



BAYSHORE REGIONAL SEWERAGE AUTHORITY

100 Oak Street, Union Beach, NJ 07735
732-739-1095 OFFICE 732-739-2459 FAX

December 1, 2015

Robert C. Fischer
EXECUTIVE DIRECTOR

Township of Aberdeen
Holly Reycraft, Township Manager
Township of Hazlet
Dennis Pino, Acting Administrator
Township of Holmdel
Donna Vieiro, Administrator
Borough of Keansburg
Raymond O'Hara, Manager
Borough of Keyport
Stephen Gallo, Administrator

Township of Marlboro
Jonathan Capp, Administrator
Borough of Matawan
Louis Ferrara, Administrator
Borough of Union Beach
Robert Howard Jr., Administrator
Western Monmouth Utilities Authority
Brian J. Valentino, Executive Director
Hazlet Township Sewer Department
Marilyn Colas, Director

Dear Administrator/Executive Director:

I am forwarding herewith the 2014/2015 Four Quarters Sewage Flow Report and 2016 Preliminary Budget for the Bayshore Regional Sewerage Authority. The 2014/2015 flows and the Authority's 2016 Preliminary Budget are the documents used to determine sewage charges for the calendar year January 1, 2016 to December 31, 2016.

2014 / 2015 Flows and Sewage Charges.

In accordance with the Sewer Service Agreement each participant's sewer charge is based upon the Authority budget for the upcoming calendar year and the participant's percentage of total flow as of September 30, immediately preceding. Accordingly the preliminary sewage charges for the calendar year January 1, 2016 to December 31, 2016 are as follows:

<u>Municipality</u>	<u>Sewer Charge</u>	<u>Flow (MG)</u>	<u>%</u>
Aberdeen	\$1,691,230	481.9	18.2
Hazlet	\$2,683,337	764.7	28.8
Holmdel	\$1,090,598	310.8	11.7
Keansburg	\$805,458	229.5	8.7
Keyport	\$985,474	280.8	10.6
Matawan	\$1,023,205	291.6	11.0
Union Beach	\$685,603	195.4	7.4
WMUA	\$345,463	98.4	3.7
Total	\$9,310,368	2653.2	100%

2016 Preliminary Budget

In 2015, FEMA-funded, Superstorm Sandy restoration and mitigation projects commenced within the treatment plant to repair damage and protect against future storm and flooding events of greater magnitude and intensity, those projects will continue into 2016. In addition, Phase 2 restoration and mitigation work will commence in 2016 to complete our recovery and harden the facility. The Authority will focus its capital outlay projects on odor control upgrades and improvements to our solids handling processes.

Committed to a Clean Environment for Today, Tomorrow and Generations to Come
BRS A staff, November 2006

In 2015 the Authority budget was amended to provide funding for the repair of our emergency generators which provided continuous duty for 7-straight days during Superstorm Sandy. Connection fees were used to offset the increase in appropriations and the budget remained unchanged in the amount to be raised by customers at \$9,443,007. The 2016 Preliminary budget includes increased appropriations for an additional employee as well as an internal inspection of our sewage forcemain pipelines, and increased testing, analysis and permitting resulting from new regulations. Lower electrical costs and lower fuel oil costs/usage for the incinerator will offset these increases. The 2016 Preliminary Budget with comparisons to 2015 is as follows.

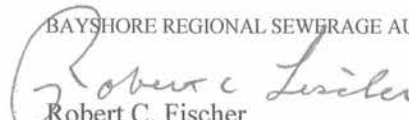
2016 Preliminary Budget of the Bayshore Regional Sewerage Authority

	2015 Amended Budget	2016 Preliminary Budget
Salaries	\$2,338,988	\$2,465,000
Benefits	\$1,316,638	\$1,438,832
Utilities	\$1,642,555	\$1,231,769
Maintenance and Repair	\$624,000	\$323,877
Chemicals	\$263,058	\$280,000
Buildings and Grounds	\$62,600	\$68,600
Hauling and Disposal	\$98,968	\$90,940
Laboratory	\$37,600	\$37,600
Pump Stations and Lines	\$201,500	\$464,550
Testing and Analysis	\$21,450	\$90,000
Permits	\$30,000	\$60,000
Professionals	\$221,000	\$252,000
Administrative	\$315,650	\$320,200
Total Operating Budget	\$7,174,007	\$7,123,368
Capital Outlay	\$2,900,000	\$2,710,000
Budget Subtotal	\$10,074,007	\$9,833,368
Budget Offsets	\$631,000	\$523,000
Total amount to be raised by Customers	\$9,443,007	\$9,310,368

A public hearing on the 2016 Budget will be held at the Authority offices located at 100 Oak Street in Union Beach at 7:00 pm on December 21, 2015. If you wish to discuss the 2016 Budget, the recovery and mitigation from Sandy flood damage or any other matter concerning the Authority please do not hesitate to contact me at 732-739-1095. We continue to work toward the highest level of service at the least possible cost.

Sincerely,

BAYSHORE REGIONAL SEWERAGE AUTHORITY


Robert C. Fischer
Executive Director

RCF/sd
Enc.

Chairman and Commissioners, BRSA