

Trenton Water Works 5 Year Budget with and without the sale of the outlying infrastructure to American Water

(prepared with numbers provided by the City of Trenton)

	2010		2011		2012		2013		2014	
	Without Sale	With Sale	Without Sale	With Sale	Without Sale	With Sale	Without Sale	With Sale	Without Sale	With Sale
REVENUES										
Projected Fund Balance	\$ -	\$ 2,000,000		\$ 2,156,595		\$ 3,062,462		\$ 3,312,038		\$ 2,846,014
Water Fees (City)	\$ 40,694,513	\$ 16,600,000	\$ 41,927,349	\$ 17,098,000	\$ 43,197,169	\$ 17,610,940	\$ 44,505,084	\$ 18,139,268	\$ 45,852,237	\$ 18,683,446
Water Fees Aqua Contract	\$ 400,000	\$ 400,000	\$ 400,000	\$ 400,000	\$ 400,000	\$ 400,000	\$ 400,000	\$ 400,000	\$ 400,000	\$ 400,000
Water Fees NJAW	\$ -	\$ 9,600,000	\$ -	\$ 11,000,000	\$ -	\$ 11,000,000	\$ -	\$ 11,000,000	\$ -	\$ 11,000,000
NJAW Debt Svc Contribution	\$ -	\$ 2,200,000	\$ -	\$ 2,200,000	\$ -	\$ 2,200,000	\$ -	\$ 2,200,000	\$ -	\$ 2,200,000
Misc. Revenues (interest income, etc.)	\$ 150,000	\$ 200,000	\$ 150,000	\$ 200,000	\$ 150,000	\$ 200,000	\$ 150,000	\$ 200,000	\$ 150,000	\$ 200,000
Total Revenues	\$ 41,244,513	\$ 31,000,000	\$ 42,477,349	\$ 33,054,595	\$ 43,747,169	\$ 34,473,402	\$ 45,055,084	\$ 35,251,306	\$ 46,402,237	\$ 35,329,460
APPROPRIATIONS										
Salaries and wages	\$ 7,920,213	\$ 7,656,405	\$ 8,197,420	\$ 7,916,723	\$ 8,484,330	\$ 8,185,892	\$ 8,781,282	\$ 8,464,213	\$ 9,088,627	\$ 8,751,996
Health, Pension, SSI, etc.	\$ 5,077,153	\$ 5,047,000	\$ 5,331,011	\$ 5,198,410	\$ 5,597,562	\$ 5,354,362	\$ 5,877,440	\$ 5,568,536	\$ 6,171,312	\$ 5,791,277
Operating Expenses	\$ 12,308,669	\$ 7,900,000	\$ 12,677,929	\$ 8,137,000	\$ 13,058,267	\$ 8,381,110	\$ 13,450,015	\$ 8,632,543	\$ 13,853,515	\$ 8,891,519
Surplus to current fund (without sale)	\$ 3,000,000	\$ -	\$ 3,000,000	\$ -	\$ 3,000,000	\$ -	\$ 3,000,000	\$ -	\$ 3,000,000	\$ -
Debt Service	\$ 12,101,758	\$ 8,240,000	\$ 12,922,040	\$ 8,740,000	\$ 13,422,040	\$ 9,240,000	\$ 13,922,040	\$ 9,740,000	\$ 14,422,040	\$ 10,240,000
Total Appropriations	\$ 40,407,793	\$ 28,843,405	\$ 42,128,400	\$ 29,992,133	\$ 43,562,199	\$ 31,161,364	\$ 45,030,777	\$ 32,405,292	\$ 46,535,494	\$ 33,674,792
Surplus	\$ 836,720	\$ 2,156,595	\$ 348,949	\$ 3,062,462	\$ 184,970	\$ 3,312,038	\$ 24,307	\$ 2,846,014	\$ (133,257)	\$ 1,654,668
Est. Fund balance (without sale)	\$ 2,575,629		\$ 2,924,578		\$ 3,109,548		\$ 3,133,855		\$ 3,000,598	

NET 5 YEAR RESULT OF THE SALE TO THE CITY

The Water Utility is self financing
 No significant tax increase
 Approx \$40m used to pay down debt
 \$20m used to close this years budget gap
 The City retains \$20m
 Without the sale the City has only \$3m/year

NOTE:

No inclusion of any additional debt service for covering resevoir - this is more benefit after sale as 62% covered by NJAW