

2016

LOCAL GOVT SERVICES
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Kearny Municipal Utilities Authority Budget

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Department Of



Community
Affairs

Division of Local Government Services

2016 AUTHORITY BUDGET

Certification Section

2016

**KEARNY MUNICIPAL UTILITIES
AUTHORITY BUDGET**

FISCAL YEAR: FROM JANUARY 1, 2016 TO DECEMBER 31, 2016

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.A. 40A:5A-11.

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

By: _____ Date: _____

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: Christie M. Zappacosta Date: 2/1/14

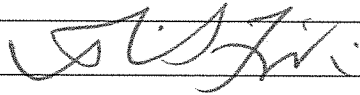
2016 PREPARER'S CERTIFICATION

KEARNY MUNICIPAL UTILITIES AUTHORITY BUDGET

FISCAL YEAR: FROM: 01-01-2016 TO: 12-31-2016

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 required schedules are completed and attached.

Preparer's Signature:			
Name:	Shuaib Firozvi		
Title:	Chief Financial Officer		
Address:	39 Central Avenue, Kearny, NJ 07032		
Phone Number:	201-955-7897	Fax Number:	201-955-9221
E-mail address	sfirozvi@kearnynj.org		


2016 APPROVAL CERTIFICATION

KEARNY MUNICIPAL UTILITIES AUTHORITY BUDGET

FISCAL YEAR: **FROM:** 01-01-2016 **TO:** 12-31-2016

It is hereby certified that the Authority Budget, including all schedules appended hereto, are a true copy of the Annual Budget and Capital Budget/Program approved by resolution by the governing body of the Kearny Municipal Utilities Authority, at an open public meeting held pursuant to N.J.A.C. 5:31-2.3, on the 28th day of October, 2015.

It is further certified that the recorded vote appearing in the resolution represents not less than a majority of the full membership of the governing body thereof.

Officer's Signature:			
Name:	Shuaib Firozvi		
Title:	Chief Financial Officer		
Address:	39 Central Avenue, Kearny, NJ 07032		
Phone Number:	201-955-7897	Fax Number:	201-955-9221
E-mail address	sfirozvi@kearnynj.org		

INTERNET WEBSITE CERTIFICATION

Authority's Web Address:	www.kmua.org
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All authorities shall maintain either an Internet website or a webpage on the municipality's or county's Internet website. The purpose of the website or webpage shall be to provide increased public access to the authority's operations and activities. N.J.S.A. 40A:5A-17.1 requires the following items to be included on the Authority's website at a minimum for public disclosure. Check the boxes below to certify the Authority's compliance with N.J.S.A. 40A:5A-17.1.

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

It is hereby certified by the below authorized representative of the Authority that the Authority's website or webpage as identified above complies with the minimum statutory requirements of N.J.S.A. 40A:5A-17.1 as listed above. A check in each of the above boxes signifies compliance.

Name of Officer Certifying compliance

Shuaib Firozvi

Title of Officer Certifying compliance

Chief Financial Officer

Signature



KEARNY MUNICIPAL UTILITIES AUTHORITY

RESOLUTION # 10-15-30

RESOLUTION APPROVING 2016 BUDGET FOR THE AUTHORITY

FISCAL YEAR: FROM: 01-01-2016 TO: 12-31-2016

WHEREAS, the Annual Budget and Capital Budget for the Kearny Municipal Utilities Authority for the fiscal year beginning, January 1, 2016 and ending December 31, 2016 has been presented before the governing body of the Kearny Municipal Utilities Authority at its open public meeting of October 28, 2015; and

WHEREAS, the Annual Budget as introduced reflects Total Revenues of \$4,053,058.00, Total Appropriations, including any Accumulated Deficit if any, of \$4,053,058.00 and Total Unrestricted Net Assets utilized of \$0.00; and

WHEREAS, the Capital Budget as introduced reflects Total Capital Appropriations of \$500,000.00 and Total Unrestricted Net Assets planned to be utilized as funding thereof, of \$500,000.00; and

WHEREAS, the schedule of rates, fees and other charges in effect will produce sufficient revenues, together with all other anticipated revenues to satisfy all obligations to the holders of bonds of the Authority, to meet operating expenses, capital outlays, debt service requirements, and to provide for such reserves, all as may be required by law, regulation or terms of contracts and agreements; and

WHEREAS, the Capital Budget/Program, pursuant to N.J.A.C. 5:31-2, does not confer any authorization to raise or expend funds; rather it is a document to be used as part of the said Authority's planning and management objectives. Specific authorization to expend funds for the purposes described in this section of the budget, must be granted elsewhere; by bond resolution, by a project financing agreement, by resolution appropriating funds from the Renewal and Replacement Reserve or other means provided by law.

NOW, THEREFORE BE IT RESOLVED, by the governing body of the Kearny Municipal Utilities Authority, at an open public meeting held on October 28, 2015 that the Annual Budget, including appended Supplemental Schedules, and the Capital Budget/Program of the Kearny Municipal Utilities Authority for the fiscal year beginning, January 1, 2016 and ending December 31, 2016 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 Kearny Municipal Utilities Authority will consider the Annual Budget and Capital Budget/Program for adoption on November 12, 2015.

ADOPTED:

I certify that the above Resolution was adopted by the Kearny Municipal Utilities Authority on October 26, 2015.

KEARNY MUNICIPAL UTILITIES AUTHORITY

BY: 

ATTEST:



KEVIN D. O'SULLIVAN-EXECUTIVE DIRECTOR

Moved by: Mach
Seconded by: Doyle

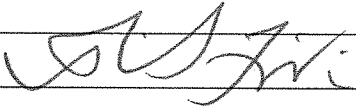
	Aye	Nay/Abstain
Doyle	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Santos	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Torres	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Vagueiro	<input type="checkbox"/>	<input type="checkbox"/>
Santos, S., Chr.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Valdez (Alt.1)	<input type="checkbox"/>	<input type="checkbox"/>
Mach (Alt.2)	<input checked="" type="checkbox"/>	<input type="checkbox"/>

2016 ADOPTION CERTIFICATION

KEARNY MUNICIPAL UTILITIES AUTHORITY BUDGET

FISCAL YEAR: FROM: 01-01-2016 TO: 12-31-2016

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 Kearny Municipal Utilities Authority, pursuant to N.J.A.C. 5:31-2.3, on the 4th day of February, 2015.

Officer's Signature:			
Name:	Shuaib Firozvi		
Title:	Chief Financial Officer		
Address:	39 Central Avenue, Kearny, NJ 07032		
Phone Number:	201-955-7897	Fax Number:	201-955-9221
E-mail address	sfirozvi@kearnynj.org		

KEARNY MUNICIPAL UTILITIES AUTHORITY

RESOLUTION # 12-15-40

RESOLUTION ADOPTING 2016 BUDGET FOR THE AUTHORITY

FISCAL YEAR: FROM: 01-01-2016 TO: 12-31-2016

WHEREAS, the Annual Budget and Capital Budget/Program for the Kearny Municipal Utilities Authority for the fiscal year beginning January 1, 2016 and ending December 31, 2016 has been presented for adoption before the governing body of the Authority at its open public meeting of December 16, 2015; and

WHEREAS, the Annual Budget and Capital Budget as presented for adoption reflects each item of revenue and appropriations 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

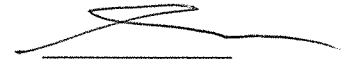
WHEREAS, the Annual Budget as presented for adoption reflects Total Revenues of \$4,053,058.00, Total Appropriations, including any Accumulated Deficit, if any, of \$4,053,058.00 and Total Unrestricted Net Assets utilized of \$0.00; and

WHEREAS, the Capital Budget as presented for adoption reflects Total Capital Appropriations of \$500,000.00 and Total Unrestricted Net Assets planned to be utilized of \$500,000.00; and

NOW, THEREFORE BE IT RESOLVED, by the governing body of the Kearny Municipal Utilities Authority, at an open public meeting held on that the Annual Budget and Capital Budget/Program of the Kearny Municipal Utilities Authority for the fiscal year beginning January 1, 2016 and ending December 31, 2016 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 hereto, if any, which have been approved by the Director of the Division of Local Government Services.

Resolution # 12-15-40



Adopted this 16th Day of December, 2015
SANTOS, CHAIRWOMAN

STEPHANIE


KEVIN O'SULLIVAN, EXECUTIVE DIRECTOR/SECRETARY

Moved by:

Seconded by:

	Aye	Nay/Abstain
Doyle	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Santos, A.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Torres	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Vagueiro	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Santos, S., Chwn.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Valdez (Alt. 1)	<input type="checkbox"/>	<input type="checkbox"/>
Mach (Alt. 2)	<input type="checkbox"/>	<input type="checkbox"/>

2016 AUTHORITY BUDGET

Narrative and Information Section

2016 AUTHORITY BUDGET MESSAGE & ANALYSIS

KEARNY MUNICIPAL UTILITIES AUTHORITY BUDGET

FISCAL YEAR: FROM: 01-01-2016 TO: 12-31-2016

Answer all questions below. Attach additional pages and schedules as needed.

1. Complete a brief statement on the 2016 proposed Annual Budget and make comparison to the 2015 adopted budget for each operation. Explain any variances over +/-10% for each line item by operation. Explanations of variances should include a description of the reason for the increase/decrease in the budgeted line item, not just an indication of the amount and percent of the change. Attach any supporting documentation that will help to explain the reason for the increase/decrease in the budgeted line item. For example, if anticipated service charges have increased 15% due to an increase in rates, provide a copy of the resolution authorizing the rate increase.

The overall budget of the Kearny Municipal Utilities Authority for 2016 presents a minimal increase of \$55,351.00 or 1.44% over 2015.

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. An increase or decrease is considered significant if it is over +/-10% from the current year adopted budget.

The service charge portion of the budget is being increased by \$55,351.00 or 1.44%. The amount anticipated in other revenue item is the same as 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 state of the local/regional economy should have little or no impact on the Authority's Annual Budget, considering the small number of users, which is less than sixty, and a minimal overall increase in the budget amount.

4. Describe the reasons for utilizing Unrestricted Net Position in the proposed Annual Budget, i.e. rate stabilization, debt service reduction, to balance the budget, etc. If the Authority's budget anticipates a use of Unrestricted Net Position, this question must be answered.

The proposed Annual Budget of the Authority does not utilize Unrestricted Net Assets for Operating portion of the budget. The Unrestricted Net Assets, however, will be utilized when the Authority proceeds with the Capital Improvements planned for current and future years. However, the amount of the Unrestricted Net Assets will not be significantly reduced even after undertaking the current or future Capital projects.

5. Identify any sources of funds transferred to the County/Municipality as a budget subsidy or a shared service and explain the reason for the transfer (i.e.: to balance the County/Municipality budget, etc.).

None

6. The proposed budget must not reflect an anticipated deficit from 2016 operations. If there exists an accumulated deficit from prior years' budgets (and funding is included in the proposed budget as a result of a prior deficit) explain the funding plan to eliminate said deficit (N.J.S.A. 40A:5A-12). If the Authority has a net deficit reported in its most recent audit, it must provide a deficit reduction plan in response to this question.

Not Applicable

7. Attach a schedule of the Authority's existing rate structure (connection fees, parking fees, service charges, etc.) and a schedule of the proposed rate structure for the upcoming fiscal year. Explain any proposed changes in the rate structure and attach the resolution approving the change in the rate structure, if applicable.

Customer Charges and 2015 Rate Summary is attached.

8. Attach a copy of the Authority's most recent Annual Operating Data submission to the Municipal Securities Rulemaking Board's Electronic Municipal Marketplace Access (EMMA) under the Authority's Continuing Disclosure Agreements for any debt issuances outstanding. Examples of Annual Operating Data may include sewer and water billings; parking rents and collections; number of customers; number of available parking spaces; etc. See Local Finance Notice 2014-9 for more information.

The Authority has utilized the SEC MCDC Initiative and have submitted the necessary reports and correspondence to SEC. In addition, the Authority is current in all its filings to EMMA.

Kearny Municipal Utilities Authority
Hudson County, New Jersey

2015 User Charge Setting Report
TABLE 2 - Customer Charges 2015

BLOCK	LOT	ACCOUNT	CLASS	USER NAME	HCY	Charge	PVSC	Surcharge	TOTAL	NOTES
284	47	1033-0	1	AMONT, J - DYNAMIC DELIVERY SE	0	\$	\$		\$	
284	48	1035-0	1	SUNSET CAHUENGA	7,941	\$ 57,334.02	\$ 25,480.61		\$ 82,824.63	
284	49	1036-0	1	CSX INTERMODAL INC. - 63488	824	\$ 5,949.28	\$ 2,645.04		\$ 8,594.32	
284	51	1010-0	1	KEARNY FIDELCO ASSOC.	725	\$ 5,234.50	\$ 2,327.25		\$ 7,561.75	
284	4	1050-0	1	WALMART	3,121	\$ 22,533.62	\$ 10,018.41		\$ 32,552.03	
286	38	1047-0	1	G&S MOTOR EQUIP. CO.	1,122	\$ 8,100.84	\$ 3,601.62		\$ 11,702.46	
286	45.01	1044-0	1	ORANGEWOOD MERIT	489	\$ 3,530.56	\$ 1,586.69		\$ 5,100.27	
286	40	1046-0	1	NATIONAL WATER MAIN CLEANING CO.	245	\$ 1,768.90	\$ 786.45		\$ 2,555.35	
286	45.03	1045-0	1	SAFER DEVELOPMENT	778	\$ 5,617.16	\$ 2,497.38		\$ 8,114.54	
288	11	1015-0	1	VERIZON	1	\$ 7.22	\$ 3.21		\$ 10.43	
288	5.01	1006-0	1	JAC JON ASSOCIATES	75	\$ 541.50	\$ 240.75		\$ 782.25	
288	4	1021-0	1	VECKRIDGE CHEMICAL CO.	245	\$ 1,768.90	\$ 786.45		\$ 2,555.35	
289	14.01, 17.02	1014-0	1	CLEAN EARTH NJ - S&W WASTE	1,099	\$ 7,934.78	\$ 3,527.79		\$ 11,462.57	
289	9.01	1005-0	1	LOMMA RIGGING C/O JIM LOMMA	171	\$ 1,234.62	\$ 548.91		\$ 1,783.53	
289	16	1012-0	1	MAC PRODUCTS	1,353	\$ 9,788.66	\$ 4,343.13		\$ 14,111.79	
290	4	1027-0	1	61 LINCOLN HWY CORP.	4,753	\$ 34,316.69	\$ 15,257.13		\$ 49,573.79	
290	1	1004-0	1	B&G INC. - EIGHTEEN WHEEL	188	\$ 1,357.36	\$ 603.48		\$ 1,960.84	
290	16	1025-0	1	DYNAMIC DELIVERY CORP.	2,867	\$ 20,699.74	\$ 9,203.07		\$ 29,902.81	
290	19	1038-0	1	58 J LLC	443	\$ 3,198.46	\$ 1,422.03		\$ 4,620.49	
291	2.02	1008-0	1	COURAGE REALTY	233	\$ 1,682.26	\$ 747.93		\$ 2,430.19	
291	2.01	1029-0	1	KEPHART TRUCKING	231	\$ 1,657.82	\$ 741.51		\$ 2,409.33	
291	2.01	1033-0	1	R HYER/ GARDENER ASPHALT	4,653	\$ 33,594.65	\$ 14,936.13		\$ 48,530.79	
291	1	1022-0	1	SIXTY SK CORP	75	\$ 541.50	\$ 240.75		\$ 782.25	
292	2	1034-0	1	JAMES LOMMA	1,690	\$ 12,201.80	\$ 5,424.90		\$ 17,626.70	
292	3	1020-0	1	TIL THE END LLC	12	\$ 89.64	\$ 38.52		\$ 128.16	
293	1	1039-0	1	PJT TRANSPORT	111	\$ 801.42	\$ 356.31		\$ 1,157.73	
294	3	1028-0	1	ATLANTIC NE TRANSPORT	64	\$ 462.08	\$ 205.44		\$ 667.52	
294	13.01	1043-0	1	CSX INTERMODAL INC - 63488	3,509	\$ 25,334.98	\$ 11,263.89		\$ 36,598.87	
294	20	1031-0	1	EDEN WOOD	2,548	\$ 18,395.56	\$ 8,179.08		\$ 26,575.64	
294	14.01	1049-0	1	TOWN OF KEARNY	192	\$ 1,386.24	\$ 616.32		\$ 2,002.56	
294	15	1016-0	1	URBAN RENEWAL CORP.	325	\$ 2,346.50	\$ 1,043.25		\$ 3,389.75	
295	3	1000-0	1	CROSSPOINT REALTY SVS INC.	12	\$ 86.64	\$ 38.52		\$ 125.16	
295	4	1002-0	1	85 LINCOLN HWY ASSOC.	127	\$ 916.94	\$ 407.67		\$ 1,324.61	
295	7	1024-0	1	CROWN ENTERPRISES INC	1,579	\$ 11,400.38	\$ 5,068.59		\$ 16,468.97	
295	11	1030-0	1	NEW PENN	279	\$ 2,014.38	\$ 895.59		\$ 2,909.97	
295	13	1007-0	1	ROADWAY EXPRESS	92	\$ 654.24	\$ 295.32		\$ 959.56	
295	41	1037-0	1	YRC WORLDWIDE INC.	304	\$ 2,197.29	\$ 976.91		\$ 3,174.20	See Note 2
295	5	1053-0	1	S&R REALTY STANSON	61	\$ 439.62	\$ 195.01		\$ 633.62	See Note 2
296	2	1023-0	1	SOUTH KEARNY ASSOCIATES	159	\$ 1,137.97	\$ 505.90		\$ 1,643.77	
296	6	1001-0	1	TOSCANO'S DELI (RTL SERVICES)	0	\$	\$		\$	
297	1	1032-0	1	BRIDGEVIEW INVESTORS	693	\$ 5,003.46	\$ 2,224.53		\$ 7,227.99	
298	19.02	1013-0	1	DH REALTY ENTERPRISES	116	\$ 837.52	\$ 372.36		\$ 1,209.88	
298	14	1009-0	1	EPSTEIN, BERNARD R ETAL	817	\$ 5,890.74	\$ 2,622.57		\$ 8,521.31	
298	19.03	1040-0	2	PSE&G	1,464	\$ 10,597.97	\$ 4,698.50		\$ 15,296.48	
298	10	1055-0	2	RIVER TERMINAL JAP	639	\$ 4,613.58	\$ 2,051.19		\$ 6,664.77	
298	10	1055-1	2	RIVER TERMINAL CAP	4,505	\$ 32,526.10	\$ 14,461.05		\$ 46,987.15	
298	10	1055-2	2	RTL SERVICES INC. (FORMERLY RIVER TERMINAL HAP)	7,242	\$ 52,287.24	\$ 23,246.82		\$ 75,534.06	
298	8	1011-0	2	LEEDS TERMINAL	1,324	\$ 9,535.29	\$ 4,250.04		\$ 13,785.32	
298	10	1056-0	2	KUEHNE CHEMICAL CO	77	\$ 555.94	\$ 247.17		\$ 803.11	See Note 3
175	1	1058-0	2	NJ SPORTS AND EXPOSITION AUTHORITY (NJ MEADOWLA	248,014	\$ 1,790,651.08	\$		\$ 1,790,651.08	See Note 1
284	21.01	1052-0	3	NJ TRANSIT MEADOWS MAINT CMPLX	21,258	\$ 153,482.31	\$	\$ 9,523.99	\$ 231,244.27	
284	33	1059-0	3	U S POSTAL SERVICE	6,764	\$ 48,980.48	\$	\$	\$ 70,787.12	
289	11	1057-0	3	SPECTRASERV INC.	30,511	\$ 220,291.60	\$ 97,941.37	\$ 6,869.09	\$ 325,102.25	
290	3	1051-0	3	QJ TRUCK WASH	13,488	\$ 97,386.27	\$	\$ 12,127.51	\$ 152,811.56	
294	19	1054-0	3	TALBOT HALL (CCC) (Class 3)	20,241	\$ 146,137.32	\$ 64,972.41	\$	\$ 211,109.73	
284	11	1049-0	3	HUDSON COUNTY CORRECTIONAL	107,463	\$ 776,030.56	\$ 345,021.90	\$	\$ 1,121,052.46	
205	18	1058-1	3	NJ SPORTS AND EXPOSITION AUTHORITY (NJ MEADOWLA	53,070	\$ 383,165.40	\$	\$	\$ 383,165.40	See Note 1

	2015 BASE KMUA REVENUE REQUIREMENT	2015 PVSC REVENUE REQUIREMENT
REVENUE REQUIREMENT	\$ 4,045,186.49	\$ 831,479.41
ATTRIBUTABLE FLOW (HCF)	560,421	259,837
COST PER HCF	\$ 7.2181	\$ 3.2062
WHOLE RATE	\$ 7.22	\$ 3.21

2015 Rate Summary			
CLASS DESCRIPTION	2015 Base Charge	2015 PVSC Charge	2015 Total
User Class 1	\$ 7.22	\$ 3.21	\$ 10.43
User Class 2	\$ 7.22	\$ 3.21	\$ 10.43
User Class 3	\$ 7.22	\$ 3.21	\$ 10.43

Note 1
Note 2
Note 3

NJSEA (formerly NJMC) not assessed PVSC fees based upon April 2004 Agreement between ENCAP and PVSC
Utilized averaged water consumption data from 2009 to 2012. Estimated water consumption data
from United Water were not consistent with customers historical use.
KMUA did not receive private water meter reading from customer. Used United Water consumption data.

Prepared by HMM, April, 2015

AUTHORITY CONTACT INFORMATION

2016

Please complete the following information regarding this Authority. All information requested below must be completed.

Name of Authority:	Kearny Municipal Utilities Authority		
Address:	39 Central Avenue		
City, State, Zip:	Kearny	NJ	07032
Phone: (ext.)	973-465-5367	Fax:	973-465-5293

Preparer's Name:	Shuaib Firozvi		
Preparer's Address:	39 Central Avenue		
City, State, Zip:	Kearny	NJ	07032
Phone: (ext.)	201-955-7897	Fax:	201-955-9221
E-mail:	sfirozvi@kearnynj.org		

Chief Executive Officer:	Kevin O'Sullivan		
Phone: (ext.)	973-465-5367	Fax:	973-465-5293
E-mail:	kosullivan@kmua.org		

Chief Financial Officer:	Shuaib Firozvi		
Phone: (ext.)	201-955-7897	Fax:	201-955-9221
E-mail:	sfirozvi@kearnynj.org		

Name of Auditor:	Steven Wielkotz		
Name of Firm:	Ferraioli, Wielkotz, Cerrulo, & Cuva		
Address:	401 Wanaque Avenue		
City, State, Zip:	Pompton Lakes	NJ	07442
Phone: (ext.)	973-835-7900 x-201	Fax:	973-835-6631
E-mail:	wielkotz@optonline.net		

AUTHORITY INFORMATIONAL QUESTIONNAIRE

KEARNY MUNICIPAL UTILITIES AUTHORITY

FISCAL YEAR: FROM: 01-01-2016 TO: 12-31-2016

Answer all questions below completely and attach additional information as required.

- 1) Provide the number of individuals employed in calendar year 2014 as reported on the Authority's Form W-3, Transmittal of Wage and Tax Statements: 7
- 2) Provide the amount of total salaries and wages for calendar year 2014 as reported on the Authority's Form W-3, Transmittal of Wage and Tax Statements: \$278,652.70
- 3) Provide the number of regular voting members of the governing body: 5
- 4) Provide the number of alternate voting members of the governing body: 2
- 5) Did any person listed on Page N-4 have a family or business relationship with any other person listed on Page N-4 during the current fiscal year? No If "yes," attach a description of the relationship including the names of the individuals involved and their positions at the Authority.
- 6) Did all individuals that were required to file a Financial Disclosure Statement for the current fiscal year because of their relationship with the Authority file the form as required? Yes If "no," provide a list of those individuals who failed to file a Financial Disclosure Statement and an explanation as to the reason for their failure to file.
- 7) Does the Authority have any amounts receivable from current or former commissioners, officers, key employees or highest compensated employees? No If "yes," attach a list of those individuals, their position, the amount receivable, and a description of the amount due to the Authority.
- 8) Was the Authority a party to a business transaction with one of the following parties:
 - a. A current or former commissioner, officer, key employee, or highest compensated employee? No
 - b. A family member of a current or former commissioner, officer, key employee, or highest compensated employee? No
 - c. An entity of which a current or former commissioner, officer, key employee, or highest compensated employee (or family member thereof) was an officer or direct or indirect owner? NoIf the answer to any of the above is "yes," attach a description of the transaction including the name of the commissioner, officer, key employee, or highest compensated employee (or family member thereof) of the Authority; the name of the entity and relationship to the individual or family member; the amount paid; and whether the transaction was subject to a competitive bid process.
- 9) Did the Authority during the most recent fiscal year pay premiums, directly or indirectly, on a personal benefit contract? A personal benefit contract is generally any life insurance, annuity, or endowment contract that benefits, directly or indirectly, the transferor, a member of the transferor's family, or any other person designated by the transferor. No If "yes," attach a description of the arrangement, the premiums paid, and indicate the beneficiary of the contract.
- 10) Explain the Authority's process for determining compensation for all persons listed on Page N-4. Include whether the Authority's process includes any of the following: 1) review and approval by the commissioners or a committee thereof; 2) study or survey of compensation data for comparable positions in similarly sized entities; 3) annual or periodic performance evaluation; 4) independent compensation consultant; and/or 5) written employment contract. Attach narrative. Review and approval by Commissioners and/or Committee
- 11) Did the Authority pay for meals or catering during the current fiscal year? No If "yes," attach a detailed list of all meals and/or catering invoices for the current fiscal year and provide an explanation for each expenditure listed.
- 12) Did the Authority pay for travel expenses for any employee or individual listed on Page N-4? No If "yes," attach a detailed list of all travel expenses for the current fiscal year and provide an explanation for each expenditure listed.

AUTHORITY INFORMATIONAL QUESTIONNAIRE (CONTINUED)

KEARNY MUNICIPAL UTILITIES AUTHORITY

FISCAL YEAR: FROM: 01-01-2016 TO: 12-31-2016

- 13) Did the Authority provide any of the following to or for a person listed on Page N-4 or any other employee of the Authority:
- a. First class or charter travel No
 - b. Travel for companions No
 - c. Tax indemnification and gross-up payments No
 - d. Discretionary spending account No
 - e. Housing allowance or residence for personal use No
 - f. Payments for business use of personal residence No
 - g. Vehicle/auto allowance or vehicle for personal use No
 - h. Health or social club dues or initiation fees No
 - i. Personal services (i.e.: maid, chauffeur, chef) No
- If the answer to any of the above is "yes," attach a description of the transaction including the name and position of the individual and the amount expended.*
- 14) Did the Authority follow a written policy regarding payment or reimbursement for expenses incurred by employees and/or commissioners during the course of Authority business and does that policy require substantiation of expenses through receipts or invoices prior to reimbursement? Yes *If "no," attach an explanation of the Authority's process for reimbursing employees and commissioners for expenses.*
- 15) Did the Authority make any payments to current or former commissioners or employees for severance or termination? No *If "yes," attach explanation including amount paid.*
- 16) Did the Authority make any payments to current or former commissioners or employees that were contingent upon the performance of the Authority or that were considered discretionary bonuses? No *If "yes," attach explanation including amount paid.*
- 17) Did the Authority comply with its Continuing Disclosure Agreements for all debt issuances outstanding by submitting its audited annual financial statements, annual operating data, and notice of material events to the Municipal Securities Rulemaking Board's Electronic Municipal Marketplace Access (EMMA) as required? Yes *If "no," attach a description of the Authority's plan to ensure compliance with its Continuing Disclosure Agreements in the future.*
- 18) Did the Authority receive any notices from the Department of Environmental Protection or any other entity regarding maintenance or repairs required to the Authority's systems to bring them into compliance with current regulations and standards that it has not yet taken action to remediate? No *If "yes," attach explanation as to why the Authority has not yet undertaken the required maintenance or repairs and describe the Authority's plan to address the conditions identified.*
- 19) Did the Authority receive any notices of fines or assessments from the Department of Environmental Protection or any other entity due to noncompliance with current regulations (i.e.: sewer overflow, etc.)? No *If "yes," attach a description of the event or condition that resulted in the fine or assessment and indicate the amount of the fine or assessment.*

**AUTHORITY SCHEDULE OF COMMISSIONERS, OFFICERS, KEY EMPLOYEES,
HIGHEST COMPENSATED EMPLOYEES AND INDEPENDENT CONTRACTORS**

KEARNY MUNICIPAL UTILITIES AUTHORITY

FISCAL YEAR: FROM: 01-01-2016 TO: 12-31-2016

Complete the attached table for all persons required to be listed per #1-4 below.

- 1) List all of the Authority's current commissioners and officers and amount of compensation from the Authority and any other public entities as defined below. Enter zero if no compensation was paid.
- 2) List all of the Authority's key employees and highest compensated employees other than a commissioner or officer as defined below and amount of compensation from the Authority and any other public entities.
- 3) List all of the Authority's former officers, key employees and highest compensated employees who received more than \$100,000 in reportable compensation from the Authority and any other public entities during the most recent fiscal year completed.
- 4) List all of the Authority's former commissioners who received more than \$10,000 in reportable compensation from the Authority and any other public entities during the most recent fiscal year completed.

Commissioner: A member of the governing body of the authority with voting rights. Include alternates for purposes of this schedule.

Officer: A person elected or appointed to manage the authority's daily operations at any time during the year, such as the chairperson, vice-chairperson, secretary, or treasurer. For the purposes of this schedule, treat the authority's top management official and top financial official as officers. A member of the governing body may be both a commissioner and an officer for the purposes of this schedule.

Key employee: An employee or independent contractor of the authority (other than a commissioner or officer) who meets both of the following criteria:

- a) The individual received reportable compensation from the authority and all related entities in excess of \$150,000 for the most recent fiscal year completed; and
- b) The individual has responsibilities or influence over the authority as a whole or has power to control or determine 10% or more of the authority's capital expenditures or operating budget.

Highest compensated employee: One of the five highest compensated employees or independent contractors of the authority other than current commissioners, officers, or key employees whose aggregate reportable compensation from the authority and related entities is greater than \$100,000 for the most recent fiscal year completed.

Compensation: All forms of cash and non-cash payments or benefits provided in exchange for services, including salaries and wages, bonuses, severance payments, deferred payments, retirement benefits, fringe benefits, and other financial arrangements or transactions such as personal vehicles, meals, housing, personal and family education benefits, below-market loans, payment of personal or family travel, entertainment, and personal use of the Authority's property. Compensation includes payments and other benefits provided to both employees and independent contractors in exchange for services.

Reportable compensation: The aggregate compensation that is reported (or is required to be reported) on Form W-2, box 1 or 5, whichever amount is greater, and/or Form 1099-MISC, box 7, for the most recent calendar year ended 60 days before the start of the proposed budget year. For example, for fiscal years ending December 31, 2015, the calendar year 2013 W-2 and 1099 should be used (60 days prior to start of budget year is November 1, 2014, with 2013 being the most recent calendar year ended), and for fiscal years ending June 30, 2016, the calendar year 2014 W-2 and 1099 should be used (60 days prior to start of budget year is May 1, 2015, with 2014 being the most recent calendar year ended).

Other Public Entity: Any municipality, county, local authority, fire district, or other government unit, regardless of whether it is related in any way to the Authority either by function or by physical location.

Authority Schedule of Commissioners, Officers, Key Employees, Highest Compensated Employees and Independent Contractors (Continued)

For the Period January 1, 2016 to December 31, 2016
Kearny Municipal Utilities Authority

Reportable Compensation from
Authority (W-2/ 1099)

Name	Title	Average Hours per Week Dedicated to Position	Position			Reportable Compensation from Authority (W-2/ 1099)			Estimated amount of other compensation from the Authority (health benefits, pension, etc.)	Total Compensation from Authority	Names of Other Public Entities where Individual is an Employee or Member of the Governing Body	Positions held at Other Public Entities Listed in Column O	Average Hours per Week Dedicated to Positions at Other Public Entities Listed in Column O	Reportable Compensation from Other Public Entities (W-2/ 1099)	Estimated amount of other compensation from Other Public Entities (health benefits, pension, payment in lieu of health benefits, etc.)	Total Compensation All Public Entities
			Commissioner	Officer	Key Employee	Highest Compensated Employee	Former	Base Salary/ Stipend	Other (auto allowance, expense account, payment in lieu of health benefits, etc.)							
1 Kevin O'Sullivan	Ex. Director	40		X				\$ 94,028		\$ 94,028						\$ 94,028
2 Paul Pidgion	Asst. to Director	40						57,863		57,863						57,863
3 Thomas Zatorsky	Plant Manager	40						66,720		66,720						66,720
4 Esau Mohammed	Laborer	40						32,000		32,000						32,000
5 Michael Shenton	Laborer	40						32,000		32,000						32,000
6 Shuaib Firozvi	CFO	10		X				25,554		25,554						25,554
7																
8																
9 Stephanie Santos	Chairwoman					X										
10 Mary Torres	Vice-Chairwoman					X										
11 Alberto Santos	Treasurer					X										
12 Carol Jean Doyle	Commissioner					X										
13 Augie Vagueiro	Commissioner					X										
14 Alex Valdez	First Alt. Comm.					X										
15 David Mach	Second Alt. Comm.					X										
Total:								\$ 308,165	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 308,165

Enter the total number of employees/ independent contractors who received more than \$100,000 in total reportable compensation for the most recent fiscal year completed:

Schedule of Health Benefits - Detailed Cost Analysis

Kearny Municipal Utilities Authority

For the Period January 1, 2016

to

December 31, 2016

Annual Cost										
	# of Covered Members (Medical & Rx)	Estimate per Employee		Total Cost Estimate Proposed Budget	# of Covered Members (Medical & Rx)	Annual Cost per Employee		Total Current Year Cost	% Increase (Decrease)	
		Proposed Budget	Proposed Budget			Current Year	Current Year			
Active Employees - Health Benefits - Annual Cost										
Single Coverage	1	\$	11,873	\$	11,873	1	\$	11,451	\$ 422	3.7%
Parent & Child	3		23,746		71,238	3		22,902	68,705	3.7%
Employee & Spouse (or Partner)					-				-	#DIV/0!
Family	1		31,132		31,132	1		28,962	28,962	7.5%
Employee Cost Sharing Contribution (enter as negative -)									-	#DIV/0!
Subtotal	5				114,243	5		109,119	5,124	4.7%
Commissioners - Health Benefits - Annual Cost										
Single Coverage					-			-	-	#DIV/0!
Parent & Child					-			-	-	#DIV/0!
Employee & Spouse (or Partner)					-			-	-	#DIV/0!
Family					-			-	-	#DIV/0!
Employee Cost Sharing Contribution (enter as negative -)									-	#DIV/0!
Subtotal	0				-	0		-	-	#DIV/0!
Retirees - Health Benefits - Annual Cost										
Single Coverage					-			-	-	#DIV/0!
Parent & Child	1		21,566		21,566	1		20,464	20,464	5.4%
Employee & Spouse (or Partner)					-			-	-	#DIV/0!
Family					-			-	-	#DIV/0!
Employee Cost Sharing Contribution (enter as negative -)									-	#DIV/0!
Subtotal	1				21,566	1		20,464	1,102	5.4%
GRAND TOTAL	6				\$ 135,809	6		\$ 129,583	\$ 6,226	4.8%
Is medical coverage provided by the SHBP (Yes or No)?										YES
Is prescription drug coverage provided by the SHBP (Yes or No)?										YES

Is medical coverage provided by the SHBP (Yes or No)?
 Is prescription drug coverage provided by the SHBP (Yes or No)?

YES
 YES

Schedule of Accumulated Liability for Compensated Absences

Kearny Municipal Utilities Authority

For the Period January 1, 2016 to December 31, 2016

Complete the below table for the Authority's accrued liability for compensated absences.

Legal Basis for Benefit
(check applicable items)

Individuals Eligible for Benefit	Gross Days of Accumulated Compensated Absences at beginning of Current Year	Dollar Value of Accrued Compensated Absence Liability	Approved Labor Agreement	Resolution	Individual Employment Agreement
Paul Pidgeon	142.50 (maximum 120 days)	\$ 26,311			X
Thomas Zatorski	140.00 (maximum 120 days)	30,380			X
Michael Shenton	2	238			X
Esau Mohammed	5	596			X
Total liability for accumulated compensated absences at beginning of current year		\$ 57,526			

Schedule of Shared Service Agreements

Kearny Municipal Utilities Authority

January 1, 2016

December 31, 2016

Enter the shared service agreements that the Authority currently engages in and identify the amount that is received/paid for those services.

[illegible]

2016 AUTHORITY BUDGET

Financial Schedules Section

2016 Budget Summary

Kearny Municipal Utilities Authority

For the Period

January 1, 2016

to

December 31, 2016

	Proposed Budget						Adopted Budget Total All Operations	\$ Increase (Decrease) Proposed vs. Adopted	% Increase (Decrease) Proposed vs. Adopted	
	WASTEWATER									
	R	Operation #2	Operation #3	Operation #4	Operation #5	Operation #6	Total All Operations	All Operations	All Operations	
REVENUES										
Total Operating Revenues	\$ 4,051,058	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,051,058	\$ 3,995,707	\$ 55,351	1.4%
Total Non-Operating Revenues	2,000	-	-	-	-	-	2,000	2,000	-	0.0%
Total Anticipated Revenues	4,053,058	-	-	-	-	-	4,053,058	3,997,707	55,351	1.4%
APPROPRIATIONS										
Total Administration	416,000	-	-	-	-	-	416,000	403,000	13,000	3.2%
Total Cost of Providing Services	1,755,000	-	-	-	-	-	1,755,000	1,719,000	36,000	2.1%
Total Principal Payments on Debt Service in Lieu of Depreciation	1,492,035	-	-	-	-	-	1,492,035	1,442,833	49,202	3.4%
Total Operating Appropriations	3,663,035	-	-	-	-	-	3,663,035	3,564,833	98,202	2.8%
Total Interest Payments on Debt	390,023	-	-	-	-	-	390,023	432,874	(42,851)	-9.9%
Total Other Non-Operating Appropriations	-	-	-	-	-	-	-	-	-	#DIV/0!
Total Non-Operating Appropriations	390,023	-	-	-	-	-	390,023	432,874	(42,851)	-9.9%
Accumulated Deficit	-	-	-	-	-	-	-	-	-	#DIV/0!
Total Appropriations and Accumulated Deficit	4,053,058	-	-	-	-	-	4,053,058	3,997,707	55,351	1.4%
Less: Total Unrestricted Net Position Utilized	-	-	-	-	-	-	-	-	-	#DIV/0!
Net Total Appropriations	4,053,058	-	-	-	-	-	4,053,058	3,997,707	55,351	1.4%
ANTICIPATED SURPLUS (DEFICIT)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	#DIV/0!

2016 Revenue Schedule

Kearny Municipal Utilities Authority

For the Period January 1, 2016 to December 31, 2016

	<i>Proposed Budget</i>						<i>Adopted Budget</i>	<i>\$ Increase (Decrease) Proposed vs. Adopted</i>	<i>% Increase (Decrease) Proposed vs. Adopted</i>
	WASTEWATER R	Operation #2	Operation #3	Operation #4	Operation #5	Operation #6	Total All Operations	Total All Operations	All Operations
OPERATING REVENUES									
<i>Service Charges</i>									
Residential							\$ -	\$ -	#DIV/0!
Business/Commercial	4,051,058						4,051,058	3,995,707	55,351 1.4%
Industrial							-	-	#DIV/0!
Intergovernmental							-	-	#DIV/0!
Other							-	-	#DIV/0!
Total Service Charges	4,051,058	-	-	-	-	-	4,051,058	3,995,707	55,351 1.4%
<i>Connection Fees</i>									
Residential							-	-	#DIV/0!
Business/Commercial							-	-	#DIV/0!
Industrial							-	-	#DIV/0!
Intergovernmental							-	-	#DIV/0!
Other							-	-	#DIV/0!
Total Connection Fees	-	-	-	-	-	-	-	-	#DIV/0!
<i>Parking Fees</i>									
Meters							-	-	#DIV/0!
Permits							-	-	#DIV/0!
Fines/Penalties							-	-	#DIV/0!
Other							-	-	#DIV/0!
Total Parking Fees	-	-	-	-	-	-	-	-	#DIV/0!
<i>Other Operating Revenues (List)</i>									
Other Revenue 1							-	-	#DIV/0!
Other Revenue 2							-	-	#DIV/0!
Other Revenue 3							-	-	#DIV/0!
Other Revenue 4							-	-	#DIV/0!
Total Other Revenue	-	-	-	-	-	-	-	-	#DIV/0!
Total Operating Revenues	4,051,058	-	-	-	-	-	4,051,058	3,995,707	55,351 1.4%
NON-OPERATING REVENUES									
<i>Grants & Entitlements (List)</i>									
Grant #1							-	-	#DIV/0!
Grant #2							-	-	#DIV/0!
Grant #3							-	-	#DIV/0!
Grant #4							-	-	#DIV/0!
Total Grants & Entitlements	-	-	-	-	-	-	-	-	#DIV/0!
<i>Local Subsidies & Donations (List)</i>									
Local Subsidy #1							-	-	#DIV/0!
Local Subsidy #2							-	-	#DIV/0!
Local Subsidy #3							-	-	#DIV/0!
Local Subsidy #4							-	-	#DIV/0!
Total Local Subsidies & Donations	-	-	-	-	-	-	-	-	#DIV/0!
<i>Interest on Investments & Deposits</i>									
Investments							-	-	#DIV/0!
Security Deposits	2,000						2,000	2,000	- 0.0%
Penalties							-	-	#DIV/0!
Other Investments							-	-	#DIV/0!
Total Interest	2,000	-	-	-	-	-	2,000	2,000	- 0.0%
<i>Other Non-Operating Revenues (List)</i>									
Other Non-Operating #1							-	-	#DIV/0!
Other Non-Operating #2							-	-	#DIV/0!
Other Non-Operating #3							-	-	#DIV/0!
Other Non-Operating #4							-	-	#DIV/0!
Other Non-Operating Revenues	-	-	-	-	-	-	-	-	#DIV/0!
Total Non-Operating Revenues	2,000	-	-	-	-	-	2,000	2,000	- 0.0%
TOTAL ANTICIPATED REVENUES	\$ 4,053,058	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,053,058	\$ 3,997,707	\$ 55,351 1.4%

2015 Adopted Revenue Schedule

Kearny Municipal Utilities Authority

	Adopted Budget						
	WASTEWATER	Operation	Operation	Operation	Operation	Operation	Total All
	R	#2	#3	#4	#5	#6	Operations
OPERATING REVENUES							
<i>Service Charges</i>							
Residential							\$ -
Business/Commercial	3,995,707						3,995,707
Industrial							-
Intergovernmental							-
Other							-
Total Service Charges	3,995,707	-	-	-	-	-	3,995,707
<i>Connection Fees</i>							
Residential							-
Business/Commercial							-
Industrial							-
Intergovernmental							-
Other							-
Total Connection Fees	-	-	-	-	-	-	-
<i>Parking Fees</i>							
Meters							-
Permits							-
Fines/Penalties							-
Other							-
Total Parking Fees	-	-	-	-	-	-	-
<i>Other Operating Revenues (List)</i>							
Other Revenue 1							-
Other Revenue 2							-
Other Revenue 3							-
Other Revenue 4							-
Total Other Revenue	-	-	-	-	-	-	-
Total Operating Revenues	3,995,707	-	-	-	-	-	3,995,707
NON-OPERATING REVENUES							
<i>Grants & Entitlements (List)</i>							
Grant #1							-
Grant #2							-
Grant #3							-
Grant #4							-
Total Grants & Entitlements	-	-	-	-	-	-	-
<i>Local Subsidies & Donations (List)</i>							
Local Subsidy #1							-
Local Subsidy #2							-
Local Subsidy #3							-
Local Subsidy #4							-
Total Local Subsidies & Donations	-	-	-	-	-	-	-
<i>Interest on Investments & Deposits</i>							
Investments							-
Security Deposits	2,000						2,000
Penalties							-
Other Investments							-
Total Interest	2,000	-	-	-	-	-	2,000
<i>Other Non-Operating Revenues (List)</i>							
Other Non-Operating #1							-
Other Non-Operating #2							-
Other Non-Operating #3							-
Other Non-Operating #4							-
Other Non-Operating Revenues	-	-	-	-	-	-	-
Total Non-Operating Revenues	2,000	-	-	-	-	-	2,000
TOTAL ANTICIPATED REVENUES	\$ 3,997,707	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,997,707

2016 Appropriations Schedule

Kearny Municipal Utilities Authority
For the Period January 1, 2016 to December 31, 2016

	Proposed Budget						Adopted Budget	\$ Increase (Decrease) Proposed vs. Adopted	% Increase (Decrease) Proposed vs. Adopted
	WASTEWATER	Operation #2	Operation #3	Operation #4	Operation #5	Operation #6	Total All Operations	Total All Operations	All Operations
OPERATING APPROPRIATIONS									
<i>Administration - Personnel</i>									
Salary & Wages	\$ 181,000						\$ 181,000	\$ 179,000	\$ 2,000 1.1%
Fringe Benefits	85,000						85,000	79,000	6,000 7.6%
Total Administration - Personnel	266,000	-	-	-	-	-	266,000	258,000	8,000 3.1%
<i>Administration - Other (List)</i>									
Other Admin Expense #1							-	-	- #DIV/0!
Other Admin Expense #2							-	-	- #DIV/0!
Other Admin Expense #3							-	-	- #DIV/0!
Other Admin Expense #4							-	-	- #DIV/0!
Miscellaneous Administration*	150,000						150,000	145,000	5,000 3.4%
Total Administration - Other	150,000	-	-	-	-	-	150,000	145,000	5,000 3.4%
Total Administration	416,000	-	-	-	-	-	416,000	403,000	13,000 3.2%
<i>Cost of Providing Services - Personnel</i>									
Salary & Wages	160,000						160,000	137,000	23,000 16.8%
Fringe Benefits	95,000						95,000	87,000	8,000 9.2%
Total COPS - Personnel	255,000	-	-	-	-	-	255,000	224,000	31,000 13.8%
<i>Cost of Providing Services - Other (List)</i>									
Other COPS Expense #1							-	-	- #DIV/0!
Other COPS Expense #2							-	-	- #DIV/0!
Other COPS Expense #3							-	-	- #DIV/0!
Other COPS Expense #4							-	-	- #DIV/0!
Miscellaneous COPS*	1,500,000						1,500,000	1,495,000	5,000 0.3%
Total COPS - Other	1,500,000	-	-	-	-	-	1,500,000	1,495,000	5,000 0.3%
Total Cost of Providing Services	1,755,000	-	-	-	-	-	1,755,000	1,719,000	36,000 2.1%
Total Principal Payments on Debt Service in Lieu of Depreciation	1,492,035	-	-	-	-	-	1,492,035	1,442,833	49,202 3.4%
Total Operating Appropriations	3,663,035	-	-	-	-	-	3,663,035	3,564,833	98,202 2.8%
NON-OPERATING APPROPRIATIONS									
Total Interest Payments on Debt	390,023	-	-	-	-	-	390,023	432,874	(42,851) -9.9%
Operations & Maintenance Reserve							-	-	- #DIV/0!
Renewal & Replacement Reserve							-	-	- #DIV/0!
Municipality/County Appropriation							-	-	- #DIV/0!
Other Reserves							-	-	- #DIV/0!
Total Non-Operating Appropriations	390,023	-	-	-	-	-	390,023	432,874	(42,851) -9.9%
TOTAL APPROPRIATIONS	4,053,058	-	-	-	-	-	4,053,058	3,997,707	55,351 1.4%
ACCUMULATED DEFICIT									
							-	-	- #DIV/0!
TOTAL APPROPRIATIONS & ACCUMULATED DEFICIT	4,053,058	-	-	-	-	-	4,053,058	3,997,707	55,351 1.4%
UNRESTRICTED NET POSITION UTILIZED									
Municipality/County Appropriation							-	-	- #DIV/0!
Other							-	-	- #DIV/0!
Total Unrestricted Net Position Utilized							-	-	- #DIV/0!
TOTAL NET APPROPRIATIONS	\$ 4,053,058	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,053,058	\$ 3,997,707	\$ 55,351 1.4%

* Miscellaneous line items may not exceed 5% of total operating appropriations shown below. If amount in miscellaneous is greater than the amount shown below, then the line item must be itemized above.

5% of Total Operating Appropriations \$ 183,151.75 \$ - \$ - \$ - \$ - \$ - \$ - \$ 183,151.75

2015 Adopted Appropriations Schedule

Kearny Municipal Utilities Authority

	Adopted Budget						
	WASTEWATER R	Operation #2	Operation #3	Operation #4	Operation #5	Operation #6	Total All Operations
OPERATING APPROPRIATIONS							
<i>Administration - Personnel</i>							
Salary & Wages	\$ 179,000						\$ 179,000
Fringe Benefits	79,000						79,000
Total Administration - Personnel	258,000	-	-	-	-	-	258,000
<i>Administration - Other (List)</i>							
Other Admin Expense #1							-
Other Admin Expense #2							-
Other Admin Expense #3							-
Other Admin Expense #4							-
Miscellaneous Administration*	145,000						145,000
Total Administration - Other	145,000	-	-	-	-	-	145,000
Total Administration	403,000	-	-	-	-	-	403,000
<i>Cost of Providing Services - Personnel</i>							
Salary & Wages	137,000						137,000
Fringe Benefits	87,000						87,000
Total COPS - Personnel	224,000	-	-	-	-	-	224,000
<i>Cost of Providing Services - Other (List)</i>							
Other COPS Expense #1							-
Other COPS Expense #2							-
Other COPS Expense #3							-
Other COPS Expense #4							-
Miscellaneous COPS*	1,495,000						1,495,000
Total COPS - Other	1,495,000	-	-	-	-	-	1,495,000
Total Cost of Providing Services	1,719,000	-	-	-	-	-	1,719,000
Total Principal Payments on Debt Service in Lieu of Depreciation	1,442,833	-	-	-	-	-	1,442,833
Total Operating Appropriations	3,564,833	-	-	-	-	-	3,564,833
NON-OPERATING APPROPRIATIONS							
Total Interest Payments on Debt	432,874	-	-	-	-	-	432,874
Operations & Maintenance Reserve							-
Renewal & Replacement Reserve							-
Municipality/County Appropriation							-
Other Reserves							-
Total Non-Operating Appropriations	432,874	-	-	-	-	-	432,874
TOTAL APPROPRIATIONS	3,997,707	-	-	-	-	-	3,997,707
ACCUMULATED DEFICIT							-
TOTAL APPROPRIATIONS & ACCUMULATED DEFICIT	3,997,707	-	-	-	-	-	3,997,707
UNRESTRICTED NET POSITION UTILIZED							
Municipality/County Appropriation	-	-	-	-	-	-	-
Other							-
Total Unrestricted Net Position Utilized	-	-	-	-	-	-	-
TOTAL NET APPROPRIATIONS	\$ 3,997,707	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,997,707

* Miscellaneous line items may not exceed 5% of total operating appropriations shown below. If amount in miscellaneous is greater than the amount shown below, then the line item must be itemized above.

5% of Total Operating Appropriations \$ 178,241.65 \$ - \$ - \$ - \$ - \$ - \$ - \$ 178,241.65

5 Year Debt Service Schedule - Principal

Kearny Municipal Utilities Authority

	Fiscal Year Beginning in								Total Principal
	Current Year (2015)	2016	2017	2018	2019	2020	2021	Thereafter	Outstanding
WASTEWATER									
Debt Issuance #1 (Serial Bonds)	\$ 860,000	\$ 905,000	\$ 940,000	\$ 980,000	\$ 300,000	\$ 305,000	\$ 315,000	\$ 3,870,000	\$ 7,615,000
Debt Issuance #2 (NJET Loans)	582,833	587,035	595,701	599,076	615,867	604,905	622,025	3,821,500	7,446,110
Debt Issuance #3									
Debt Issuance #4									
Total Principal	1,442,833	1,492,035	1,535,701	1,579,076	915,867	909,905	937,025	7,691,500	15,061,110
Operation #2									
Debt Issuance #1									
Debt Issuance #2									
Debt Issuance #3									
Debt Issuance #4									
Total Principal	-	-	-	-	-	-	-	-	-
Operation #3									
Debt Issuance #1									
Debt Issuance #2									
Debt Issuance #3									
Debt Issuance #4									
Total Principal	-	-	-	-	-	-	-	-	-
Operation #4									
Debt Issuance #1									
Debt Issuance #2									
Debt Issuance #3									
Debt Issuance #4									
Total Principal	-	-	-	-	-	-	-	-	-
Operation #5									
Debt Issuance #1									
Debt Issuance #2									
Debt Issuance #3									
Debt Issuance #4									
Total Principal	-	-	-	-	-	-	-	-	-
Operation #6									
Debt Issuance #1									
Debt Issuance #2									
Debt Issuance #3									
Debt Issuance #4									
Total Principal	-	-	-	-	-	-	-	-	-
Operation #6									
Debt Issuance #1									
Debt Issuance #2									
Debt Issuance #3									
Debt Issuance #4									
Total Principal	-	-	-	-	-	-	-	-	-
TOTAL PRINCIPAL ALL OPERATIONS									
	\$ 1,442,833	\$ 1,492,035	\$ 1,535,701	\$ 1,579,076	\$ 915,867	\$ 909,905	\$ 937,025	\$ 7,691,500	\$ 15,061,110

Indicate the Authority's most recent bond rating and the year of the rating by ratings service.

	Moody's	Fitch	Standard & Poors
Bond Rating	A-2		
Year of Last Rating	2012		

5 Year Debt Service Schedule - Interest

Kearny Municipal Utilities Authority

Fiscal Year Beginning in

	Current Year (2015)	2016	2017	2018	2019	2020	2021	Thereafter	Total Interest Payments Outstanding
WASTEWATER									
Debt Issuance #1 (Serial Bonds)	\$ 332,441	\$ 295,641	\$ 256,061	\$ 214,189	\$ 172,936	\$ 162,766	\$ 152,446	\$ 874,536	\$ 2,128,576
Debt Issuance #2 (NJEIT Loans)	100,433	94,382	87,933	81,033	73,733	66,770	50,645	189,199	643,695
Debt Issuance #3									
Debt Issuance #4									
Total Interest Payments	432,874	390,023	343,994	295,222	246,669	229,536	203,091	1,063,735	2,772,270
Operation #2									
Debt Issuance #1									
Debt Issuance #2									
Debt Issuance #3									
Debt Issuance #4									
Total Interest Payments	-	-	-	-	-	-	-	-	-
Operation #3									
Debt Issuance #1									
Debt Issuance #2									
Debt Issuance #3									
Debt Issuance #4									
Total Interest Payments	-	-	-	-	-	-	-	-	-
Operation #4									
Debt Issuance #1									
Debt Issuance #2									
Debt Issuance #3									
Debt Issuance #4									
Total Interest Payments	-	-	-	-	-	-	-	-	-
Operation #5									
Debt Issuance #1									
Debt Issuance #2									
Debt Issuance #3									
Debt Issuance #4									
Total Interest Payments	-	-	-	-	-	-	-	-	-
Operation #6									
Debt Issuance #1									
Debt Issuance #2									
Debt Issuance #3									
Debt Issuance #4									
Total Interest Payments	-	-	-	-	-	-	-	-	-
TOTAL INTEREST ALL OPERATIONS									
Total Interest Payments	-	-	-	-	-	-	-	-	-
	\$ 432,874	\$ 390,023	\$ 343,994	\$ 295,222	\$ 246,669	\$ 229,536	\$ 203,091	\$ 1,063,735	\$ 2,772,270

2016 Net Position Reconciliation

Kearny Municipal Utilities Authority

For the Period

January 1, 2016

to

December 31, 2016

Proposed Budget

	WASTEWATER	Operation #2	Operation #3	Operation #4	Operation #5	Operation #6	Total All Operations
TOTAL NET POSITION BEGINNING OF CURRENT YEAR (1)	\$ 27,828,806						\$ 27,828,806
Less: Invested in Capital Assets, Net of Related Debt (1)	23,421,108						23,421,108
Less: Restricted for Debt Service Reserve (1)							-
Less: Other Restricted Net Position (1)	2,406,221						2,406,221
Total Unrestricted Net Position (1)	2,001,477	-	-	-	-	-	2,001,477
Less: Designated for Non-Operating Improvements & Repairs							-
Less: Designated for Rate Stabilization							-
Less: Other Designated by Resolution							-
Plus: Accrued Unfunded Pension Liability (1)							-
Plus: Accrued Unfunded Other Post-Employment Benefit Liability (1)							-
Plus: Estimated Income (Loss) on Current Year Operations (2)							-
Plus: Other Adjustments (attach schedule)							-
UNRESTRICTED NET POSITION AVAILABLE FOR USE IN PROPOSED BUDGET	2,001,477	-	-	-	-	-	2,001,477
Unrestricted Net Position Utilized to Balance Proposed Budget	-	-	-	-	-	-	-
Unrestricted Net Position Utilized in Proposed Capital Budget	500,000	-	-	-	-	-	500,000
Appropriation to Municipality/County (3)	-	-	-	-	-	-	-
Total Unrestricted Net Position Utilized in Proposed Budget	500,000	-	-	-	-	-	500,000
PROJECTED UNRESTRICTED UNDESIGNATED NET POSITION AT END OF YEAR (4)	\$ 1,501,477	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,501,477

(1) Total of all operations for this line item must agree to audited financial statements.

(2) Include budgeted and unbudgeted use of unrestricted net position in the current year's operations.

(3) Amount may not exceed 5% of total operating appropriations. See calculation below.

Maximum Allowable Appropriation to Municipality/County

\$ 183,152 \$ - \$ - \$ - \$ - \$ - \$ 183,152

(4) If Authority is projecting a deficit for any operation at the end of the budget period, the Authority must attach a statement explaining its plan to reduce the deficit, including the timeline for elimination of the deficit, if not already detailed in the budget narrative section.

2016

KEARNY MUNICIPAL
UTILITIES AUTHORITY

CAPITAL
BUDGET/
PROGRAM

2016 CERTIFICATION OF AUTHORITY CAPITAL BUDGET/PROGRAM


KEARNY MUNICIPAL UTILITIES AUTHORITY

FISCAL YEAR: FROM: 01-01-2016 TO: 12-31-2016

[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 Kearny Municipal Utilities Authority, on the 28th day of October, 2015.

OR

[] It is hereby 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): _____

Officer's Signature:			
Name:	Shuaib Firozvi		
Title:	Chief Financial Officer		
Address:	39 Central Avenue, Kearny, NJ 07032		
Phone Number:	201-955-7897	Fax Number:	201-955-9221
E-mail address	sfirozvi@kearnynj.org		

2016 CAPITAL BUDGET/PROGRAM MESSAGE

Kearny Municipal Utilities Authority

FISCAL YEAR: FROM: 01-01-2016 TO: 12-31-2016

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?

Yes

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

Yes

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

No

4. Describe the projected impact 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.

These should have no impact as they are funded by unrestricted Net Assets.

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.

Not Applicable

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.

Not Applicable

Add additional sheets if necessary.

2016 Proposed Capital Budget

Kearny Municipal Utilities Authority
For the Period January 1, 2016 to December 31, 2016

	Estimated Total Cost	Funding Sources				
		Unrestricted Net Position Utilized	Renewal & Replacement Reserve	Debt Authorization	Capital Grants	Other Sources
WASTEWATER						
Equipment Purchase & Upgrade	\$ 500,000	\$ 500,000				
Project B Description	-					
Project C Description	-					
Project D Description	-					
Total	500,000	500,000	-	-	-	-
Operation #2						
Project A Description	-					
Project B Description	-					
Project C Description	-					
Project D Description	-					
Total	-	-	-	-	-	-
Operation #3						
Project A Description	-					
Project B Description	-					
Project C Description	-					
Project D Description	-					
Total	-	-	-	-	-	-
Operation #4						
Project A Description	-					
Project B Description	-					
Project C Description	-					
Project D Description	-					
Total	-	-	-	-	-	-
Operation #5						
Project A Description	-					
Project B Description	-					
Project C Description	-					
Project D Description	-					
Total	-	-	-	-	-	-
Operation #6						
Project A Description	-					
Project B Description	-					
Project C Description	-					
Project D Description	-					
Total	-	-	-	-	-	-
TOTAL PROPOSED CAPITAL BUDGET	\$ 500,000	\$ 500,000	\$ -	\$ -	\$ -	\$ -

Enter brief description of up to four projects for each operation above. For operations with more than four budgeted projects, please attach additional schedules. Input total amount of all projects for the operation on single line and enter "See Attached Schedule" instead of project description.

5 Year Capital Improvement Plan

Kearny Municipal Utilities Authority
For the Period January 1, 2016 to December 31, 2016

Fiscal Year Beginning in

	Estimated Total Cost	Current Year Proposed Budget	2017	2018	2019	2020	2021
WASTEWATER							
Equipment Purchase & Upgrade	\$ 500,000	\$ 500,000					
Project B Description	-	-					
Project C Description	-	-					
Project D Description	-	-					
Total	500,000	500,000	-	-	-	-	-
Operation #2							
Project A Description	-	-					
Project B Description	-	-					
Project C Description	-	-					
Project D Description	-	-					
Total	-	-	-	-	-	-	-
Operation #3							
Project A Description	-	-					
Project B Description	-	-					
Project C Description	-	-					
Project D Description	-	-					
Total	-	-	-	-	-	-	-
Operation #4							
Project A Description	-	-					
Project B Description	-	-					
Project C Description	-	-					
Project D Description	-	-					
Total	-	-	-	-	-	-	-
Operation #5							
Project A Description	-	-					
Project B Description	-	-					
Project C Description	-	-					
Project D Description	-	-					
Total	-	-	-	-	-	-	-
Operation #6							
Project A Description	-	-					
Project B Description	-	-					
Project C Description	-	-					
Project D Description	-	-					
Total	-	-	-	-	-	-	-
TOTAL	\$ 500,000	\$ 500,000	\$ -	\$ -	\$ -	\$ -	\$ -

Project descriptions entered on Page CB-3 will carry forward to Pages CB-4 and CB-5. No need to re-enter project descriptions above.

5 Year Capital Improvement Plan Funding Sources

Kearny Municipal Utilities Authority

For the Period January 1, 2016 to December 31, 2016

	Estimated Total Cost	Funding Sources				
		Unrestricted Net Position Utilized	Renewal & Replacement Reserve	Debt Authorization	Capital Grants	Other Sources
WASTEWATER						
Equipment Purchase & Upgrade \$	-					
Project B Description	-					
Project C Description	-					
Project D Description	-					
Total	-	-	-	-	-	-
Operation #2						
Project A Description	-					
Project B Description	-					
Project C Description	-					
Project D Description	-					
Total	-	-	-	-	-	-
Operation #3						
Project A Description	-					
Project B Description	-					
Project C Description	-					
Project D Description	-					
Total	-	-	-	-	-	-
Operation #4						
Project A Description	-					
Project B Description	-					
Project C Description	-					
Project D Description	-					
Total	-	-	-	-	-	-
Operation #5						
Project A Description	-					
Project B Description	-					
Project C Description	-					
Project D Description	-					
Total	-	-	-	-	-	-
Operation #6						
Project A Description	-					
Project B Description	-					
Project C Description	-					
Project D Description	-					
Total	-	-	-	-	-	-
TOTAL	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total 5 Year Plan per CB-4	\$ 500,000					
Balance check	(500,000)	If amount is other than zero, verify that projects listed above match projects listed on CB-4.				

Project descriptions entered on Page CB-3 will carry forward to Pages CB-4 and CB-5. No need to re-enter project descriptions above.