

10524. RESOLUTION 12-11 - ADOPTION OF THE DELAWARE RIVER AND BAY AUTHORITY'S 2012 OPERATING BUDGET

WHEREAS, Section 505 of the Trust Agreement, dated October 1, 1993, requires that The Delaware River and Bay Authority (the "Authority") adopt a budget for fiscal year; and

WHEREAS, the proposed operating expenses for FY2012, excluding the Airports division and Economic Development Facilities are \$73,124,022; and

WHEREAS, the budget includes funds for salaries and wages of Authority personnel, and materials and services for Authority activities; and

WHEREAS, for FY2012, interest on outstanding bonds is currently approximately \$12,439,915, and amortization of principal will be \$9,160,000 for total debt service of approximately \$21,599,915; and

WHEREAS, the amount to be deposited to the credit of the Reserve Maintenance Fund with respect to Crossing Facilities shall be \$175,000 per month or \$ 2,100,000 for FY2012; and

WHEREAS, the projected revenue of the Authority for FY2012, excluding the Airports division and Economic Development facilities, is approximately \$119,990,103 resulting in a debt service coverage of 2.17x; and

WHEREAS, the proposed operating budget for the Airports division is \$6,395,784; and

WHEREAS, the proposed operating budget for the Economic Development facilities are \$1,132,110; and

WHEREAS, the Budget and Finance Committee has conducted publicly advertised hearings and meetings on the proposed 2012 Operating Budget; and

WHEREAS, the Budget and Finance Committee has developed, reviewed, and approved the proposed 2012 Operating Budget and recommends its adoption to the Board of Commissioners.

NOW, THEREFORE, BE IT RESOLVED, that the Commission hereby adopts an operating budget of \$73,124,022 for the Bridge, Ferry, Food Services, Three Forts Crossing, Police, and Administration Divisions, and a budget of \$6,395,784 for the Airports division, a budget of \$1,132,110 for Economic Development facilities for a total of \$80,702,757 for FY2012, and authorizes the Executive Director to exercise the approved management discretion and spend within the approved FY2012 budget.

A motion to approve Resolution 12-11 was made by Commissioner Traynor, seconded by Commissioner Downes. With Commissioner Murphy voting no, the motion was approved by a roll call vote of 9-1.

Resolution 12-11 Executive Summary Sheet

Resolution: Resolution 12-11 – Adoption of the Delaware River and Bay Authority’s 2012 Operating Budget

Committee: Budget & Finance

Committee Date: April 17, 2012

Board Date: April 17, 2012

Purpose of Resolution:

Resolution 12-11 formally authorizes funds for the fiscal year’s current operating expenses.

Background for Resolution:

The Authority has issued outstanding debt under a Trust Agreement dated October 1, 1993. Section 505 of the Agreement stipulates that the Authority covenants to adopt a final budget for each ensuing fiscal year. The budget is to address Current Expenses, Amounts Deposited into the Reserve Maintenance Fund, Revenue Projections and Compliance with the Covenant as to tolls, in Section 501 (a)(i).