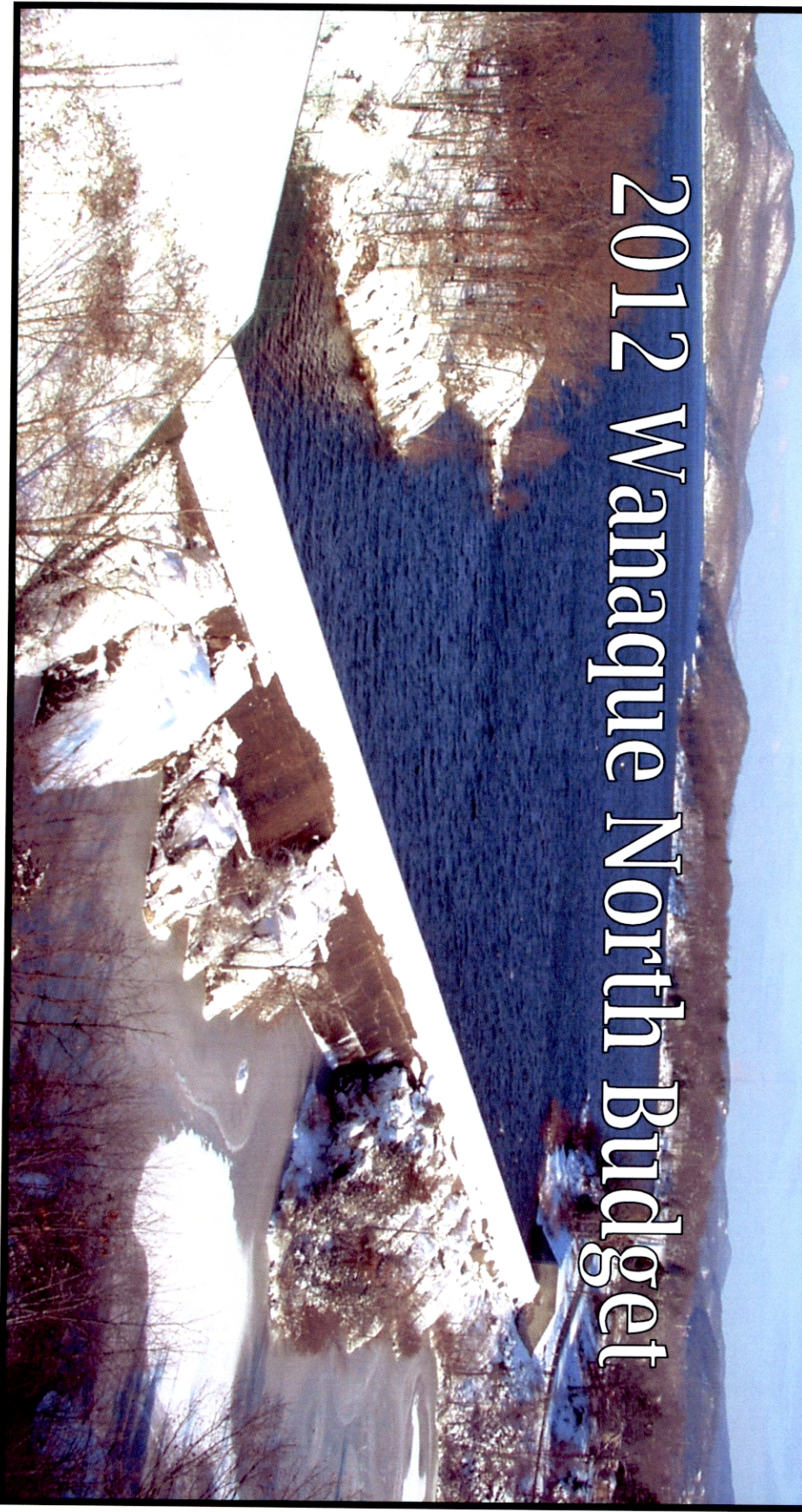


North Jersey District Water Supply Commission

2012 Wanauque North Budget



**NORTH JERSEY DISTRICT WATER SUPPLY COMMISSION
WANAQUE NORTH PROJECT
2012 BUDGET HIGHLIGHTS**

The North Jersey District Water Supply Commission is pleased to announce the proposed 2012 budget appropriation of \$38.2 million. This represents a decrease of 3.36% (\$1,327,751) from the 2011 budget.

The Commission has prepared the 2012 budgets with careful consideration to the current economic challenges that our participating municipalities continue to face. The Commission has systemically reviewed all departments in an effort to either hold or reduce budgetary expenses. By finding even more efficiencies and synergies, the Commission has been able to provide a better quality product without an increase in total appropriations since 2010.

Reflected on page 2 of the budget document, the Departmental Appropriations for the 2012 budget is \$14.2 million. Reductions in Salary & Wages as well as Purchases of Equipment represent the largest factors in a Year on Year decrease of 13.67%.

The slight increase in Non-Departmental items, as reflected on page 3, is driven by increases in Pension contributions as well as increases in the cost of Chemicals and Fuel.

It is the opinion of the Commission that the 2012 Spending Plan is sufficient to meet the Operating, Capital and Debt Service as reflected in the Budget. The funding for the appropriations has been estimated and reflected on page 4 of the Budget. It is anticipated that the net assessments as shown on Page 7 along with application of miscellaneous items of revenue will be sufficient to fund the 2012 Spending Plan.

As a provider of a commodity, the projected costs can be transferred to the number of units of product. The unit of measure is stated as cost per million gallons of water daily (MGD). As presented, the budgeted cost per million gallons (MG) for the North Project municipalities will be \$782.27, compared to 2011 budget of \$806.02. This is a \$23.75 savings per MGD for the City of Newark, Passaic Valley Water Commission (representing Paterson, Passaic and Clifton), Kearny, Montclair, Bloomfield and Glen Ridge.

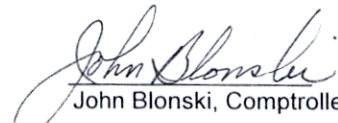
**NORTH JERSEY DISTRICT WATER SUPPLY COMMISSION
WANAQUE NORTH PROJECT
BUDGET OVERVIEW**

	2010 APPROPRIATION	2010 ACTUAL	2011 APPROPRIATION	Increase (Decrease)	2012 APPROPRIATION	%
SOURCE OF REVENUE						
MUNICIPAL ASSESSMENT	\$26,318,986	\$26,318,989	26,020,096	\$ 0	\$ 26,020,096	0.00%
SURPLUS / (DEFICIT) APPLIED	(576,714)	(2,159,110)	838,749	(838,749)	-	-100.00%
INCOME AND OTHER TRANSFERS	\$13,832,113	12,243,864	\$12,715,541	(\$489,005)	\$ 12,226,536	-3.85%
TOTAL REVENUES	\$39,574,386	\$36,403,744	39,574,385	\$ (1,327,753)	\$ 38,246,633	-3.36%
APPROPRIATIONS						
OPERATING	\$34,828,714	\$31,506,132	\$34,123,424	(\$1,337,624)	\$32,785,800	-3.92%
CAPITAL	797,738	949,677	1,151,558	10,745	1,162,303	0.93%
DEBT SERVICE	3,947,933	3,947,934	4,299,404	(873)	4,298,531	-0.02%
TOTAL ANNUAL APPROPRIATIONS	\$39,574,385	\$36,403,743	\$39,574,386	(\$1,327,752)	\$38,246,633	-3.36%

BOARD OF COMMISSIONERS

Carmen A. Orechio, Chairman
Charles P. Shotmeyer
Brenda C. Sherman
Joseph Tempesta Jr.

SUBMITTED:


John Blonski, Comptroller
November 30, 2011

**NORTH JERSEY DISTRICT WATER SUPPLY COMMISSION
WANAQUE NORTH PROJECT
BUDGET SUMMARY REPORT**

APPROPRIATION SUMMARY	2010 APPROPRIATION	2010 ACTUAL	2011 APPROPRIATION	Increase (Decrease)	2012 APPROPRIATION	%
APPROPRIATIONS						
Regular	\$11,677,977	\$ 11,316,203	\$11,881,898	\$ (2,054,148)	\$ 9,827,750	-17.29%
Over Time	272,123	\$ 185,588	205,302	(52)	205,250	-0.03%
1 Total Salaries & Wages	\$11,950,100	\$ 11,501,791	\$12,087,200	\$ (2,054,200)	\$ 10,033,000	-16.99%
2 Materials & Supplies	350,265	332,069	355,500	(25,875)	329,625	-7.28%
3 Services Contractual	2,560,250	2,417,957	2,708,200	(214,000)	2,494,200	-7.90%
4 Repairs & Maintenance	978,300	841,707	849,850	181,800	1,031,650	21.39%
5 Purchases of Equipment	329,800	244,187	317,075	(148,400)	168,675	-46.80%
6 Miscellaneous	115,500	97,779	117,350	14,300	131,650	12.19%
TOTAL DEPARTMENTAL EXPENSES	\$16,284,215	\$ 15,435,491	\$16,435,175	\$ (2,246,375)	\$ 14,188,800	-13.67%

**NORTH JERSEY DISTRICT WATER SUPPLY COMMISSION
WANAQUE NORTH PROJECT
BUDGET SUMMARY REPORT**

APPROPRIATION SUMMARY		2010 APPROPRIATION	2010 ACTUAL	2011 APPROPRIATION	Increase (Decrease)	2012 APPROPRIATION	%
TOTAL OPERATING APPROPRIATIONS		\$ 34,828,715	\$ 31,506,132	\$ 34,123,425	\$ (1,337,625)	\$ 32,785,800	-3.92%
12	TOTAL DEBT SERVICE	3,947,933	3,947,934	4,299,404	(874)	4,298,531	-0.02%
13	Capital Items	797,738	949,677	1,151,558	10,745	\$ 1,162,303	0.93%
TOTAL APPROPRIATIONS		\$ 39,574,385	\$ 36,403,743	\$ 39,574,385	\$ (1,327,754)	\$ 38,246,633	-3.36%
REVENUES							
1	Wanaque South Participation	\$ 8,834,633	\$ 7,698,646	\$ 8,603,197	\$ (407,609)	\$ 8,195,588	-4.74%
2	UWNJ Participation	3,284,310	3,143,474	3,316,754	(105,277)	3,211,477	-3.17%
3	Anticipated Income /Transfers	1,713,170	1,401,744	795,590	23,883	819,473	3.00%
4	Surplus Applied	(576,714)	(2,159,110)	838,749	(838,749)	-	-100.00%
5	Municipal Assessments	26,318,986	26,318,989	26,020,096	0	26,020,096	0.00%
TOTAL REVENUES		\$ 39,574,385	\$ 36,403,743	\$ 39,574,385	\$ (1,327,754)	\$ 38,246,633	-3.36%
Cost per Million Gallons		\$ 800.22	\$ 745.02	\$ 806.02	\$ (23.75)	\$ 782.27	

**NORTH JERSEY DISTRICT WATER SUPPLY COMMISSION
CAPITAL BUDGET
2012**

	Description	North Share	South Share	United Water Share	Total Cost
1	Computer Upgrades	50,161	14,840	-	65,000
2	Lab Equipment Upgrade	65,595	19,406	-	85,000
3	Fleet Renewal and Replace	203,000	87,000	-	290,000
	Orechio Building			-	
	Fire Alarm System	61,736	18,264		80,000
	Fire Alarm System - Remote locations	77,170	22,830	-	100,000
4	Building Improvements / Renovations	138,906	41,094	-	180,000
	LLPS - Alternative Cooling Water Supply	10,500	4,500	-	15,000
	Chemical Building				
	Alum Storage Tank - Chemical Building	154,340	45,660		200,000
	Hypo Chloride Tanks	350,000	150,000		500,000
	Transfer Switch	10,500	4,500		15,000
	Filter Building				
	Filter Effluent Valve actuator (electrical only)	45,500	19,500		65,000
	Lighting Protection System (Upgrade)	14,000	6,000		20,000
	FAO Bldg - Laboratory Gas Detection System	14,000	6,000		20,000
5	Plant Facilities & Equipment	598,840	236,160	-	835,000
6	Dams and Other Structures	-	-	-	-
	Fork lift for Residuals Facility	35,000	15,000		50,000
	Slope Cutter for dam maintenance	46,302	13,698		60,000
	Lowboy trailer	24,500	10,500		35,000
7	Miscellaneous Items	105,802	39,198	-	145,000
	TOTAL CAPITAL BUDGET	\$ 1,162,303	\$ 437,697	\$ -	\$ 1,600,000
	CARRY TO PAGE 4 LINE 13				

**NORTH JERSEY DISTRICT WATER SUPPLY COMMISSION
WANAQUE NORTH PROJECT
ASSESSMENT BY MUNICIPALITY**

%	MUNICIPALITY	2010 ASSESSMENT	2010 ACTUAL	2011 ASSESSMENT	INCREASE (DECREASE)	2012 ASSESSMENT
40.50%	NEWARK	\$ 10,425,620	\$ 9,784,751	\$ 10,877,832	\$ (339,693)	\$ 10,538,139
20.00%	PATERSON	5,148,454	4,831,976	5,371,769	(167,750)	5,204,019
11.00%	PASSAIC	2,831,650	2,657,587	2,954,473	(92,262)	2,862,211
6.75%	CLIFTON	1,737,603	1,630,792	1,812,972	(56,616)	1,756,357
37.75%	PASSAIC VALLEY WATER COMM.	9,717,708	9,120,354	10,139,214	(316,628)	9,822,586
12.00%	KEARNY	3,089,073	2,899,185	3,223,061	(100,650)	3,122,412
5.00%	MONTCLAIR	1,287,114	1,207,994	1,342,942	(41,937)	1,301,005
4.00%	BLOOMFIELD	1,029,691	966,395	1,074,354	(33,550)	1,040,804
0.75%	GLEN RIDGE	193,067	181,199	201,441	(6,291)	195,150
100.00%	TOTAL ASSESSMENTS	\$ 25,742,272	\$ 24,159,879	\$ 26,858,845	\$ (838,749)	\$ 26,020,096

**NORTH JERSEY DISTRICT WATER SUPPLY COMMISSION
WANAQUE NORTH PROJECT
SURPLUS/(DEFICIT) ANALYSIS**

%	MUNICIPALITY	2010 SURPLUS (DEFICIT)	RESERVED	APPLIED TO 2012 BUDGET
40.50%	NEWARK	\$ 768,682	\$ 768,682	\$ (0)
20.00%	PATERSON	379,596	379,596	0
11.00%	PASSAIC	208,778	208,778	(0)
6.75%	CLIFTON	128,114	128,114	0
37.75%	PASSAIC VALLEY WATER	716,487	716,487	(0)
12.00%	KEARNY	227,758	227,758	0
5.00%	MONTCLAIR	94,899	94,899	0
4.00%	BLOOMFIELD	75,919	75,919	0
0.75%	GLEN RIDGE	14,235	14,235	0
100.00%	TOTAL SURPLUS CARRY TO PAGE4 LINE 4	<u><u>\$ 1,897,979</u></u>	<u><u>\$ 1,897,979</u></u>	<u><u>\$ (0)</u></u>

**NORTH JERSEY DISTRICT WATER SUPPLY COMMISSION
WANAQUE NORTH PROJECT
BUDGET INSTALLMENTS
2012**

%	MUNICIPALITY	JAN 15 25%	APL 1ST 25%	JUL 1ST 25%	OCT. 1ST 25%	TOTAL
40.50%	NEWARK	\$2,634,534.75	\$2,634,534.75	\$2,634,534.75	\$2,634,534.75	\$10,538,139.00
20.00%	PATERSON	\$1,301,004.82	\$1,301,004.82	\$1,301,004.82	\$1,301,004.82	\$5,204,019.28
11.00%	PASSAIC	\$715,552.65	\$715,552.65	\$715,552.65	\$715,552.65	\$2,862,210.60
6.75%	CLIFTON	\$439,089.12	\$439,089.12	\$439,089.12	\$439,089.12	\$1,756,356.48
37.75%	PASSAIC VALLEY WATER	\$2,455,646.59	\$2,455,646.59	\$2,455,646.59	\$2,455,646.59	\$9,822,586.36
12.00%	KEARNY	\$780,602.89	\$780,602.89	\$780,602.89	\$780,602.89	\$3,122,411.56
5.00%	MONTCLAIR	\$325,251.20	\$325,251.20	\$325,251.20	\$325,251.20	\$1,301,004.80
4.00%	BLOOMFIELD	\$260,200.96	\$260,200.96	\$260,200.96	\$260,200.96	\$1,040,803.84
0.75%	GLEN RIDGE	\$48,787.68	\$48,787.68	\$48,787.68	\$48,787.68	\$195,150.72
100.00%	TOTAL INSTALLMENTS	\$6,505,024.07	\$6,505,024.07	\$6,505,024.07	\$6,505,024.07	\$26,020,096.28