilized as funding thereof, of \$ -0-; and

WHEREAS, the schedule of rates, fees and other charges in effect will produce sufficient revenues, together with all other anticipated revenues to satisfy all obligations to the holders of bonds of the Authority, to meet operating expenses, capital outlays, debt service requirements, and to provide for such reserves, all as may be required by law, regulation or terms of contracts and agreements; and

WHEREAS, the Capital Budget/Program, pursuant to N.J.A.C. 5:31-2, does not confer any authorization to raise or expend funds; rather it is a document to be used as part of the said Authority's planning and management objectives. Specific authorization to expend funds for the purposes described in this section of the budget, must be granted elsewhere; by bond resolution, by a project financing agreement, by resolution appropriating funds from the Renewal and Replacement Reserve or other means provided by law.

NOW, THEREFORE BE IT RESOLVED, by the governing body of the Middlesex County Utilities Authority, at an open public meeting held on October 27, 2011 that the Annual Budget, including appended Supplemental Schedules, and the Capital Budget/Program of the Middlesex County Utilities Authority for the fiscal year beginning, January 1, 2012 and ending, December 31, 2012 is hereby approved; and

BE IT FURTHER RESOLVED, that the anticipated revenues as reflected in the Annual Budget are of sufficient amount to meet all proposed expenditures/expenses and all covenants, terms and provisions as stipulated in the said Authority's outstanding debt obligations, capital lease arrangements, service contracts, and other pledged agreements; and

BE IT FURTHER RESOLVED, that the governing body of the Middlesex County Utilities Authority will consider the Annual Budget and Capital Budget/Program for adoption on November 22, 2011.

Judith A. McCall
(Secretary's Signature)

10/27/11
(Date)

Governing Body
Member:

Recorded Vote
Aye Nay Abstain Absent

SEE ATTACHED PAGE 2A

2012

AUTHORITY BUDGET APPROVAL

WASTEWATER DIVISION

RESOLUTION

RECORDED VOTE

<u>MEMBER</u>	<u>AYE</u>	<u>NAY</u>	<u>ABSTAIN</u>	<u>ABSENT</u>
TED LIGHT, P.E.	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
JOHN WILEY	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
LINDA CARTER	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
EDWARD COHEN	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
JEROME CONVERY	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
ANTONIO L. CRUZ, ESQ.	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
WAYNE HAMILTON	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
JOSEPH JULIANO	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
ROEBERT KARABINCHAK	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
RAYMOND MURRAY	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
JAMES ZULLO	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

BUDGET MESSAGE 2012

MIDDLESEX COUNTY UTILITIES AUTHORITY

(Name)

AUTHORITY BUDGET

FISCAL YEAR: FROM JANUARY 1, 2012 TO DECEMBER 31, 2012

1. Complete a brief statement on the 2012 proposed Annual Budget and make comparison to the current year's adopted budget. Explain significant increases or decreases, if any.

The 2012 budget has increased 11%, mainly due to necessary capital projects.

2. Complete a brief statement on the impact the proposed Annual Budget will have on Anticipated Revenues, especially service charges and on the general purpose/component unit financial statements. Explain significant increases or decreases, if any.

The use of retained earnings has kept the service charge increase to .65%.

3. Describe the state of the local/regional economy and how it may impact the proposed Annual Budget, including the planned Capital Budget/Program.

The Economy should help to keep the cost of capital projects to a minimum.

4. Describe the reasons for utilizing Unrestricted Net Assets in the proposed Annual Budget, i.e. rate stabilization, debt service reduction, to balance the budget, etc.

Unrestricted net assets were used to keep the rate increase to Participants to a minimal .65%.

5. If the proposed Annual Budget contains an Accumulated Deficit either existing or anticipated, pursuant to N.J.S.A 40A:5A-12, then an explanation as to reasons for occurrence must be disclosed.

N/A

2012

AUTHORITY BUDGET

Wastewater Division
(OPERATION)

Middlesex County Utilities Authority

FISCAL YEAR: FROM January 1, 2012 TO December 31, 2012

---ANTICIPATED REVENUES---

OPERATING REVENUES -----	CROSS REF. -----	2012 PROPOSED BUDGET -----	2011 CURRENT YEAR'S ADOPTED BUDGET -----
SERVICE CHARGES	* A-1 *	\$76,129,100 *	\$75,641,100 *
CONNECTION FEES	* A-2 *		
PARKING FEES	* A-3 *		
OTHER OPERATING REVENUES	* A-4 *	\$1,486,500 *	\$1,380,000 *
TOTAL OPERATING REVENUES	* R-1 *	<u>\$77,615,600 *</u>	<u>\$77,021,100 *</u>
NON-OPERATING REVENUES -----	CROSS REF. -----	2012 PROPOSED BUDGET -----	2011 CURRENT YEAR'S ADOPTED BUDGET -----
OPERATING GRANTS & ENTITLEMENTS	* A-5 *		
LOCAL SUBSIDIES & DONATIONS	* A-6 *		
INTEREST ON INVESTMENTS AND DEPOSIT	* A-7 *	\$155,000 *	\$170,000 *
OTHER NON-OPERATING REVENUES	* A-8 *	\$4,263,200 *	\$9,160,400 *
TOTAL NON-OPERATING REVENUES	* R-2 *	<u>\$4,418,200 *</u>	<u>\$9,330,400 *</u>
TOTAL ANTICIPATED REVENUES (R-1 + R-2)	* B-1 *	<u>\$82,033,800 *</u>	<u>\$86,351,500 *</u>

2012

AUTHORITY BUDGET

Wastewater Division
(OPERATION)

Middlesex County Utilities Authority

FISCAL YEAR: FROM January 1, 2012 TO December 31, 2012

---BUDGETED APPROPRIATIONS---

--OPERATING APPROPRIATIONS--

ADMINISTRATION	CROSS REF.	2012 PROPOSED BUDGET	2011 CURRENT YEAR'S ADOPTED BUDGET
SALARY & WAGES	* *	\$2,201,000 *	\$2,198,300 *
FRINGE BENEFITS	* *	\$2,461,800 *	\$1,330,600 *
OTHER EXPENSES	* *	\$5,878,500 *	\$5,753,000 *
TOTAL ADMINISTRATION	* E-1 *	\$10,541,300 *	\$9,281,900 *
COST OF PROVIDING SERVICES	CROSS REF.	2012 PROPOSED BUDGET	2011 CURRENT YEAR'S ADOPTED BUDGET
SALARY & WAGES	* *	\$10,018,000 *	\$9,840,500 *
FRINGE BENEFITS	* *	\$4,743,300 *	\$6,061,600 *
OTHER EXPENSES	* *	\$34,751,000 *	\$30,621,500 *
TOTAL COST OF PROVIDING SERVICES	* E-2 *	\$49,512,300 *	\$46,523,600 *
TOTAL PRINCIPAL PAYMENTS ON DEBT SERVICE IN LIEU OF DEPRECIATION	* D-1 *	\$18,959,400 *	\$22,368,000 *
TOTAL OPERATING APPROPRIATIONS (E-1 + E-2 + D-1)	* B-2 *	\$79,013,000 *	\$78,173,500 *

2012

AUTHORITY BUDGET

Wastewater Division
(OPERATION)

Middlesex County Utilities Authority

FISCAL YEAR: FROM January 1, 2012 TO December 31, 2012

---BUDGETED APPROPRIATIONS---

--NON-OPERATING APPROPRIATIONS--

			2012 PROPOSED BUDGET	2011 CURRENT YEAR'S ADOPTED BUDGET
	CROSS REF.		-----	-----
TOTAL INTEREST PAYMENTS ON DEBT	* D-2 *		\$7,320,800 *	\$7,178,000 *
OPERATIONS & MAINTENANCE RESERVE	* * *			
RENEWAL & REPLACEMENT RESERVE(S)	* C-1 *		\$500,000 *	\$500,000 *
MUNICIPALITY/COUNTY APPROPRIATION	* * *			
OTHER RESERVES	* C-2 *		\$500,000 *	\$500,000 *
TOTAL NON-OPERATING APPROPRIATIONS	* B-3 *		\$8,320,800 *	\$8,178,000 *
ACCUMULATED DEFICIT	* B-4 *			
TOTAL OPERATING & NON-OPERATING APPROPRIATIONS & ACCUMULATED DEFICIT (B-2 + B-3 + B-4)	* B-5 *		\$87,333,800 *	\$86,351,500 *
UNRESTRICTED NET ASSETS UTILIZED:				
MUNICIPALITY/COUNTY APPROPRIATION	* R-3a *			
OTHER	* R-3b *		\$5,300,000 *	
LESS: TOTAL UNRESTRICTED NET ASSETS UTILIZED (R-3a + R-3b)	* R-3 *		\$5,300,000 *	
NET TOTAL APPROPRIATIONS (B-5 - R-3)	* B-6 *		\$82,033,800 *	\$86,351,500 *

2012 ADOPTION CERTIFICATION

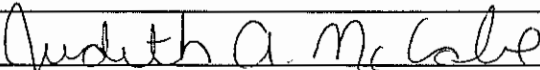
MIDDLESEX COUNTY UTILITIES AUTHORITY-WASTEWATER DIVISION

(Name)

AUTHORITY BUDGET

FISCAL YEAR: FROM JANUARY 1, 2012 TO DECEMBER 31, 2012

It is hereby certified that the Authority Budget and Capital Budget/Program annexed hereto is a true copy of the Budget adopted by the governing body of the Middlesex County Utilities Authority, pursuant to N.J.A.C. 5:31-2.3, on the 22nd day of, November, 2011.

Secretary's Signature:			
Name:	Judith A. McCabe		
Title:	Secretary		
Address:	P.O. Box 159, Sayreville, NJ 08872		
Phone Number:	732-721-3800	Fax Number:	732-721-0206
E-mail address	jmccabe@mcua.com		

2012 ADOPTED BUDGET RESOLUTION

MIDDLESEX COUNTY UTILITIES AUTHORITY-WASTEWATER DIVISION

(Name)

AUTHORITY

FISCAL YEAR: FROM JANUARY 1, 2012 TO DECEMBER 31, 2012

WHEREAS, the Annual Budget and Capital Budget/Program for the Middlesex County Utilities Authority-Wastewater Division for the fiscal year beginning January 1, 2012 and ending, December 31, 2012 has been presented for adoption before the governing body of the Middlesex County Utilities Authority at its open public meeting of November 22, 2011; and

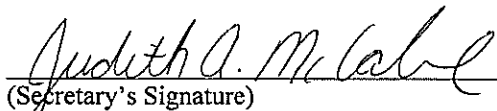
WHEREAS, the Annual Budget and Capital Budget as presented for adoption reflects each item of revenue and appropriation in the same amount and title as set forth in the introduced and approved budget, including all amendments thereto, if any, which have been approved by the Director of the Division of Local Government Services; and

WHEREAS, the Annual Budget as presented for adoption reflects Total Revenues of \$ 82,033,800.00, Total Appropriations, including any Accumulated Deficit, if any, of \$ 87,333,800.00 and Total Unrestricted Net Assets utilized of \$ 5,300,000.00; and

WHEREAS, the Capital Budget as presented for adoption reflects Total Capital Appropriations of \$ 20,932,000.00 and Total Unrestricted Net Assets planned to be utilized of \$ -0-; and

NOW, THEREFORE BE IT RESOLVED, by the governing body of Middlesex County Utilities Authority, at an open public meeting held on November 22, 2011 that the Annual Budget and Capital Budget/Program of the Middlesex County Utilities Authority – Wastewater Division for the fiscal year beginning, January 1, 2012 and, ending, December 31, 2012 is hereby adopted and shall constitute appropriations for the purposes stated; and

BE IT FURTHER RESOLVED, that the Annual Budget and Capital Budget/Program as presented for adoption reflects each item of revenue and appropriation in the same amount and title as set forth in the introduced and approved budget, including all amendments thereto, if any, which have been approved by the Director of the Division of Local Government Services.


(Secretary's Signature)

11/22/11
(Date)

Governing Body	Recorded Vote			
Member:	Aye	Nay	Abstain	Absent

See Attached Page 8A

2012

AUTHORITY BUDGET ADOPTION

WASTEWATER DIVISION

RECORDED VOTE

<u>MEMBER</u>	<u>AYE</u>	<u>NAY</u>	<u>ABSTAIN</u>	<u>ABSENT</u>
TED LIGHT, P.E.	_____	_____	_____	_____✓
JOHN WILEY	_____✓	_____	_____	_____
LINDA CARTER	_____✓	_____	_____	_____
EDWARD COHEN	_____✓	_____	_____	_____
JEROME CONVERY	_____✓	_____	_____	_____
ANTONIO L. CRUZ, ESQ.	_____✓	_____	_____	_____
WAYNE HAMILTON	_____✓	_____	_____	_____
JOSEPH JULIANO	_____✓	_____	_____	_____
ROBERT KARABINCHAK	_____✓	_____	_____	_____
RAYMOND MURRAY	_____✓	_____	_____	_____
JAMES ZULLO	_____✓	_____	_____	_____