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2014

MIDDLESEX COUNTY UTILITIES AUTHORITY-WWD

(name)

Authority Budget

Department Of



Community
Affairs

Division of Local Government Services

2014

MIDDLESEX COUNTY UTILITIES AUTHORITY-WWD

(Name)

AUTHORITY BUDGET

FISCAL YEAR: FROM January 1, 2014 TO December 31, 2014

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 NJS 40A:5A-11

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

OCT 31 2013

By:  Date: 11/26/13

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: _____

2014 PREPARER'S CERTIFICATION

MIDDLESEX COUNTY UTILITIES AUTHORITY


(Name)

AUTHORITY BUDGET

FISCAL YEAR: FROM January 1, 2014 TO December 31, 2014

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		

2014 APPROVAL CERTIFICATION

MIDDLESEX COUNTY UTILITIES AUTHORITY

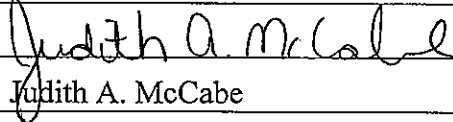
(Name)

AUTHORITY BUDGET

FISCAL YEAR: FROM January 1, 2014 TO December 31, 2014

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 MCUA-WWD Authority, at an open public meeting held pursuant to N.J.A.C. 5:31-2.3, on the 24th day of October, 2014.

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	<u>Jmccabe@mcua.com</u>		

AUTHORITY INFORMATION SHEET

2014

Please complete the following information regarding this Authority:

Name of Authority:	Middlesex County 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, Ext. 523	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:	Parente Beard		
Address:	100 Walnut Avenue – Suite 200		
City, State, Zip:	Clark	NJ	07066
Phone: (ext.)	732-388-5210	Fax:	732-388-5622
E-mail:	www.parentebeard.com		

Membership of Board of Commissioners (Full Name)	Title
Ted Light	Chairman
John Wiley	Vice Chairman
Linda Carter	Commissioner
Ed Cohen	Commissioner
Jerome Convery	Commissioner
Antonio Cruz	Commissioner
Wayne Hamilton	Commissioner
Joseph Juliano	Commissioner
Robert Karabinchak	Commissioner
Raymond Murray	Commissioner
James Zullo	Commissioner

Internet Web Site Information and Certification

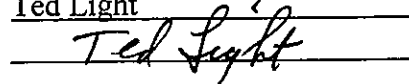
Authority's Web Address	MCUA.com
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All authorities shall maintain either an Internet website or a webpage on the municipality's or county's Internet website. The purpose of the website or webpage shall be to provide increased public access to the authority's operations and activities. NJSA 40A:5A-17.1 requires the following items as the minimum requirement for public disclosure.

- A description of the Authority's mission and responsibilities
- Commencing with 2013, the budgets of at least three consecutive fiscal years
- The most recent Comprehensive Annual Financial Report (Unaudited) or similar financial information
- Commencing with Calendar Year Ending 2012, the annual audits of at least three consecutive fiscal years
- The Authority's rules, regulations and official policy statements deemed relevant by the governing body of the authority to the interests of the residents within the authority's service area or jurisdiction
- Notice posted pursuant to the "Open Public Meetings Act" for each meeting of the Authority, setting forth the time, date, location and agenda of each meeting
- Beginning January 1, 2013, the approved minutes of each meeting of the Authority including all resolutions of the board and their committees; for at least three consecutive fiscal years
- The name, mailing address, electronic mail address and phone number of every person who exercises day-to-day supervision or management over some or all of the operations of the Authority
- A list of attorneys, advisors, consultants and any other person, firm, business, partnership, corporation or other organization which received any remuneration of \$17,500 or more during the preceding fiscal year for any service whatsoever rendered to the Authority

It is hereby certified by the Chairman of the Board, that the Authority's web site or web page as identified above complies with the minimum statutory requirements of NJSA 40A:5A-17.1 as listed above. A check in each of the above boxes signifies compliance.

Name of Chairperson Certifying compliance
Signature

Ted Light


2014 Authority Budget Resolution

MIDDLESEX COUNTY UTILITIES AUTHORITY-WWD
(Name)

FISCAL YEAR: FROM January 1, 2014 TO December 31, 2014

WHEREAS, the Annual Budget and Capital Budget for the MCUA-WWD Authority for the fiscal year beginning, 1/1/14 and ending, 12/31/14 has been presented before the governing body of the MCUA-WWD Authority at its open public meeting of 10/24/13; and

WHEREAS, the Annual Budget as introduced reflects Total Revenues of \$ 86,919,900 , Total Appropriations, including any Accumulated Deficit if any, of \$ 112,099,900 and Total Unrestricted Net Assets utilized of \$25,180,000 ; and

WHEREAS, the Capital Budget as introduced reflects Total Capital Appropriations of \$ 35,560,000 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 MCUA- WWD Authority, at an open public meeting held on 10/24/13 that the Annual Budget, including appended Supplemental Schedules, and the Capital Budget/Program of the MCUA-WWD Authority for the fiscal year beginning, 1/1/14 and ending, 12/31/14 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 MCUA-WWD Authority will consider the Annual Budget and Capital Budget/Program for adoption on November 26, 2013.

Judith A. McCall
(Secretary's Signature)

10/24/13
(Date)

Governing Body	Recorded Vote			
Member:	Aye	Nay	Abstain	Absent

See attached page 2A

2014

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.	✓	_____	_____	_____
JOHN WILEY	✓	_____	_____	_____
LINDA CARTER	_____	_____	_____	✓
EDWARD COHEN	✓	_____	_____	_____
JEROME CONVERY	✓	_____	_____	_____
ANTONIO L. CRUZ, ESQ.	✓	_____	_____	_____
WAYNE HAMILTON	✓	_____	_____	_____
JOSEPH JULIANO	✓	_____	_____	_____
ROEBERT KARABINCHAK	✓	_____	_____	_____
RAYMOND MURRAY	✓	_____	_____	_____
JAMES ZULLO	✓	_____	_____	_____

BUDGET MESSAGE 2014
MIDDLESEX COUNTY UTILITIES AUTHORITY - WWD
(Name)

AUTHORITY BUDGET

FISCAL YEAR: FROM January 1, 2014 TO December 31, 2014

1. Complete a brief statement on the 2014 proposed Annual Budget and make comparison to the current year's adopted budget. Explain significant increases or decreases, if any.

The increases in the annual budget are mainly due to the un-reimbursed costs that will need to be expended to bring the plant back to pre-Hurricane status, and implementation of flood control at pump stations. There is also a scheduled increase in debt service payments.

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 increase to Participants has been kept below 5%, despite the costs outlined in #1.

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 is slowly recovering; because of this we see a higher number of bidders for contracts, which may keep costs down.

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.

These are mainly used for rate stabilization and for interim payments of costs due to the Hurricane – until FEMA funds come in.

5. Identify any sources of funds transferred to the County/Municipality as a budget subsidy or a shared service.

N/A

6. The proposed budget should not reflect an anticipated deficit. If there exists an accumulated deficit from prior years' budgets (and funding is included in the proposed budget as a result of a prior deficit) explain the funding plan to eliminate said deficit (NJSA 40A:5A-12).

2014

AUTHORITY BUDGET

Wastewater Division
(OPERATION)

Middlesex County Utilities Authority Authority

FISCAL YEAR: FROM January 1, 2014 TO December 31, 2014

---ANTICIPATED REVENUES---

OPERATING REVENUES -----	CROSS REF. -----	2014 PROPOSED BUDGET -----	2013 CURRENT YEAR'S ADOPTED or AMENDED BUDGET -----
SERVICE CHARGES	* A-1 *	\$81,396,900	\$77,559,400
CONNECTION FEES	* A-2 *		
PARKING FEES	* A-3 *		
OTHER OPERATING REVENUES	* A-4 *	\$1,468,000	\$1,327,500
TOTAL OPERATING REVENUES	* R-1 *	\$82,864,900	\$78,886,900
NON-OPERATING REVENUES -----	CROSS REF. -----	2014 PROPOSED BUDGET -----	2013 CURRENT YEAR'S ADOPTED or AMENDED BUDGET -----
OPERATING GRANTS & ENTITLEMENTS	* A-5 *		
LOCAL SUBSIDIES & DONATIONS	* A-6 *		
INTEREST ON INVESTMENTS AND DEPOSIT	* A-7 *	\$50,000	\$187,000
OTHER NON-OPERATING REVENUES	* A-8 *	\$4,005,000	\$4,032,000
TOTAL NON-OPERATING REVENUES	* R-2 *	\$4,055,000	\$4,219,000
TOTAL ANTICIPATED REVENUES (R-1 + R-2)	* B-1 *	\$86,919,900	\$83,105,900

2014

AUTHORITY BUDGET

Wastewater Division
(OPERATION)

Middlesex County Utilities Authority Authority

FISCAL YEAR: FROM January 1, 2014 TO December 31, 2014

---BUDGETED APPROPRIATIONS---

---OPERATING APPROPRIATIONS---

<u>ADMINISTRATION</u>	<u>CROSS REF.</u>		<u>2014 PROPOSED BUDGET</u>		<u>2013 CURRENT YEAR'S ADOPTED or AMENDED BUDGET</u>
SALARY & WAGES	*	*	\$2,364,000	*	\$2,148,000
FRINGE BENEFITS	*	*	\$2,449,000	*	\$2,319,400
OTHER EXPENSES	*	*	\$6,531,500	*	\$6,489,000
TOTAL ADMINISTRATION	*	E-1	\$11,344,500	*	\$10,956,400
<u>COST OF PROVIDING SERVICES</u>	<u>CROSS REF.</u>		<u>2014 PROPOSED BUDGET</u>		<u>2013 CURRENT YEAR'S ADOPTED or AMENDED BUDGET</u>
SALARY & WAGES	*	*	\$10,657,000	*	\$10,442,000
FRINGE BENEFITS	*	*	\$4,873,000	*	\$4,709,000
OTHER EXPENSES	*	*	\$57,147,000	*	\$41,600,000
TOTAL COST OF PROVIDING SERVICES	*	E-2	\$72,677,000	*	\$56,751,000
TOTAL PRINCIPAL PAYMENTS ON DEBT SERVICE IN LIEU OF DEPRECIATION	*	D-1	\$20,528,800	*	\$18,986,800
TOTAL OPERATING APPROPRIATIONS (E-1 + E-2 + D-1)	*	B-2	\$104,550,300	*	\$86,694,200

2014

AUTHORITY BUDGET

Wastewater Division
(OPERATION)

Middlesex County Utilities Authority Authority

FISCAL YEAR: FROM January 1, 2014 TO December 31, 2014

---BUDGETED APPROPRIATIONS---

--NON-OPERATING APPROPRIATIONS--

	CROSS		2014		2013
	REF.		PROPOSED		CURRENT YEAR'S
			BUDGET		ADOPTED or AMENDED
					BUDGET
TOTAL INTEREST PAYMENTS ON DEBT	* D-2 *		\$6,549,600 *		\$6,714,700 *
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 *		\$7,549,600 *		\$7,714,700 *
ACCUMULATED DEFICIT	* B-4 *				*
TOTAL OPERATING & NON-OPERATING APPROPRIATIONS & ACCUMULATED DEFICIT (B-2 + B-3 + B-4)	* B-5 *		\$112,099,900 *		\$94,408,900 *
UNRESTRICTED NET ASSETS UTILIZED:					
MUNICIPALITY/COUNTY APPROPRIATION	* R-3a *				*
OTHER	* R-3b *		\$25,180,000 *		\$11,303,000 *
LESS: TOTAL UNRESTRICTED NET ASSETS UTILIZED (R-3a + R-3b)	* R-3 *		\$25,180,000 *		\$11,303,000 *
NET TOTAL APPROPRIATIONS (B-5 - R-3)	* B-6 *		\$86,919,900 *		\$83,105,900 *

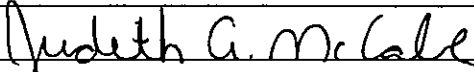
2014 ADOPTION CERTIFICATION

MIDDLESEX COUNTY UTILITIES AUTHORITY-WASTEWATER DIVISION
(Name)

AUTHORITY BUDGET

FISCAL YEAR: FROM January 1, 2014 TO December 31, 2014

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 26th day of, November, 2013.

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	gjmhos@verizon.net		

2014 ADOPTED BUDGET RESOLUTION

MIDDLESEX COUNTY UTILITIES AUTHORITY – WASTEWATER DIVISION

(Name)

AUTHORITY

FISCAL YEAR: FROM January 1, 2014 TO December 31, 2014

WHEREAS, the Annual Budget and Capital Budget/Program for the Middlesex County Utilities - WWD Authority for the fiscal year beginning January 1, 2014 and ending, December 31, 2014 has been presented for adoption before the governing body of the Middlesex County Utilities –WWD Authority at its open public meeting of 11/26/13; 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 \$ 86,919,900., Total Appropriations, including any Accumulated Deficit, if any, of \$ 112,099,900. and Total Unrestricted Net Assets utilized of \$ 25,180,000; and

WHEREAS, the Capital Budget as presented for adoption reflects Total Capital Appropriations of \$ 35,560,000. and Total Unrestricted Net Assets planned to be utilized of \$ -0-; and

NOW, THEREFORE BE IT RESOLVED, by the governing body of MCUA-WWD Authority, at an open public meeting held on November 26, 2013 that the Annual Budget and Capital Budget/Program of the MCUA-WWD Authority for the fiscal year beginning, January 1, 2014 and, ending, December 31, 2014 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.

Judith A. McCabe
(Secretary's Signature)

11/26/13
(Date)

Governing Body
Member:

Recorded Vote

Aye

Nay

Abstain

Absent

2014

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.	<u>✓</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>
JOHN WILEY	<u>✓</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>
LINDA CARTER	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>✓</u>
EDWARD COHEN	<u>✓</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>
JEROME CONVERY	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>✓</u>
ANTONIO L. CRUZ, ESQ.	<u>✓</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>
WAYNE HAMILTON	<u>✓</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>
JOSEPH JULIANO	<u>✓</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>
ROBERT KARABINCHAK	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>✓</u>
RAYMOND MURRAY	<u>✓</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>
JAMES ZULLO	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>✓</u>