

2010 FINAL
AMENDED
BUDGET



State of New Jersey

DEPARTMENT OF COMMUNITY AFFAIRS
101 SOUTH BROAD STREET
PO Box 803
TRENTON, NJ 08625-0803



LORI GRIFA
Acting Commissioner

CHRIS CHRISTIE
Governor

KIM GUADAGNO
Lt. Governor

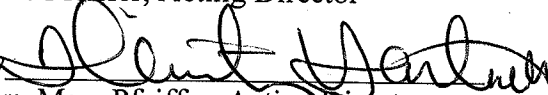
STATE OF NEW JERSEY
DEPARTMENT OF COMMUNITY AFFAIRS
DIVISION OF LOCAL GOVERNMENT SERVICES
BUREAU OF AUTHORITY REGULATION
TRENTON, N.J.

CERTIFICATION OF AMENDED BUDGET

RAHWAY VALLEY SEWERAGE AUTHORITY

It is hereby certified that the amendment attached hereto complies with the requirements of law, and approval is given pursuant to N.J.A.C. 5:31-2.8.

Department of Community Affairs
Division of Local Government Services
Marc Pfeiffer, Acting Director

By 
For: Marc Pfeiffer, Acting Director

Date 5/11/10

MP: ch
Attachment



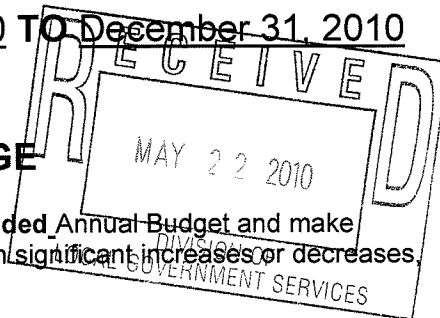
BUDGET MESSAGE 2010

Rahway Valley Sewerage Authority
(Name)

AUTHORITY BUDGET

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

BUDGET MESSAGE



1. Complete a brief statement on the **2010** proposed **Amended Annual Budget** and make comparison to the current year's adopted budget. Explain significant increases or decreases, if any.

Anticipated revenues for the Year 2010 are \$22,570 million as compared to \$26.521 million in the prior year, a decrease of \$3,951 million. \$22,315 million (98.9%) of Year 2010 revenues represent assessments to member municipalities. The Year 2010 Amended Budget benefited from: (a) the utilization of \$4,355.5 million of Unreserved retained earnings as compared to the \$2 million in the Year 2009; (b) lower operating expenses; and, (c) lower debt service payment requirements. Page SS-9 provides details of the major components of the \$4,355.5 million. Budgeted operating costs of \$14.142.5 million in the Year 2010 are \$1,254.5 million less (8.15%) than the Year 2009. Debt service payment requirements in the Year 2010 budget of \$12.783 million are \$341 thousand less (2.60%) than the Year 2009.

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.

Assessments to eleven member municipalities for the Year 2010 amount to \$22,315 million as compared to \$26.125 million in the prior year, a decrease of \$3,810 million (14.58%). This decrease is attributable to lower budgeted operating expenses and debt service payment requirements in the Year 2010 as compared to the Year 2009 and the utilization of additional unreserved retained earnings in the Year 2010 Budget as compared to the prior year.

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 status of the local economy is comparable to general economic conditions in the northeast section of our country. The proposed budget is not influenced in a significant manner by the status of the local economy.

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.

The utilization of the \$4,355.5 million of unreserved retained earnings (URE) in the Year 2010 budget contributed to rate stabilization. A substantial portion of the \$4,355.5 million URE relates to expected operating cost savings in the Year 2009 resulting from start-up delays in a major plant improvement.

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

Not applicable

2010

9/2010

AUTHORITY BUDGET

Wastewater Treatment Facility
(OPERATION)

Rahway Valley Sewerage Authority

Amended -FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

---ANTICIPATED REVENUES---

OPERATING REVENUES -----	CROSS REF. -----	2010 PROPOSED BUDGET -----	2009 CURRENT YEAR'S ADOPTED BUDGET -----
SERVICE CHARGES	* A-1 *	\$22,315,000 *	\$26,125,000 *
CONNECTION FEES	* A-2 *	\$4,000 *	\$4,000 *
PARKING FEES	* A-3 *	*	*
OTHER OPERATING REVENUES	* A-4 *	\$210,000 *	\$217,000 *
TOTAL OPERATING REVENUES	* R-1 *	\$22,529,000 *	\$26,346,000 *

NON-OPERATING REVENUES -----	CROSS REF. -----	2010 PROPOSED BUDGET -----	2009 CURRENT YEAR'S ADOPTED BUDGET -----
OPERATING GRANTS & ENTITLEMENTS	* A-5 *	None *	None *
LOCAL SUBSIDIES & DONATIONS	* A-6 *	None *	None *
INTEREST ON INVESTMENTS AND DEPOSIT	* A-7 *	\$41,000 *	\$175,000 *
OTHER NON-OPERATING REVENUES	* A-8 *	None *	None *
TOTAL NON-OPERATING REVENUES	* R-2 *	\$41,000 *	\$175,000 *

TOTAL ANTICIPATED REVENUES (R-1 + R-2)	* B-1 *	\$22,570,000 *	\$26,521,000 *
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2010

4/19/2010

AUTHORITY BUDGET

Wastewater Treatment Facility
(OPERATION)

Rahway Valley Sewerage Authority

Amended -FISCAL YEAR: FROM _January 1, 2010 TO December 31, 2010

---BUDGETED APPROPRIATIONS---

--OPERATING APPROPRIATIONS--

----- ADMINISTRATION -----	CROSS REF. -----	2010 PROPOSED BUDGET -----	2009 CURRENT YEAR'S ADOPTED BUDGET -----
SALARY & WAGES	* *	\$1,238,000 *	\$1,178,000 *
FRINGE BENEFITS	* *	\$657,000 *	\$571,300 *
OTHER EXPENSES	* *	\$1,580,500 *	\$1,567,700 *
TOTAL ADMINISTRATION	* E-1 *	\$3,475,500 *	\$3,317,000 *

----- COST OF PROVIDING SERVICES -----	CROSS REF. -----	2010 PROPOSED BUDGET -----	2009 CURRENT YEAR'S ADOPTED BUDGET -----
SALARY & WAGES	* *	\$3,282,000 *	\$3,507,000 *
FRINGE BENEFITS	* *	\$1,303,000 *	\$1,323,500 *
OTHER EXPENSES	* *	\$6,082,000 *	\$7,249,500 *
TOTAL COST OF PROVIDING SERVICES	* E-2 *	\$10,667,000 *	\$12,080,000 *

TOTAL PRINCIPAL PAYMENTS ON DEBT SERVICE IN LIEU OF DEPRECIATION	* D-1 *	\$9,536,355 *	\$9,539,280 *
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TOTAL OPERATING APPROPRIATIONS (E-1 + E-2 + D-1)	* B-2 *	\$23,678,855 *	\$24,936,280 *
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2010

4/19/2010

AUTHORITY BUDGET

**Wastewater Treatment Facility
(OPERATION)**

Rahway Valley Sewerage Authority

Amended -FISCAL YEAR: FROM _January 1, 2010 TO December 31, 2010

---BUDGETED APPROPRIATIONS---

--NON-OPERATING APPROPRIATIONS--

				2010 PROPOSED BUDGET		2009 CURRENT YEAR'S ADOPTED BUDGET	
	CROSS REF.			-----		-----	
TOTAL INTEREST PAYMENTS ON DEBT	*	D-2	*	\$3,246,645	*	\$3,584,720	*
OPERATIONS & MAINTENANCE RESERVE	*		*		*		*
RENEWAL & REPLACEMENT RESERVE(S)	*	C-1	*	None	*	None	*
MUNICIPALITY/COUNTY APPROPRIATION	*		*		*		*
OTHER RESERVES	*	C-2	*	None	*	None	*
TOTAL NON-OPERATING APPROPRIATIONS	*	B-3	*	\$3,246,645	*	\$3,584,720	*
ACCUMULATED DEFICIT	*	B-4	*		*		*
TOTAL OPERATING & NON-OPERATING APPROPRIATIONS & ACCUMULATED DEFICIT (B-2 + B-3 + B-4)	*	B-5	*	\$26,925,500	*	\$28,521,000	*
UNRESTRICTED NET ASSETS UTILIZED:							
MUNICIPALITY/COUNTY APPROPRIATION	*	R-3a	*		*		*
OTHER	*	R-3b	*		*		*
LESS: TOTAL UNRESTRICTED NET ASSETS UTILIZED (R-3a + R-3b)	*	R-3	*	\$4,355,500	*	\$2,000,000	*
NET TOTAL APPROPRIATIONS (B-5 - R-3)	*	B-6	*	\$22,570,000	*	\$26,521,000	*

AUTHORITY BUDGET
SUPPLEMENTAL SCHEDULES

Rahway Valley Sewerage Authority

Amended -FISCAL YEAR: FROM _January 1, 2010 TO December 31, 2010

==== OPERATING REVENUES ====

---SERVICE CHARGES---	CROSS REF.	# UNITS	2010	# UNITS	2009
			PROPOSED ANNUAL COLLECTION		CURRENT YEAR'S ADOPTED BUDGET
RESIDENTIAL	*	*		*	*
BUSINESS/COMMERCIAL	*	*	Billed to eleven municipalities See attached schedule for assessments to municipalities	*	Billed to eleven municipalities See attached schedule for assessments to municipalities
INDUSTRIAL	*	*		*	
INTERGOVERNMENTAL	*	*		*	
OTHER	*	*		*	
TOTAL SERVICE CHARGES	* A-1 *			\$22,315,000	

---CONNECTION FEES---	CROSS REF.	# UNITS	2010	# UNITS	2009
			PROPOSED ANNUAL COLLECTION		CURRENT YEAR'S ADOPTED BUDGET
RESIDENTIAL	*	*		*	*
BUSINESS/COMMERCIAL	*	*		*	*
INDUSTRIAL	*	*		*	*
INTERGOVERNMENTAL	*	*		*	*
OTHER (all inclusive)	*	*	\$4,000	*	\$4,000
TOTAL CONNECTION FEES	* A-2 *		\$4,000	*	\$4,000

* INCLUDE ALL APPLICABLE RATE SCHEDULES TO SUPPORT SUCH FEES

2010 AMENDED BUDGET

4/19/2010

2010

RAHWAY VALLEY SEWERAGE AUTHORITY
FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

Supplemental Schedule - Service Charges

Page SS -1

Allocations to Municipalities

<u>Municipality</u>	<u>2010</u>	<u>2009</u>
Clark	\$ 3,302,060	\$ 4,223,273
Cranford	1,521,947	1,570,397
Garwood	570,333	785,889
Kenilworth	1,240,440	1,504,898
Mountainside	876,926	1,017,212
Rahway	2,642,359	3,269,714
Roselle Park	524,731	585,457
Scotch Plains	1,545,725	1,742,051
Springfield	1,841,638	2,224,415
Westfield	3,159,809	3,588,447
Woodbridge	5,089,032	5,613,247
	<u>\$ 22,315,000</u>	<u>\$ 26,125,000</u>

Note - Assessments, *for the most part*, are based on each municipality's contribution to the system attributable to Flow, BOD and Suspended Solids based on a forward moving average of the data for a five-year period.

RESOLUTION #10-24

***RESOLUTION TO AMEND THE 2010 BUDGET
FISCAL YEAR: FROM JANUARY 1, 2010 TO DECEMBER 31, 2010***

WHEREAS, Rahway Valley Sewerage Authority's (Authority) 2010 Total (Annual and Capital Budgets) Budget for the Fiscal Year beginning on January 1, 2010 and ending on December 31, 2010 was introduced and approved on the 17th of December, 2009 and adopted on the 21st of January, 2010; and

WHEREAS, the Authority's Board desires to amend the original **Annual Budget** for the Year 2010 to reflect Total Revenues of \$22,570,000, Total Appropriations including any Accumulated Deficit, if any, of \$26,925,500 and Total Unreserved Net Assets of \$4,355,500.

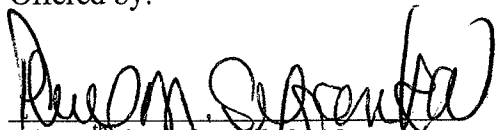
NOW, THEREFORE BE IT RESOVLED by the Commissioners of the Rahway Valley Sewerage Authority that the original \$23,440,000 "Assessments to Member Municipalities" for the Year 2010 be changed to \$22,315,000, the original "Operating Expenses" of \$14,642,500 for the Year 2010 be changed to \$14,142,500 and the original "Funds provided by Unreserved Retained Earnings" of \$3,730,500 for the Year 2010 be changed to \$4,355,500; and

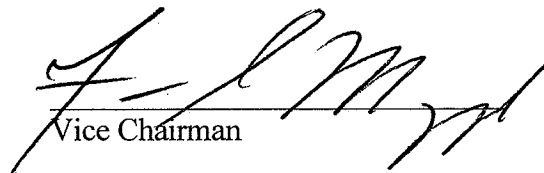
BE IT FURTHER RESOLVED that said amendment must be approved by the State of New Jersey, Department of Community Affairs, Division of Local Government Services (Division of Local Government Services) prior to it taking effect; and

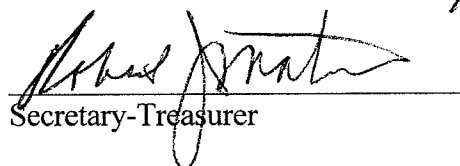
BE IT FURTHER RESOLVED that upon said approval by the State of NJ, that the budget reduction will be reflected in the second 2010 Assessment to the Authority Member Municipalities, which is due and payable by the Member Municipalities on July 1, 2010; and

BE IT FURTHER RESOLVED that two (2) certified copies of this resolution along with the amended information of the Authority's 2010 Amended Annual Budget shall be filed forthwith with the Director of the Division of Local Government Services for the certification of the 2010 Authority Budget as so amended.

Offered by:


this 15th day of April, 2010


Vice Chairman


Secretary-Treasurer

RESOLUTION #10-24 (Cont'd.)
RESOLUTION TO AMEND THE 2010 BUDGET

Member	Recorded Vote			
	Aye	Nay	Abstain	Absent
Clark	X			
Cranford	X			
Garwood	X			
Kenilworth	X			
Mountainside	X			
Rahway	X			
Roselle Park	X			
Scotch Plains				X
Springfield	X			
Westfield	X			
Woodbridge				X

CERTIFICATION

I, Joanne Grimes, Secretary to the Board of the Rahway Valley Sewerage Authority, do hereby certify that this is a true copy of Resolution #10-25 adopted by the Authority Commissioners at a regular meeting held on April 15, 2010.



Joanne Grimes, Notary Public
 State of New Jersey

My Commissioner Expires Jan. 6, 2014



2010

Rahway Valley Sewerage Authority

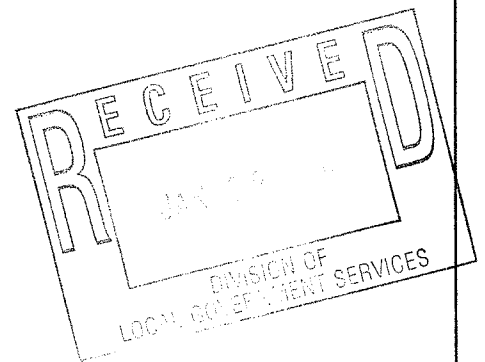
Authority Budget

Department Of



Community
Affairs

LOCAL GOVT SERVICES
2010 JAN -7 P 3:05
RECEIVED



Division of Local Government Services

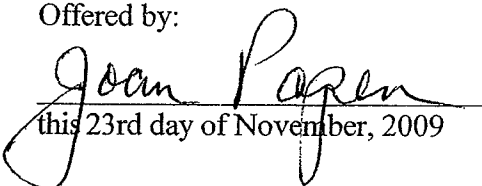
RESOLUTION #09-93

WHEREAS, the Rahway Valley Sewerage Authority will not be able to approve the Year 2010 budget for submission to Trenton until after its meeting scheduled for November 23, 2009; and

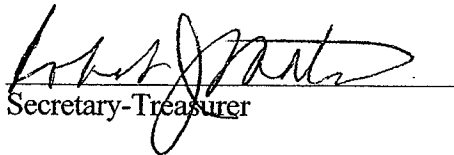
WHEREAS, the State of New Jersey, Department of Community Affairs, Division of Local Government Services, requires that a budget be filed with them by November 1st of each year.

NOW, THEREFORE, BE IT RESOLVED that the Rahway Valley Sewerage Authority hereby requests a postponement of the submission of its 2010 Budget from November 1, 2009, to as soon as possible thereafter.

Offered by:


this 23rd day of November, 2009


Chairman


Secretary-Treasurer

2010

Rahway Valley Sewerage Authority

(Name)

AUTHORITY BUDGET

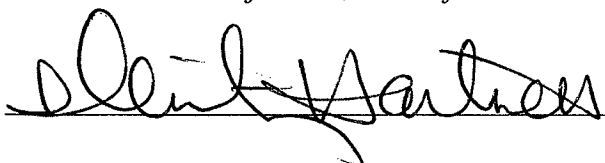
FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

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.

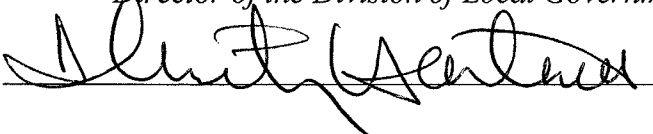
*State of New Jersey
Department of Community Affairs
Director of the Division of Local Government Services*

By:  Date: 1/20/10

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: 2/24/10

2010 PREPARER'S CERTIFICATION

Rahway Valley Sewerage Authority

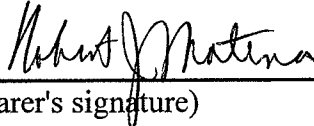
(Name)

AUTHORITY BUDGET

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

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)

Robert J. Materna

(Print Name)

Secretary-Treasurer

(Title)

1050 East Hazelwood Avenue

(Address)

Rahway, NJ 07065

(City, State, Zip Code)

732-388-0868 x 216 / 732-382-0774

(Phone number) (ext) (Fax number)

robertmaterna@rahwayvalleysa.com

(Email Address)

2010 APPROVAL CERTIFICATION

Rahway Valley Sewerage Authority

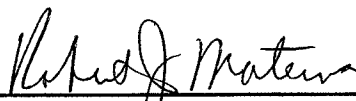
(Name)

AUTHORITY BUDGET

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

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 Rahway Valley Sewerage Authority, at an open public meeting held pursuant to N.J.A.C. 5:31-2.3, on the 17th day of December, 2009.

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)

Robert J. Materna

(Print Name)

Secretary-Treasurer

(Title)

1050 East Hazelwood Avenue

(Address)

Rahway, NJ 07065

(City, State, Zip Code)

732-388-0868 x 216 / 732-382-0774

(Phone number) (ext) (Fax number)

robertmaterna@rahwayvalleysa.com

(Email Address)

AUTHORITY INFORMATION SHEET

2010

Please complete the following information regarding this Authority:

Name of Authority:	Rahway Valley Sewerage Authority		
Address:	1050 East Hazelwood Avenue		
City, State, Zip:	Rahway	NJ	07065
Phone: (ext.)	732-388-0868 x 216	Fax:	732-382-0774

Preparer's Name:	Robert J. Materna		
Preparer's Address:	1050 East Hazelwood Avenue		
City, State, Zip:	Rahway	NJ	07065
Phone: (ext.)	732-388-0868 x 216	Fax:	732-382-0774

Chief Executive Officer:	Michael J. Brinker, Jr.		
Phone: (ext.)	732-388-0868 x 215	Fax:	732-382-0774
E-mail:	michaelbrinker@rahwayvalleysa.com		

Chief Financial Officer:	Robert J. Materna		
Phone: (ext.)	732-388-0868 x 216	Fax:	732-382-0774
E-mail:	robertmaterna@rahwayvalleysa.com		

Name of Auditor:	Robert Butvilla		
Name of Firm:	Suplee, Clooney & Company		
Address:	308 East Broad Street		
City, State, Zip:	Westfield	NJ	07090
Phone: (ext.)	908-789-9300	Fax:	908-789-8535
E-mail:	Butvilla@aol.com		

Membership of Board of Commissioners (Full Name)	Title
Robert G. Luban / Frank G. Mazzarella	Chairman / Vice Chairman
Maria A. Abram Stephen D. Greet James J. Murphy	Commissioners
Allen Chin Richard LoForte Paul M. Sefranka	Commissioners
Rene Dierkes Joan Papen Attilio S. Venturo	Commissioners

2010 Authority Budget Resolution
Rahway Valley Sewerage Authority

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

WHEREAS, the Annual Budget and Capital Budget for the Rahway Valley Sewerage Authority ("Authority") for the fiscal year beginning January 1, 2010 and ending December 31, 2010 has been presented before the governing body of the Rahway Valley Sewerage Authority at its open public meeting of December 17, 2009; and

WHEREAS, the Annual Budget as introduced reflects Total Revenues of \$23,695,000.00, Total Appropriations including any Accumulated Deficit if any, of \$27,425,500.00 and Total Unrestricted Net Assets utilized of \$3,730,500.00; and

WHEREAS, the Capital Budget as introduced reflects Total Capital Appropriations of \$5,000,000.00 and Total Unrestricted Net Assets planned to be utilized as funding thereof, of \$- ; and

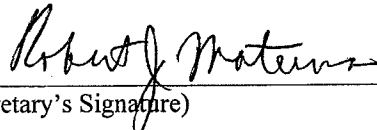
WHEREAS, the schedule of rates, fees and other charges in effect will produce sufficient revenues, together with all other anticipated revenues to satisfy all obligations to the holders of bonds of the Authority, to meet operating expenses, capital outlays, debt service requirements, and to provide for such reserves, all as may be required by law, regulations 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 Rahway Valley Sewerage Authority, at an open public meeting held on December 17, 2009, that the Annual Budget, including appended Supplemental Schedules, and the Capital Budget/Program of the Rahway Valley Sewerage Authority for the fiscal year beginning January 1, 2010 and ending December 31, 2010 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 Rahway Valley Sewerage Authority will consider the Annual Budget and Capital Budget/Program for adoption upon receipt of the approved copy from the State of New Jersey Dept. of Community Affairs.



 (Secretary's Signature)

December 17, 2009
 (Date)

Governing Body Member:	Aye	Recorded Vote		
		Nay	Abstain	Absent
Clark		X		
Cranford	X			
Garwood	X			
Kenilworth	X			
Mountainside	X			
Rahway		X		
Roselle Park	X			
Scotch Plains	X			
Springfield			X	
Westfield	X			
Woodbridge				X

RESOLUTION #09-104

RAHWAY VALLEY SEWERAGE AUTHORITY
FISCAL YEAR: From January 1, 2010 To December 31, 2010

WHEREAS, the Annual Budget and Capital Budget for the Rahway Valley Sewerage Authority ("Authority") for the fiscal year beginning January 1, 2010 and ending December 31, 2010 has been presented before the governing body of the Rahway Valley Sewerage Authority at its open public meeting of December 17, 2009; and

WHEREAS, the Annual Budget as introduced reflects Total Revenues of \$23,695,000.00, Total Appropriations including any Accumulated Deficit if any, of \$27,425,500.00 and Total Unrestricted Net Assets utilized of \$3,730,500.00; and

WHEREAS, the Capital Budget as introduced reflects Total Capital Appropriations of \$5,000,000.00 and Total Unrestricted Net Assets planned to be utilized as funding thereof, of \$ - ; 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, regulations or terms of contracts and agreements; and

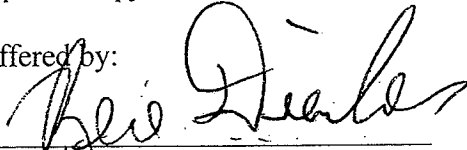
WHEREAS, the Capital Budget/Program, pursuant to N.J.A.C. 5:31-2, does not confer any authorization to raise or expend funds; rather it is a document to be used as part of the said Authority's planning and management objectives. Specific authorization to expend funds for the purposes described in this 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 Rahway Valley Sewerage Authority, at an open public meeting held on December 17, 2009, that the Annual Budget, including appended Supplemental Schedules, and the Capital Budget/Program of the Rahway Valley Sewerage Authority for the fiscal year beginning January 1, 2010 and ending December 31, 2010 is hereby approved; and

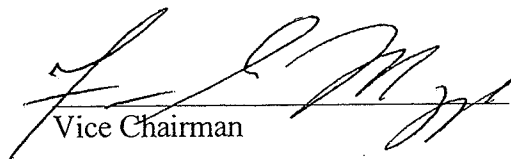
BE IT FURTHER RESOLVED, that the anticipated revenues as reflected in the Annual Budget are of sufficient amount to meet all proposed expenditures/expenses and all covenants, terms and provisions as stipulated in the said Authority's outstanding debt obligations, capital lease arrangements, service contracts,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

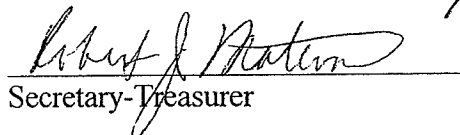
BE IT FURTHER RESOLVED, that the governing body of the Rahway Valley Sewerage Authority will consider the Annual Budget and Capital Budget/Program for adoption upon receipt of the approved copy from the State of New Jersey Dept. of Community Affairs.

Offered by:



this 17th day of December, 2009


Vice Chairman


Secretary-Treasurer

LOCAL GOVT SERVICES

2010 JAN 23 0955

RESOLVED

BUDGET MESSAGE 2010

Rahway Valley Sewerage Authority

AUTHORITY BUDGET

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

1. *Complete a brief statement on the Rahway Valley Sewerage Authority 2010 proposed Annual Budget and make comparison to the current year's adopted budget. Explain significant increases or decreases, if any.*

Anticipated revenues for the Year 2010 are \$23.695 million as compared to \$26.521 million in the prior year, a decrease of \$2.826 million. \$23.440 million (98.9%) of Year 2010 revenues represent assessments to member municipalities. The Year 2010 Budget benefited from: (a) the utilization of \$3.730.5 million of Unreserved retained earnings as compared to the \$2 million in the Year 2009; (b) lower operating expenses; and, (c) lower debt service payment requirements. Page SS-9 provides details of the major components of the \$3.730.5 million. Budgeted operating costs of \$14.642.5 million in the Year 2010 are \$754.5 thousand less (4.90%) than the Year 2009. Debt service payment requirements in the Year 2010 budget of \$12.783 million are \$341 thousand less (2.60%) than the Year 2009.

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.*

Assessments to eleven member municipalities for the Year 2010 amount to \$23.440 million as compared to \$26.125 million in the prior year, a decrease of \$2.685 million (10.28%). This decrease is attributable to lower budgeted operating expenses and debt service payment requirements in the Year 2010 as compared to the Year 2009 and the utilization of additional unreserved retained earnings in the Year 2010 Budget as compared to the prior year.

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 status of the local economy is comparable to general economic conditions in the northeast section of our country. The proposed budget is not influenced in a significant manner by the status of the local economy.

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.*

The utilization of the \$3.730.5 million of unreserved retained earnings (URE) in the Year 2010 budget contributed to rate stabilization. A substantial portion of the \$3.730.5 million URE relates to expected operating cost savings in the Year 2009 resulting from start-up delays in a major plant improvement.

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

Not applicable

2010

AUTHORITY BUDGET

Wastewater Treatment Facility
(OPERATION)

Rahway Valley Sewerage Authority

FISCAL YEAR: FROM _January 1, 2010 TO December 31, 2010

---ANTICIPATED REVENUES---

OPERATING REVENUES -----	CROSS REF. -----	2010 PROPOSED BUDGET -----	2009 CURRENT YEAR'S ADOPTED BUDGET -----
SERVICE CHARGES	* A-1 *	\$23,440,000 *	\$26,125,000 *
CONNECTION FEES	* A-2 *	\$4,000 *	\$4,000 *
PARKING FEES	* A-3 *		
OTHER OPERATING REVENUES	* A-4 *	\$210,000 *	\$217,000 *
TOTAL OPERATING REVENUES	* R-1 *	\$23,654,000 *	\$26,346,000 *
NON-OPERATING REVENUES -----	CROSS REF. -----	2010 PROPOSED BUDGET -----	2009 CURRENT YEAR'S ADOPTED BUDGET -----
OPERATING GRANTS & ENTITLEMENTS	* A-5 *	None *	None *
LOCAL SUBSIDIES & DONATIONS	* A-6 *	None *	None *
INTEREST ON INVESTMENTS AND DEPOSIT	* A-7 *	\$41,000 *	\$175,000 *
OTHER NON-OPERATING REVENUES	* A-8 *	None *	None *
TOTAL NON-OPERATING REVENUES	* R-2 *	\$41,000 *	\$175,000 *
TOTAL ANTICIPATED REVENUES (R-1 + R-2)	* B-1 *	\$23,695,000 *	\$26,521,000 *

2010

AUTHORITY BUDGET

Wastewater Treatment Facility
(OPERATION)

Rahway Valley Sewerage Authority

FISCAL YEAR: FROM _January 1, 2010 TO December 31, 2010

---BUDGETED APPROPRIATIONS---

--OPERATING APPROPRIATIONS--

ADMINISTRATION -----	CROSS REF. -----	2010 PROPOSED BUDGET -----	2009 CURRENT YEAR'S ADOPTED BUDGET -----
SALARY & WAGES	* * *	\$1,238,000 *	\$1,178,000 *
FRINGE BENEFITS	* * *	\$652,000 *	\$571,300 *
OTHER EXPENSES	* * *	\$1,580,500 *	\$1,567,700 *
TOTAL ADMINISTRATION	* E-1 *	\$3,470,500 *	\$3,317,000 *
COST OF PROVIDING SERVICES -----	CROSS REF. -----	2010 PROPOSED BUDGET -----	2009 CURRENT YEAR'S ADOPTED BUDGET -----
SALARY & WAGES	* * *	\$3,342,000 *	\$3,507,000 *
FRINGE BENEFITS	* * *	\$1,318,000 *	\$1,323,500 *
OTHER EXPENSES	* * *	\$6,512,000 *	\$7,249,500 *
TOTAL COST OF PROVIDING SERVICES	* E-2 *	\$11,172,000 *	\$12,080,000 *
TOTAL PRINCIPAL PAYMENTS ON DEBT SERVICE IN LIEU OF DEPRECIATION	* D-1 *	\$9,536,355 *	\$9,539,280 *
TOTAL OPERATING APPROPRIATIONS (E-1 + E-2 + D-1)	* B-2 *	\$24,178,855 *	\$24,936,280 *

2010

AUTHORITY BUDGET

Wastewater Treatment Facility
(OPERATION)

Rahway Valley Sewerage Authority

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

---BUDGETED APPROPRIATIONS---

---NON-OPERATING APPROPRIATIONS---

				2010 PROPOSED BUDGET		2009 CURRENT YEAR'S ADOPTED BUDGET	
	CROSS REF.			-----		-----	
TOTAL INTEREST PAYMENTS ON DEBT	*	D-2	*	\$3,246,645	*	\$3,584,720	*
OPERATIONS & MAINTENANCE RESERVE	*		*		*		*
RENEWAL & REPLACEMENT RESERVE(S)	*	C-1	*	None	*	None	*
MUNICIPALITY/COUNTY APPROPRIATION	*		*		*		*
OTHER RESERVES	*	C-2	*	None	*	None	*
TOTAL NON-OPERATING APPROPRIATIONS	*	B-3	*	\$3,246,645	*	\$3,584,720	*
ACCUMULATED DEFICIT	*	B-4	*		*		*
TOTAL OPERATING & NON-OPERATING APPROPRIATIONS & ACCUMULATED DEFICIT (B-2 + B-3 + B-4)	*	B-5	*	\$27,425,500	*	\$28,521,000	*
UNRESTRICTED NET ASSETS UTILIZED:							
MUNICIPALITY/COUNTY APPROPRIATION	*	R-3a	*		*		*
OTHER	*	R-3b	*		*		*
LESS: TOTAL UNRESTRICTED NET ASSETS UTILIZED (R-3a + R-3b)	*	R-3	*	\$3,730,500	*	\$2,000,000	*
NET TOTAL APPROPRIATIONS (B-5 - R-3)	*	B-6	*	\$23,695,000	*	\$26,521,000	*

2010 ADOPTION CERTIFICATION

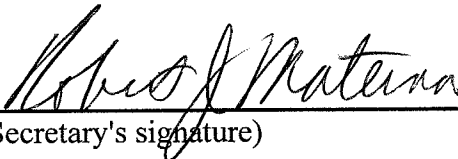
Rahway Valley Sewerage Authority

(Name)

AUTHORITY BUDGET

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

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 Rahway Valley Sewerage Authority, pursuant to N.J.A.C. 5:31-2.3, on the 21st day of, January, 2010.



(Secretary's signature)

Robert J. Materna

(Print Name)

Secretary-Treasurer

(Title)

1050 East Hazelwood Avenue

(Address)

Rahway, NJ 07065

(City, State, Zip Code)

732-388-0868 x 216 / 732-382-0774

(Phone number) (ext) (Fax number)

robertmaterna@rahwayvalleysa.com

(Email Address)

2010 ADOPTED BUDGET RESOLUTION

Rahway Valley Sewerage Authority

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

WHEREAS, the Annual Budget and Capital Budget/Program for the Rahway Valley Sewerage Authority for the fiscal year beginning January 1, 2010 and ending, December 31, 2010 has been presented for adoption before the governing body of the Rahway Valley Sewerage Authority at its open public meeting of January 21, 2010; and

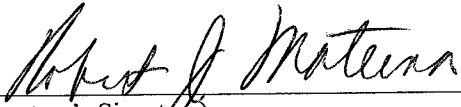
WHEREAS, the Annual Budget and Capital Budget as presented for adoption reflects each item of revenue and appropriation in the same amount and title as set forth in the introduced and approved budget, including all amendments thereto, if any, which have been approved by the Director of the Division of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

WHEREAS, the Annual Budget as presented for adoption reflects Total Revenues of \$23,695,000.00, Total Appropriations, including any Accumulated Deficit, if any, of \$27,425,500.00 and Total Unrestricted Net Assets utilized of \$3,730,500.00; and

WHEREAS, the Capital Budget as presented for adoption reflects Total Capital Appropriations of \$5,000,000.00 and Total Unrestricted Net Assets planned to be utilized of \$-; and

NOW, THEREFORE BE IT RESOLVED, by the governing body of Rahway Valley Sewerage Authority, at an open public meeting held on January 21, 2010 that the Annual Budget and Capital Budget/Program of the Rahway Valley Sewerage Authority for the fiscal year beginning, January 1, 2010 and, ending, December 31, 2010 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)

January 26, 2010
 (Date)

Governing Body	Recorded Vote			
Member:	Aye	Nay	Abstain	Absent
Clark		X		
Cranford	X			
Garwood	X			
Kenilworth	X			
Mountainside	X			
Rahway				X
Roselle Park	X			
Scotch Plains	X			
Springfield		X		
Westfield	X			
Woodbridge			X	

RESOLUTION #10-07
2010 ADOPTED BUDGET RESOLUTION
Rahway Valley Sewerage Authority
FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

WHEREAS, the Annual Budget and Capital Budget/Program for the Rahway Valley Sewerage Authority for the fiscal year beginning January 1, 2010 and ending, December 31, 2010 has been presented for adoption before the governing body of the Rahway Valley Sewerage Authority at its open public meeting of January 21, 2010; 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

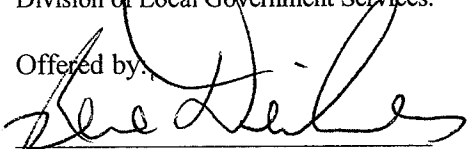
WHEREAS, the Annual Budget as presented for adoption reflects Total Revenues of \$23,695,000.00, Total Appropriations, including any Accumulated Deficit, if any, of \$27,425,500.00 and Total Unrestricted Net Assets utilized of \$3,730,500.00; and

WHEREAS, the Capital Budget as presented for adoption reflects Total Capital Appropriations of \$5,000,000.00 and Total Unrestricted Net Assets planned to be utilized of \$ -; and

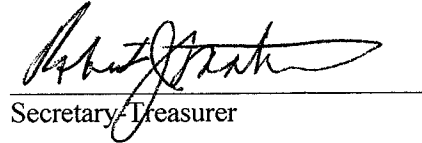
NOW, THEREFORE BE IT RESOLVED, by the governing body of Rahway Valley Sewerage Authority, at an open public meeting held on January 21, 2010 that the Annual Budget and Capital Budget/Program of the Rahway Valley Sewerage Authority for the fiscal year beginning, January 1, 2010 and, ending, December 31, 2010 is hereby adopted and shall constitute appropriations for the purposes stated; and

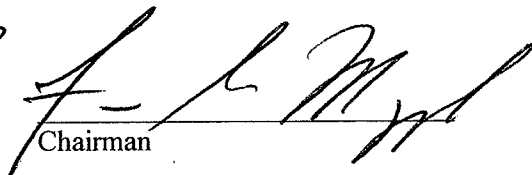
BE IT FURTHER RESOLVED, that the Annual Budget and Capital Budget/Program as presented for adoption reflects each item of revenue and appropriation in the same amount and title as set forth in the introduced and approved budget, including all amendments thereto, if any, which have been approved by the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

Offered by:



this 21st day of January, 2010


 Secretary-Treasurer


 Chairman

Member	Recorded Vote			
	Aye	Nay	Abstain	Absent
Clark			X	
Cranford	X			
Garwood	X			
Kenilworth	X			
Mountainside	X			
Rahway		X		
Roselle Park	X			
Scotch Plains	X			
Springfield			X	
Westfield	X			
Woodbridge				X

2010
RAHWAY
VALLEY
SEWERAGE
AUTHORITY
CAPITAL
BUDGET/
PROGRAM

2010 CERTIFICATION of AUTHORITY CAPITAL BUDGET/PROGRAM

Rahway Valley Sewerage Authority

(Name)

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

[XX] 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 Rahway Valley Sewerage Authority, on the 17th day of December, 2009.

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): _____

Robert J. Materna
(Secretary's signature)

Robert J. Materna
(Print Name)

Secretary-Treasurer
(Title)

1050 East Hazelwood Avenue
(Address)

Rahway, NJ 07065
(City, State, Zip Code)

732-388-0868 x 216 / 732-382-0774
(Phone number) (ext) (Fax number)

robertmaterna@rahwayvalleysa.com
(Email Address)

2010 Capital Budget/Program Message

Rahway Valley Sewerage Authority

(Name)

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

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 Year 2010 Capital Plan has been reviewed by all Commissioners and approved by a majority of the Commissioners representing each member municipality.

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, where applicable, in the jurisdiction served by the authority?**

Each project has been developed from a specific capital improvement plan or report. This plan is not a part of the Master Plans of the individual municipal jurisdictions served by the Authority; however, the improvements are incorporated into an overall plan of the Authority for upgrading its facilities.

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

The Authority has prepared a long-term infrastructure needs assessment (its Comprehensive Strategic Plan (CSP)) that includes the expansion/upgrading of the following facilities: (1) Primary; (2) Filtration; (3) Disinfection; (4) Pumping Stations; and (5) Outfall. *See additional comments on Page CB-3.* The CSP was established by the Authority pursuant to a Judicial Consent Order which sets forth the terms and conditions of a litigation settlement with the NJDEP and a third party concerning permit compliance and combined sewer overflow matters.

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.**

Rates, fees and service charges will be adjusted to fund debt service costs related to the Authority's extensive capital improvement program. The Member Municipalities have been advised of the cost of the CSP and the related financing.

2010 Capital Budget/Program Message (Cont'd.)

Rahway Valley Sewerage Authority

(Name)

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 the Center/Endorsed Plan?

None.

AUTHORITY CAPITAL BUDGET

Rahway Valley Sewerage Authority

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

PROPOSED YEAR'S CAPITAL IMPROVEMENT PLAN

PROJECTS	ESTIMATED TOTAL COST	FUNDING SOURCES			
		UNRESTRICTED NET ASSETS	RENEWAL & REPLACEMENT RESERVE	DEBT AUTHORIZATION	OTHER SOURCES
Improvements required under a Judicial Consent Order(JCO) (Note1)	\$4,750,000			\$4,750,000	
Other projects (Note 2)	\$250,000		\$250,000		
D					
E					
F					
G					
H					
e					
J					
K					
L					
M					
N					
TOTAL	\$5,000,000		\$250,000	\$4,750,000	

Note 1: The Authority is funding these projects from proceeds realized from the sale of Capital Appreciation Bonds in the Year 2005.

Note 2: These projects will be funded by funds available in the Authority's Capital Replacement Fund.

2010

AUTHORITY CAPITAL PROGRAM

Wastewater Treatment Facility
(OPERATION)

Rahway Valley Sewerage Authority

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

5 YEAR CAPITAL IMPROVEMENT PLAN COSTS

PROJECTS	ESTIMATED TOTAL COST	2010	2011	2012	2013	2014
Financed Projects (Note 1)	\$5,000,000	\$4,750,000				
Other Projects	\$650,000	\$250,000	\$100,000	\$100,000	\$100,000	\$100,000
C						
D						
E						
F						
G						
H						
I						
J						
K						
L						
M						
N						
TOTAL	\$5,650,000	\$5,000,000	\$100,000	\$100,000	\$100,000	\$100,000

C
D
E
F
G
H
I
J
K
L
M
N
TOTAL

LOCAL GOVT SERVICES
2010 JAN -7 P 3:05
RECEIVED

Note 1 - See comments on page CB-3.

2010

AUTHORITY CAPITAL PROGRAM

Wastewater Treatment Facility
(OPERATION)

Rahway Valley Sewerage Authority

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

5 YEAR CAPITAL PLAN FUNDING SOURCES: From 2009 to 2012

PROJECTS	ESTIMATED TOTAL COST	-----FUNDING SOURCES-----			
		UNRESTRICTED NET ASSETS	RENEWAL & REPLACEMENT RESERVE	DEBT AUTHORIZATION	OTHER SOURCES
Financed Projects (Note 1)	\$5,000,000			\$4,750,000	
Other Projects	\$650,000		\$650,000		
C					
D					
E					
F					
G					
H					
I					
J					
K					
L					
M					
N					
TOTAL	\$5,650,000		\$650,000	\$4,750,000	

Note 1 - See comments on page CB-3.

2010
RAHWAY VALLEY
SEWERAGE
AUTHORITY

SUPPLEMENTAL SCHEDULES

STATE OF NEW JERSEY

DIVISION OF LOCAL GOVERNMENT SERVICES

2010

Wastewater Treatment Facility

**AUTHORITY BUDGET
SUPPLEMENTAL SCHEDULES**

(OPERATION)

Rahway Valley Sewerage Authority

FISCAL YEAR: FROM _January 1, 2010 TO December 31, 2010

==== OPERATING REVENUES ====

----SERVICE CHARGES----	CROSS REF.	# UNITS	2010 PROPOSED ANNUAL COLLECTION	# UNITS	2009 CURRENT YEAR'S ADOPTED BUDGET
RESIDENTIAL	*	*		*	*
BUSINESS/COMMERCIAL	*	*	Billed to eleven municipalities See attached schedule for assessments to municipalities (Page SS-1-A)	*	Billed to eleven municipalities See attached schedule for assessments to municipalities (Page SS-1-A)
INDUSTRIAL	*	*		*	
INTERGOVERNMENTAL	*	*		*	
OTHER	*	*		*	
TOTAL SERVICE CHARGES	* A-1	*	\$23,440,000	*	\$26,125,000

----CONNECTION FEES----	CROSS REF.	# UNITS	2010 PROPOSED ANNUAL COLLECTION	# UNITS	2009 CURRENT YEAR'S ADOPTED BUDGET
RESIDENTIAL	*	*		*	*
BUSINESS/COMMERCIAL	*	*		*	*
INDUSTRIAL	*	*		*	*
INTERGOVERNMENTAL	*	*		*	*
OTHER (all inclusive)	*	*	\$4,000	*	\$4,000
TOTAL CONNECTION FEES	* A-2	*	\$4,000	*	\$4,000

* INCLUDE ALL APPLICABLE RATE SCHEDULES TO SUPPORT SUCH FEES
PAGE SS-1

2010

RAHWAY VALLEY SEWERAGE AUTHORITY
FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

Supplemental Schedule - Service Charges
Page SS -1
Allocations to Municipalities

<u>Municipality</u>	<u>2010</u>	<u>2009</u>
Clark	\$ 3,478,160	\$ 4,223,273
Cranford	1,592,172	1,570,397
Garwood	602,296	785,889
Kenilworth	1,304,327	1,504,898
Mountainside	920,714	1,017,212
Rahway	2,781,147	3,269,714
Roselle Park	550,256	585,457
Scotch Plains	1,621,625	1,742,051
Springfield	1,936,088	2,224,415
Westfield	3,315,647	3,588,447
Woodbridge	5,337,568	5,613,247
	<u>\$ 23,440,000</u>	<u>\$ 26,125,000</u>

Note - Assessments, *for the most part*, are based on each municipality's contribution to the system attributable to Flow, BOD and Suspended Solids based on a forward moving average of the data for a five-year period.

2010

AUTHORITY BUDGET
SUPPLEMENTAL SCHEDULES

Wastewater Treatment Facility
(OPERATION)

Rahway Valley Sewerage Authority

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

==== OPERATING REVENUES ====

---PARKING FEES---

	CROSS REF.	# UNITS	2010 PROPOSED ANNUAL COLLECTION	# UNITS	2009 CURRENT YEAR'S ADOPTED BUDGET
METERS	*	*		*	*
PERMITS	*	*		*	*
FINES/PENALTIES	*	*		*	*
OTHER	*	*		*	*
TOTAL PARKING FEES	* A-3	*		*	*

---OTHER OPERATING REVENUES---

	CROSS REF.		2010 PROPOSED ANNUAL COLLECTION		2009 CURRENT YEAR'S ADOPTED BUDGET
LIST IN DETAIL:					
Discharge fees	*	*		*	\$10,000 *
Permit fees (Note A)	*	*	\$205,500	*	\$202,500 *
Other	*	*	\$4,500	*	\$4,500 *
	*	*		*	*
	*	*		*	*
TOTAL OTHER REVENUES	* A-4	*	\$210,000	*	\$217,000 *

* INCLUDE ALL APPLICABLE RATE SCHEDULES TO SUPPORT SUCH FEES

NOTE A - A function of costs incurred

2010

Wastewater Treatment Facility
(OPERATION)

AUTHORITY BUDGET
SUPPLEMENTAL SCHEDULES

Rahway Valley Sewerage Authority

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

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

---GRANTS &--- ---ENTITLEMENTS---	CROSS REF.	2010 PROPOSED BUDGET	2009 CURRENT YEAR'S ADOPTED BUDGET
LIST IN DETAIL:			
	*	*	*
	*	*	*
	*	*	*
	*	*	*
TOTAL GRANTS & ENT.	* A-5 *	None	None

---LOCAL SUBSIDIES--- ---& DONATIONS---	CROSS REF.	2010 PROPOSED BUDGET	2009 CURRENT YEAR'S ADOPTED BUDGET
LIST IN DETAIL:			
	*	*	*
	*	*	*
	*	*	*
	*	*	*
TOTAL SUB. & DONATIONS	* A-6 *	None	None

2010

Wastewater Treatment Facility
(OPERATION)

AUTHORITY BUDGET
SUPPLEMENTAL SCHEDULES

Rahway Valley Sewerage Authority

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

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

---INTEREST ON INVESTMENTS---
---AND DEPOSITS---

	CROSS REF.	2010 PROPOSED BUDGET	2009 CURRENT YEAR'S ADOPTED BUDGET
INVESTMENTS	*	\$41,000	\$175,000
SECURITY DEPOSITS	*		
PENALTIES	*		
OTHER INVESTMENTS	*		
TOTAL INTEREST ON INVESTMENTS & DEPOSITS	* A-7 *	\$41,000	\$175,000

---OTHER NON-OPERATING REVENUES---

	CROSS REF.	2010 PROPOSED BUDGET	2009 CURRENT YEAR'S ADOPTED BUDGET
LIST IN DETAIL:	*		
	*		
	*		
	*		
	*		
TOTAL OTHER REVENUES	* A-8 *	None	None

2010

Wastewater Treatment Facility

AUTHORITY BUDGET

(OPERATION)

SUPPLEMENTAL SCHEDULES

Rahway Valley Sewerage Authority

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

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

---RENEWAL &---
---REPLACEMENT RESERVE(S)---

2009
CURRENT YEAR'S
ADOPTED
BUDGET

CROSS
REF.

2010
PROPOSED
BUDGET

LIST IN DETAIL:

*	*	*	*
*	*	*	*
*	*	*	*
*	*	*	*

TOTAL RENEWAL &
REPLACEMENT RESERVE(S)

* C-1 *

None

None

---OTHER RESERVES---

2009
CURRENT YEAR'S
ADOPTED
BUDGET

CROSS
REF.

2010
PROPOSED
BUDGET

LIST IN DETAIL:

*	*	*	*
*	*	*	*
*	*	*	*
*	*	*	*

TOTAL OTHER RESERVES

* C-2 *

None

None

LOCAL GOVT SERVICES
2010 JAN -7 P 3:05
RECEIVED

2010

Wastewater Treatment Facility

**AUTHORITY BUDGET
SUPPLEMENTAL SCHEDULES**

(OPERATION)

Rahway Valley Sewerage Authority

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

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

---PRINCIPAL PAYMENTS---

	CROSS REF.		2010 PROPOSED BUDGET		2009 CURRENT YEAR'S ADOPTED BUDGET
AUTHORITY NOTES	* P-1 *		\$72,222	*	\$72,222 *
AUTHORITY BONDS	* P-2 *		\$9,464,133	*	\$9,467,058 *
CAPITAL LEASES	* P-3 *			*	*
INTERGOVERN. LOANS	* P-4 *			*	*
OTHER OBLIGATIONS	* P-5 *			*	*
TOTAL PRINCIPAL PAYMENTS	* D-1 *		<u>\$9,536,355</u> =====	*	<u>\$9,539,280</u> =====

---INTEREST PAYMENTS---

	CROSS REF.		2010 PROPOSED BUDGET		2009 CURRENT YEAR'S ADOPTED BUDGET
AUTHORITY NOTES	* I-1 *		\$3,246,645	*	*
AUTHORITY BONDS	* I-2 *			*	\$3,584,720 *
CAPITAL LEASES	* I-3 *			*	*
INTERGOVERN. LOANS	* I-4 *			*	*
OTHER OBLIGATIONS	* I-5 *			*	*
TOTAL INTEREST PAYMENTS	* D-2 *		<u>\$3,246,645</u> =====	*	<u>\$3,584,720</u> =====

2010

Wastewater Treatment Facility

AUTHORITY BUDGET

(OPERATION)

SUPPLEMENTAL SCHEDULES

Rahway Valley Sewerage Authority

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

5 YEAR DEBT SERVICE SCHEDULE (Note A)

PRINCIPAL PAYMENTS	YEARS					
	Prior Year 2009	2010	2011	2012	2013	2014
--AUTHORITY NOTES--						
*	\$72,222	\$72,222	\$72,222	\$72,222	\$72,222	\$72,222
*						
*						
*						
TOTAL PAYMENTS P-1	\$72,222	\$72,222	\$72,222	\$72,222	\$72,222	\$72,222
--AUTHORITY BONDS--						
*	\$9,467,058	\$9,464,133	\$9,672,027	\$9,891,945	\$10,129,709	\$10,370,094
*						
*						
TOTAL PAYMENTS P-2	\$9,467,058	\$9,464,133	\$9,672,027	\$9,891,945	\$10,129,709	\$10,370,094
--AUTHORITY CAPITAL LEASES--						
*						
*						
*						
TOTAL PAYMENTS P-3						
--AUTHORITY INTERGOVERNMENTAL LOANS--						
*						
*						
*						
TOTAL PAYMENTS P-4						
--AUTHORITY OBLIGATIONS (LIST)--						
*						
*						
*						
TOTAL PAYMENTS P-5						
TOTAL PRINCIPAL DEBT PAYMENTS SS-6	\$9,539,280	\$9,536,355	\$9,744,249	\$9,964,167	\$10,201,931	\$10,442,316

Note A - A substantial portion of the Authority's debt obligations relate to financing under the New Jersey Environmental Infrastructure (NJEIT) loan program and Capital Appreciation Bonds.

2010

Wastewater Treatment Facility
(OPERATION)

AUTHORITY BUDGET

SUPPLEMENTAL SCHEDULES

Rahway Valley Sewerage Authority

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

5 YEAR DEBT SERVICE SCHEDULE (Note A)

INTEREST PAYMENTS	YEARS					
	Prior Year 2009	2010	2011	2012	2013	2014
--AUTHORITY NOTES--						
Principally NJEIT Obligations *	\$3,584,720 *	\$3,246,645 *	\$3,827,566 *	\$3,595,675 *	\$3,351,985 *	\$3,112,088 *
	*	*	*	*	*	*
	*	*	*	*	*	*
	*	*	*	*	*	*
TOTAL PAYMENTS I-1 *	\$3,584,720 *	\$3,246,645 *	\$3,827,566 *	\$3,595,675 *	\$3,351,985 *	\$3,112,088 *
--AUTHORITY BONDS--						
	*	*	*	*	*	*
	*	*	*	*	*	*
	*	*	*	*	*	*
TOTAL PAYMENTS I-2 *	*	*	*	*	*	*
--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 *	\$3,584,720 *	\$3,246,645 *	\$3,827,566 *	\$3,595,675 *	\$3,351,985 *	\$3,112,088 *

Note A - See comment on page SS-7.

Rahway Valley Sewerage Authority

Wastewater Treatment Facility
(OPERATION)

AUTHORITY BUDGET
SUPPLEMENTAL SCHEDULES

FISCAL YEAR: FROM January 1, 2010 TO December 31, 2010

(1) PY UNRESTRICTED NET ASSETS (net of the \$2 million used to fund the Yr 09 bgt)	PY AUDIT	*	\$1,112,878	*
<i>Reference is made to Note(8) in the Authority's Year 2008 Audited Financial Statements</i>				
ADJUSTMENTS DURING CURRENT YEAR				
(a) EST. NET INCOME OR (LOSS) ON CURRENT YEAR'S RESULTS OF OPERATIONS (Include unbudgeted use of unrestricted net assets)	*	*		*
(b) ADJUSTMENTS: OTHER (Attach list):	*	*		*
(2) SUBTOTAL - ADJUSTMENTS	(ADD AMOUNTS ON LINES a-b)	*		*
(3) ADD LINES 1 AND 2			1,112,878	*

CURRENT YEAR ESTIMATED CHANGES IN RESTRICTIONS
(attach documentation)

(c) DEBT SERVICE	*	INC./(DEC.)	*	
(d) MAINTENANCE RESERVE	*		*	
(e) OPERATING REQUIREMENT... Adjust to = 25% of Yr 2010 Operating Expense Budget	*	(337,502)	*	
(f) OTHER LEGAL RESERVATIONS	*		*	
(4) SUB-TOTAL - RESTRICTIONS	(ADD AMOUNTS ON LINES c-f)	*	(337,502)	*

DESIGNATIONS (attach documentation)

(g) NON-OPERATING IMPROVEMENTS & REPAIRS (CB-4&5)	*		*	
(h) CONTRIBUTION TO RATE STABILIZATION PLAN (#)	*		*	
(i) OTHER BOARD DESIGNATION	*		*	
(j) ADJUSTMENTS /OTHER (Attach list): See List below	*		*	
Yr 2009 Est Net Operating Expense Savings(Budget vs Actual)	*	(2,221,000)	*	
Capital Replacement Fund transfer- Copy of Resolution attached	*	(1,000,000)	*	
(5) SUBTOTAL - DESIGNATIONS	(ADD AMOUNTS ON LINES g-i)	*	(3,221,000)	*

(6) ADD LINES 4 and 5			(3,558,502)	*
(7) UNRESTRICTED NET ASSETS AVAILABLE FOR USE IN PROPOSED BUDGET	(SUBTRACT LINE 6 FROM LINE 3)		4,671,380	*

PROPOSED UTILIZATION OF AVAILABLE UNRESTRICTED NET ASSETS

(8) AS REVENUE IN ANNUAL BUDGET (PAGE 6, LINE R-3b)	*	3,730,500	*	
(9) FOR CURRENT YEAR CAPITAL BUDGET (PAGE CB-3)	*		*	
(10) SUBTOTAL - U/R NET ASSETS UTILIZED	(ADD AMOUNTS ON LINES 8-9)	*	3,730,500	*

(11) MAXIMUM ALLOWABLE FOR APPROPRIATION TO MUNICIPALITY/COUNTY
(Budget Item B-2 times 5%) \$1,208,943

(12) AS APPROPRIATED TO MUNICIPALITY/COUNTY (PAGE 6, LINE R-3a) *

(13) TOTAL UNRESTRICTED/UNDESIGNATED NET ASSETS \$940,880*

(SUBTRACT LINES 10 AND 12 FROM LINE 7)

Phone # (extension) / Fax#

CERTIFIED BY: *Robert J. Materna*
EXECUTIVE DIRECTOR MICHAEL BRINKER
SECRETARY/TREASURER - ROBERT J. MATERNA

DATE: *1/6/09*

(#) Explain in detail in the Budget Message... See arrows above.

Components of (4 J) above:

- Yr 2009 Est. Operation Expense Savings (Budget vs Actual) attributable principally to start-up delays in major plant improvements - \$2,221,000
- Board Resolution to Reduce Capital Replacement Fund - \$1,000,000
- Reduction of Operating Reserve Requirement - \$337,502
(attributable to the reduction of the Year 2010 Operating Budget as compared to the prior year)
Additional Reduction of Unrestricted Fund Balance - \$ 171,998

Components of (8) above:

- Components of 4 J above (\$ 2,221,000 + 1,000,000 + 337,502 = \$ 3,558,502)
- Reduction of Unrestricted Fund Balance at 12/31/08 - \$ 171,998