

Authority Budget of: **ADOPTED COPY**

The Southeast Morris County Municipal Utilities Authority

State Filing Year

2019

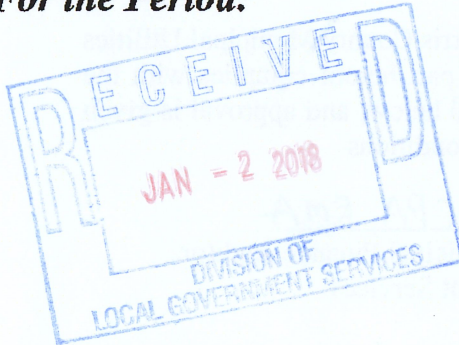
ADOPTED COPY

For the Period:

January 1, 2019

to

December 31, 2019



www.smcmua.org

Authority Web Address

ADOPTED COPY

Department Of



**Community
Affairs**

Division of Local Government Services

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

CONDITIONAL CERTIFICATION OF APPROVED BUDGET

It is hereby certified that the approved budget of the Southeast Morris County Municipal Utilities Authority for the fiscal year ending December 31, 2019 made a part hereof complies with the requirements of law and regulation except for the conditions noted below, and approval is given pursuant to N.J.S.A. 40A:5A-11 subject to the correction of such conditions.

12/6/2018

Date

By Paul D. Ewert, CPA RMA
Paul Ewert, Supervising Municipal Finance Auditor
Division of Local Government Services

CONDITIONS

Pursuant to N.J.S.A. 40A:5A-10 and 11 of the Local Authorities Fiscal Control Law and N.J.A.C. 5:31-2.1 et seq., each Authority in the State of New Jersey is required to submit a budget for each fiscal year to the Director of the Division of Local Government Services for review and approval. In accordance with these statutory and regulatory requirements, the Southeast Morris County Municipal Utilities Authority submitted its introduced budget for the fiscal year ending December 31, 2019 to the Director for review and approval. During the review of the 2019 budget for the Authority, it was concluded that the Authority will need to adopt the 2019 Rate Structure Resolution.

The 2019 budget is approved pending the adoption of the 2019 Rate Structure Resolution on December 20, 2018.

When the 2019 Amendment Resolution has been adopted, the Authority should proceed as follows:

Upon the adoption of the 2019 Rate Structure Resolution for the Southeast Morris County Municipal Utilities Authority, the Authority may adopt the 2019 budget and submit the 2019 Rate Structure Resolution and the 2019 Adopted Budget, including pages C-6 and C-7 (which refer to the adoption), to the Division for the Director's approval.

2019 AUTHORITY BUDGET

Certification Section

2019

THE SOUTHEAST MORRIS COUNTY MUNICIPAL UTILITIES AUTHORITY

AUTHORITY BUDGET

FISCAL YEAR: FROM January 1, 2019 TO December 31, 2019

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: Paul D. Cwert CPA, RMA Date: 12/6/2018
Conditional Need to Adjust Records

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: Paul D. Cwert CPA, RMA Date: 1/3/2019

2019 PREPARER'S CERTIFICATION


THE SOUTHEAST MORRIS COUNTY MUNICIPAL UTILITIES AUTHORITY

AUTHORITY BUDGET

FISCAL YEAR: FROM: January 1, 2019 TO: December 31, 2019

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:	Charles Maggio		
Title:	Manager of Finance		
Address:	19 Saddle Rd Cedar Knolls, NJ 07927		
Phone Number:	973-326-6863	Fax Number:	973-326-6808
E-mail address	cmaggio@smcmua.org		

2019 APPROVAL CERTIFICATION

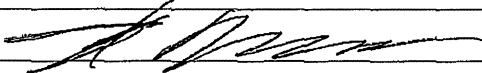
THE SOUTHEAST MORRIS COUNTY MUNICIPAL UTILITIES AUTHORITY

AUTHORITY BUDGET

FISCAL YEAR: **FROM:** January 1, 2019 **TO:** December 31, 2019

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 Southeast Morris County Municipal Utilities Authority, at an open public meeting held pursuant to N.J.A.C. 5:31-2.3, on the 25th day of October, 2018.

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:	Sidney D. Weiss, Esq.		
Title:	Assistant Secretary		
Address:	19 Saddle Rd Cedar Knolls, NJ 07927		
Phone Number:	973-326-7234	Fax Number:	973-356-9521
E-mail address	sdweiss@smcmua.org		

INTERNET WEBSITE CERTIFICATION

Authority's Web Address:	www.smcmua.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.

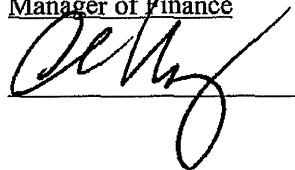
- A description of the Authority's mission and responsibilities
- Budgets for the current fiscal year and immediately preceding two prior years
- The most recent Comprehensive Annual Financial Report (Unaudited) or similar financial information (**Similar Information is such as PIE Charts, Bar Graphs etc. for such items as Revenues, Expenditures, and other information the Authority deems relevant to inform the public**)
- 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
- 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
 Title of Officer Certifying compliance

Charles Maggio
Manager of Finance

Signature



**2019 AUTHORITY BUDGET RESOLUTION
THE SOUTHEAST MORRIS COUNTY MUNICIPAL UTILITIES AUTHORITY**

FISCAL YEAR: FROM: January 1, 2019 TO: December 31, 2019

WHEREAS, the Annual Budget and Capital Budget for The Southeast Morris County Municipal Utilities Authority for the fiscal year beginning, January 1, 2019 and ending, December 31, 2019 has been presented before the governing body of The Southeast Morris County Municipal Utilities Authority at its open public meeting of October 19, 2018; and

WHEREAS, the Annual Budget as introduced reflects Total Revenues of \$15,535,465, Total Appropriations, including any Accumulated Deficit if any, of \$15,551,800 and Total Unrestricted Net Position utilized of (\$16,335); and

WHEREAS, the Capital Budget as introduced reflects Total Capital Appropriations of \$4,892,752 and Total Unrestricted Net Position planned to be utilized as funding thereof, of \$4,892,752; 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 Southeast Morris County Municipal Utilities Authority, at an open public meeting held on October 25, 2018 that the Annual Budget, including all related schedules, and the Capital Budget/Program of The Southeast Morris County Municipal Authority for the fiscal year beginning, January 1, 2019 and ending, December 31, 2019 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 Southeast Morris County Municipal Utilities Authority will consider the Annual Budget and Capital Budget/Program for adoption on December 20, 2018

(Assistant Secretary's Signature)

October 25, 2018

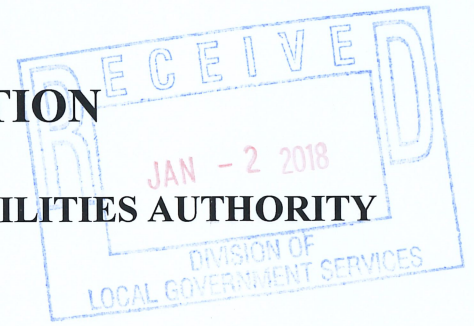
(Date)

Governing Body Member:	Aye	Recorded Vote		
		Nay	Abstain	Absent
Baldassari, Dennis	X			
Chumer, Michael	X			
Doherty, John ("Jack")	X			
Dougherty, Mary				X
Iannaccone, Saverio ("Sal")	X			
Kissil, Donald	X			
Rotando, Ralph	X			
Schimpf, Adolf	X			

2019 ADOPTION CERTIFICATION


THE SOUTHEAST MORRIS COUNTY MUNICIPAL UTILITIES AUTHORITY

AUTHORITY BUDGET



FISCAL YEAR: FROM: January 1, 2019 TO: December 31, 2019

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 Southeast Morris County Municipal Utilities Authority, pursuant to N.J.A.C. 5:31-2.3, on the 20th day of December, 2018.

Officer's Signature:			
Name:	Sidney D. Weiss, Esq.		
Title:	Assistant Secretary		
Address:	19 Saddle Rd Cedar Knolls, NJ 07927		
Phone Number:	973-326-7234	Fax Number:	973-356-9521
E-mail address	sdweiss@smcmua.org		

2019 ADOPTED BUDGET RESOLUTION

THE SOUTHEAST MORRIS COUNTY MUNICIPAL UTILITIES AUTHORITY

FISCAL YEAR: FROM: January 1, 2019 **TO:** December 31, 2019

WHEREAS, the Annual Budget and Capital Budget/Program for The Southeast Morris County Municipal Utilities Authority for the fiscal year beginning January 1, 2019 and ending December 31, 2019 has been presented for adoption before the governing body of The Southeast Morris County Municipal Utilities Authority at its open public meeting of December 20, 2018; 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 introduced reflects Total Revenues of \$15,535,465, Total Appropriations, including any Accumulated Deficit if any, of \$15,551,800 and Total Unrestricted Net Position utilized of (\$16,335); and

WHEREAS, the Capital Budget as introduced reflects Total Capital Appropriations of \$4,892,752 and Total Unrestricted Net Position planned to be utilized as funding thereof, of \$4,892,752; and

NOW, THEREFORE BE IT RESOLVED, by the governing body of The Southeast Morris County Municipal Utilities Authority, at an open public meeting held on December 20, 2018 that the Annual Budget and Capital Budget/Program of The Southeast Morris County Municipal Utilities Authority for the fiscal year beginning January 1, 2019 and ending December 31, 2019 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.

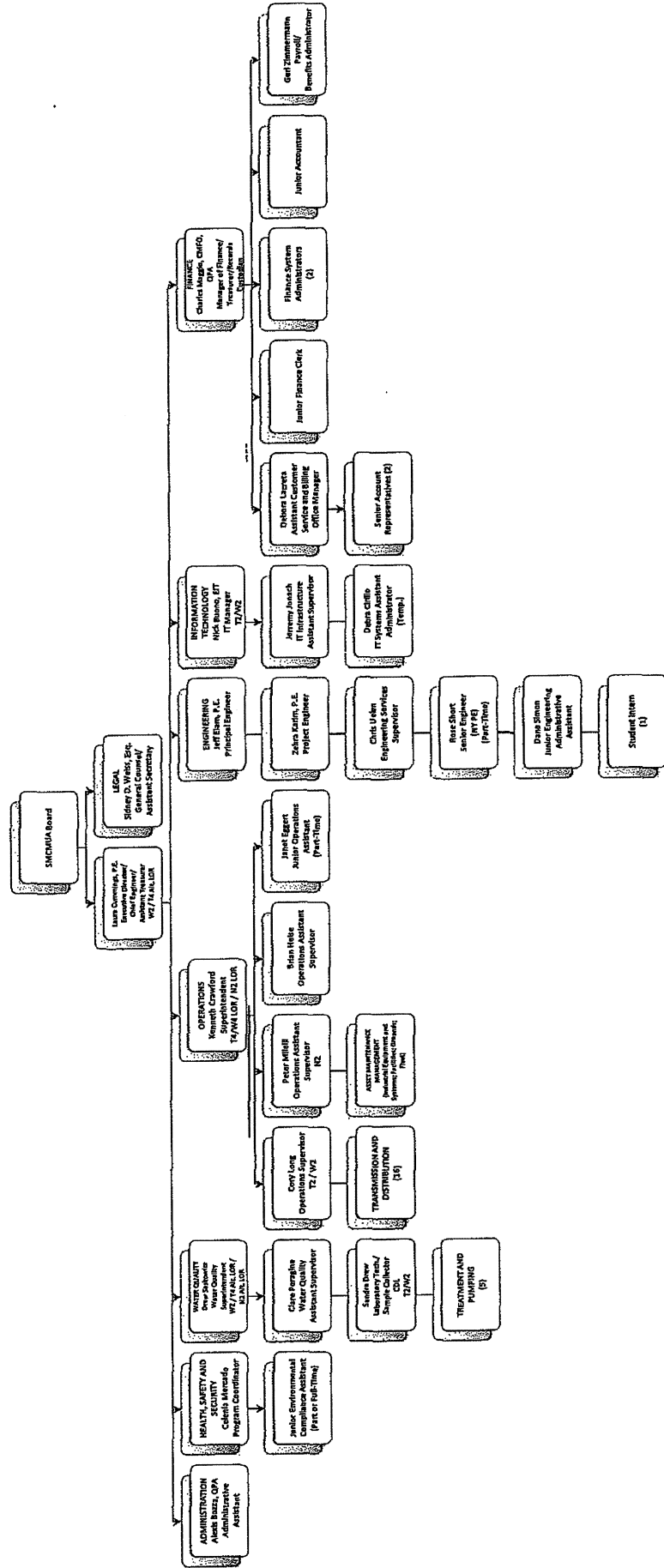

(Assistant Secretary's Signature)

December 20, 2018
(Date)

Governing Body Member:

	Recorded Vote			
	Aye	Nay	Abstain	Absent
Baldassari, Dennis	X			
Chumer, Michael				X
Doherty, John ("Jack")	X			
Dougherty, Mary	X			
Iannaccone, Saverio ("Sal")	X			
Kissil, Donald	X			
Rotando, Ralph	X			
Schimpf, Adolf	X			

Figure 2-2
Organizational Chart



2019 AUTHORITY BUDGET
Narrative and Information Section



Southeast Morris County Municipal Utilities Authority

19 SADDLE ROAD • CEDAR KNOLLS, NEW JERSEY 07927 • TEL 973-326-6880 • FAX 973-326-9521

Resolution No. 109-18

RESOLUTION APPROVING REVISED SCHEDULES OF SERVICE CHARGES

WHEREAS, the Authority's Executive Director/Chief Engineer and Manager of Finance have prepared a study which recommends the adoption of certain rate revisions to the Authority's Rules and Regulations for Water Service ("Tariff"); and

WHEREAS, the proposed revised rates are required to generate sufficient revenues for the Authority to meet its expenses, six-year Capital Improvement Plan and other obligations; and

WHEREAS, the Authority is required by law to hold a public hearing on the aforesaid rate revisions; and

WHEREAS, notice of a public hearing and the revised schedules of service charges were published in the Daily Record and the Star Ledger on November 29, 2018, as required by law; and

WHEREAS, notice of the proposed revised service charges was served upon the municipal clerk of each municipality serviced by the Authority within the time permitted by law; and

WHEREAS, a public hearing on the proposed revised schedule of service charges was held by the Authority on December 20, 2018, as required by law; and

WHEREAS, extensive testimony was presented in support of the proposed revised rates and opportunity was provided to the public to question witnesses and comment thereon; and

WHEREAS, the proposed rate revisions are found to be just and reasonable and reasonably necessary to promote the purposes of the Authority; and

WHEREAS, the Authority finds it to be in the best interest of the water system and the public interest to adopt the proposed revised schedules of service charges.

Board Members

Morristown:
Mary Dougherty
Donald Kissil

Morris Township:
Dennis Baldassari
Michael Chumer, Ph.D.

Morris Plains:
Jack Doherty
Ralph R. Rotando

Hanover Township:
Saverio C. Iannaccone
Adolf Schimpf, Ph.D.

Executive Director/Chief Engineer: Laura Cummings, P.E.

Superintendent: Kenneth A. Crawford, C.P.W.M.

NOW, THEREFORE, BE IT RESOLVED by The Southeast Morris County Municipal Utilities Authority as follows:

1. The revised schedules of service charges set forth in Exhibit "A" annexed hereto be and are hereby approved and adopted.
2. The revised schedules of service charges shall be effective for bills rendered on and after January 1, 2019.

ATTEST:

THE SOUTHEAST MORRIS COUNTY
MUNICIPAL UTILITIES AUTHORITY



SIDNEY D. WEISS, Assistant Secretary



RALPH R. ROTANDO, Chairman

DATED: December 20, 2018

Exhibit "A"

**THE SOUTHEAST MORRIS COUNTY
MUNICIPAL UTILITIES AUTHORITY**

**SCHEDULE NO. 1
GENERAL METERED SERVICE**

Applicable to the use of water supplied through meters in the territory services by the Authority.

The Total of a customer's bill for a billing period includes consumption plus the facilities charges.

CONSUMPTION CHARGE

**RESIDENTIAL RATE
(BILLED QUARTERLY)**

		RATE (per 100 Cubic Feet)
<u>Quantity Used Quarterly</u>		
Conservation Rate	11-30	\$ 3.133
High Usage Rate	31-90	\$ 4.699
Incentive Rate	91 & Over	\$ 6.267

**REGULAR INDUSTRIAL AND COMMERCIAL RATE
(BILLED QUARTERLY)**

\$4.553 per 100 Cubic Feet

**LARGE INDUSTRIAL AND COMMERCIAL RATE
(BILLED MONTHLY)**

\$4.553 per 100 Cubic Feet

NOTE: One consumption unit (1 CCF) = 100 cubic feet = 748 gallons

Residential customers are services to single family residences.

Schedule No. 1 (Revised)
Effective January 1, 2019

Regular Industrial and Commercial Customers are all industrial and commercial customers who are not Large Industrial and Commercial Customers.

Large Industrial and Commercial Customers are monthly-billed industrial and commercial customers with 1 inch meters or greater whose annual usage is 1,200 consumption units (120,000 cubic feet) or more.

THE SOUTHEAST MORRIS COUNTY
MUNICIPAL UTILITIES AUTHORITY

SCHEDULE NO. 2
GENERAL METERED SERVICE

Applicable to the use of water supplied through meters in the territory serviced by the Authority. The total of a customer's bill for a billing period includes consumption plus the facilities charges.

QUARTERLY FACILITIES CHARGE
ALL WATER EXTRA (SEE SCHEDULE NO. 1)

<u>Meter Size</u>	<u>Charges</u>
5/8 Inch	\$21.53
3/4 Inch	\$26.37
1 Inch	\$43.22
1 1/2 Inch	\$66.20
2 Inch	\$93.15
3 Inch	\$155.26
4 Inch	\$240.42
6 Inch	\$450.74
8 Inch	\$700.56
10 Inch	\$898.78

MONTHLY FACILITIES CHARGES
ALL WATER EXTRA (SEE SCHEDULE NO. 1)

<u>Meter Size</u>	<u>Charges</u>
5/8 Inch	\$7.19
3/4 Inch	\$8.79
1 Inch	\$25.65
1 1/2 Inch	\$33.33
2 Inch	\$42.33
3 Inch	\$62.93
4 Inch	\$91.39
6 Inch	\$161.51
8 Inch	\$244.79
10 Inch	\$341.19

DEFINITIONS

CONSUMPTION CHARGE: This charge includes the cost of treating the water and pumping it to the customers.

FACILITIES CHARGE: This charge covers the cost of water service lines, meter installation, meter reading, billing costs and other expenses. This does not change with consumption.

BILL CALCULATION: The consumption charge is calculated by subtracting the prior meter reading from the present reading. This answer is then multiplied by the rate per 100 cubic feet. The applicable facilities charge is then added to this amount making total water bill.

THE SOUTHEAST MORRIS COUNTY
MUNICIPAL UTILITIES AUTHORITY

SCHEDULE NO. 3
PRIVATE FIRE PROTECTION

Applicable to customers within and outside the District for Private Fire Protection.

<u>Size of Service</u>	<u>Charges per Quarter</u>
2 Inch	\$78.60
3 Inch	\$104.39
4 Inch	\$155.98
6 Inch	\$257.91
8 Inch	\$432.31
10 Inch	\$617.76

THE SOUTHEAST MORRIS COUNTY
MUNICIPAL UTILITIES AUTHORITY

SCHEDULE NO. 4
PRIVATE FIRE PROTECTION SERVICE (HYDRANTS)

Applicable within and outside the District for Private Fire Protection.

<u>Private Fire Hydrants</u>	<u>Charges per Quarter</u>
4 Inch	\$67.54
4 1/4 – 4 1/2 Inches	\$84.75
5+ Inches	\$100.70

NOTE: Private Fire Hydrants are those provided by customers pursuant to Section 10A of the Authority's Rules and Regulations for Water Service.

**THE SOUTHEAST MORRIS COUNTY
MUNICIPAL UTILITIES AUTHORITY**

**SCHEDULE NO. 5
NON-METERED SERVICE**

Applicable to the entire territory service by the Authority.

RATE

Annual Charge \$ 94.56 (outdoor drinking fountain)

THE SOUTHEAST MORRIS COUNTY
MUNICIPAL UTILITIES AUTHORITY

SCHEDULE NO. 6
MISCELLANEOUS SERVICE

Applicable to the entire territory serviced by the Authority for charges not involving the use of water.

Resumption of service after discontinuance due to non-payment of bills or violation of the Rules and delivery of 24-hour notice of discontinuance of service except that the charge for delivery of the 24-hour notice of discontinuance of service shall be waived in the case of senior citizens over the age of 65 years (upon request).

Meters up to and including 1 Inch	\$42.99
Meters larger than 1 Inch	\$70.01

Any other turn-offs and turn-ons regardless of reason of any service.

Meters up to and including 1 Inch	\$42.99
Meters larger than 1 Inch	\$70.01

TAPPING FEES

	<u>NEW</u>	<u>RENEWAL</u>
5/8 x 3/4 Inch	\$612.85	\$459.33
3/4 Inch	\$679.16	\$525.64
1 Inch	\$982.51	\$687.76
1 1/2 Inch	\$1,047.61	\$763.91
2 Inch	\$1,504.48	\$1,198.67

WET CUT FEES

<u>Sizes</u>	<u>Charges</u>
4 Inch	\$525.64
6 Inch	\$599.33
8 Inch	\$649.70
10 Inch	\$828.99

OTHER SERVICES

	<u>Charges</u>
Pumping Out Meter Pit	\$85.97
Annual Backflow/Detector Check	\$85.97
Locate and Clean Curb Box per Hour*	\$42.99

*One hour minimum.

LABOR AND MATERIALS

Any labor performed and all materials furnished by the Authority will be charged to the customers, at cost, unless otherwise provided in these schedules.

THE SOUTHEAST MORRIS COUNTY
MUNICIPAL UTILITIES AUTHORITY

SCHEDULE NO. 7
SERVICE TO OTHER WATER SUPPLY SYSTEMS
(Non-retail service)

Applicable outside the District of the Authority.

TERMS OF PAYMENT

Net cash on presentation of the bill.

BULK RATE PER 100 CU. FT.

\$ 2.54

MISCELLANEOUS APPLICATION FEES

<u>TYPE OF APPLICATION</u>	FEES*
A. Service Connection Outside District (Excludes new Main Extensions)	
1. Residential (per connection/unit)	\$ 35.62
2. Commercial or Industrial (single unit and accessory use)	\$ 359.85
3. Industrial Park or Commercial Complex	\$ 883.03
B. New Main Extension Outside District For purpose of providing service solely to persons or property within District	
1. Residential	\$ 186.68
2. Commercial or Industrial	\$ 359.85

**Schedule No. 7 (Revised)
Effective January 1, 2019**

C. All Other New Main Extension Outside District

1. Residential Development (per connection/unit)	\$ 35.62 (Min. fee 1,099.19)
2. Commercial or Industrial (single use and accessory use including fire service)	\$ 2,386.28
3. Industrial Park or Commercial Complex (two or more units) (per connection/unit)	\$ 2,058.44

*Preliminary Fee intended to defray the cost to the Authority of processing the initial application and making written requests (when required) to the Authority. The Authority may require a supplemental fee, cash deposit or other security in the event additional costs are incurred in connection with the application. Such fees are in addition to the connection fee required pursuant to Schedule 13.

THE SOUTHEAST MORRIS COUNTY
MUNICIPAL UTILITIES AUTHORITY

SCHEDULE NO. 8
APPLICATION FOR WATER MAIN EXTENSION

Applicable within the District of the Authority.

(To cover engineering, inspection, legal, etc., costs incurred relating to application.

Application Fee
\$599.33

Deposit: \$571.09 plus \$4.30 per foot of water main extension

Application fee and deposit listed above are non-refundable. Additional cash deposits may be required to cover actual costs incurred in connection with the application. Unused portion of additional deposit will be refunded after all requirements are completed.

**THE SOUTHEAST MORRIS COUNTY
MUNICIPAL UTILITIES AUTHORITY**

**SCHEDULE NO. 9
UNCOLLECTIBLE CHECK CHARGE**

If a customer or applicant for service submits an uncollectible check in payment of a bill, deposit or any service rendered, the Authority may charge a handling fee of \$36.85 plus any penalties the Authority may incur from its bank handling the uncollectible check.

**THE SOUTHEAST MORRIS COUNTY
MUNICIPAL UTILITIES AUTHORITY**

**SCHEDULE NO. 10
SCHEDULE OF DEPOSITS**

- Omitted -

**THE SOUTHEAST MORRIS COUNTY
MUNICIPAL UTILITIES AUTHORITY**

**SCHEDULE NO. 11
HYDRANT PERMIT FEES**

Applicant to the entire territory serviced by the Authority to persons obtaining permits from the Authority to use Public Hydrants for purposes other than Fire Protection.

Deposit Required for borrowed Wrench and Adapter (deposit refunded when returned)	\$ 189.14
Monthly Charge for Unmetered Water (payable in advance)	\$ 121.58

**THE SOUTHEAST MORRIS COUNTY
MUNICIPAL UTILITIES AUTHORITY**

**SCHEDULE NO. 12
WATER SEARCH SERVICE CHARGE**

- Omitted -

THE SOUTHEAST MORRIS COUNTY
MUNICIPAL UTILITIES AUTHORITY

SCHEDULE NO. 13
CONNECTION FEE

Any applicant for potable water supplied through an Authority Line shall be required to pay a connection fee pursuant to Section 18 of the Authority's Rules and Regulations for Water Service as follows:

Connection Fee

(Per Equivalent Dwelling Unit)

\$4,647.00

An equivalent dwelling unit is defined as usage of 192.608 gallons per day.

Reduced rates, credits and allowances regarding connection fees, including (but not limited to) reduced rates for affordable housing, shall be allowed as provided in Section 18 of the Authority's Rules and Regulations for Water Service and as otherwise required by applicable laws as such laws shall be amended or supplemented from time to time.

THE SOUTHEAST MORRIS COUNTY
MUNICIPAL UTILITIES AUTHORITY

SCHEDULE NO. 14
IRRIGATION SERVICE

Flat Rate per 100 cubic feet	\$ 6.29
Seasonal on/off; drain meter charge	\$ 128.96

CERTIFICATION

I hereby certify the foregoing to be a true copy of the resolution adopted by The Southeast Morris County Municipal Utilities Authority on Thursday, December 20, 2018, at a meeting duly convened of said Authority.

A handwritten signature in black ink, appearing to read 'Sidney D. Weiss', written over a horizontal line.

SIDNEY D. WEISS, Assistant Secretary

Dated: December 20, 2018

2019 AUTHORITY BUDGET MESSAGE & ANALYSIS

THE SOUTHEAST MORRIS COUNTY MUNICIPAL UTILITIES AUTHORITY

AUTHORITY BUDGET

FISCAL YEAR: FROM: January 1, 2019 TO: December 31, 2019

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

1. Complete a brief statement on the 2019/2019-2020 proposed Annual Budget and make comparison to the 2018/2018-2019 adopted budget for each operation. Explain any variances over +/-10% (As shown on budget page F-4 explain the reason for changes for each appropriation changing more than 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.

Water rates and services charges will increase by Resolution by a net of approximately 5.5% over 4 tiers of services for the year 2019 where "Other" services would include fixed charges, unmetered sales, fire protection, etc... (as shown below).

	Residential	Commercial	Irrigation	Other
Proposed 2018	5.5 %	4.5%	5.5%	6%

This approach continues the change in our approach in rate structure increases as a result of a Cost of Services Study conducted in 2016 which indicated that long term adjustments to residential, commercial and bulk rates were required to more accurately reflect the cost of services.

There was a 24.8% increase in appropriations for Purchased Water. This was a result of increasing the previously budgeted 448 million gallons per year from Passaic Valley Water Commission (PVWC) to 600 million gallons per year due to a contractual minimum obligation purchase.

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% (As shown on budget page F-2 explain reason for change for each revenue changing more than 10%) from the current year adopted budget.

Effective increase in revenues in 2019 above that projected for 2018 are due to imposed rate change is about 4.7% in total for Operation Revenues. The larger increase in Interest Earned (66.7%) is a result of rising interest rates and our entering into the NJ Cash Management Fund which will provide for higher yields.

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 economy in the Authority's service district is positive. Projected 2018 connection fees on new developments is approximately \$500,000 The Authority's 2015 Demand Forecast projects a rate of growth in water demands of about 0.06% per year.

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 2019 Authority budget proposes to use \$16,335 in Unrestricted Net Position to balance the budget.

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.).

There are no transfers to the County/Municipality as a budget subsidy or shared service.

6. The proposed budget must not reflect an anticipated deficit from 2019/2019-2020 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. (**Prepare a response to deficits caused by the implementation of GASB 68**)

There are no deficits in any prior year budgets or in the current budget.

7. Attach a schedule of the Authority's existing rate structure (connection fees, parking fees, service charges, etc.) if it has been changed since the prior year budget submission 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.

A schedule of proposed changes in the rate structure is shown below reflecting the following increase schedule. Note that 2019 a revised residential rate structure will be put in place and changing from a four (4) tier rate structure to a three (3) tier rate structure.

	Residential	Commercial	Irrigation	Other
Proposed 2019	5.5 %	4.5%	5.5%	6%

This will be presented for adoption at the December 2018 Board meeting.

	2018 Rates	2018 Rates (Proposed)
Residential		
"Lifeline" Rate	\$2.702	N/A
Conservation Rate	\$2.970	\$3.133
High Usage Rate	\$4.454	\$4.699
Incentive Rate	\$5.940	\$6.267
Regular Industrial & Commercial		
(Billed Quarterly) Flat Rate	\$4.357	\$4.553
Regular Industrial & Commercial		
(Billed Monthly) Flat Rate	\$4.357	\$4.553

Quarterly Facilities Charges		
5/8 Inch	\$20.31	\$21.53
3/4 Inch	\$24.88	\$26.37
1 Inch	\$40.77	\$43.22
1 1/2 Inch	\$62.45	\$66.20
2 Inch	\$87.88	\$93.15
3 Inch	\$146.47	\$155.26
4 Inch	\$226.81	\$240.42
6 Inch	\$425.23	\$450.74
8 Inch	\$660.91	\$700.56
10 Inch	\$933.75	\$989.78
Monthly Facilities Charges		
5/8 Inch	\$6.78	\$7.19
3/4 Inch	\$8.29	\$8.79
1 Inch	\$24.20	\$25.65
1 1/2 Inch	\$31.44	\$33.33
2 Inch	\$39.93	\$42.33
3 Inch	\$59.37	\$62.93
4 Inch	\$86.22	\$91.39
6 Inch	\$152.37	\$161.51
8 Inch	\$230.93	\$244.79
10 Inch	\$321.88	\$341.19
Private Fire Protection		
2 Inch	\$74.15	\$78.60
3 Inch	\$98.48	\$104.39
4 Inch	\$147.15	\$155.98
6 Inch	\$243.31	\$257.91
8 Inch	\$407.84	\$432.31
10 Inch	\$582.79	\$617.76
Hydrants		
4 Inch	\$63.72	\$67.54
4 1/4 - 4 1/2 Inches	\$79.95	\$84.75
5+ Inches	\$95.00	\$100.70
Non-metered service		
Outdoor drinking fountains	\$89.21	\$94.56

Miscellaneous Service			
Meters up to and including 1 Inch	\$40.56		\$42.99
Meters larger than 1 Inch	\$66.05		\$70.01
Tapping Fees - NEW			
5/8 x 3/4 Inch	\$578.16		\$612.85
3/4 Inch	\$640.72		\$679.16
1 Inch	\$926.90		\$982.51
1 1/2 Inch	\$988.31		\$1,047.61
2 Inch	\$1,419.32		\$1,504.48
Tapping Fees - RENEWAL			
5/8 x 3/4 Inch	\$433.33		\$459.33
3/4 Inch	\$495.89		\$525.64
1 Inch	\$648.83		\$687.76
1 1/2 Inch	\$720.67		\$763.91
2 Inch	\$1,130.82		\$1,198.67
Wet Cut Fees			
4 Inch	\$495.89		\$525.64
6 Inch	\$565.41		\$599.33
8 Inch	\$612.92		\$649.70
10 Inch	\$782.07		\$828.99
Other Services			
Pumping Out Meter Pit	\$81.10		\$85.97
Annual Backflow/Detector Check	\$81.10		\$85.97
Locate and Clean Curb Box per Hour*	\$40.56		\$42.99

Non-retail Service		
Bulk Rate	\$2.39	\$2.53
Outside District		
Service Connection Residential	\$33.60	\$35.62
Service Connection Commercial	\$339.48	\$359.85
Service Connection Complex	\$833.05	\$883.03
New Main Residential	\$176.11	\$186.68
New Main Comm/Ind	\$339.48	\$359.85
Residential Development	\$33.60	\$35.62
Minimum Fee	\$1,036.97	\$1,099.19
Commercial/Industrial	\$2,251.21	\$2,386.28
Industrial Park/Commercial Complex	\$1,941.92	\$2,058.44
	\$0.00	\$0.00
Water Main Extension	\$0.00	\$0.00
Application	\$565.41	\$599.33
Deposit	\$538.76	\$571.09
Per foot of extension	\$4.06	\$4.30
Uncollectible Check Charge	\$34.76	\$36.85
	\$0.00	\$0.00
Hydrant Permint Fees	\$0.00	\$0.00
Deposit for Wrench/Adapter	\$178.43	\$189.14
Monthly Charge for unmetered water	\$114.70	\$121.58
Water Search Service Charge	\$17.38	\$18.42
Irrigation		
Flat Rate	\$5.96	\$6.29
Season on/off	\$121.66	\$128.96

AUTHORITY CONTACT INFORMATION 2019

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

Name of Authority:	The Southeast Morris County Municipal Utilities Authority		
Federal ID Number:	22-2133468		
Address:	19 Saddle Rd		
City, State, Zip:	Cedar Knolls	NJ	07927
Phone: (ext.)	973-326-6863	Fax:	973-326-6864

Preparer's Name:	Charles Maggio, Manager of Finance		
Preparer's Address:	19 Saddle Rd		
City, State, Zip:	Cedar Knolls	NJ	07927
Phone: (ext.)	973-326-6863	Fax:	973-326-6808
E-mail:	cmaggio@smcmua.org		

Chief Executive Officer:	Laura Cummings Executive Director/Chief Engineer		
Phone: (ext.)	973-326-6866	Fax:	973-326-7233
E-mail:	lcummings@smcmua.org		

Chief Financial Officer:	Charles Maggio, Manager of Finance		
Phone: (ext.)	973-326-6863	Fax:	973-326-6808
E-mail:	cmaggio@smcmua.org		

Name of Auditor:	Kathi Mantell		
Name of Firm:	Nisivoccia, L.L.P.		
Address:	200 Valley Rd Suite 300		
City, State, Zip:	Mt. Arlington	NJ	07856
Phone: (ext.)	973-328-1825	Fax:	973-328-0507
E-mail:	kmantell@nisivoccia.com		

AUTHORITY INFORMATIONAL QUESTIONNAIRE

THE SOUTHEAST MORRIS COUNTY MUNICIPAL UTILITIES AUTHORITY

FISCAL YEAR: FROM: January 1, 2019 TO: December 31, 2019

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

- 1) Provide the number of individuals employed in (Use Most Recent W-3 Available 2017 or 2018) as reported on the Authority's Form W-3, Transmittal of Wage and Tax Statements: 61
- 2) Provide the amount of total salaries and wages as reported on the Authority's Form W-3, (Use Most Recent W-3 Available 2017 or 2018) Transmittal of Wage and Tax Statements: \$3,454,553.50
- 3) Provide the number of regular voting members of the governing body: 8
- 4) Provide the number of alternate voting members of the governing body: 0
- 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 (Most Recent Filing that March 31, 2018 or 2019 deadline has passed 2018 or 2019) because of their relationship with the Authority file the form as required? (Checked to see if individuals actually filed at <http://www.state.nj.us/dca/divisions/dlgs/resources/fds.html> before answering) 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 a narrative of your Authority's procedures for all employees.*

A business planning consultant was utilized in 2015 to determine if compensation to employees is comparable to positions in similarly sized entities. The AWWA and NJLOM comprehensive survey of salary and wages was

also used to assist in calculating present and future compensation as well as area municipal compensation that compete with the required professional talent. It was determined that the Authority's salary ranges are in line with similar utilities with the exception of some supervisory level staff. For non-union personnel, interim year increases may be awarded upon achieving required job specific licenses/certifications and annual performance evaluations are performed and recommendations are made to the Board for approval of annual increases and bonuses. Annual Union staff raises are a function of the negotiated contracts where it should be noted that automatic step increases were eliminated in past negotiations.

11) Did the Authority pay for meals or catering during the current fiscal year? YES 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.*

See Below.

12) Did the Authority pay for travel expenses for any employee or individual listed on Page N-4? YES If "yes," *attach a detailed list of all travel expenses for the current fiscal year and provide an explanation for each expenditure listed.*

See Below.

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. (If your authority does not allow for reimbursements indicate that in answer)*

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

18) 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. (If no bonded Debt answer is Not Applicable)*

Please see attached for proof of filing.

19) 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.*

20) 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.)? YES *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.*

In 2018 The Authority received a fine from the NJ DEP in the amount of \$2,525.00 for failure to monitor for Nitrate at Lidgerwood Well in 2015.

In 2018 The Authority also received a fine from the NJ DEP in the amount of \$3,085.00 for failure to monitor for Total Petroleum Hydrocarbons during the second quarter of 2017 at the Clyde Potts Discharge to Surface Water.

SMCMUA 2018 Catered Events and Meals

Company	Event	Date	Check	Amount
Reimbursement Morris County Chamber	Board Member Reorganization Reception	2/1/2018	40427	\$2,231.77
Reimbursement Laura Cummings	Lunch and Learn Event Registration	03/15/2018	40539	\$65.00
	Catering for Luncheon-K Crawford	03/09/2018	40666	\$153.72
	Lunch/Meeting D. Saskowitz	10/1/2018	41381	\$36.50

2018 SMCMUA- Travel Costs

Employee	Event	Date	Check	Amount
Charles Maggio	Travel Expenses GFOANJ Seminar.	10/25/2018	41384	\$520.83
Debora Lacreata	2018 AWWA Customer Service Seminar Hotel/Travel	10/04/2018	41300	\$954.68
Paul Kozakiewicz	AEA Conference Expenses	4/26/2018	40668	\$158.66
Gianella Narvaez	2018 Customer Service Seminar Travel Expenses	4/26/2018	40644	\$71.57
Celenia Mercado	Workplace Violence Seminar Travel Expenses	4/26/2018	40623	\$129.84
Ralph Rotando	AWWA ACE Conference (hotel/meals/mileage)	03/20/2018	40710	\$403.67
Multiple	ACE 2018 Conference Registration	03/15/2018	40508	\$1175.00
Jeff Elam	Flight Reimbursement AWWA Conference	10/04/2018	41307	\$312.40
Kenneth Crawford	Flight Reimbursement AWWA Conference	10/04/2018	41307	\$312.40
Gianella Narvaez	2018 AWWA Customer Service Seminar Hotel	4/26/2018	40636	\$238.00

Charles Maggio

From: EMMANotifications@msrb.org
Sent: Thursday, September 20, 2018 4:35 PM
To: Charles Maggio
Subject: Published Submission Confirmation

Your Continuing Disclosure Submission has been published.

SubmissionId: ER893136

Disclosure Type: FINANCIAL/OPERATING FILING Audited Financial Statements or CAFR (Rule 15c2-12): CAFR for the year ended 12/31/2017

Document Name: Financial Operating Filing dated 09/20/2018
Audit.pdf posted 09/20/2018 4:27:58 PM

The following issuers are associated with this continuing disclosure submission:

CUSIP6	State	Issuer Name
841442	NJ	SOUTHEAST MORRIS CNTY MUN UTILS AUTH N J REV

The following 17 Securities have been published with this continuing disclosure submission:

Security: CUSIP - 841442BC9, Maturity Date - 01/01/1987
Security: CUSIP - 841442BD7, Maturity Date - 01/01/1988
Security: CUSIP - 841442BE5, Maturity Date - 01/01/1989
Security: CUSIP - 841442BF2, Maturity Date - 01/01/1990
Security: CUSIP - 841442BG0, Maturity Date - 01/01/1991
Security: CUSIP - 841442BH8, Maturity Date - 01/01/1992
Security: CUSIP - 841442BJ4, Maturity Date - 01/01/1993
Security: CUSIP - 841442BK1, Maturity Date - 01/01/1994
Security: CUSIP - 841442BL9, Maturity Date - 01/01/1995
Security: CUSIP - 841442BM7, Maturity Date - 01/01/1996
Security: CUSIP - 841442BN5, Maturity Date - 01/01/1997
Security: CUSIP - 841442BP0, Maturity Date - 01/01/1998
Security: CUSIP - 841442BQ8, Maturity Date - 01/01/1999
Security: CUSIP - 841442BR6, Maturity Date - 01/01/2000
Security: CUSIP - 841442BS4, Maturity Date - 01/01/2001
Security: CUSIP - 841442BX3, Maturity Date - 01/01/2006
Security: CUSIP - 841442BY1, Maturity Date - 01/01/2016

Please follow the link to view this submission:

<https://emma.msrb.org/ContinuingDisclosureView/ContinuingDisclosureDetails.aspx?submissionId=ER893136>

Please follow the link to make changes to this submission:
<http://dataport.emma.msrb.org/AboutDataport.aspx>

PLEASE DO NOT REPLY. This is a system-generated e-mail. If you need assistance please contact the MSRB at 202-838-1330 or you may obtain more information at www.msrb.org.

**AUTHORITY SCHEDULE OF COMMISSIONERS, OFFICERS, KEY EMPLOYEES,
HIGHEST COMPENSATED EMPLOYEES AND INDEPENDENT CONTRACTORS
THE SOUTHEAST MORRIS COUNTY MUNICIPAL UTILITIES AUTHORITY**

FISCAL YEAR: FROM: January 1, 2019 TO: December 31, 2019

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 other public 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 other public 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: (Use the Most Recent W-2 available 2017 or 2018. 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, 2019, the most recent W-2 and 1099 should be used 2018 or 2017 (60 days prior to start of budget year is November 1, 2018, with 2017 being the most recent calendar year ended), and for fiscal years ending June 30, 2019, the calendar year 2018 W-2 and 1099 should be used (60 days prior to start of budget year is May 1, 2018, with 2018 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)

The Southeast Morris County Municipal Utilities Authority
 For the Period January 1, 2019 to December 31, 2019

A. B. C. D. E. F. G. H. I. J. K. L. M. N. O. P. Q. R. S. T.

Name	Title	Average Hours per Week Dedicated to Position	Highest Compensated Employee			Base Salary/ Stipend	Other (auto allowance, expense account, payment in lieu of health benefits, etc.)	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 (1) See note below	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										
1 Laura Cummings	Executive Director/Chief Engineer	55	X	X	X	\$ 172,705	\$ 9,857	\$ 182,563	NONE					\$ 182,563	
2 Kenneth Crawford	Superintendent	50			X	125,000	4,458	20,878	150,116	NONE				150,116	
3 Nicholas Buono	Information Technology Manager	45			X	121,442	2,026	20,576	144,043	NONE				144,043	
4 Drew Saskowitz	Water Quality Superintendent	50			X	108,000		7,105	115,105	NONE				115,105	
5 Glenn Uberraccio	Transmission & Distribution	50			X	107,440		15,775	123,215	NONE				123,215	
6 Norman Hiller	Treatment & Pumping	50			X	119,264		15,711	134,975	NONE				134,975	
7 Sidney Weiss	Attorney/Board Secretary	35			X	135,580			135,580	NONE				135,580	
8 M. Dougherty	Board Member	1 X				1,500			1,500	NONE				1,500	
9 M. Chumer	Board Member	1 X				1,500			1,500	NONE				1,500	
10 D. Baldassarri	Board Member	1 X				1,500			1,500	NONE				1,500	
11 D. Kissil	Board Member	1 X				1,500			1,500	NONE				1,500	
12 A. Schimpf	Board Member	1 X				1,500			1,500	NONE				1,500	
13 M. Doherty	Board Member	1 X				1,500			1,500	NONE				1,500	
14 R. Rotando	Board Member	1 X				1,500			1,500	NONE				1,500	
15 S. Iannaccone	Board Member	1 X				1,500			1,500	NONE				1,500	
Total:						\$ 895,432	\$ 16,321	\$ 79,844	\$ 995,598					\$ 995,598	

(1) Insert "None" in this column for each individual that does not hold a position with another Public Entity

Schedule of Health Benefits - Detailed Cost Analysis

The Southeast Morris County Municipal Utilities Authority
 For the Period January 1, 2019 to December 31, 2019

	# of Covered Members (Medical & Rx)		Annual Cost Estimate per Employee Proposed Budget		Total Cost Estimate Proposed Budget		# of Covered Members (Medical & Rx) Current Year		Annual Cost per Employee Current Year		Total Prior year Year Cost		% Increase (Decrease)
	Proposed Budget	Budget	Proposed Budget	Budget	Proposed Budget	Budget	Current Year	Current Year	Current Year	Current Year	Year	Year	
Active Employees - Health Benefits - Annual Cost													
Single Coverage	15	\$ 10,614	\$ 159,212	15	\$ 10,614	\$ 159,210	2	10,614	\$ 159,210	\$ 2	0.0%		
Parent & Child	2	19,129	38,259	2	19,139	38,278	(19)	19,139	38,278	(19)	-0.1%		
Employee & Spouse (or Partner)	6	21,604	129,624	8	21,604	172,832	(43,208)	21,604	172,832	(43,208)	-25.0%		
Family	19	29,840	566,959	19	30,478	579,082	(12,123)	30,478	579,082	(12,123)	-2.1%		
Employee Cost Sharing Contribution (enter as negative -)			(166,484)			(175,067)			(175,067)	8,583	-4.9%		
Subtotal	42		727,571	44		774,335			774,335	(46,764)	-6.0%		
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	6	9,335	56,009	5	10,130	50,650	5,359	10,130	50,650	5,359	10.6%		
Parent & Child	0	-	-	0	-	-	-	-	-	-	#DIV/0!		
Employee & Spouse (or Partner)	12	23,943	287,313	13	25,137	326,781	(39,468)	25,137	326,781	(39,468)	-12.1%		
Family	6	37,344	224,066	6	38,241	229,446	(5,381)	38,241	229,446	(5,381)	-2.3%		
Employee Cost Sharing Contribution (enter as negative -)													#DIV/0!
Subtotal	24		567,387	24		606,877			606,877	(39,490)	-6.5%		
GRAND TOTAL	66		\$ 1,294,958	68		\$ 1,381,212			\$ 1,381,212	\$ (86,254)	-6.2%		

Is medical coverage provided by the SHBP (Yes or No)? (Place Answer in Box)	Yes <input type="checkbox"/> No <input type="checkbox"/>
Is prescription drug coverage provided by the SHBP (Yes or No)? (Place Answer in Box)	Yes <input type="checkbox"/> No <input type="checkbox"/>

Note: Remember to Enter an amount in rows for Employee Cost Sharing

Schedule of Accumulated Liability for Compensated Absences

The Southeast Morris County Municipal Utilities Authority

For the Period January 1, 2019 to December 31, 2019

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

X Box if Authority has no Compensated Absences

Individuals Eligible for Benefit	Gross Days of Accumulated Compensated Absences at End of Last Issued Audit Report	Dollar Value of Accrued Compensated Absence Liability	Legal Basis for Benefit (check applicable items)		
			Approved Labor Agreement	Resolution	Individual Employment Agreement
AHERN,P	148.06	22,759	X		
ALICEA, E	4.00	965	X		
APPLEBY,J	47.03	6,252	X		
BARNHILL,J	6.57	6,353	X		
Bozza, A	47.03	13,336			X
BUONO,A	48.66	4,468	X		
BUONO,N	100.19	7,362			X
CRAWFORD, K	35.94	3,673			X
CULLEN, W	13.38	2,294	X		
CUMMINGS, L	18.88	14,048			X
DIAZ, S	3.34	730	X		
DORAN,T	4.00	931	X		
DREW,S	27.78	7,433	X		
ELAM, J	1.41	606			X
Total liability for accumulated compensated absences at beginning of current year		\$ 91,211			

The total Amount Should agree to most recently issued audit report for the Authority

Schedule of Accumulated Liability for Compensated Absences

The Southeast Morris County Municipal Utilities Authority

For the Period January 1, 2019 to December 31, 2019

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

X Box if Authority has no Compensated Absences

Individuals Eligible for Benefit	Gross Days of Accumulated Compensated Absences at End of Last Issued Audit Report	Dollar Value of Accrued Compensated Absence Liability		Approved Labor Agreement	Resolution	Individual Employment Agreement
		807	4,486			
ENGER, J	5.00	807	X			
HART, W	19.72	4,486	X			
Heise, B.	8.00	1,641	X			
HILER, N	150.78	17,104	X			
JONACH, J.	4.00	863	X			
KOZAKIEWICZ,	62.41	17,207	X			
Leskanic, J.	7.51	1,413	X			
Luciano, R.	0.50	115	X			
MAGGIO, C	11.38	4,410	X			
MERCADO, C	5.16	1,475	X			
Milelli, P.	2.00	385	X			
MINCHIN, E	7.50	1,837	X			
Mourad, A	4.00	645	X			
MUGGEO, C	15.13	2,095	X			
Total liability for accumulated compensated absences at beginning of current year		\$	<u>54,484</u>			

The total Amount Should agree to most recently issued audit report for the Authority

2019 AUTHORITY BUDGET

Financial Schedules Section

SUMMARY

The Southeast Morris County Municipal Utilities Authority
January 1, 2019 to December 31, 2019

For the Period

	FY 2019 Proposed Budget				FY 2018 Adopted Budget		\$ Increase (Decrease) Proposed vs. Adopted	% Increase (Decrease) Proposed vs. Adopted
	Water	N/A	N/A	N/A	Total All Operations	Total All Operations		
REVENUES								
Total Operating Revenues	\$ 15,515,465	\$ -	\$ -	\$ -	\$ 15,515,465	\$ 14,824,173	\$ 691,292	4.7%
Total Non-Operating Revenues	20,000	-	-	-	20,000	12,000	8,000	66.7%
Total Anticipated Revenues	15,535,465	-	-	-	15,535,465	14,836,173	699,292	4.7%
APPROPRIATIONS								
Total Administration	3,498,784	-	-	-	3,498,784	3,360,782	138,002	4.1%
Total Cost of Providing Services	9,559,016	-	-	-	9,559,016	9,075,818	483,198	5.3%
Total Principal Payments on Debt Service in Lieu of Depreciation	1,771	-	-	-	1,771	1,686	85	5.0%
Total Operating Appropriations	13,059,571	-	-	-	13,059,571	12,438,286	621,285	5.0%
Total Interest Payments on Debt	28,229	-	-	-	28,229	28,314	(85)	-0.3%
Total Other Non-Operating Appropriations	2,464,000	-	-	-	2,464,000	2,464,000	-	0.0%
Total Non-Operating Appropriations	2,492,229	-	-	-	2,492,229	2,492,314	(85)	0.0%
Accumulated Deficit	-	-	-	-	-	-	-	#DIV/0!
Total Appropriations and Accumulated Deficit	15,551,800	-	-	-	15,551,800	14,930,600	621,200	4.2%
Less: Total Unrestricted Net Position Utilized	16,335	-	-	-	16,335	94,427	(78,092)	-82.7%
Net Total Appropriations	15,535,465	-	-	-	15,535,465	14,836,173	699,292	4.7%
ANTICIPATED SURPLUS (DEFICIT)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	#DIV/0!

Revenue Schedule

The Southeast Morris County Municipal Utilities Authority
For the Period January 1, 2019 to December 31, 2019

	FY 2019 Proposed Budget						Total All Operations	FY 2018 Adopted Budget	\$ Increase (Decrease) Proposed vs. Adopted	% Increase (Decrease) Proposed vs. Adopted
	Water	N/A	N/A	N/A	N/A	N/A		Total All Operations	Total All Operations	All Operations
OPERATING REVENUES										
<i>Service Charges</i>										
Residential	6,755,076						\$ 6,755,076	\$ 6,426,244	\$ 328,832	5.1%
Business/Commercial	6,634,925						6,634,925	6,311,943	322,982	5.1%
Industrial	1,160,388						1,160,388	1,103,901	56,487	5.1%
Intergovernmental	747,764						747,764	765,186	(17,422)	-2.3%
Other	7,312						7,312	6,899	413	6.0%
Total Service Charges	15,305,465	-	-	-	-	-	15,305,465	14,614,173	691,292	4.7%
<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>										
Fines/Penalties	70,000						70,000	70,000	-	0.0%
Wet Cut & Tap Fees	11,000						11,000	11,000	-	0.0%
Rents	104,000						104,000	104,000	-	0.0%
Misc. Income	25,000						25,000	25,000	-	0.0%
Type in (Grant, Other Rev)							-	-	-	#DIV/0!
Type in (Grant, Other Rev)							-	-	-	#DIV/0!
Type in (Grant, Other Rev)							-	-	-	#DIV/0!
Type in (Grant, Other Rev)							-	-	-	#DIV/0!
Type in (Grant, Other Rev)							-	-	-	#DIV/0!
Type in (Grant, Other Rev)							-	-	-	#DIV/0!
Total Other Revenue	210,000	-	-	-	-	-	210,000	210,000	-	0.0%
Total Operating Revenues	15,515,465	-	-	-	-	-	15,515,465	14,824,173	691,292	4.7%
NON-OPERATING REVENUES										
<i>Other Non-Operating Revenues (List)</i>										
Type in							-	-	-	#DIV/0!
Type in							-	-	-	#DIV/0!
Type in							-	-	-	#DIV/0!
Type in							-	-	-	#DIV/0!
Type in							-	-	-	#DIV/0!
Type in							-	-	-	#DIV/0!
Total Other Non-Operating Revenue							-	-	-	#DIV/0!
<i>Interest on Investments & Deposits (List)</i>										
Interest Earned	20,000						20,000	12,000	8,000	66.7%
Penalties							-	-	-	#DIV/0!
Other							-	-	-	#DIV/0!
Total Interest	20,000	-	-	-	-	-	20,000	12,000	8,000	66.7%
Total Non-Operating Revenues	20,000	-	-	-	-	-	20,000	12,000	8,000	66.7%
TOTAL ANTICIPATED REVENUES	\$ 15,535,465	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,535,465	\$ 14,836,173	\$ 699,292	4.7%

Prior Year Adopted Revenue Schedule

The Southeast Morris County Municipal Utilities Authority

		<i>FY 2018 Adopted Budget</i>						Total All
		Water	N/A	N/A	N/A	N/A	N/A	Operations
OPERATING REVENUES								
<i>Service Charges</i>								
Residential		6,426,244						\$ 6,426,244
Business/Commercial		6,311,943						6,311,943
Industrial		1,103,901						1,103,901
Intergovernmental		765,186						765,186
Other		6,899						6,899
Total Service Charges		14,614,173	-	-	-	-	-	14,614,173
<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>								
Fines/Penalties		70,000						70,000
Wet Cut & Tap Fees		11,000						11,000
Rents		104,000						104,000
Misc. Income		25,000						25,000
Type in (Grant, Other Rev)								-
Type in (Grant, Other Rev)								-
Type in (Grant, Other Rev)								-
Type in (Grant, Other Rev)								-
Type in (Grant, Other Rev)								-
Type in (Grant, Other Rev)								-
Type in (Grant, Other Rev)								-
Total Other Revenue		210,000	-	-	-	-	-	210,000
Total Operating Revenues		14,824,173	-	-	-	-	-	14,824,173
NON-OPERATING REVENUES								
<i>Other Non-Operating Revenues (List)</i>								
Type in								-
Type in								-
Type in								-
Type in								-
Type in								-
Type in								-
Total Other Non-Operating Revenues		-	-	-	-	-	-	-
<i>Interest on Investments & Deposits</i>								
Interest Earned		12,000						12,000
Penalties								-
Other								-
Total Interest		12,000	-	-	-	-	-	12,000
Total Non-Operating Revenues		12,000	-	-	-	-	-	12,000
TOTAL ANTICIPATED REVENUES		\$ 14,836,173	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,836,173

Appropriations Schedule

The Southeast Morris County Municipal Utilities Authority
For the Period January 1, 2019 to December 31, 2019

	FY 2019 Proposed Budget						FY 2018 Adopted Budget	\$ Increase (Decrease) Proposed vs. Adopted	% Increase (Decrease) Proposed vs. Adopted	
	Water	N/A	N/A	N/A	N/A	N/A	Total All Operations	Total All Operations	All Operations	
OPERATING APPROPRIATIONS										
<i>Administration - Personnel</i>										
Salary & Wages	\$ 1,534,059						\$ 1,534,059	\$ 1,482,957	\$ 51,102	3.4%
Fringe Benefits	852,025						852,025	795,825	56,200	7.1%
Total Administration - Personnel	2,386,084	-	-	-	-	-	2,386,084	2,278,782	107,302	4.7%
<i>Administration - Other (List)</i>										
Legal Services	173,600						173,600	166,900	6,700	4.0%
Various Engineering & Consultants	149,000						149,000	139,000	10,000	7.2%
Finance Admin & Customer Service	275,600						275,600	280,100	(4,500)	-1.6%
It Services, Support, Phone contracts	370,100						370,100	346,900	23,200	6.7%
Miscellaneous Administration*	144,400						144,400	149,100	(4,700)	-3.2%
Total Administration - Other	1,112,700	-	-	-	-	-	1,112,700	1,082,000	30,700	2.8%
Total Administration	3,498,784	-	-	-	-	-	3,498,784	3,360,782	138,002	4.1%
<i>Cost of Providing Services - Personnel</i>										
Salary & Wages	2,263,841						2,263,841	2,088,943	174,898	8.4%
Fringe Benefits	1,230,152						1,230,152	1,238,275	(8,123)	-0.7%
Total COPS - Personnel	3,493,993	-	-	-	-	-	3,493,993	3,327,218	166,775	5.0%
<i>Cost of Providing Services - Other (List)</i>										
Purchased Water	1,844,223						1,844,223	1,477,800	366,423	24.8%
Energy & Fuel Costs	1,229,500						1,229,500	1,272,500	(43,000)	-3.4%
Treatment & Testing Chemicals & Equipment	1,218,300						1,218,300	1,238,800	(20,500)	-1.7%
Taxes, Insurance, State Fees	711,600						711,600	783,300	(71,700)	-9.2%
Miscellaneous COPS*	1,061,400						1,061,400	976,200	85,200	8.7%
Total COPS - Other	6,065,023	-	-	-	-	-	6,065,023	5,748,600	316,423	5.5%
Total Cost of Providing Services	9,559,016	-	-	-	-	-	9,559,016	9,075,818	483,198	5.3%
Total Principal Payments on Debt Service in Lieu of Depreciation	1,771	-	-	-	-	-	1,771	1,686	85	5.0%
Total Operating Appropriations	13,059,571	-	-	-	-	-	13,059,571	12,438,286	621,285	5.0%
NON-OPERATING APPROPRIATIONS										
Total Interest Payments on Debt	28,229	-	-	-	-	-	28,229	28,314	(85)	-0.3%
Operations & Maintenance Reserve							-	-	-	#DIV/0!
Renewal & Replacement Reserve	2,464,000						2,464,000	2,464,000	-	0.0%
Municipality/County Appropriation							-	-	-	#DIV/0!
Other Reserves							-	-	-	#DIV/0!
Total Non-Operating Appropriations	2,492,229	-	-	-	-	-	2,492,229	2,492,314	(85)	0.0%
TOTAL APPROPRIATIONS	15,551,800	-	-	-	-	-	15,551,800	14,930,600	621,200	4.2%
ACCUMULATED DEFICIT										
TOTAL APPROPRIATIONS & ACCUMULATED DEFICIT	15,551,800	-	-	-	-	-	15,551,800	14,930,600	621,200	4.2%
UNRESTRICTED NET POSITION UTILIZED										
Municipality/County Appropriation							-	-	-	#DIV/0!
Other	16,335						16,335	94,427	(78,092)	-82.7%
Total Unrestricted Net Position Utilized	16,335	-	-	-	-	-	16,335	94,427	(78,092)	-82.7%
TOTAL NET APPROPRIATIONS	\$ 15,535,465	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,535,465	\$ 14,836,173	\$ 699,292	4.7%

* 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 \$ 652,978.54 \$ - \$ - \$ - \$ - \$ - \$ 652,978.54

ITEMIZED MISCELLANEOUS COPS	
Paint and Supplies	\$ 11,000
Meals	\$ 5,000
Facility Groundskeeping	89,300.00
Facility Maintenance	84,300.00
Services Maintenance	20,000.00
Mains and Valves Maintenance	164,100.00
Hydrant and Valve Maintenance	53,300.00
Traffic Control	106,000.00
Concrete Repairs, Pavement Restoration and Spoils Removal	395,300.00
Uniforms	20,800.00
Health, Safety and Security Training	29,000.00
Health, Safety and Security Services	78,300.00
General Expenses	5,000.00
Total Miscellaneous COPS	\$ 1,061,400

Prior Year Adopted Appropriations Schedule

The Southeast Morris County Municipal Utilities Authority

FY 2018 Adopted Budget							Total All
	Water	N/A	N/A	N/A	N/A	N/A	Operations
OPERATING APPROPRIATIONS							
<i>Administration - Personnel</i>							
Salary & Wages	\$ 1,482,957						\$ 1,482,957
Fringe Benefits	795,825						795,825
Total Administration - Personnel	2,278,782	-	-	-	-	-	2,278,782
<i>Administration - Other (List)</i>							
Legal Services	166,900						166,900
Various Engineering & Consultants	139,000						139,000
Finance Admin & Customer Service	280,100						280,100
It-Services, Support, Phone contracts	346,900						346,900
Miscellaneous Administration*	149,100						149,100
Total Administration - Other	1,082,000	-	-	-	-	-	1,082,000
Total Administration	3,360,782	-	-	-	-	-	3,360,782
<i>Cost of Providing Services - Personnel</i>							
Salary & Wages	2,088,943						2,088,943
Fringe Benefits	1,238,275						1,238,275
Total COPS - Personnel	3,327,218	-	-	-	-	-	3,327,218
<i>Cost of Providing Services - Other (List)</i>							
Purchased Water	1,477,800						1,477,800
Energy & Fuel Costs	1,272,500						1,272,500
Treatment & Testing Chemicals & Equipment	1,238,800						1,238,800
Taxes, Insurance, State Fees	783,300						783,300
Miscellaneous COPS*	976,200						976,200
Total COPS - Other	5,748,600	-	-	-	-	-	5,748,600
Total Cost of Providing Services	9,075,818	-	-	-	-	-	9,075,818
Total Principal Payments on Debt Service in Lieu of Depreciation	1,686	-	-	-	-	-	1,686
Total Operating Appropriations	12,438,286	-	-	-	-	-	12,438,286
NON-OPERATING APPROPRIATIONS							
Total Interest Payments on Debt	28,314	-	-	-	-	-	28,314
Operations & Maintenance Reserve							-
Renewal & Replacement Reserve	2,464,000						2,464,000
Municipality/County Appropriation							-
Other Reserves							-
Total Non-Operating Appropriations	2,492,314	-	-	-	-	-	2,492,314
TOTAL APPROPRIATIONS	14,930,600	-	-	-	-	-	14,930,600
ACCUMULATED DEFICIT							-
TOTAL APPROPRIATIONS & ACCUMULATED DEFICIT	14,930,600	-	-	-	-	-	14,930,600
UNRESTRICTED NET POSITION UTILIZED							
Municipality/County Appropriation							-
Other	94,427						94,427
Total Unrestricted Net Position Utilized	94,427	-	-	-	-	-	94,427
TOTAL NET APPROPRIATIONS	\$ 14,836,173	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,836,173

* 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 \$ 621,914.30 \$ - \$ - \$ - \$ - \$ - \$ 621,914.30

Debt Service Schedule - Interest

The Southeast Morris County Municipal Utilities Authority

If Authority has no debt, X this box

	<i>Fiscal Year Ending in</i>						Total Interest Payments Outstanding
	Proposed Budget Year 2019	2020	2021	2022	2023	2024	
<i>Water</i>							
Purchase of Authority Rights	\$ 28,314						\$ 28,229
Type in Issue Name							
Type in Issue Name							
Type in Issue Name							
Type in Issue Name							
Total Interest Payments	28,314						28,229
N/A							
Type in Issue Name							
Type in Issue Name							
Type in Issue Name							
Type in Issue Name							
Total Interest Payments							
N/A							
Type in Issue Name							
Type in Issue Name							
Type in Issue Name							
Type in Issue Name							
Total Interest Payments							
N/A							
Type in Issue Name							
Type in Issue Name							
Type in Issue Name							
Type in Issue Name							
Total Interest Payments							
N/A							
Type in Issue Name							
Type in Issue Name							
Type in Issue Name							
Type in Issue Name							
Total Interest Payments							
TOTAL INTEREST ALL OPERATIONS	\$ 28,314						\$ 28,229

Net Position Reconciliation

The Southeast Morris County Municipal Utilities Authority
 For the Period January 1, 2019, to December 31, 2019

FY 2019 Proposed Budget

	Water	N/A	N/A	N/A	N/A	N/A	Total All Operations
TOTAL NET POSITION BEGINNING OF LATEST AUDIT REPORT YEAR(1)	\$ 77,342,850						\$ 77,342,850
Less: Invested in Capital Assets, Net of Related Debt (1)	66,881,611						66,881,611
Less: Restricted for Debt Service Reserve (1)	3,824,776						3,824,776
Less: Other Restricted Net Position (1)							
Total Unrestricted Net Position (1)	6,636,463						6,636,463
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	6,636,463						6,636,463
Unrestricted Net Position Utilized to Balance Proposed Budget	16,335						16,335
Unrestricted Net Position Utilized in Proposed Capital Budget	4,892,752						4,892,752
Appropriation to Municipality/County (3)							
Total Unrestricted Net Position Utilized in Proposed Budget	4,909,087						4,909,087
PROJECTED UNRESTRICTED UNDESIGNATED NET POSITION AT END OF YEAR							
Last issued Audit Report (4)	\$ 1,727,376	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,727,376

(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 \$ 652,979 \$ - \$ - \$ - \$ - \$ - \$ 652,979
 (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.

2019
THE SOUTHEAST
MORRIS COUNTY
MUNICIPAL
UTILITIES
AUTHORITY
CAPITAL
BUDGET/PROGRAM

2019 CERTIFICATION OF AUTHORITY CAPITAL BUDGET/PROGRAM

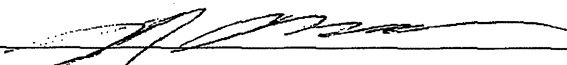
THE SOUTHEAST MORRIS COUNTY MUNICIPAL UTILITIES AUTHORITY

FISCAL YEAR: FROM: January 1, 2019 TO: December 31, 2019

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 Southeast Morris County Municipal Utilities Authority, on the 20th day of October, 2018.

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:	Sidney D. Weiss		
Title:	Assistant Secretary		
Address:	19 Saddle Rd Cedar Knolls, NJ 07927		
Phone Number:	973-326-7234	Fax Number:	973-326-9521
E-mail address	sdweiss@smcmua.org		

2019 CAPITAL BUDGET/PROGRAM MESSAGE

The Southeast Morris County Municipal Utilities Authority (Name)

FISCAL YEAR: FROM: January 1, 2019 TO: December 31, 2019

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?

Representatives on the Board from each affected municipality have reviewed and approved the plans and projects included within the Capital Improvement Plan

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?

The Authority made its last bond payment in 2016 and the only remaining debt it has is a \$30,000 annual payment to one of the creating Municipalities until 2076. Capital project financing and planning are based on the needs of the Authority and its jurisdictions as served, as well as the ability to cover costs through unrestricted funds. The Authority is notified by the County or the governing municipalities when projects are approved that will affect the water infrastructure needs and location.

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

The existing Water Supply Master Plan, created in 2006 and updated in 2012, is scheduled to be updated between 2019 and 2020 using a professional engineering consultant.

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.

The Authority made the final payment for the 2010 Series Bonds in 2016 and maintains a debt of \$30,000 per year, through 2076, for the purchase of the assets originally owned by the Town of Morristown. The Authority has designed the six (6) year budget to cash fund all capital projects and intends to remain debt free, minus the Morristown payment, into the future. An effective annual increase in revenues of approximately 6% will be required to cash fund the capital projects; however, the actual rate increase may be reduced if connection fees are collected through the various years in the six (6) year budgeting cycle.

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.

2017 to 2023 CAPITAL IMPROVEMENT PLAN BUDGET SUMMARY

CATEGORY AND DESCRIPTION	2019	2020	2021	2022	2023	2024
ENGINEERING						
Labor Costs	\$ 263,962	\$ 263,962	\$ 263,962	\$ 263,962	\$ 263,962	\$ 263,962
Professional Services	\$ 290,000	\$ 575,000	\$ 150,000	\$ 50,000	\$ 50,000	\$ 50,000
Equipment	\$ 30,000	\$ -	\$ -	\$ -	\$ -	\$ -
Subtotal	\$ 583,962	\$ 838,962	\$ 413,962	\$ 313,962	\$ 313,962	\$ 313,962
INFORMATION TECHNOLOGY						
IT Master Plan/Data Integration	\$ -	\$ -	\$ -	\$ -	\$ 100,000	\$ -
Software	\$ 60,500	\$ 10,500	\$ 117,500	\$ 152,500	\$ 135,000	\$ 150,000
Business Systems	\$ 75,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000
Automatic Metering Infrastructure Upgrade	\$ -	\$ 50,000	\$ 120,000	\$ -	\$ -	\$ -
SCADA and Security	\$ -	\$ 75,000	\$ 125,000	\$ 30,000	\$ 30,000	\$ 30,000
Communications	\$ 32,500	\$ 32,500	\$ 32,500	\$ 32,500	\$ 32,500	\$ 32,500
Subtotal	\$ 168,000	\$ 193,000	\$ 420,000	\$ 240,000	\$ 322,500	\$ 237,500
FACILITY IMPROVEMENTS						
Buildings, Grounds and Furniture	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000
Headquarters - Facility Upgrade Phased Construction	\$ 540,000	\$ 540,000	\$ 540,000	\$ 540,000	\$ 540,000	\$ 540,000
Safety Equipment	\$ -	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 15,000
Security Equipment	\$ 50,000	\$ 30,000	\$ 30,000	\$ 30,000	\$ 30,000	\$ 30,000
Subtotal	\$ 100,000	\$ 635,000	\$ 635,000	\$ 635,000	\$ 635,000	\$ 635,000
METERS AND SERVICES						
Meter and AMR Installation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Automatic Meter Reading Equipment	\$ 82,520	\$ 73,785	\$ 46,425	\$ 4,625	\$ 47,550	\$ 47,550
Meters	\$ 17,270	\$ 5,300	\$ 5,300	\$ 260,685	\$ 286,960	\$ 243,675
Residential Meter Pits	\$ 13,000	\$ 13,000	\$ 13,000	\$ 13,000	\$ 13,000	\$ 13,000
Production and Bulk Meters	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Subtotal	\$ 112,790	\$ 92,085	\$ 64,725	\$ 278,310	\$ 347,510	\$ 304,225
TRANSMISSION AND DISTRIBUTION						
Water Mains	\$ 2,130,000	\$ 2,130,000	\$ 2,130,000	\$ 2,130,000	\$ 2,130,000	\$ 2,130,000
Letdown Stations and Interconnections	\$ -	\$ -	\$ 25,000	\$ 50,000	\$ 25,000	\$ 50,000
Storage Tanks	\$ 100,000	\$ 100,000	\$ 1,000,000	\$ 110,000	\$ 110,000	\$ 1,010,000
Subtotal	\$ 2,230,000	\$ 2,230,000	\$ 3,155,000	\$ 2,290,000	\$ 2,265,000	\$ 3,190,000
TREATMENT AND PUMPING						
Wells, Pumps, Motors, Control Valves, etc.	\$ 800,000	\$ 200,000	\$ 200,000	\$ 225,000	\$ 225,000	\$ 225,000
Clyde Potts Dam, Reservoir and Water Treatment Plant Improvements	\$ 170,000	\$ 175,000	\$ -	\$ 675,000	\$ -	\$ 175,000
Process Improvements	\$ 600,000	\$ 800,000	\$ 850,000	\$ 250,000	\$ 250,000	\$ 250,000
Emergency Power: Design, Construction and Construction Administration	\$ -	\$ -	\$ -	\$ 600,000	\$ -	\$ -
Water Quality Monitoring and Laboratory Equipment	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000
Subtotal	\$ 1,595,000	\$ 1,200,000	\$ 1,075,000	\$ 1,775,000	\$ 500,000	\$ 675,000
VEHICLES						
Vehicles	\$ 63,000	\$ 57,000	\$ 57,000	\$ 57,000	\$ 89,000	\$ 57,000
Subtotal	\$ 63,000	\$ 57,000	\$ 57,000	\$ 57,000	\$ 89,000	\$ 57,000
EQUIPMENT						
Equipment	\$ 40,000	\$ 100,000	\$ 40,000	\$ -	\$ -	\$ 50,000
Subtotal	\$ 40,000	\$ 100,000	\$ 40,000	\$ -	\$ -	\$ 50,000
TOTAL	\$ 4,892,752	\$ 5,346,047	\$ 5,860,687	\$ 5,589,272	\$ 4,472,972	\$ 5,462,687

\$ 31,624,417

* 2016 amounts were adjusted to reflect subaccount transfers.

Proposed Capital Budget

The Southeast Morris County Municipal Utilities Authority

For the Period January 1, 2019 to December 31, 2019

	Estimated Total Cost	<i>Funding Sources</i>			
		Unrestricted Net Position Utilized	Renewal & Replacement Reserve	Debt Authorization	Capital Grants Other Sources
<i>Water</i>					
See Attached Schedule	\$ 4,892,752	\$ 4,892,752	\$ -	\$ -	\$ -
Type in Description	-				
Type in Description	-				
Type in Description	-				
Total	4,892,752	4,892,752	-	-	-
<i>N/A</i>					
Type in Description	-				
Type in Description	-				
Type in Description	-				
Type in Description	-				
Total	-	-	-	-	-
<i>N/A</i>					
Type in Description	-				
Type in Description	-				
Type in Description	-				
Type in Description	-				
Total	-	-	-	-	-
<i>N/A</i>					
Type in Description	-				
Type in Description	-				
Type in Description	-				
Type in Description	-				
Total	-	-	-	-	-
<i>N/A</i>					
Type in Description	-				
Type in Description	-				
Type in Description	-				
Type in Description	-				
Total	-	-	-	-	-
<i>N/A</i>					
Type in Description	-				
Type in Description	-				
Type in Description	-				
Type in Description	-				
Total	-	-	-	-	-
TOTAL PROPOSED CAPITAL BUDGET	\$ 4,892,752	\$ 4,892,752	\$ -	\$ -	\$ -

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

The Southeast Morris County Municipal Utilities Authority
 For the Period January 1, 2019 to December 31, 2019

Fiscal Year Beginning in

	Estimated Total Cost	Current Budget					
		Year 2019	2020	2021	2022	2023	2024
<i>Water</i>							
See Attached Schedule	\$ 31,624,417	\$ 4,892,752	\$ 5,346,047	\$ 5,860,687	\$ 5,589,272	\$ 4,472,972	\$ 5,462,687
Type in Description	-	-					
Type in Description	-	-					
Type in Description	-	-					
Total	31,624,417	4,892,752	5,346,047	5,860,687	5,589,272	4,472,972	5,462,687
<i>N/A</i>							
Type in Description	-	-					
Type in Description	-	-					
Type in Description	-	-					
Type in Description	-	-					
Total	-	-	-	-	-	-	-
<i>N/A</i>							
Type in Description	-	-					
Type in Description	-	-					
Type in Description	-	-					
Type in Description	-	-					
Total	-	-	-	-	-	-	-
<i>N/A</i>							
Type in Description	-	-					
Type in Description	-	-					
Type in Description	-	-					
Type in Description	-	-					
Total	-	-	-	-	-	-	-
<i>N/A</i>							
Type in Description	-	-					
Type in Description	-	-					
Type in Description	-	-					
Type in Description	-	-					
Total	-	-	-	-	-	-	-
TOTAL	\$ 31,624,417	\$ 4,892,752	\$ 5,346,047	\$ 5,860,687	\$ 5,589,272	\$ 4,472,972	\$ 5,462,687

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

The Southeast Morris County Municipal Utilities Authority
 For the Period January 1, 2019 to December 31, 2019

	Estimated Total Cost	Funding Sources				
		Unrestricted Net Position Utilized	Renewal & Replacement Reserve	Debt Authorization	Capital Grants	Other Sources
<i>Water</i>						
See Attached Schedule	\$ 31,624,417	\$ 31,624,417				
Type in Description	-					
Type in Description	-					
Type in Description	-					
Total	<u>31,624,417</u>	<u>31,624,417</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>N/A</i>						
Type in Description	-					
Type in Description	-					
Type in Description	-					
Type in Description	-					
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>N/A</i>						
Type in Description	-					
Type in Description	-					
Type in Description	-					
Type in Description	-					
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>N/A</i>						
Type in Description	-					
Type in Description	-					
Type in Description	-					
Type in Description	-					
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>N/A</i>						
Type in Description	-					
Type in Description	-					
Type in Description	-					
Type in Description	-					
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL	<u><u>\$ 31,624,417</u></u>	<u><u>\$ 31,624,417</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Total 5 Year Plan per CB-4	<u>\$ 31,624,417</u>					
Balance check		- 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.