

**BUDGET AMENDMENT RESOLUTION**

**Pequannock River Basin Regional Sewerage Authority**

**WHEREAS**, the **Pequannock River Basin Regional Sewerage Authority** has approved the 2012 (FY 2013) Authority Budget on August 15, 2012 and

**WHEREAS**, the **Pequannock River Basin Regional Sewerage Authority** finds it necessary to amend the 2012 (FY 2013) Authority Budget, as follows:

	<u>From</u>	<u>To</u>	<u>Reference</u>
<b><u>Budget Message 2012 (FY 2013)</u></b>			
Item No. 1	See Attached		Page 3 (Rev. 10/17/12)
Item No. 2	See Attached		Page 3 (Rev. 10/17/12)
<b><u>Anticipated Revenues</u></b>			
<b>Operating Revenues</b>			
Service Charges	\$4,950,000	\$5,010,000	Page 4, A-1
<b>Total Operating Revenues</b>	<b>\$4,950,000</b>	<b>\$5,010,000</b>	<b>Page 4, R-1</b>
<b>Non-Operating Revenues</b>			
Interest on Investments and Deposits	\$ 56,000	\$ 26,000	Page 4, A-7
<b>Total Anticipated Revenues</b>	<b>\$5,625,000</b>	<b>\$5,655,000</b>	<b>Page 4, B-1</b>
<b><u>Budgeted Appropriations</u></b>			
<b>Operating Appropriations</b>			
<b>Cost of Providing Services</b>			
Other Expenses	\$2,637,996	\$2,634,546	Page 5
<b>Total Cost of Providing Services</b>	<b>\$2,637,996</b>	<b>\$2,634,546</b>	<b>Page 5, E-2</b>
Total Principal Payments on Debt Service in Lieu of Depreciation	\$1,677,653	\$1,642,653	Page 5, D-1
<b>Total Operating Appropriations</b>	<b>\$4,619,649</b>	<b>\$4,581,199</b>	<b>Page 5, B-2</b>

**BUDGET AMENDMENT RESOLUTION**

	<u>From</u>	<u>To</u>	<u>Reference</u>
<b>Non-Operating Appropriations</b>			
Total Interest Payments on Debt	\$ 815,351	\$ 686,341	Page 6, D-2
Operations & Maintenance Reserve	\$ 0	\$ 1,960	Page 6
Capital Reserve Fund	\$ 190,000	\$ 355,000	
2012 Series N BSR Reserve	\$ 0	\$ 30,500	
<b>Total Non-Operating Appropriations</b>	<b>\$1,005,351</b>	<b>\$1,073,801</b>	<b>Page 6, B-3</b>
Total Operating & Non-Operating Appropriations & Accumulated Deficit	\$5,625,000	\$5,655,000	Page 6, B-5
<b>Net Total Appropriations</b>	<b>\$5,625,000</b>	<b>\$5,655,000</b>	<b>Page 6, B-6</b>
<b><u>2012 Adopted Budget Resolution (FY 2013)</u></b>	See Attached		Page 8
<b><u>Operating Revenues</u></b>			
<b>Service Charges</b>			
Intergovernmental	\$4,950,000	\$5,010,000	Page SS-1
<b>Total Service Charges</b>	<b>\$4,950,000</b>	<b>\$5,010,000</b>	<b>Page SS-1, A-1</b>
<b><u>Non-Operating Revenues</u></b>			
<b>Interest on Investments and Deposits</b>			
Investments	\$ 56,000	\$ 26,000	Page SS-4
<b>Total Interest on Investments &amp; Deposits</b>	<b>\$ 56,000</b>	<b>\$ 26,000</b>	<b>Page SS-4, A-7</b>
<b><u>Budgeted Debt Service Requirements</u></b>			
<b>Principal Payments</b>			
Authority Bonds	\$1,140,015	\$1,015,015	Page SS-6, P-2
<b>Total Principal Payments</b>	<b>\$1,677,653</b>	<b>\$1,642,653</b>	<b>Page SS-6, D-1</b>

**BUDGET AMENDMENT RESOLUTION**

	<u>From</u>	<u>To</u>	<u>Reference</u>
<b>Interest Payments</b>			
Authority Bonds	\$ 277,713	\$ 148,703	Page SS-6, I-2
<b>Total Interest Payments</b>	<b>\$ 815,351</b>	<b>\$ 686,341</b>	<b>Page SS-7, D-2</b>
<b><u>5 Year Debt Service Schedule</u></b>			
<b>Principal Payments</b>			
Authority Bonds	See Attached		Page SS-7, P-1
<b>Total Payments</b>	<b>\$1,140,015</b>	<b>\$1,105,015</b>	<b>Page SS-7, P-2</b>
<b>Total Principal Debt Payments</b>	<b>\$1,677,653</b>	<b>\$1,642,653</b>	<b>Page SS-7, SS-6</b>
<b>Interest Payments</b>			
Authority Bonds	See Attached		Page SS-8, I-1
<b>Total Payments</b>	<b>\$ 277,713</b>	<b>\$ 148,703</b>	<b>Page SS-8, I-2</b>
<b>Total Interest Debt Payments</b>	<b>\$ 815,351</b>	<b>\$ 686,341</b>	<b>Page SS-8, SS-6</b>

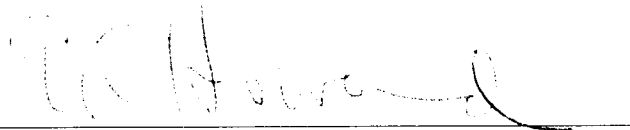
**BUDGET AMENDMENT RESOLUTION**

**NOW, THEREFORE BE IT RESOLVED**, by the Commissioners of the **Pequannock River Basin Regional Sewerage Authority** that the 2012 (FY 2013) Budget is hereby amended as detailed above, and

**BE IT FURTHER RESOLVED**, that the Board's secretary is hereby directed to submit a copy of this resolution to the Director of Local Government Services for approval as part of the Authority's 2012 (FY 2013) budget.

Certified to be a true copy of a Resolution enacted at a duly convened public meeting of the **Pequannock River Basin Regional Sewerage Authority** held on October 17, 2012.

Adopted this 17<sup>th</sup> day of October, 2012



Edwin Howard, Secretary

<u>Commissioners:</u>	<u>Ave</u>	<u>Nav</u>	<u>Abstain</u>	<u>Absent</u>
Voorman	x			
Verdonik	x			
Lampmann		None	None	x
Howard	x			
Gall	x			
Metcalf	x			

# BUDGET MESSAGE 2012 (PRBRSA FY 2013)

## Pequannock River Basin Regional Sewerage Authority

### AUTHORITY BUDGET

FISCAL YEAR: FROM November 1, 2012 TO October 31, 2013

**1. Complete a brief statement on the Pequannock River Basin Regional Sewerage Authority's proposed Annual Budget and make comparison to the current year's adopted budget. Explain significant increases or decreases, if any.**

The 2012 (PRBRSA FY 2013) Annual Budget proposes a 0.5% increase in revenues and appropriations over the prior year. The budget reflects a 1.8% rate increase to the municipalities (i.e., Annual Charges) increasing from \$4,920,000 to \$5,010,000.

**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.**

As indicated in (1) above, the budget reflects a 1.8% increase in Annual Charges over the prior year. Although the rate increase is uniform for the four towns served by PRBRSA, due to differences in the service contract cost allocations and in the consumptive use of each municipality (i.e., projected sewage flows), the budget reflects the following changes from the prior year: Bloomingdale: -0.2%, Butler: 1.2%, Kinnelon: -6.1%, and Riverdale: 11.8%).

**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 local economies, particularly that of the Borough of Bloomingdale, continue to experience budget stress.

**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.**

Not applicable

**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.**

Not applicable

**2012**

(PRBRSA FY 2013)

Sewer

**AUTHORITY BUDGET**

(OPERATION)

SUPPLEMENTAL SCHEDULES

PEQUANNOCK RIVER BASIN REGIONAL SEWERAGE AUTHORITY

FISCAL YEAR: FROM November 1, 2012 TO October 31, 2013

5 YEAR DEBT SERVICE SCHEDULE

PRINCIPAL PAYMENTS	YEARS					
	2012 (FY 13)	2013 (FY 14)	2014 (FY 15)	2015 (FY 16)	2016 (FY 17)	
--AUTHORITY NOTES--	*				*	
<b>TOTAL PAYMENTS P-1</b>	*	*	*	*	*	
--AUTHORITY BONDS--						
Series C	*	*	*	*	*	
Series D	*	*	*	*	*	
Series E	*	*	*	*	*	
Series F	*	*	*	*	*	
Series G	*	*	*	*	*	
Series H	*	\$77,205	\$75,254	*	*	
Series I	*	\$117,138	\$119,851	*	*	
Series J	*	\$30,673	\$29,288	\$30,834	*	
Series K	*	\$45,000	\$45,000	\$50,000	*	
Series L	*	*	*	*	*	
Series M (1)	*	\$835,000	*	*	*	
Series N		\$605,000	\$985,000	\$1,035,000	\$650,000	
<b>TOTAL PAYMENTS P-2</b>	*	\$1,105,015	\$874,393	\$1,065,834	\$1,035,000	\$650,000
--AUTHORITY CAPITAL LEASES--						
	*	*	*	*	*	
	*	*	*	*	*	
	*	*	*	*	*	
<b>TOTAL PAYMENTS P-3</b>	*	*	*	*	*	
--AUTHORITY INTERGOVERNMENTAL LOANS--						
	*	*	*	*	*	
	*	*	*	*	*	
	*	*	*	*	*	
<b>TOTAL PAYMENTS P-4</b>	*	*	*	*	*	
--AUTHORITY OBLIGATIONS (LIST)--						
TBSA Service Contract	*	\$537,638	\$537,638	\$537,638	\$537,638	\$537,638
	*	*	*	*	*	*
	*	*	*	*	*	*
<b>TOTAL PAYMENTS P-5</b>	*	\$537,638	\$537,638	\$537,638	\$537,638	\$537,638
<b>TOTAL PRINCIPAL DEBT PAYMENTS SS-6</b>	*	\$1,642,653	\$1,412,031	\$1,603,472	\$1,572,638	\$1,187,638

**2012**

(PRBRSA FY 2013)

Sewer

**AUTHORITY BUDGET**

(OPERATION)

SUPPLEMENTAL SCHEDULES

PEQUANNOCK RIVER BASIN REGIONAL SEWERAGE AUTHORITY

FISCAL YEAR: FROM November 1, 2012 TO October 31, 2013

**5 YEAR DEBT SERVICE SCHEDULE**

INTEREST PAYMENTS	YEARS				
	2012 (FY 13)	2013 (FY 14)	2014 (FY 15)	2015 (FY 16)	2016 (FY 17)
--AUTHORITY NOTES--	*	*	*	*	*
<b>TOTAL PAYMENTS I-1</b>					
--AUTHORITY BONDS--					
Series C	*	*	*	*	*
Series D	*	*	*	*	*
Series E	*	*	*	*	*
Series F	*	*	*	*	*
Series G	*	*	*	*	*
Series H	*	*	*	*	*
Series I	*	\$21,067	\$14,801	*	*
Series J	*	*	*	*	*
Series K	*	\$7,350	\$4,988	\$2,625	*
Series L	*	*	*	*	*
Series M (1)	*	\$20,875	*	*	*
Series N		\$99,412	\$125,975	\$102,125	\$72,825
<b>TOTAL PAYMENTS I-2</b>	*	\$148,703	\$145,763	\$104,750	\$72,825
--AUTHORITY CAPITAL LEASES--					
	*	*	*	*	*
	*	*	*	*	*
<b>TOTAL PAYMENTS I-3</b>	*	*	*	*	*
--AUTHORITY INTERGOVERNMENTAL LOANS--					
	*	*	*	*	*
	*	*	*	*	*
<b>TOTAL PAYMENTS I-4</b>	*	*	*	*	*
--AUTHORITY OBLIGATIONS (LIST)--					
TBSA Service Contract	*	\$537,638	\$537,638	\$537,638	\$537,638
	*	*	*	*	*
	*	*	*	*	*
<b>TOTAL PAYMENTS I-5</b>	*	\$537,638	\$537,638	\$537,638	\$537,638
<b>TOTAL INTEREST</b>					
<b>DEBT PAYMENTS SS-6</b>	*	\$686,341	\$683,401	\$642,388	\$610,463