

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

**LACY MUNICIPAL UTILITIES AUTHORITY**

**Resolution 2020-06 (2020) adopted January 8, 2020**

**Amending 2020 Adopted Capital Budget**

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

Department of Community Affairs  
Division of Local Government Services

By Paul D. Ewert

**Paul D. Ewert, CPA, RMA**

**Supervising Municipal Finance Auditor**

For: Director of the Division of Local Government Services

January 22, 2020

Attachments

# Resolution No. 2020-06

## CAPITAL BUDGET AMENDMENT

### Lacey Municipal Utilities Authority

#### Resolution to Amend the 2020 Adopted Budget

WHEREAS, the Lacey Municipal Utilities Authority has adopted the 2020 Authority Budget on date, December 5, 2019 and

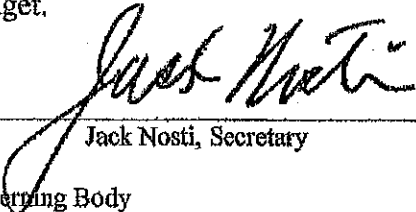
WHEREAS, the Lacey Municipal Utilities Authority finds it necessary to amend the 2020 adopted Authority Budget, as follows:

#### CAPITAL BUDGET

	<u>Adopted Budget</u>	<u>Amended Budget</u>
Collection System Analysis	\$ 300,000	\$ 900,000
Total Sewer Capital Projects	\$ 520,000	\$ 1,120,000
Total Water Capital Projects	\$ 2,055,000	\$ 2,055,000
<b>Total Capital Budget</b>	<b>\$ 2,575,000</b>	<b>\$3,175,000</b>

NOW, THEREFORE BE IT RESOLVED, by the governing body of the Lacey Municipal Utilities Authority that the 2020 Budget is hereby amended as detailed above, and

BE IT FURTHER RESOLVED, that the Board's secretary is hereby directed to submit a copy of this resolution to the Director of Local Government Services for approval as part of the Authority's 2020 budget.

  
\_\_\_\_\_  
Jack Nosti, Secretary

January 8, 2020

Governing Body  
Member:

Recorded Vote

	<u>Aye</u>	<u>Nay</u>	<u>Abstain</u>	<u>Absent</u>
James Knoeller, Chairman	✓			
Michael Masciale, Vice Chairman	✓			
Jack Nosti, Secretary	✓			
Arthur Miklosey, Treasurer	✓			
Ralph Lanuto, Board Member	✓			
Alan Baker, Alternate Member	✓			
Paul DeNicola, Alternate Member	✓			

# Proposed Capital Budget

Lacey Municipal Utilities Authority  
For the Period January 1, 2020 to December 31, 2020

	Estimated Total Cost	Funding Sources			
		Unrestricted Net Position Utilized	Renewal & Replacement Reserve	Debt Authorization	Other Capital Grants Sources
<i>Sewer</i>					
Various Projects	\$ 1,120,000	\$ 1,120,000	\$ -		
Type in Description	-				
Type in Description	-				
Type in Description	-				
Total	1,120,000	1,120,000	-	-	-
<i>Water</i>					
Various Projects	2,055,000	\$ 1,880,000	\$ 175,000		
Type in Description	-				
Type in Description	-				
Type in Description	-				
Total	2,055,000	1,880,000	175,000	-	-
<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	-	-	-	-	-
<b>TOTAL PROPOSED CAPITAL BUDGET</b>	<b>\$ 3,175,000</b>	<b>\$ 3,000,000</b>	<b>\$ 175,000</b>	<b>\$ -</b>	<b>\$ -</b>

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.

**Lacey Municipal Utilities Authority**  
 For the Period January 1, 2020 to December 31, 2020

	Estimated Total Cost	<i>Funding Sources</i>				
		Unrestricted Net Position Utilized	Renewal & Replacement Reserve	Debt Authorization	Capital Grants	Other Sources
<i>Sewer</i>						
Collection System Analysis	\$ 900,000	\$ 900,000	\$ -			
Office Equipment Purchase	5,000	5,000				
Vehicle Purchase	30,000	30,000				
Garage Facility	10,000	10,000				
Administration Building	5,000	5,000				
Pump Station Upgrades	75,000	75,000				
Laterals	5,000	5,000				
O&M Equipment Purchase	90,000	90,000				
<b>Total</b>	<b>1,120,000</b>	<b>1,120,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i>Water</i>						
Office Equipment Purchase	5,000	5,000				
Garage Facility	5,000	5,000				
Laterals	650,000	650,000				
Administration Building	5,000	5,000				
Pump Station Upgrades	1,250,000	1,075,000	175,000			
Meters & MXU's	65,000	65,000				
Brookdale WTP Demolition	10,000	10,000				
O&M Equipment Purchase	65,000	65,000				
<b>Total</b>	<b>2,055,000</b>	<b>1,880,000</b>	<b>175,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL PROPOSED CAPITAL BUDGET</b>	<b>\$ 3,175,000</b>	<b>\$ 3,000,000</b>	<b>\$ 175,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

# 5 Year Capital Improvement Plan

Lacey Municipal Utilities Authority  
 For the Period January 1, 2020 to December 31, 2020

*Fiscal Year Beginning in*

	Estimated Total	Current Budget					
	Cost	Year 2020	2021	2022	2023	2024	2025
<i>Sewer</i>							
Various Projects	\$ 1,120,000	\$ 1,120,000					
Type in Description	-	-					
Type in Description	-	-					
Type in Description	-	-					
Total	1,120,000	1,120,000	-	-	-	-	-
<i>Water</i>							
Various Projects	2,055,000	2,055,000					
Type in Description	-	-					
Type in Description	-	-					
Type in Description	-	-					
Total	2,055,000	2,055,000	-	-	-	-	-
<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	-	-	-	-	-	-	-
<b>TOTAL</b>	<b>\$ 3,175,000</b>	<b>\$ 3,175,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

*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.*

**Lacey Municipal Utilities Authority**  
 For the Period January 1, 2020 to December 31, 2020

	Estimated Total Cost	<i>Fiscal Year Beginning In</i>				
		Current Year Proposed Budget 2020	2021	2022	2023	2024
<i>Sewer</i>						
Collection System Analysis	\$ 900,000	\$ 900,000				
Office Equipment Purchase	5,000	5,000				
Vehicle Purchase	30,000	30,000				
Garage Facility	10,000	10,000				
Administration Building	5,000	5,000				
Pump Station Upgrades	75,000	75,000				
Laterals	5,000	5,000				
O&M Equipment Purchase	90,000	90,000				
<b>Total</b>	<b>1,120,000</b>	<b>1,120,000</b>	-	-	-	-
<i>Water</i>						
Office Equipment Purchase	5,000	5,000				
Garage Facility	5,000	5,000				
Laterals	650,000	650,000				
Administration Building	5,000	5,000				
Pump Station Upgrades	1,250,000	1,250,000				
Meters & MXU's	65,000	65,000				
Brookdale WTP Demolition	10,000	10,000				
O&M Equipment Purchase	65,000	65,000				
<b>Total</b>	<b>2,055,000</b>	<b>2,055,000</b>	-	-	-	-
<b>TOTAL PROPOSED CAPITAL BUDGET</b>	<b>\$ 3,175,000</b>	<b>\$ 3,175,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

# 5 Year Capital Improvement Plan Funding Sources

## Lacey Municipal Utilities Authority

For the Period January 1, 2020 to December 31, 2020

	Estimated Total Cost	<i>Funding Sources</i>			
		Unrestricted Net Position Utilized	Renewal & Replacement Reserve	Debt Authorization	Capital Grants Other Sources
<i>Sewer</i>					
Various Projects	\$ 1,120,000	\$ 1,120,000	\$ -		
Type in Description	-				
Type in Description	-				
Type in Description	-				
<b>Total</b>	<b>1,120,000</b>	<b>1,120,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i>Water</i>					
Various Projects	2,055,000	\$ 1,880,000	\$ 175,000		
Type in Description	-				
Type in Description	-				
Type in Description	-				
<b>Total</b>	<b>2,055,000</b>	<b>1,880,000</b>	<b>175,000</b>	<b>-</b>	<b>-</b>
<i>N/A</i>					
Type in Description	-				
Type in Description	-				
Type in Description	-				
Type in Description	-				
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i>N/A</i>					
Type in Description	-				
Type in Description	-				
Type in Description	-				
Type in Description	-				
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i>N/A</i>					
Type in Description	-				
Type in Description	-				
Type in Description	-				
Type in Description	-				
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i>N/A</i>					
Type in Description	-				
Type in Description	-				
Type in Description	-				
Type in Description	-				
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL</b>	<b>\$ 3,175,000</b>	<b>\$ 3,000,000</b>	<b>\$ 175,000</b>	<b>\$ -</b>	<b>\$ -</b>
Total 5 Year Plan per CB-4	\$ 3,175,000				
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.

**Lacey Municipal Utilities Authority**  
 For the Period January 1, 2020 to December 31, 2020

	Estimated Total Cost	<i>Funding Sources</i>			
		Unrestricted Net Position Utilized	Renewal & Replacement Reserve	Debt Authorization	Capital Grants
<i>Sewer</i>					
Collection System Analysis	\$ 900,000	\$ 900,000	\$ -		
Office Equipment Purchase	5,000	5,000	-		
Vehicle Purchase	30,000	30,000	-		
Garage Facility	10,000	10,000	-		
Administration Building	5,000	5,000	-		
Pump Station Upgrades	75,000	75,000	-		
Laterals	5,000	5,000	-		
O&M Equipment Purchase	90,000	90,000	-		
<b>Total</b>	<b>1,120,000</b>	<b>1,120,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i>Water</i>					
Office Equipment Purchase	5,000	5,000	-		
Garage Facility	5,000	5,000	-		
Laterals	650,000	650,000	-		
Administration Building	5,000	5,000	-		
Pump Station Upgrades	1,250,000	1,075,000	175,000		
Meters & MXU's	65,000	65,000	-		
Brookdale WTP Demolition	10,000	10,000	-		
O&M Equipment Purchase	65,000	65,000	-		
<b>Total</b>	<b>2,055,000</b>	<b>1,880,000</b>	<b>175,000</b>	<b>-</b>	<b>-</b>
<b>TOTAL PROPOSED CAPITAL BUDGET</b>	<b>\$ 3,175,000</b>	<b>\$ 3,000,000</b>	<b>\$ 175,000</b>	<b>\$ -</b>	<b>\$ -</b>



# Net Position Reconciliation

Lacey Municipal Utilities Authority

For the Period

January 1, 2020

to

December 31, 2020

## FY 2020 Proposed Budget

	Sewer	Water	N/A	N/A	N/A	N/A	Total All Operations
<b>TOTAL NET POSITION BEGINNING OF LATEST AUDIT REPORT YEAR(1)</b>	\$ 7,020,933	\$ 21,596,215					\$ 28,617,148
Less: Invested in Capital Assets, Net of Related Debt (1)	1,982,340	20,767,772					22,750,112
Less: Restricted for Debt Service Reserve (1)	475,640	3,514,944					3,990,584
Less: Other Restricted Net Position (1)	1,671,364	1,486,938					3,158,302
<b>Total Unrestricted Net Position (1)</b>	<b>2,891,589</b>	<b>(4,173,439)</b>					<b>(1,281,850)</b>
Less: Designated for Non-Operating Improvements & Repairs							-
Less: Designated for Rate Stabilization							-
Less: Other Designated by Resolution							-
Plus: Accrued Unfunded Pension Liability (1)	1,988,281	1,988,281					3,976,561
Plus: Accrued Unfunded Other Post-Employment Benefit Liability (1)	3,178,030	3,178,030					6,356,059
Plus: Estimated Income (Loss) on Current Year Operations (2)							-
Plus: Other Adjustments (attach schedule)							-
<b>UNRESTRICTED NET POSITION AVAILABLE FOR USE IN PROPOSED BUDGET</b>	<b>8,057,899</b>	<b>992,871</b>					<b>9,050,770</b>
Unrestricted Net Position Utilized to Balance Proposed Budget							-
Unrestricted Net Position Utilized in Proposed Capital Budget	1,120,000	1,880,000					3,000,000
Appropriation to Municipality/County (3)							-
<b>Total Unrestricted Net Position Utilized in Proposed Budget</b>	<b>1,120,000</b>	<b>1,880,000</b>					<b>3,000,000</b>
<b>PROJECTED UNRESTRICTED UNDESIGNATED NET POSITION AT END OF YEAR</b>							
<b>Last Issued Audit Report (4)</b>	<b>\$ 6,937,899</b>	<b>\$ (887,129)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 6,050,770</b>

(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

\$ 261,126 \$ 166,182 \$ - \$ - \$ - \$ - \$ 427,308

(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.