2012

Passaic Valley Water Commission

Authority Budget

Department Of
Community
Affairs

Division of Local Government Services

2012

Passaic Valley Water Commission
(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: [signature] Date: 1/13/12

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: __________

2012 PREPARER'S CERTIFICATION

Passaic Valley Water Commission
(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)

Yitzchak Weiss
(Print Name)

CFO
(Title)

1525 Main Ave.
(Address)

Clifton, NJ 07055
(City, State, Zip Code)

(973) 340-4328/ / (973) 340-4328
(Phone number) (ext) (Fax number)

yweiss@pvwc.com
(Email Address)

2012 APPROVAL CERTIFICATION

Passaic Valley Water Commission
(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 Passaic Valley Water Commission, at an open public meeting held pursuant to N.J.A.C. 5:31-2.3, on the 21st day of December, 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.

Louis Amodio
(Secretary's signature)

Louis Amodio
(Print Name)

Administrative Secretary
(Title)

1525 Main Avenue
(Address)

Clifton, New Jersey 07011
(City, State, Zip Code)

(973) 340-4310 / /(973) 340-4321
(Phone number) (ext) (Fax number)

lamodio@pvwc.com
(Email Address)

AUTHORITY INFORMATION SHEET
2012

Please complete the following information regarding this Authority:

Name of Authority:	Passaic Valley Water Commission			
Address:	1525 Main Avenue			
City, State, Zip:	Clifton		NJ	07011
Phone: (ext.)	(973) 340-4300	Fax:	(973) 340-4334	

Preparer's Name:	Yitzchak Weiss			
Preparer's Address:	1525 Main Avenue			
City, State, Zip:	Clifton		NJ	07011
Phone: (ext.)	(973) 340-4328	Fax:	(973) 340-4334	

Chief Executive Officer:	Joseph A. Bella		
Phone: (ext.)	(973) 340-4307	Fax:	(973) 340-7567
E-mail:	jabella@pvwc.com		

Chief Financial Officer:	Yitzchak Weiss		
Phone: (ext.)	(973) 340-4328	Fax:	(973) 340-4334
E-mail:	yweiss@pvwc.com		

Name of Auditor:	Steven Wielkotz			
Name of Firm:	Ferraioli, Wielkotz, Cerullo & Cuva			
Address:	401 Wanaque Avenue			
City, State, Zip:	Pompton Lakes		NJ	07442
Phone: (ext.)	(973) 835-7900	Fax:	(973) 835-6631	
E-mail:	Wielkotz@optonline.net			

Membership of Board of Commissioners (Full Name)	Title
Thomas P. DeVita	President
Rigo Sanchez	Vice President
Jeffrey Levine	Treasurer
Menachem Bazian	Secretary
Gloria Kolodziej	Commissioner
Idida Rodriguez	Commissioner
Robert Vannoy	Commissioner

2012 Authority Budget Resolution
Passaic Valley Water Commission
(Name)

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

WHEREAS, the Annual Budget and Capital Budget for the Passaic Valley Water Commission for the fiscal year beginning, January 1, and ending, December 31, 2012 has been presented before the governing body of the Passaic Valley Water Commission at its open public meeting of December 21, 2011; and

WHEREAS, the Annual Budget as introduced reflects Total Revenues of $ 82,916,512, Total Appropriations, including any Accumulated Deficit if any, of $ 77,350,051 and Total Unrestricted Net Assets utilized of $ 0 ; and

WHEREAS, the Capital Budget as introduced reflects Total Capital Appropriations of $ 16,242,000 and Total Unrestricted Net Assets planned to be utilized as funding thereof, of $ 3,100,000; 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 forsuch 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, byresolution 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 Passaic Valley Water Commission, at an open public meeting held on December 21, 2011 that the Annual Budget, including appended Supplemental Schedules, and the Capital Budget/Program of the Passaic Valley Water Commission for the fiscal year beginning, January 1, 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 Passaic Valley Water Commission will consider the Annual Budget and Capital Budget/Program for adoption on January 18, 2012.

Louis Amodio
(Secretary's Signature)

12/21/2011
(Date)

Governing Body Member:	Recorded Vote Aye	Nay	Abstain	Absent
Bazian, Menachem	x			
DeVita, Thomas P.	x			
Kolodziej, Gloria	x			
Levine, Jeffrey	x			
Rodriguez, Idida	x			
Sanchez, Rigo	x			
Vannoy, Robert	x			

BUDGET MESSAGE 2012
Passaic Valley Water Commission
(Name)

AUTHORITY BUDGET

FISCAL YEAR: FROM ____January 1, 2012___ TO ___December 31, 2012_

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

The 2012 Budget includes a slight rate increase which we project will enable us to meet current obligations, projected debt service and budgeted expenditures. Passaic Valley Water Commission is operating under a five-year plan which is designed to bolster our operating reserves and allow for investment in capital.

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.

A 5% rate increase has been approved pursuant to our five-year plan. Other aspects of our rate structure remain stable.

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

Technological improvements continue to reduce annual consumption on an individual, per-capita basis. Escalating cost of employee benefits continues to be a concern. We have been mandated to cover our finished water reservoirs, which will significantly impact our capital needs in the next few years.

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.

N/A

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

- (OPERATION)

Passaic Valley Water Commission 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	$48,816,995	$47,881,288
CONNECTION FEES	A-2		
PARKING FEES	A-3		
OTHER OPERATING REVENUES	A-4	$33,949,517	$32,850,269
TOTAL OPERATING REVENUES	**R-1**	$82,766,512	$80,731,557

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	$150,000	$250,000
OTHER NON-OPERATING REVENUES	A-8		
TOTAL NON-OPERATING REVENUES	**R-2**	$150,000	$250,000
TOTAL ANTICIPATED REVENUES (R-1 + R-2)	**B-1**	$82,916,512	$80,981,557

2012

AUTHORITY BUDGET

(OPERATION)

Passaic Valley Water Commission 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		$3,954,600	$3,799,610
FRINGE BENEFITS		$2,591,522	$2,040,499
OTHER EXPENSES		$16,539,736	$16,563,550
TOTAL ADMINISTRATION	E-1	$23,085,858	$22,403,659

COST OF PROVIDING SERVICES	CROSS REF.	2012 PROPOSED BUDGET	2011 CURRENT YEAR'S ADOPTED BUDGET
SALARY & WAGES		$11,061,000	$10,777,000
FRINGE BENEFITS		$7,248,478	$5,786,501
OTHER EXPENSES		$20,721,914	$19,209,250
TOTAL COST OF PROVIDING SERVICES	E-2	$39,031,392	$35,772,751
TOTAL PRINCIPAL PAYMENTS ON DEBT SERVICE IN LIEU OF DEPRECIATION	D-1	$8,127,384	$7,910,625
TOTAL OPERATING APPROPRIATIONS (E-1 + E-2 + D-1)	B-2	$70,244,634	$66,087,035

2012

AUTHORITY BUDGET

(OPERATION)

<u>Passaic Valley Water Commission Authority</u>

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

---BUDGETED APPROPRIATIONS--

--NON-OPERATING APPROPRIATIONS--

	CROSS REF.	2012 PROPOSED BUDGET	2011 CURRENT YEAR'S ADOPTED BUDGET
TOTAL INTEREST PAYMENTS ON DEBT	D-2	$7,105,417	$7,254,392
OPERATIONS & MAINTENANCE RESERVE			
RENEWAL & REPLACEMENT RESERVE(S)	C-1		
MUNICIPALITY/COUNTY APPROPRIATION			
OTHER RESERVES	C-2		
TOTAL NON-OPERATING APPROPRIATIONS	**B-3**	$7,105,417	$7,254,392
ACCUMULATED DEFICIT	**B-4**		
TOTAL OPERATING & NON-OPERATING APPROPRIATIONS & ACCUMULATED DEFICIT (B-2 + B-3 + B-4)	**B-5**	$77,350,051	$73,341,427
UNRESTRICTED NET ASSETS UTILIZED:			
MUNICIPALITY/COUNTY APPROPRIATION	R-3a		
OTHER	R-3b		
LESS: TOTAL UNRESTRICTED NET ASSETS UTILIZED (R-3a + R-3b)	**R-3**		
NET TOTAL APPROPRIATIONS (B-5 - R-3)	**B-6**	$77,350,051	$73,341,427

2012 ADOPTION CERTIFICATION

Passaic Valley Water Commission

(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 Passaic Valley Water Commission, pursuant to N.J.A.C. 5:31-2.3, on the 18th day of January, 2012.

Louis Amodio

(Secretary's signature)

Louis Amodio

(Print Name)

Administrative Secretary

(Title)

1525 Main Avenue

(Address)

Clifton, New Jersey 07011

(City, State, Zip Code)

(973) 340-4310 / /(973) 340-4321

(Phone number) (ext) (Fax number)

lamodio@pvwc.com

(Email Address)

2012 ADOPTED BUDGET RESOLUTION

Passaic Valley Water Commission
(Name)
AUTHORITY

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

WHEREAS, the Annual Budget and Capital Budget for the Passaic Valley Water Commission for the fiscal year beginning, January 1, and ending, December 31, 2012 has been presented for adoption before the governing body of the Passaic Valley Water Commission at its open public meeting of January 18, 2012; 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 $ 82,916,512, Total Appropriations, including any Accumulated Deficit if any, of $ 77,350,051 and Total Unrestricted Net Assets utilized of $ 0 ; and

WHEREAS, the Capital Budget as introduced reflects Total Capital Appropriations of $ 16,242,000 and Total Unrestricted Net Assets planned to be utilized as funding thereof, of $ 3,100,000; and

NOW, THEREFORE BE IT RESOLVED, by the governing body of Passaic Valley Water Commission, at an open public meeting held on January 18, 2012 that the Annual Budget and Capital Budget/Program of the Passaic Valley Water Commission for the fiscal year beginning, January 1, 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.

Louis Amorlio

(Secretary's Signature)

1/18/2012
(Date)

Governing Body Member:	Recorded Vote Aye	Nay	Abstain	Absent
Bazian, Menachem	x			
DeVita, Thomas P.	x			
Kolodziej, Gloria	x			
Levine, Jeffrey	x			
Rodriguez, Idida	x			
Sanchez, Rigo				x
Vannoy, Robert	x			

2012

Passaic Valley Water Commission

(Name)

AUTHORITY CAPITAL BUDGET/ PROGRAM

2012 CERTIFICATION of AUTHORITY CAPITAL BUDGET/PROGRAM

Passaic Valley Water Commission
(Name)

FISCAL YEAR: FROM ____January 1, 2012___ TO ___December 31, 2012__

[X] It is hereby certified that the Authority Capital Budget/Program annexed hereto is a true copy of the Capital Budget/Program approved, pursuant to N.J.A.C. 5:31-2.2, along with the Annual Budget, by the governing body of the Passaic Valley Water Commission, on the 21st day of December, 2011.

OR

[ ] It is further certified that the governing body of the _________ Authority have elected **NOT** to adopt a Capital Budget /Program for the aforesaid fiscal year, pursuant to N.J.A.C. 5:31-2.2 for the following reason(s):______________

Louis Amodio
(Secretary's signature)

Louis Amodio
(Print Name)

Administrative Secretary
(Title)

1525 Main Avenue
(Address)

Clifton, New Jersey 07011
(City, State, Zip Code)

(973) 340-4310 / /(973) 340-4321
(Phone number) (ext) (Fax number)

lamodio@pvwc.com
(Email Address)

2012 Capital Budget/Program Message

Passaic Valley Water Commission

FISCAL YEAR: FROM ____January 1, 2012____ TO ____December 31, 2012____

1. Has each municipality or county affected by the actions of the authority participated in the development of the capital plan and reviewed or approved the plans or projects included within the Capital Budget/Program?

The Capital Budget Program has been reviewed by Passaic Valley Water Commission managementand Board of Commissioners. Ownership of Passaic Valley Water Commission is shared by the Cities of Paterson, Passaic and Clifton. The commissioners representing the three owner-municipalities inform the local governing bodies upon request.

2. Has each capital project/project financing been developed from a specific capital improvements plan or report; does it include full lifecycle costs, and is it consistent with appropriate elements of Master Plans or other plans in the jurisdictions served by the authority?

Capital projects are constantly being developed and evaluated by the Engineering Department based on feasibility studies. The Director of Engineering constantly reviews and reevaluates life-cycle costs according to plan.

3. Has a long-term (10-20 years) infrastructure needs assessment or other capital plan with a horizon beyond six years been prepared?

An ongoing Master Plan has been developed. Various projects are currently in progress. Capital needs are being assessed for the next fifty years.

4. Describe the projected impacts of the proposed capital projects, including impact on the schedule of rates, fees, and service charges and the impact on current and future year's schedules.

Passaic Valley Water Commission hired a rate consultant to complete a Cost of Service study in 2008. The study incorporated vital capital infrastructure repair and maintenance to our system and allocated the costs across ratepayers in an equitable manner. The study recommended streamlining our rate structure andincreasing rates. Same has been approved by the Board of Commissioners. In 2009 the Board commissioned a five-year operating and capital plan which incorporated current and future debt issues and projects minimal rate increases as a result.The five-year plan has been updated in 2011 to reflect current results of operations and capital projects we have been mandated to undertake.

5. Please indicate which capital projects/project financings are being undertaken in the Metropolitan or Suburban Planning Areas as defined in the State Development and Redevelopment Plan.

None

6. Please indicate which capital projects/project financings are being undertaken within the boundary of a State Planning Commission-designated Center and/or Endorsed Plan and if the project was included in the Plan Implementation Agenda for that Center/Endorsed Plan?

None

Add additional sheets if necessary.

2012

AUTHORITY CAPITAL BUDGET (OPERATION)

Passaic Valley Water Commission Authority

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

PROPOSED YEAR'S CAPITAL IMPROVEMENT PLAN

		FUNDING SOURCES			
PROJECTS	ESTIMATED TOTAL COST	UNRESTRICTED NET ASSETS	RENEWAL & REPLACEMENT RESERVE	DEBT AUTHORIZATION	OTHER SOURCES
A	$16,242,000	$3,100,000		$13,142,000	
B					
C					
D					
E					
F					
G					
H					
I					
J					
K					
L					
M					
N					
TOTAL	$16,242,000	$3,100,000		$13,142,000	

2012

AUTHORITY CAPITAL PROGRAM (OPERATION)

Passaic Valley Water Commission Authority

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

5 YEAR CAPITAL IMPROVEMENT PLAN COSTS

PROJECTS	ESTIMATED TOTAL COST	2012	2013	2014	2015	2016
A	$124,406,000	$16,242,000	$32,116,000	$31,380,000	$15,061,000	$29,607,000
B						
C						
D						
E						
F						
G						
H						
I						
J						
K						
L						
M						
N						
TOTAL	$124,406,000	$16,242,000	$32,116,000	$31,380,000	$15,061,000	$29,607,000

2012

AUTHORITY CAPITAL PROGRAM (OPERATION)

Passaic Valley Water Commission Authority

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

5 YEAR CAPITAL PLAN FUNDING SOURCES: From 2012 to 2016

		FUNDING SOURCES			
PROJECTS	ESTIMATED TOTAL COST	UNRESTRICTED NET ASSETS	RENEWAL & REPLACEMENT RESERVE	DEBT AUTHORIZATION	OTHER SOURCES
A	$124,406,000	$16,500,000		$107,906,000	
B					
C					
D					
E					
F					
G					
H					
I					
J					
K					
L					
M					
N					
TOTAL	$124,406,000	$16,500,000		$107,906,000	

2012

Passaic Valley Water Commission

(Name)

AUTHORITY

SUPPLEMENTAL SCHEDULES

STATE OF NEW JERSEY

DIVISION OF LOCAL GOVERNMENT SERVICES

2012

AUTHORITY BUDGET

(OPERATION)

SUPPLEMENTAL SCHEDULES

Passaic Valley Water Commission Authority

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

==== OPERATING REVENUES ====

----SERVICE CHARGES----	CROSS REF.	# UNITS	2012 PROPOSED ANNUAL COLLECTION	# UNITS	2011 CURRENT YEAR'S ADOPTED BUDGET
RESIDENTIAL					
BUSINESS/COMMERCIAL					
INDUSTRIAL					
INTERGOVERNMENTAL					
METERED SERVICE CHARGES			$48,816,995	64147	$47,881,288
TOTAL SERVICE CHARGES	**A-1**		$48,816,995	64147	$47,881,288

----CONNECTION FEES----	CROSS REF.	# UNITS	2012 PROPOSED ANNUAL COLLECTION	# UNITS	2011 CURRENT YEAR'S ADOPTED BUDGET
RESIDENTIAL					
BUSINESS/COMMERCIAL					
INDUSTRIAL					
INTERGOVERNMENTAL					
OTHER					
TOTAL CONNECTION FEES	**A-2**				

* INCLUDE ALL APPLICABLE RATE SCHEDULES TO SUPPORT SUCH FEES

2012

AUTHORITY BUDGET
SUPPLEMENTAL SCHEDULES

(OPERATION)

Passaic Valley Water Commission Authority

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

==== OPERATING REVENUES ====

----PARKING FEES----		CROSS REF.		# UNITS	2012 PROPOSED ANNUAL COLLECTION		# UNITS	2011 CURRENT YEAR'S ADOPTED BUDGET	
METERS	*		*			*			*
PERMITS	*		*			*			*
FINES/PENALTIES	*		*			*			*
OTHER	*		*			*			*
TOTAL PARKING FEES	*	**A-3**	*			*			*

---OTHER OPERATING REVENUES---		CROSS REF.			2012 PROPOSED ANNUAL COLLECTION			2011 CURRENT YEAR'S ADOPTED BUDGET	
LIST IN DETAIL:									
Service Agreements (Bulk)	*		*		$24,357,631	*	22	$24,052,422	*
Fines/Penalties	*		*		$336,000	*		$327,000	*
Fireline Service	*		*		$4,488,170	*	1478	$4,007,987	*
Other Services/Repairs	*		*		$4,767,716	*		$4,462,860	*
	*		*			*			*
TOTAL OTHER REVENUES	*	**A-4**	*		$33,949,517	*		$32,850,269	*

* INCLUDE ALL APPLICABLE RATE SCHEDULES TO SUPPORT SUCH FEES

2012

AUTHORITY BUDGET
SUPPLEMENTAL SCHEDULES (OPERATION)

Passaic Valley Water Commission Authority

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

==== NON-OPERATING REVENUES ====

----GRANTS &---- ----ENTITLEMENTS----	CROSS REF.	2012 PROPOSED BUDGET	2011 CURRENT YEAR'S ADOPTED BUDGET
LIST IN DETAIL:			
TOTAL GRANTS & ENT.	A-5		

---LOCAL SUBSIDIES--- ---& DONATIONS---	CROSS REF.	2012 PROPOSED BUDGET	2011 CURRENT YEAR'S ADOPTED BUDGET
LIST IN DETAIL:			
TOTAL SUB. & DONATIONS	A-6		

2012

AUTHORITY BUDGET (OPERATION)

SUPPLEMENTAL SCHEDULES

Passaic Valley Water Commission Authority

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

==== NON-OPERATING REVENUES ====

---INTEREST ON INVESTMENTS--- ---AND DEPOSITS---	CROSS REF.	2012 PROPOSED BUDGET	2011 CURRENT YEAR'S ADOPTED BUDGET
INVESTMENTS		$150,000	$250,000
SECURITY DEPOSITS			
PENALTIES			
OTHER INVESTMENTS			
TOTAL INTEREST ON INVESTMENTS & DEPOSITS	**A-7**	$150,000	$250,000

---OTHER NON-OPERATING REVENUES---	CROSS REF.	2012 PROPOSED BUDGET	2011 CURRENT YEAR'S ADOPTED BUDGET
LIST IN DETAIL:			
TOTAL OTHER REVENUES	**A-8**		

2012

AUTHORITY BUDGET

(OPERATION)

SUPPLEMENTAL SCHEDULES

Passaic Valley Water Commission Authority

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

==== NON-OPERATING APPROPRIATIONS ====

----RENEWAL &---- ----REPLACEMENT RESERVE(S)----	CROSS REF.	2012 PROPOSED BUDGET	2011 CURRENT YEAR'S ADOPTED BUDGET
LIST IN DETAIL:			
TOTAL RENEWAL & REPLACEMENT RESERVE(S)	C-1		

---OTHER RESERVES---	CROSS REF.	2012 PROPOSED BUDGET	2011 CURRENT YEAR'S ADOPTED BUDGET
LIST IN DETAIL:			
TOTAL OTHER RESERVES	C-2		

2012

AUTHORITY BUDGET

(OPERATION)

SUPPLEMENTAL SCHEDULES

Passaic Valley Water Commission Authority

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

==== BUDGETED DEBT SERVICE REQUIREMENTS ====

---PRINCIPAL PAYMENTS---

	CROSS REF.	2012 PROPOSED BUDGET	2011 CURRENT YEAR'S ADOPTED BUDGET
AUTHORITY NOTES	P-1		
AUTHORITY BONDS	P-2	$8,065,094	$7,850,149
CAPITAL LEASES	P-3	$62,290	$60,476
INTERGOVERN. LOANS	P-4		
OTHER OBLIGATIONS	P-5		
TOTAL PRINCIPAL PAYMENTS	**D-1**	$8,127,384	$7,910,625

---INTEREST PAYMENTS---

	CROSS REF.	2012 PROPOSED BUDGET	2011 CURRENT YEAR'S ADOPTED BUDGET
AUTHORITY NOTES	I-1		
AUTHORITY BONDS	I-2	$7,105,417	$7,254,392
CAPITAL LEASES	I-3		
INTERGOVERN. LOANS	I-4		
OTHER OBLIGATIONS	I-5		
TOTAL INTEREST PAYMENTS	**D-2**	$7,105,417	$7,254,392

2012

AUTHORITY BUDGET (OPERATION)

SUPPLEMENTAL SCHEDULES

Passaic Valley Water Commission Authority

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

5 YEAR DEBT SERVICE SCHEDULE

PRINCIPAL PAYMENTS	Prior Year 2011	2012	2013	2014	2015	2016
--AUTHORITY NOTES--						
Additional debt approved						
TOTAL PAYMENTS P-1						
--AUTHORITY BONDS--						
Per 12/31/10 audit	$7,872,755	$8,065,094	$9,310,395	$9,669,696	$9,809,982	$9,570,125
Additional debt approved						
TOTAL PAYMENTS P-2	$7,872,755	$8,065,094	$9,310,395	$9,669,696	$9,809,982	$9,570,125
--AUTHORITY CAPITAL LEASES--						
Lodi	$60,476	$62,290	$64,159	$66,084	$68,066	$70,108
TOTAL PAYMENTS P-3	$60,476	$62,290	$64,159	$66,084	$68,066	$70,108
--AUTHORITY INTERGOVERNMENTAL LOANS--						
TOTAL PAYMENTS P-4						
--AUTHORITY OBLIGATIONS (LIST):--						
TOTAL PAYMENTS P-5						
TOTAL PRINCIPAL DEBT PAYMENTS SS-6	$7,933,231	$8,127,384	$9,374,554	$9,735,780	$9,878,048	$9,640,233

2012

AUTHORITY BUDGET (OPERATION)

SUPPLEMENTAL SCHEDULES

Passaic Valley Water Commission Authority

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

5 YEAR DEBT SERVICE SCHEDULE

INTEREST PAYMENTS	Prior Year 2011	2012	2013	2014	2015	2016
--AUTHORITY NOTES--						
Additional debt approved						
TOTAL PAYMENTS I-1						
--AUTHORITY BONDS--						
Per 12/31/09 audit	$7,050,414	$7,105,417	$5,969,407	$5,732,237	$5,478,788	$5,117,815
Additional debt approved						
TOTAL PAYMENTS I-2	$7,050,414	$7,105,417	$5,969,407	$5,732,237	$5,478,788	$5,117,815
--AUTHORITY CAPITAL LEASES--						
TOTAL PAYMENTS I-3						
--AUTHORITY INTERGOVERNMENTAL LOANS--						
TOTAL PAYMENTS I-4						
--AUTHORITY OBLIGATIONS (LIST):--						
TOTAL PAYMENTS I-5						
TOTAL INTEREST DEBT PAYMENTS SS-6	$7,050,414	$7,105,417	$5,969,407	$5,732,237	$5,478,788	$5,117,815

Passaic Valley Water Commission Authority

AUTHORITY BUDGET SUPPLEMENTAL SCHEDULES (OPERATION)

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

(1)	PY UNRESTRICTED NET ASSETS	PY AUDIT		$8,362,118
	ADJUSTMENTS DURING CURRENT YEAR			
	(a) EST. NET INCOME OR (LOSS) ON CURRENT YEAR'S RESULTS OF OPERATIONS (Include unbudgeted use of unrestricted net assets)		4,272,876	
	(b) ADJUSTMENTS: OTHER (Attach list):			
(2)	SUBTOTAL - ADJUSTMENTS	(ADD AMOUNTS ON LINES a-b)		4,272,876
(3)	ADD LINES 1 AND 2			12,634,994
	CURRENT YEAR ESTIMATED CHANGES IN RESTRICTIONS (attach documentation)		INC./(DEC.)	
	(c) DEBT SERVICE			
	(d) MAINTENANCE RESERVE			
	(e) OPERATING REQUIREMENT			
	(f) OTHER LEGAL RESERVATIONS			
(4)	SUB-TOTAL - RESTRICTIONS	(ADD AMOUNTS ON LINES c-f)		
	DESIGNATIONS (attach documentation)			
	(g) NON-OPERATING IMPROVEMENTS & REPAIRS (CB-4&5)			
	(h) CONTRIBUTION TO RATE STABLIZATION PLAN (#)			
	(i) OTHER BOARD DESIGNATION			
	(j) ADJUSTMENTS /OTHER (Attach list):			
(5)	SUBTOTAL - DESIGNATIONS	(ADD AMOUNTS ON LINES g-i)		
(6)	ADD LINES 4 and 5			
(7)	UNRESTRICTED NET ASSETS AVAILABLE FOR USE IN PROPOSED BUDGET	(SUBTRACT LINE 6 FROM LINE 3)		12,634,994
	PROPOSED UTILIZATION OF AVAILABLE UNRESTRICTED NET ASSETS			
(8)	AS REVENUE IN ANNUAL BUDGET (PAGE 6, LINE R-3b)			
(9)	FOR CURRENT YEAR CAPITAL BUDGET (PAGE CB-3)		3,100,000	
(10)	SUBTOTAL - U/R NET ASSETS UTILIZED	(ADD AMOUNTS ON LINES 8-9)		3,100,000
(11)	MAXIMUM ALLOWABLE FOR APPROPRIATION TO MUNICIPALITY/COUNTY (Budget Item B-2 times 5%)	$3,512,232		
(12)	AS APPROPRIATED TO MUNICIPALITY/COUNTY (PAGE 6, LINE R-3a)			
(13)	TOTAL UNRESTRICTED/UNDESIGNATED NET ASSETS	(SUBTRACT LINES 10 AND 12 FROM LINE 7)		$9,534,994

(973) 340-4307 / (973) 340-7567
Phone # (extension) / Fax#

CERTIFIED BY: [signature]
EXECUTIVE DIRECTOR

(#) Explain in detail in the Budget Message

DATE: 12/29/11

PASSAIC VALLEY WATER COMMISSION

CAPITAL IMPROVEMENT PLAN (2012 to 2016)

PROJECT	DESCRIPTION	ESTIMATED COST (2011 Dollars)	2011	2012	2013	2014	2015	2016	Total
	Inflat Adjustm'ts (3%) to Yr of Const/Purchase		1.000	1.030	1.061	1.093	1.126	1.159	
Recurring Construction, Vehicles, & Equipment									
Cleaning and Lining	Annual C&L	$ 2,500,000	$ 2,500,000	$ 2,575,000	$ 2,652,000	$ 2,732,000	$ 2,814,000	$ 2,898,000	$ 16,171,000
Main Replacement	Annual Main Replacements	$ 1,500,000	$ 1,500,000	$ 1,545,000	$ 1,591,000	$ 1,639,000	$ 1,688,000	$ 1,739,000	$ 9,702,000
Valve Replacement	ANNUAL (includes plant)	$ 500,000	$ 500,000	$ 515,000	$ 530,000	$ 546,000	$ 563,000	$ 580,000	$ 3,234,000
Meter Replacement	Annual Meter replacement Program	$ 100,000	$ 100,000	$ 103,000	$ 106,000	$ 109,000	$ 113,000	$ 550,000	$ 1,081,000
Plant/Distribution	Misc. Upgrades	$ 600,000	$ 600,000	$ 618,000	$ 637,000	$ 656,000	$ 675,000	$ 696,000	$ 3,882,000
Vehicles/Equipment	Trucks, Cars, Backhoes, etc.	$ 1,800,000	$ 90,000	$ 750,000	$ 250,000	$ 350,000	$ 350,000	$ 250,000	$ 2,040,000
Subtotal Recurring Construction, Vehicles, & Equipment		**$ 7,000,000**	**$ 5,290,000**	**$ 6,106,000**	**$ 5,766,000**	**$ 6,032,000**	**$ 6,203,000**	**$ 6,713,000**	$ 36,110,000
Discrete Projects									
Source of Supply									
Dam Improvements									
Point View Bridge	Rehabilitate Supports/Replace Deck	$ 1,500,000		$ 773,000	$ 796,000				
Point View	Raise/fix	$ 1,000,000	$ 1,000,000						$ 1,000,000
Beatties	Masonry repairs	$ 182,000	$ 182,000						$ 182,000
New Street	Seismic reinforcement of Dam	$ 750,000			$ 398,000	$ 410,000			$ 808,000
Kearny Multiples	Rehabilitate River Crossing Connections	INCLUDED IN MAIN REPLACEMENT ABOVE							
Secondary Wanaque Line	Install backup line for Wanaque feed	$ 850,000			$ 902,000				$ 902,000
Wanaque Suction Line	Replace 48-inch Main	$ 800,000				$ 874,000			$ 874,000
Intake Improvements	Head Gate Boom	$ 800,000			$ 424,000	$ 437,000			$ 861,000
Subtotal Source of Supply Improvements		$ 5,882,000	$ 1,182,000	$ 773,000	$ 2,520,000	$ 1,721,000	$ -	$ -	$ 6,196,000

PASSAIC VALLEY WATER COMMISSION

CAPITAL IMPROVEMENT PLAN (2012 to 2016)

PROJECT	DESCRIPTION	ESTIMATED COST (2011 Dollars)	2011	2012	2013	2014	2015	2016	Total
Production & Pumping									
Great Notch Residuals	Regrade/Cap Residuals	$ 663,000	$ 663,000						$ 663,000
Main Pump Station Discharge Valves	Replace Disch V's-Main Pumps	$ 400,000				$ 219,000	$ 225,000		$ 444,000
Ozone System Upgrade	Ambient Air Vaporizers	$ 500,000		$ 258,000	$ 265,000				$ 523,000
Rehabilitate Chemical Systems	PACL, Sulfuric Acid, & Sodium Hydroxide	$ 600,000		$ 206,000	$ 212,000	$ 219,000			$ 637,000
Residual Pumps	Add Moyno pumps	$ 150,000		$ 155,000					$ 155,000
pH/Alk Adjust'mt for Wanaque Water	Chemical feed Facilities	$ 500,000			$ 265,000	$ 273,000			$ 538,000
MCC Pump Drives	New VFDs for 4 pumps	$ 1,000,000				$ 546,000	$ 563,000		$ 1,109,000
Hydro-Turbine Generators	Refurbish & Re-Align 4 Turbine Generators	$ 500,000		$ 258,000	$ 265,000				$ 523,000
Residuals Treatment	Study & Full Scale Pilot	$ 500,000			$ 265,000	$ 273,000			$ 538,000
	Residuals Handling Improvements	$ 5,000,000			$ 2,652,000	$ 2,732,000			$ 5,384,000
Main Pumping Station	Hydro. Gen. #1, 2, 3 Woodward 505 Governors	$ 1,000,000					$ 1,126,000		$ 1,126,000
Filter Valve Actuators	Repair/Replace Valve Actuators	$ 200,000		$ 206,000					
Filter Underdrain Replacement	Replace Filter Underdrains	$ 1,500,000	$ 500,000	$ 515,000	$ 530,000				$ 1,545,000
Subtotal Production & Pumping Improvements		**$ 12,513,000**	**$ 1,163,000**	**$ 1,598,000**	**$ 4,454,000**	**$ 4,262,000**	**$ 1,914,000**	**$ -**	$ 13,391,000

PASSAIC VALLEY WATER COMMISSION

CAPITAL IMPROVEMENT PLAN (2012 to 2016)

PROJECT	DESCRIPTION	ESTIMATED COST (2011 Dollars)	2011	2012	2013	2014	2015	2016	Total
Distribution									
Lodi Phases 2 and 3	Install ~ 6,000 lf of new 12" main	$ 900,000				$ 983,000			$ 983,000
Notch Road in Clifton	12-inch Main Replacement	$ 800,000	$ 800,000						$ 800,000
New Paterson (HillCrest) Main	Install ~ 7,000 lf of new 12" main and eliminate Granite Ave tank	$ 1,700,000			$ 1,804,000				$ 1,804,000
Valve Replacement	Van Houten	$ 50,000		$ 52,000					$ 52,000
	Clifton Ave	$ 50,000		$ 52,000					$ 52,000
	Factory St.	$ 50,000				$ 55,000			$ 55,000
Open Finished Water Reservoirs	Storage Improvement Project								
	Conceptual Design								$ -
	Consulting Fees - Design, Mgt, Legal	$ 12,000,000		$ 1,373,000	$ 1,415,000	$ 1,457,000	$ 3,377,000		$ 7,622,000
	Levine Reservoir	$ 12,500,000			$ 3,315,000	$ 6,830,000	$ 3,517,000		$ 13,662,000
	New Street Reservoir	$ 34,300,000						$ 9,941,000	$ 9,941,000
	Great Notch Reservoir	$ 42,000,000							$ -
	Back-up Power at LFWTP (10,000 KW, N+2)	$ 8,000,000			$ 4,244,000	$ 4,371,000			$ 8,615,000
	Back-up Power at Remote Pump Stations	$ 1,000,000			$ 530,000	$ 546,000			
	New Verona Tank	$ 3,000,000			$ 1,591,000	$ 1,639,000			$ 3,230,000
North Arlington	12-inch Main Extension	$ 800,000	$ 800,000						$ 800,000
Prospect Park	Tank Replacement	$ 800,000		$ 412,000	$ 424,000				$ 836,000
Riverdale Pumping Station	Replace 2 pumps, upgrade electrical	$ 80,000						$ 93,000	$ 93,000
Lodi Tank	Repair and Repaint	$ 750,000			$ 398,000	$ 410,000			$ 808,000
Paterson Eastside	2,200 feet of 16-inch main	$ 600,000							$ -
PVWC/United Interconnection	Upgrade interconnection in Lodi	$ 2,000,000						$ 2,319,000	$ 2,319,000
Great Falls Arch Bridge	Repair & Re-Paint the Arch Bridge	$ 250,000		$ 258,000					
Remote PS Upgrade Progam	Major Overhaul of Equipment, and Structures	$ 18,000,000						$ 10,433,000	$ 10,433,000
Subtotal Distribution Improvements		$ 139,630,000	$ 1,600,000	$ 2,147,000	$ 13,721,000	$ 16,291,000	$ 6,894,000	$ 22,786,000	$ 63,439,000

PASSAIC VALLEY WATER COMMISSION

CAPITAL IMPROVEMENT PLAN (2012 to 2016)

PROJECT	DESCRIPTION	ESTIMATED COST (2011 Dollars)	2011	2012	2013	2014	2015	2016	Total
Plant & General Structures									
Prefab Metal Building	Lockers at the Plant	$ 29,000		$ 30,000					
Roof & Windows	Main Pumping Station	$ 1,300,000			$ 690,000	$ 710,000			$ 1,400,000
Clifton Admin Bldg	Admin Bldg -1St & 2nd Floor Windows	$ 90,000		$ 93,000	$ 265,000				$ 358,000
	Admin Bldg - 2nd Floor Renovation	$ 250,000		$ 129,000	$ 133,000				$ 262,000
WTP Admin Upgrades	Upgrade Offices and Storage, HVAC	$ 200,000		$ 103,000					$ 103,000
Elect System Upgrades	Miscellaneous Reliability Enhancements	$ 200,000			$ 106,000	$ 109,000			$ 215,000
Boiler House & Retaining Wall	Structural Stabilization	$ 150,000			$ 159,000				$ 159,000
Great Falls Pump Station	Slate Roof Replacement	$ 40,000			$ 42,000				$ 42,000
Great Falls (Joe Heshing Bldg)	Roof framing and roof replacement	$ 50,000						$ 58,000	$ 58,000
Fencing	Point View	$ 250,000		$ 50,000	$ 50,000	$ 50,000	$ 50,000	$ 50,000	$ 250,000
Fencing	New Street & Levine	$ 100,000		$ 20,000	$ 20,000	$ 20,000			$ 60,000
Totowa Pumps	3 New Totowa Pumps	$ 100,000		$ 103,000					$ 103,000
Subtotal Plant & General Structures		$ 2,730,000	$ -	$ 498,000	$ 1,465,000	$ 889,000	$ 50,000	$ 108,000	$ 3,010,000
Instrumentation, Controls and Information Technologies									
Distribution SCADA	Distribution System Instrumentation	$ 3,000,000		$ 1,545,000	$ 1,500,000				$ 3,045,000
WTP SCADA	WTP System Upgrade	$ 2,500,000		$ 1,288,000	$ 1,250,000				$ 2,538,000
Commercial IT Systems Upgrade	IT Software	$ 1,425,000		$ 734,000	$ 756,000				$ 1,490,000
	GPS & Security	$ 500,000		$ 515,000					
	Telephone System Upgrade	$ 435,000		$ 448,000					$ 448,000
	Radio Meter Read Monthly Accnts	$ 80,000		$ 41,000	$ 42,000				$ 83,000
Engineering Systems	Digital Mapping & GIS Ass'mt & Replac'mt Copier	$ 250,000		$ 129,000	$ 133,000				$ 262,000
	Security Consultant/Vulnerability Imp	$ 200,000		$ 100,000	$ 106,000				$ 206,000
Laboratory/Water Quality Systems	Automatic Inorganic Chemistry Syst	$ 80,000			$ 85,000				$ 85,000
	IC	$ 60,000		$ 62,000					$ 62,000
	Two GC's	$ 100,000		$ 103,000					$ 103,000
	GCMS	$ 150,000		$ 155,000					$ 155,000
	ICP/MS or ICP	$ 300,000			$ 318,000				$ 318,000
Production & Pumping Systems	Venturi Transmitters - Replace Wells	$ 50,000							$ -
Main Pumping Station	Hydraulic Switchboard Rehabilitation	$ 2,000,000				$ 2,185,000			$ 2,185,000
Subtotal Instrumentation, Controls and Information Technologies		$ 11,130,000	$ -	$ 5,120,000	$ 4,190,000	$ 2,185,000	$ -	$ -	$ 11,495,000
	TOTAL	$ 178,885,000	$ 9,235,000	$ 16,242,000	$ 32,116,000	$ 31,380,000	$ 15,061,000	$ 29,607,000	$ 133,641,000