



UNION COUNTY BOARD OF CHOSEN FREEHOLDERS

THURSDAY, MAY 3, 2012
REGULAR MEETING MINUTES

CALL TO ORDER

Chairman Alexander Mirabella called the meeting to order at 7:23 PM.

Attendee Name	Title	Status	Arrived
Angel G. Estrada	Freeholder	Present	
Christopher Hudak	Freeholder	Present	
Mohamed S. Jalloh	Freeholder	Present	
Bette Jane Kowalski	Freeholder	Present	
Deborah P. Scanlon	Freeholder	Present	
Daniel P. Sullivan	Freeholder	Present	
Vernell Wright	Freeholder	Present	
Linda Carter	Vice Chairman	Present	
Alexander Mirabella	Chairman	Present	

Also present were County Manager Alfred J. Faella, County Counsel Robert E. Barry, Esq. and Clerk of the Board James E. Pelletiere.

PRAYER AND SALUTE TO THE FLAG

The Prayer and Salute to the Flag were lead by the Clerk of the Board.

STATEMENT OF COMPLIANCE WITH THE OPEN PUBLIC MEETINGS ACT

The statement of compliance with the Open Public Meetings Act was read by the Clerk of the Board.

APPROVAL OF COMMUNICATIONS

Note and File

1. Oath of Office: Janice Chapin - Homeless Trust Fund Advisory Board; Nadina Baskerville-Thomas - Local Advisory Committee on Alcoholism and Drug Abuse and Philip Haderer - Union County Transportation Advisory Board.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Deborah P. Scanlon, Freeholder;
SECONDER: Linda Carter, Vice Chairman; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

ORDINANCE FOR FINAL READING

The title of the Ordinance was read by the Clerk of the Board.

732-2012 An Ordinance authorizing the execution and acknowledgement and delivery by the County of Union of certain agreements in relation to Lease Revenue Refunding Bonds, Series 2012 (County College Facility Project) of the Union County Improvement Authority.

WHEREAS, the Union County Improvement Authority (the “Authority”) has been duly created by an ordinance of the Board of Chosen Freeholders (the “Board of Chosen Freeholders”) of the County of Union, New Jersey (the “County”), as a public body corporate and politic of the State of New Jersey (the “State”) pursuant to and in accordance with the County Improvement Authorities Law, constituting Chapter 183 of the Pamphlet Laws of 1960 of the State, as amended and supplemented from time to time (the “Act”); and

WHEREAS, the Authority issued its \$2,175,000 County of Union General Obligation Lease Revenue Bonds, Series 2006A (County College Facility Project) (the “Series 2006A Bonds”), \$38,106,000 County of Union General Obligation Lease Revenue Bonds, Series 2006B (County College Facility Project) (Chapter 12 Supported) (the “Series 2006B Bonds”) and the \$8,345,000 County of Union General Obligation Lease Revenue Bonds, Series 2006C (County College Facility Project) (the “Series 2006C Bonds”, and together with the Series 2006A Bonds and the Series 2006B Bonds, the “Series 2006 Bonds”) pursuant to: (i) the Act; (ii) a bond resolution of the Authority adopted December 7, 2005, as amended by a certificate of an Authorized Officer of the Authority (collectively, the “Resolution”); and (iii) all other applicable law; and

WHEREAS, the Series 2006 Bonds were issued for the purpose of providing funds for: (i) the County College Facility Project consisting of the acquisition of land for and the construction and equipping of a campus for the College in Elizabeth, New Jersey, (ii) the payment of a portion of the interest on the Series 2006 Bonds from their dated date through and including February 1, 2008, and (iii) the payment of certain of the costs of issuance incurred in connection with the issuance of the Series 2006 Bonds, and are secured by a Lease Purchase Agreement (County College Facility Project) dated as of March 1, 2006 (the “Lease Agreement”), between the Authority and the County pursuant to which the County’s obligation to make rental payments shall be absolute and unconditional.

WHEREAS, pursuant to the provisions of the County College Bond Act, Chapter 12 of 1971 of the Laws Of New Jersey, as amended, which provides that one-half of the principal and interest due on said series 2006B bonds are paid by the State, however, the 2006B bonds do not constitute a debt or liability of the State or a pledge of the faith and credit of the State, but are dependent for repayment upon appropriations provided by law from time to time; and

WHEREAS, the Series 2006 Bonds are subject to redemption prior to their stated maturity; and

WHEREAS, the Authority has determined that it is in the best interest of the Authority, the County to undertake a refunding of the Series 2006 Bonds which will result in a debt service savings to the County and Authority (the “Refunding”); and

WHEREAS, the Authority plans to issue not to exceed \$27,000,000 in Lease Revenue Refunding Bonds, Series 2012 (Tax Exempt) (County College Facility Project) to refund all or a portion of the Series 2006 Bonds (the “Refunding Bonds”); and

WHEREAS, the Authority made application to the Local Finance Board in the Department of Community Affairs on behalf of the Authority and County requesting approval of the issuance of refunding bonds and on April 11, 2012 the Local finance Board issued positive findings approving the refunding issuance in the amount not to exceed \$27,000,000; and

WHEREAS, in accordance with Section 13 (“Section 13”) of the Act (N.J.S.A. 40:37A-56), prior to the issuance of the Refunding Bonds, the Authority shall make a detailed report with respect to such financing to the Board of Freeholders, which report shall include copies or a description of, without limitation, the Financing Documents; and

WHEREAS, the Authority believes: (i) it is in the public interest to accomplish such purpose; (ii) said purpose is for the health, wealth, convenience or betterment of the inhabitants of the County; (iii) the amounts to be expended for said purpose are not unreasonable or exorbitant; and (iv) the proposal is an efficient and feasible means of providing services for the needs of the inhabitants of the County and will not create an undue financial burden to be placed upon the Authority or the County.

NOW, THEREFORE, BE IT ORDAINED BY THE BOARD OF CHOSEN FREEHOLDERS OF THE COUNTY OF UNION, NEW JERSEY, as follows:

Section 1. The County Manager, Director of Finance, County Treasurer, Assistant Treasurer or such other authorized officer of the County (each an “Authorized Officer”) are hereby each severally authorized and directed, upon the satisfaction of all the legal conditions precedent to the execution or acknowledgment and delivery by the County, of the Financing Documents to be so executed or acknowledged by the County.

Section 2. The Clerk of the Board of Chosen Freeholders is hereby authorized and directed, upon the execution or acknowledgment of the Financing Documents in accordance with the terms of Section 1 hereof, to attest to the Authorized Officer’s execution or acknowledgment of such documents and is hereby further authorized and directed to thereupon affix the seal of the County to such documents.

Section 3. Upon the execution or acknowledgment and attestation of and if required, the placing of the seal on the Financing Documents as contemplated by Sections 1 and 2 hereof, the Authorized Officer is hereby authorized and directed to (i) deliver the fully executed or acknowledged, attested and sealed documents to the other parties thereto and (ii) perform such other actions as the Authorized Officer deems necessary, desirable or convenient in relation to the execution and delivery thereof.

Section 4. The Board of Chosen Freeholders of the County of Union hereby authorize the performance of any act, the execution or acknowledgment and delivery of any other document, instrument or closing certificates, which the Authorized Officer, deems necessary, desirable or convenient in connection with this contemplated transaction, and the Board hereby directs the Authorized Officer to execute or acknowledge, and cause the Clerk of the Board to attest and affix the seal to any such documents, instruments or closing certificates, the authorization of which actions shall be conclusively evidenced by the execution or acknowledgment, attestation, affixation and delivery, as the case may be, thereof by such persons. Such closing certificates shall include, without limitation, (a) a determination that any information provided by the County in connection with the preparation and distribution of the (i)

any preliminary official statement or supplement with relation to the Bonds is “deemed final” for the purposes and within the meaning of Rule 15c2-12 promulgated by the Securities and Exchange Commission pursuant to the Securities and Exchange Act of 1934, as amended (“Rule 15c2-12”) and (ii) any official statement or supplement with relation to the Bonds constitutes a final Official Statement for the purposes and within the meaning of Rule 15c2-12, (b) a determination that the Continuing Disclosure Agreement complies with Rule 15c2-12, (c) a determination that any information provided by or on behalf of the County or relating to the County, the Project, the Financing Documents or the transactions contemplated thereby in connection with the preparation and distribution of any such Preliminary Official Statement or the Official Statement complies with Section 10 and Rule 10b-5 of the Securities Exchange Act, and (d) any representations, warranties, covenants, certificates or instruments required by any issuer of a municipal bond insurance policy or any other form of credit enhancement securing all or a portion of the Bonds or the issuer of a rating on all or a portion thereof.

Section 5. A public hearing shall be held on this ordinance on May 3, 2012, at the meeting room of the Board of Chosen Freeholders, Administration Building, Elizabeth, New Jersey.

Section 6. The Clerk of the Board is hereby directed to publish and post notice of this ordinance as required by law.

Section 7. Upon the adoption hereof, the Clerk of the Board shall forward certified copies of this ordinance to the County Manager, Director of Finance, County Counsel, Bond Counsel to the County, the Authority, and Bond Counsel to the Authority.

Section 8. This ordinance shall take effect at the time and in the manner prescribed by law.

Freeholder Sullivan made comments regarding Ordinances 2012-732, 733 and 734 that are up for adoption this evening. He stated that once they are adopted they will move to the Local Finance Board for approval. He stated the Local Finance Board approves all budgets and transactions that these Ordinances would authorize. He stated that the amounts are unknown. The Local Finance Board cannot make the decision of how the monies will be utilized. The amounts are determined by the Local Finance Board,

This meeting is open to the public for the purposes of commenting on Ordinance 732-2012 only.

Bruce Paterson, Garwood, asked for an approximate amount that was submitted to the Local Finance Board.

John Hudak, Esq. Special Bond Counsel explained that each deal has a different insurance cost. He said the County has to save 3% net after cost, and there is no cost to the County. He said the County is receiving a savings and reduction in debt service.

Chairman Mirabella asked if it is similar to refinancing a mortgage for a lower rate. Mr. Hudak replied, yes.

John Bury, Kenilworth, asked what the current outstanding combined balances are asked for the term.

Mr. Hudak, Esq. stated that the amount of the Ordinance is equal to the principal under the original deal and will mature at the existing transaction.

This concludes the Public Hearing on Ordinance 732-2012.

Freeholder Sullivan, Fiscal Subcommittee Chairman, moved Ordinance 732-2012 for Final Reading and authorized the Clerk of the Board to advertise same in accordance with the law.

RESULT: ADOPTED [8 TO 0]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Bette Jane Kowalski, Freeholder; **AYES:** Freeholder Estrada, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella; **ABSTAIN:** Freeholder Hudak;

733-2012 An Ordinance authorizing the execution and acknowledgement and delivery by the County of Union of certain agreements in relation to Lease Revenue Refunding Bonds, Series 2012 (Tax-Exempt) (City of Plainfield – Park Madison Redevelopment Project Bonds”) of the Union County Improvement Authority.

WHEREAS, the Union County Improvement Authority (the “Authority”) has been duly created by an ordinance of the Board of Chosen Freeholders (the “Board of Chosen Freeholders”) of the County of Union, New Jersey (the “County”), as a public body corporate and politic of the State of New Jersey (the “State”) pursuant to and in accordance with the County Improvement Authorities Law, constituting Chapter 183 of the Pamphlet Laws of 1960 of the State, as amended and supplemented from time to time (the “Act”); and

WHEREAS, the City of Plainfield, New Jersey (the “City”) undertook the redevelopment of an area of the City known as “The Park-Madison Redevelopment Area” (the “Redevelopment Area”) as a Redevelopment Project (the “Redevelopment Project”); and

WHEREAS, the City designated the Authority as the Redevelopment Entity pursuant to the Redevelopment and Housing Law, N.J.S.A. 40A:12A-1 et seq., for said Redevelopment Area (the “Redevelopment Entity”); and

WHEREAS, the Authority agreed to act as said Redevelopment Entity, and in accordance with a Redevelopment Plan approved by an Ordinance of the City adopted on July 10, 2000, developed certain office space, lower level commercial/retail space and parking facilities for use of the County, other public agencies and retail/commercial users (the “Office Project”), and developed separate commercial space, parking and other uses on a portion of the Redevelopment Area (the “Retail Project” and together with the Office Project, the “Project”) and

WHEREAS, the Authority solicited requests for proposals for a developer to undertake said Project for the Authority, and upon receipt and review of said proposals, the Authority selected AST Development Corporation (the “Redeveloper”) as the developer for the Project; and

WHEREAS, the Authority and the Redeveloper entered into a Redevelopment Agreement, as amended and supplemented, relating to the Project (the “Redevelopment Agreement”); and

WHEREAS, the Authority financed the acquisition of the Redevelopment site (hereinafter defined) and Office Project (collectively hereinafter the “Initial Project”) through the issuance of its Lease Revenue Bonds, Series 2003A (Tax-Exempt) and 2003B (Taxable) (collectively hereinafter the “Initial Bonds”) in an aggregate principal amount of not to exceed \$28,000,000; and

WHEREAS, the City sold the land upon which the Project was constructed (the “Redevelopment Site”) to the Authority; and

WHEREAS, N.J.S.A. 40:37A-78 permits the County to enter into a lease with the Authority for public facilities such as the Office Project and the County leased the Office Project from the Authority (the “Lease”); and

WHEREAS, the Authority ground leased all rights, title and interest it acquired from the City in a portion of the Redevelopment Site to a non-profit urban redevelopment corporation (“Urban Renewal Entity”) created and controlled by the Authority (the “Urban Renewal Ground Lease”), which Urban Renewal Entity, as lessee, ground leased all its title, rights and interest to the Authority (the “Authority Ground Lease”), which leased the Office Project to the County, pursuant to a lease between the Authority and the County in accordance with N.J.S.A. 40A:38-78 (“Lease Agreement”); and

WHEREAS, pursuant to the Redevelopment Agreement, the Authority ground leased certain portions of the Redevelopment Site to the Redeveloper (the “Redeveloper Ground Lease”) for purposes of commercial development to be undertaken by the Redeveloper (the “Commercial Development”); and

WHEREAS, the Authority owns, leases and operates the Office Project, subject to the Urban Renewal Ground Lease, the Authority Ground Lease and the Lease Agreement; and

WHEREAS, the Redeveloper constructed the office building, parking lot and related portions of the Office Project for the Authority pursuant to a Construction Agreement (the “Construction Agreement”); and

WHEREAS, the County entered into a Management Services Agreement with the Authority (the “Management Services Agreement”), pursuant to which the Authority manages, operates and maintains the Office Project, and on behalf of the County, sub-lease all portions of the Office Project not utilized by the County; and

WHEREAS, the Initial Bonds have such other terms as set forth in a certain resolution authorizing the issuance of the Lease Revenue Bonds, Series 2003A (Tax Exempt) and 2003B (Taxable) (City of Plainfield-Park Madison Redevelopment Project) and Additional Bonds of Union County Improvement Authority adopted by the Authority on March 21, 2001 (the “Initial Bond Resolution”) as amended and supplemented by a First Supplemental and Amending Bond Resolution adopted on April 25, 2001 (the “First Supplemental And Amending Bond Resolution”) and together with the Initial Bond Resolution, and as may be further supplemented and amended

prior to the issuance of the Initial Bonds; the Initial Bond Resolution, the First Supplemental and Amending Bond Resolution, and any amendments or supplements thereto in accordance with the terms thereof may be collectively referred to as the “Bond Resolution”); and

WHEREAS, the payment of the principal and redemption premium, if any, of and interest on the Initial Bonds are secured by rental payments made under the Lease Agreement by the County; and

WHEREAS, the Initial Bonds designated as Series 2003A Bonds (the “Tax-Exempt Bonds”) were issued as Tax-Exempt bonds under the Code, the interest on which shall be excludable from the gross income of the holders thereof for federal income tax purposes; and

WHEREAS, The Initial Bonds designated as Series 2003B Bonds (the “Taxable Bonds”) were issued as taxable bonds under the Code, the interest on which shall be includable in the gross income of the holders thereof for federal income tax purposes; and

WHEREAS, the proceeds of the Initial Bonds were applied to payment of the Acquisition of the Redevelopment Site, costs of the Office Project on a requisition basis in accordance with the terms of the Construction Agreement, the costs of issuing the Initial Bonds, capitalized interest on the Initial Bonds, a debt service reserve fund to secure the Initial Bonds, if necessary, and any other costs set forth in the Bond Resolution; and

WHEREAS, the County, as a party obligated to pay more than ten percent (10%) of the debt service on the Bonds and entered into that certain “Continuing Disclosure Agreement (City of Plainfield-Park Madison Redevelopment Project)” to be dated as of the first day of the month of issuance of the Initial Bonds (as the same may be amended and supplemented from time to time in accordance with its terms, the “Continuing Disclosure Agreement”) with the Authority in order to satisfy the secondary market disclosure requirements of Rule 15c2-12; and

WHEREAS, the Authority has determined that it is in the best interest of the Authority, the County to undertake a refunding of the Series 2003A Bonds which will result in a debt service savings to the County and Authority (the “Refunding”); and

WHEREAS, the Authority plans to issue not to exceed \$21,645,000 in Lease Revenue Refunding Bonds, Series 2012A (Tax Exempt) (City of Plainfield-Park Madison Redevelopment Project) [or such designation as reflect the year of issuance] to refund all or a portion of the Series 2003A Bonds (the “Refunding Bonds”); and

WHEREAS, in accordance with Section 13 (“Section 13”) of the Act (N.J.S.A. 40:37A-56), prior to the issuance of the Refunding Bonds, the Authority shall make a detailed report with respect to such financing to the Board of Freeholders, which report shall include copies or a description of, without limitation, the Financing Documents; and

WHEREAS, the Authority believes: (i) it is in the public interest to accomplish such purpose; (ii) said purpose is for the health, wealth, convenience or betterment of the inhabitants of the County; (iii) the amounts to be expended for said purpose are not unreasonable or exorbitant; and (iv) the proposal is an efficient and feasible means of providing services for the needs of the inhabitants of the County and will not create an undue financial burden to be placed upon the Authority or the County.

NOW, THEREFORE, BE IT ORDAINED BY THE BOARD OF CHOSEN FREEHOLDERS OF THE COUNTY OF UNION, NEW JERSEY, as follows:

Section 1. The County Manager, Director of Finance, County Treasurer, Assistant Treasurer or such other authorized officer of the County (each an "Authorized Officer") are hereby each severally authorized and directed, upon the satisfaction of all the legal conditions precedent to the execution or acknowledgment and delivery by the County, of the Financing Documents to be so executed or acknowledged by the County.

Section 2. The Clerk of the Board of Chosen Freeholders is hereby authorized and directed, upon the execution or acknowledgment of the Financing Documents in accordance with the terms of Section 1 hereof, to attest to the Authorized Officer's execution or acknowledgment of such documents and is hereby further authorized and directed to thereupon affix the seal of the County to such documents.

Section 3. Upon the execution or acknowledgment and attestation of and if required, the placing of the seal on the Financing Documents as contemplated by Sections 1 and 2 hereof, the Authorized Officer is hereby authorized and directed to (i) deliver the fully executed or acknowledged, attested and sealed documents to the other parties thereto and (ii) perform such other actions as the Authorized Officer deems necessary, desirable or convenient in relation to the execution and delivery thereof.

Section 4. The Board of Chosen Freeholders of the County of Union hereby authorize the performance of any act, the execution or acknowledgment and delivery of any other document, instrument or closing certificates, which the Authorized Officer, deems necessary, desirable or convenient in connection with this contemplated transaction, and the Board hereby directs the Authorized Officer to execute or acknowledge, and cause the Clerk of the Board to attest and affix the seal to any such documents, instruments or closing certificates, the authorization of which actions shall be conclusively evidenced by the execution or acknowledgment, attestation, affixation and delivery, as the case may be, thereof by such persons. Such closing certificates shall include, without limitation, (a) a determination that any information provided by the County in connection with the preparation and distribution of the (i) any preliminary official statement or supplement with relation to the Bonds is "deemed final" for the purposes and within the meaning of Rule 15c2-12 promulgated by the Securities and Exchange Commission pursuant to the Securities and Exchange Act of 1934, as amended ("Rule 15c2-12") and (ii) any official statement or supplement with relation to the Bonds constitutes a final Official Statement for the purposes and within the meaning of Rule 15c2-12, (b) a determination that the Continuing Disclosure Agreement complies with Rule 15c2-12, (c) a determination that any information provided by or on behalf of the County or relating to the County, the Project, the Financing Documents or the transactions contemplated thereby in connection with the preparation and distribution of any such Preliminary Official Statement or the Official Statement complies with Section 10 and Rule 10b-5 of the Securities Exchange Act, and (d) any representations, warranties, covenants, certificates or instruments required by any issuer of a municipal bond insurance policy or any other form of credit enhancement securing all or a portion of the Bonds or the issuer of a rating on all or a portion thereof.

Section 5. A public hearing shall be held on this ordinance on May 3, 2012 at the meeting room of the Board of Chosen Freeholders, Administration Building, Elizabeth, New

Jersey.

Section 6. The Clerk of the Board is hereby directed to publish and post notice of this ordinance as required by law.

Section 7. Upon the adoption hereof, the Clerk of the Board shall forward certified copies of this ordinance to the County Manager, Director of Finance, County Counsel, Bond Counsel to the County, the Authority, and Bond Counsel to the Authority.

Section 8. This ordinance shall take effect at the time and in the manner prescribed by law.

This meeting is open to the public for the purposes of commenting on Ordinance 733-2012 only.

Bruce Paterson, Garwood, made reference to prior refinance transactions with the Union County Utilities Authority. He asked about the professional fees for the three attorneys involved for the three Ordinances.

Mr. Hudak, Esq. stated that there is a call date and a final maturity date. In this case the final maturity date remains the same, year 2030. He said the bonds could be called early if the market is favorable, the Bond Holders will be paid 100% of the premium and new bonds will be issued to replace them to cover the cost of the call. He said it is similar to refinancing a mortgage as far as the terms. He stated that the fees for the professional services are to be determined by the Local Finance Board, and at that time the information will be made available to the public. He added that the debt, nor the life of the debt is being extended.

John Bury, Kenilworth, asked for the current interest rates and the time frame it will take the Local Finance Board to make a decision. He also asked if there will be monies made available to the 2012 Budget.

Mr. Hudak, Esq. Stated that the old interest rate for the bonds generally ran 5%+. The current rate for the first bonds called out is 1.5% to 1.75% and it will be 3% to 4% at the long end of the bond. It will depend upon market conditions.

Freeholder Sullivan stated that the Local Finance Board will meet on May 9th, and based upon their decision will determine if there will be funds going into the 2012 budget and if there is, there has been no determination as to how the monies will be utilized.

Jim Buettner, Cranford, asked for the professional fees that were submitted to the Local Finance Board for Ordinances 2012-732, 733 and 734.

Chairman Mirabella stated they have yet to be determined. It all depends on what the Local Finance Board decides.

Tina Renna, Cranford, asked if there is a line item for the professional fees in the 2012 Budget.

Chairman Mirabella replied, no.

This concludes the Public Hearing on Ordinance 733-2012.

Freeholder Sullivan, Fiscal Subcommittee Chairman, moved Ordinance 733-2012 for Final Reading and authorized the Clerk of the Board to advertise same in accordance with the law.

RESULT: ADOPTED [8 TO 0]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Deborah P. Scanlon, Freeholder; **AYES:** Freeholder Estrada, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella; **ABSTAIN:** Freeholder Hudak;

734-2012 An Ordinance authorizing the execution and acknowledgment and delivery by the County of Union of certain agreements in relation to Lease Revenue Refunding Bonds, Series 2012 (Juvenile Detention Center Facility Project) of the Union County Improvement Authority.

WHEREAS, the Union County Improvement Authority (the “Authority”) has been duly created by an ordinance of the Board of Chosen Freeholders (the “Board of Chosen Freeholders”) of the County of Union, New Jersey (the “County”), as a public body corporate and politic of the State of New Jersey (the “State”) pursuant to and in accordance with the County Improvement Authorities Law, constituting Chapter 183 of the Pamphlet Laws of 1960 of the State, as amended and supplemented from time to time (the “Act”); and

WHEREAS, the Authority is authorized by law, specifically Section 11 of the Act (N.J.S.A. 40:37A-54(a)), to provide public facilities for the use of the County, including, without limitation, the provision for the acquisition of land (the “Property”) for and the construction of a juvenile detention center facility (the “Juvenile Detention Center Facility”) located in the City of Linden, New Jersey;

WHEREAS, pursuant to the Act, specifically Section 35 thereof (N.J.S.A. 40:37A-78), the Authority is authorized to enter into and perform any lease or other agreement with the County for the lease to or use by the County of all or any part of any public facility or facilities as determined in Section 11 of the Act (N.J.S.A. 40:37A-54);

WHEREAS, the Authority financed the acquisition of the Property and the construction of the Juvenile Detention Center Facility (collectively, the “Initial Project”) through the issuance of its County of Union General Obligation Lease Revenue Bonds, Series 2004 (Juvenile Detention Center Facility Project) (the “Series 2004 Bonds”);

WHEREAS, in accordance with N.J.S.A. 40:37A-78, the Authority leased the Initial Project to the County pursuant to the terms of that certain “Lease Purchase Agreement (Juvenile Detention Center Facility Project)” dated as of the first day of the month of issuance of the Series 2004 Bonds between the Authority, as lessor, and the County, as lessee (the “Lease Agreement”);

WHEREAS, during the term of the Lease Agreement, title to the Initial Project resides with the Authority;

WHEREAS, immediately prior to the expiration of the terms of the Lease Agreement, the County will purchase all of the Authority's right, title and interest in and to the Initial Project for a nominal fee;

WHEREAS, the County and the Authority entered into that certain Interlocal Services Agreement dated December 22, 2003 (the “Interlocal Services Agreement”) which sets forth certain duties of the County and the Authority with respect to, among other things, the development, financing and implementation of the Initial Project;

WHEREAS, the Series 2004 Bonds were issued pursuant to the terms of the Act, other applicable law and this “Resolution Authorizing the Issuance of County of Union General Obligation Lease Revenue Bonds, Series 2004 (Juvenile Detention Center Facility Project) and Additional Bonds of the Union County Improvement Authority”, as amended and supplemented, including specifically as shall be supplemented and amended by a Certificate of the Executive Director in accordance with Section 2.02(1)(e) hereof (the “Bond Resolution”);

WHEREAS, the proceeds of the Series 2004 Bonds were applied to, inter alia, the payment of the (a) costs of the acquisition of the Property, including reimbursing the County for any amount previously loaned to the Authority in connection therewith, (b) costs of the demolition of existing structures on the Property, (c) costs of the construction of the Juvenile Detention Center Facility, (d) costs of issuing the Series 2004 Bonds, (e) capitalized interest on the Series 2004 Bonds and (f) any other costs set forth in this Bond Resolution;

WHEREAS, the principal of, redemption premium, if any, and the interest on the Series 2004 Bonds are secured by general obligation lease payments of the County under the Lease Agreement in scheduled lease payment amounts sufficient to pay in a timely manner the principal and redemption premium, if any, of and the interest on the Series 2004 Bonds, pursuant to the terms of which Lease Agreement the County shall be obligated, if necessary, to make such lease payments from the levy of ad valorem taxes upon all of the taxable property within the County, without limitation as to rate or amount;

WHEREAS, pursuant to the terms of the Lease Agreement, the County entered into that certain “Continuing Disclosure Agreement (Juvenile Detention Center Facility Project)” with the Authority and the bond trustee to be appointed by the Authority (the “Bond Trustee”) dated as of the first day of the month of issuance of the Series 2004 Bonds (the “Continuing Disclosure Agreement”) in order to satisfy the secondary market disclosure requirements of Rule 15c2-12 (“Rule 15c-12”) promulgated by the Securities and Exchange Commission (“SEC”) pursuant to the Securities Exchange Act of 1934, as amended and supplemented;

WHEREAS, the Authority financed the remaining portion of the Project through the issuance of its County of Union General Obligation Lease Revenue Bonds, Series 2005 (Juvenile Detention Center Facility Project) (the “Series 2005 Bonds”);

WHEREAS, the Series 2005 Bonds were issued pursuant to the terms of the Act, other applicable law, the Initial Bond Resolution and a supplemental resolution of the Authority entitled “Supplemental Bond Resolution of the Union County Improvement Authority Authorizing the Issuance of its not to exceed \$30,100,000 County of Union General Obligation Lease Revenue Bonds, Series 2005 (Juvenile Detention Center Facility Project)” to be adopted by the Authority prior to the issuance of the Series 2005 Bonds (the “Series 2005 Supplemental Bond Resolution”; the Initial Bond Resolution, together with the Series 2005 Supplemental Bond Resolution and any further amendments or supplements thereto in accordance with the terms thereof may be collectively referred to as the “Bond Resolution”);

WHEREAS, in accordance with N.J.S.A. 40:37A-78, the Authority has leased the portion of the Project financed with the proceeds of the Series 2004 Bonds to the County pursuant to the terms of that certain “Lease Purchase Agreement (Juvenile Detention Center Facility Project)” dated as of December 15, 2004, between the Authority, as lessor, and the County, as lessee as amended pursuant to the terms of Amendment No. 1 to Lease Agreement (the “Original Lease Agreement”);

WHEREAS, in accordance with Section 13 of the Act (N.J.S.A. 40:37A-56), prior to the issuance of the Series 2004 and Series 2005 Bonds the Authority made a detailed report of the Initial Project and the financing to the Board of Freeholders, which report included, without limitation, the Bond Resolution, as amended and supplemented, the Series 2004 Bonds, the Series 2005 Bonds, the Lease Agreement, Amendment No. 1 to Lease Agreement, the Continuing Disclosure Agreement, and Amendment No. 1 to Continuing Disclosure Agreement (collectively, the “Financing Documents”);

WHEREAS, the Series 2005 Bonds are subject to redemption prior to maturity;

WHEREAS, in view of certain market conditions, the County has request that the Authority restructure and refinance the debt service of the Series 2005 Bonds to provide for certain savings;

WHEREAS, the Authority is desirous of assisting in the refinancing of the Project, to the extent permitted by law;

WHEREAS, the Authority is desirous of assisting in the refinancing of the Project, to the extent permitted by law;

WHEREAS, the Authority expects to obtain funds to assist the financing of the Project through the issuance of its bonds in an amount not to exceed \$24,690,000 General Obligation Lease Revenue Refunding Refunding Bonds, Series 2012 (Juvenile Detention Center Facility Project) (the “Bonds”) [or such series designation as necessary for the year of issuance] issued pursuant to a Bond Resolution to be adopted by the Authority entitled “**SUPPLEMENTAL RESOLUTION AUTHORIZING THE ISSUANCE OF COUNTY OF UNION GENERAL OBLIGATION LEASE REVENUE REFUNDING BONDS, SERIES 2012 (JUVENILE DETENTION CENTER FACILITY PROJECT) AND ADDITIONAL BONDS OF THE UNION COUNTY IMPROVEMENT AUTHORITY**” (the “Supplemental Bond Resolution”);

WHEREAS, in accordance with Section 13 (“Section 13”) of the Act (N.J.S.A. 40:37A-56), prior to the issuance of the Bonds, the Authority shall make a detailed report with respect to such financing to the Board of Chosen Freeholders of the County, which report shall include copies or a description of, without limitation, the various financing documents;

WHEREAS, in accordance with N.J.S.A 40A:5A-6 the Authority has made application, on behalf of the Authority and the County, to the Local Finance Board in the Division of Local Government Services of the Department of Community Affairs of the State (the “Local Finance Board”) for the Local Finance Board’s review of the financing, including, *inter alia*, the Supplemental Bond Resolution, the Supplemental Lease Agreement, and Continuing Disclosure Agreements (the “Financing Documents”);

WHEREAS, the Authority believes: (a) it is in the public interest to accomplish such purpose; (b) said purpose is for the health, welfare, convenience or betterment of the inhabitants of the County; (c) the amounts to be expended for said purpose are not unreasonable or exorbitant; and (d) the proposal is an efficient and feasible means of providing services for the needs of the inhabitants of the County and will not create an undue financial burden to be placed upon the Authority or the County.

NOW, THEREFORE, BE IT ORDAINED BY THE BOARD OF CHOSEN FREEHOLDERS OF THE COUNTY OF UNION, NEW JERSEY, as follows:

Section 1. The County Manager, Director of Finance, County Treasurer, Assistant Treasurer or such other authorized officer of the County (each an "Authorized Officer") are hereby each severally authorized and directed, upon the satisfaction of all the legal conditions precedent to the execution or acknowledgment and delivery by the County, of the Financing Documents to be so executed or acknowledged by the County.

Section 2. The Clerk of the Board of Chosen Freeholders is hereby authorized and directed, upon the execution or acknowledgment of the Financing Documents in accordance with the terms of Section 1 hereof, to attest to the Authorized Officer's execution or acknowledgment of such documents and is hereby further authorized and directed to thereupon affix the seal of the County to such documents.

Section 3. Upon the execution or acknowledgment and attestation of and if required, the placing of the seal on the Financing Documents as contemplated by Sections 1 and 2 hereof, the Authorized Officer is hereby authorized and directed to (i) deliver the fully executed or acknowledged, attested and sealed documents to the other parties thereto and (ii) perform such other actions as the Authorized Officer deems necessary, desirable or convenient in relation to the execution and delivery thereof.

Section 4. The Board of Chosen Freeholders of the County of Union hereby authorize the performance of any act, the execution or acknowledgment and delivery of any other document, instrument or closing certificates, which the Authorized Officer, deems necessary, desirable or convenient in connection with this contemplated transaction, and the Board hereby directs the Authorized Officer to execute or acknowledge, and cause the Clerk of the Board to attest and affix the seal to any such documents, instruments or closing certificates, the authorization of which actions shall be conclusively evidenced by the execution or acknowledgment, attestation, affixation and delivery, as the case may be, thereof by such persons. Such closing certificates shall include, without limitation, (a) a determination that any information provided by the County in connection with the preparation and distribution of the (i) any preliminary official statement or supplement with relation to the Bonds is "deemed final" for the purposes and within the meaning of Rule 15c2-12 promulgated by the Securities and Exchange Commission pursuant to the Securities and Exchange Act of 1934, as amended ("Rule 15c2-12") and (ii) any official statement or supplement with relation to the Bonds constitutes a final Official Statement for the purposes and within the meaning of Rule 15c2-12, (b) a determination that the Continuing Disclosure Agreement complies with Rule 15c2-12, (c) a determination that any information provided by or on behalf of the County or relating to the County, the Project, the Financing Documents or the transactions contemplated thereby in connection with the preparation and distribution of any such Preliminary Official Statement or the Official Statement complies with Section 10 and Rule 10b-5 of the Securities Exchange Act,

and (d) any representations, warranties, covenants, certificates or instruments required by any issuer of a municipal bond insurance policy or any other form of credit enhancement securing all or a portion of the Bonds or the issuer of a rating on all or a portion thereof.

Section 5. A public hearing shall be held on this ordinance on May 3, 2012 at the meeting room of the Board of Chosen Freeholders, Administration Building, Elizabeth, New Jersey.

Section 6. The Clerk of the Board is hereby directed to publish and post notice of this ordinance as required by law.

Section 7. Upon the adoption hereof, the Clerk of the Board shall forward certified copies of this ordinance to the County Manager, Director of Finance, County Counsel, Bond Counsel to the County, the Authority, and Bond Counsel to the Authority.

Section 8. This ordinance shall take effect at the time and in the manner prescribed by law.

This meeting is open to the public for the purposes of commenting on Ordinance 734-2012 only.

Bruce Paterson, Garwood, was not pleased to hear that the costs are unknown pertaining to Ordinance 734-2012. He stated that there is a conflict of interest having Mr. Hudak, Esq. and Freeholder Hudak associated with this Ordinance.

John Bury, Kenilworth, asked should \$1 or \$2 million dollars becomes available, if the monies would be returned to the Budget. He asked if it would be applied to the layoffs.

Chairman Mirabella, again, stated that the dollar amount is unknown. It all depends upon the determination of the Local Finance Board.

Jim Buettner, Cranford, addressed his question to Freeholder Sullivan, Chairman of the Fiscal Committee. He asked about the estimates and fees that were submitted to the Local Finance Board.

Freeholder Sullivan stated that tonight the Board is solely approving what was approved by the Union County Improvement Authority. The passing of the Ordinance will allow it to go to the Local Finance Board for their approval. He stated if the Ordinances are approved, the amounts will be made available to the public, which should be at the end of the month. He stated that the County is not privy to that information. It is done by the Union County Improvement Authority.

This concludes the Public Hearing on Ordinance 734-2012.

Freeholder Sullivan, Fiscal Subcommittee Chairman, moved Ordinance 734-2012 for Final Reading and authorized the Clerk of the Board to advertise same in accordance with the law.

RESULT: ADOPTED [8 TO 0]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Deborah P. Scanlon, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella; **ABSTAIN:** Freeholder Sullivan;

ORDINANCE FOR INTRODUCTION

735-2012

An Ordinance amending the Union County District Solid Waste Management Plan to include Rahway Recycling and Materials, Inc., Rahway, New Jersey into the Union County District Solid Waste Management Plan as a Class B Recycling Facility.

**AN ORDINANCE TO AMEND THE UNION COUNTY
DISTRICT SOLID WASTE MANAGEMENT PLAN**

* * * * *

**TO INCLUDE RAHWAY RECYCLING AND MATERIALS, INC. AS A CLASS B
RECYCLING CENTER LOCATED IN RAHWAY, NEW JERSEY**

AS RECOMMENDED
BY THE UNION COUNTY UTILITIES AUTHORITY

WHEREAS, pursuant to the Solid Waste Management Act, N.J.S.A. 13:1E-1 et seq., the County of Union is designated as a Solid Waste Management District and by law did develop and prepare a District Solid Waste Management Plan (“County Plan”) that was adopted by the Union County Board of Chosen Freeholders on June 7, 1979, pursuant to and in accordance with the Solid Waste Management Act, N.J.S.A. 13:1E-1 et seq.; and

WHEREAS, the County Plan was approved, with modifications, by the Department of Environmental Protection (“NJDEP”) on August 13, 1980, and has since been amended and modified from time to time; and

WHEREAS, on December 11, 1986, the Union County Board of Chosen Freeholders designated the Union County Utilities Authority (“UCUA”) as the agency responsible for the implementation of the County Plan, as amended from time to time, and the UCUA is empowered to plan, acquire, construct, maintain and operate facilities for the processing, disposal and/or recycling of solid waste generated in the County; and

WHEREAS, the UCUA has formulated a Plan Amendment, and recommends that this Board set a public hearing for the purpose of taking public testimony on the proposed plan amendment, and review and enact said amendment that is now on file with the Clerk of this Board and available for public inspection and is made a part hereof by reference; and

WHEREAS, the subject amendment is summarized as follows:

This Plan Amendment is prepared as a result of a determination by the UCUA to include Rahway Recycling & Materials, Inc. (“RR&M”) into the Union County District Solid Waste Management Plan as a Class B Recycling Center.

The purpose of this Plan Amendment is to modify the County Plan to include RR&M as a prerequisite to securing a NJDEP Class B Recycling Center General Approval. RR&M has proposed, and is hereby being admitted to the County Plan, to accept at its 650 Leesville Avenue, Rahway, New Jersey,

facility, up to 5,000 tons per day of concrete, asphalt and brick and will grind these materials for shipping off-site. The resulting end product will be marketed and then transported off site to RR&M customers primarily by road tankers.

RR&M's facility is located in an industrial zone and there are no residential homes within 2000 feet of the facility. RR&M currently holds a valid State Air Pollution Control Permit. The facility is known as Lot 10 and 11, in Block 292 on the Tax Map of the City of Rahway. The facility is identify as ID# 42217.

WHEREAS, pursuant to the Solid Waste Management Act, the County's Solid Waste Advisory Committee ("SWAC") must be consulted with respect to amendment to the County Plan; and

WHEREAS, by Resolution No. 32-2012, duly adopted April 18, 2012, the UCUA approved the Plan Amendment and recommended that the Plan Amendment be approved by the Board of Chosen Freeholders of the County, after public hearing in accordance with the Solid Waste Management Act; and

WHEREAS, pursuant to and in accordance with the provisions of the Solid Waste Management Act, the Plan Amendment was presented to SWAC:

NOW, THEREFORE, BE IT ORDAINED, by the Board of Chosen Freeholders of the County of Union, that:

1. The aforesaid recitals are incorporated herein as though fully set forth at length.
2. The Plan Amendment, as prepared and recommended by the Union County Utilities Authority, is hereby adopted as an Amendment to the Union County District Solid Waste Management Plan.
3. Any provision of the County Plan that is inconsistent with the Plan Amendment is hereby repealed to the extent of said inconsistency and the provisions of the Plan Amendment shall be fully effective and shall control.
4. A certified copy of this Ordinance, as finally adopted, together with the Plan Amendment, shall be forwarded to the New Jersey Department of Environmental Protection, the County Clerk of the County of Union, and the Union County Utilities Authority.
5. The Clerk of this Board shall publish and disseminate notice of this Ordinance as provided by law.
6. The aforesaid Plan Amendment and a copy of the transcript of the public hearing to be held at such time as may be scheduled by said Board of Chosen Freeholders, and the necessary deliberations shall be submitted to the Commissioner of the New Jersey Department of Environmental Protection.
7. This Ordinance shall take effect in the manner prescribed by law.

Freeholder Hudak moved Ordinance 735-2012 for First Reading and authorized the Clerk of the Board to advertise same in accordance with the law. The Public Hearing and Final Reading are scheduled for Thursday, June 14, 2012.

RESULT: ADOPTED [8 TO 0]; MOVER: Christopher Hudak, Alexander Mirabella; **SECONDER:** Linda Carter, Vice Chairman; **AYES:** Freeholder Estrada, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella; **ABSTAIN:** Freeholder Hudak;

736-2012 An Ordinance to amend "The Laws of Union County: Administrative Code and Policies and General Legislation" by amending Part II, Chapter 49 Fees, Article II, Paratransit Services.

An ordinance to amend “The Laws of Union County: Administrative Code and Policies and General Legislation” by amending Part II, Chapter 49 Fees-Article II, Paratransit Service.

BE IT ORDAINED by the Board of Chosen Freeholders of the County of Union that the "Laws of Union County" are hereby amended as follows:

PART II - POLICIES AND GENERAL LEGISLATION

Chapter 49, FEES

[HISTORY: Adopted by the Board of Chosen Freeholders of the County of Union as indicated in article histories. Amendments noted where applicable.]

ARTICLE II, Paratransit Service

[Adopted 2-11-1993 as Res. No. 156-93]

§ 49-3. Purpose.

It is the policy of the County of Union that a fare will be charged for transportation services provided by the Union County Paratransit System. The fares collected will be used to provide additional transportation opportunities for senior and disabled residents on Union County. Fares will not be used to exclude eligible residents from transportation services. A method is included that allows indigent and low income residents access to services with no fares or reduced payments.

§ 49-4. Fees for Services

-Individual Trips:

Fares will be charged to trips provided by the Union County Paratransit System to individual riders, during normal hours of operation of the Union County Paratransit System, at a rate of \$2.00 per one-way trip. Individual fares will be collected through monthly billing. The bill will be based on the number of one-way rides the passenger took from the previous month. County staff will permit passengers of limited income to qualify for a “fare waiver” based on income eligibility and the federal poverty guidelines. No passenger will be refused a ride for inability to pay but may be suspended after 90 days for non-payment unless they can show proof of indigence and low income.

-Regular Group Trips:

The Union County Paratransit System also receives requests for group transportation during

normal hours, from residential facilities such as nursing homes and senior housing complexes. The Regular Group Fare will be charged to groups from residential facilities at a rate of \$45.00 per trip, per vehicle, during normal hours of operation the Union County Paratransit System.

-Special Group Trips:

The Union County Paratransit System is, on occasion, requested to provide transportation to elderly and/or disabled residents of the County of Union outside the normal working hours or on weekends. This requires that the driver of the vehicle be paid at an overtime rate or that a special driver be employed and compensated. The County of Union desires to offset such additional cost.

Special Group fares will be charged to groups at a rate of \$25.00 per vehicle, per hour. Group trips provided after normal business hours (after 5:30 pm & Saturday) will charge \$25.00 per hour pre and post trip. Special Group Trips will be delivered at the discretion of the Union County Paratransit Administrative Office. The agency/group will be billed at the conclusion of the trip based on the number of hours and vehicles utilized.

Freeholder Wright moved Ordinance 736-2012 for First Reading and authorized the Clerk of the Board to advertise same in accordance with the law. The Public Hearing and Final Reading are scheduled for Thursday, June 14, 2012.

RESULT: ADOPTED [8 TO 0]; MOVER: Vernell Wright, Freeholder; **SECONDER:** Mohamed S. Jalloh, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella; **ABSTAIN:** Freeholder Sullivan;

PUBLIC COMMENT PORTION

The meeting is open to the public for the purpose of commenting on Resolutions being offered for adoption only.

Freeholder Sullivan said that we are continuing our progress in finalizing our budget. We continue to be on pace for a public hearing and also final vote on adopting the 2012 budget on May 31st. There have been numerous discussions and meetings. Every individual on this board understands this budget will affect our employees who will be laid off, and those who remain providing County services. He said we understand it is going to be very difficult to ease the pain for employees and their families who are affected, and we are doing all we can to soften the impact. For those being impacted, we have set up job fairs for affected county employees on May 9th and May 16th at the Elizabeth One Stop, and four more dates are being set up in June 6th and 13th in Elizabeth and the 20th and 28th in Plainfield.

The County's Personnel Department has also set up four dates to have Rapid Response seminars for these employees. At these seminars, NJ Department of Labor, Social Security, pensions, health benefits and the employee assistance will be present to help employees with the transition. The dates will be May 21st at the Administration Building in Elizabeth, on May 24th at Runnells Specialized Hospital, May 29th Scotch Plains at the Engineering Building, and a second one at Runnells Specialized Hospital on May 30th.

Furthermore, Civil Service will establish a special re-employment list for all affected County

employees, ranked by seniority. If the need arises to call them back to work at the County, Civil Service will ensure they are called back.

Finally, he set the record straight on some misinformation regarding the layoffs which have taken place, and those effective June 1st.

The first is the wage freezes negotiated with almost every Union in the last negotiation process; and the second is the health benefits package for retirees.

- 1) The 2 year wage freeze had nothing to do with the current deficit problem and was negotiated in return for the health benefits package. Rumors that the wage freeze is some sort of give back to reduce a deficit are incorrect.
- 2) Rumors that the Administration is renegeing on the negotiated health benefits for retirees are not true. Eligibility for the retiree health benefits package are set forth in the terms and conditions of the contracts and it is this Administration's intention to abide by those terms and conditions.

Tom Getzendanner, Council Member of Summit, stated that he is 100% in support of Resolution 2012-433.

Bruce Paterson, Garwood, asked for an explanation of Resolutions 2012-429 and Resolution 2012-430. He stated that he appreciates the \$14,000 reduction in the contract amount compared to last year. He asked who the principals are of Millennium Strategies. He asked why the EDC is involved in Resolution 2012-433, and stated that he believes the cost for asphalt overlay is substantial, referring to Resolution 2012-437. He made reference to a paving machine that was purchased by the County two years ago for \$450,000 and asked why the job is not being done in-house.

Mr. Paterson stated that the amount of janitorial supplies pertaining to Resolution 2012-438 is extreme. He stated that he was under the impression that the vendor listed in Resolution 2012-444 was located in Newark.

Director Zuber explained that the \$10,000 grant monies mentioned in Resolution 2012-429 is for existing staff's salaries who are working with the transportation program.

Director Guzzo responded to Resolution 2012-430, stating that the principals of Millennium Strategies are Ed Farmer and Susan Scazone. The contract amount is less than year. There is a monthly stipend for the writing grants and it is a straight forward grant of \$36,000.

Director Zuber stated that Resolution 2012-434 is a program hosted by the City of Elizabeth and administered by the Elizabeth Development Corporation. They are also working with the local businesses in the Greater Elizabeth area to put youths to work.

County Engineer Mineo stated that Resolution 2012-437 is to pave the basketball courts at Cedar Brook Park. He said the machine purchased by the County does not apply for such a small job.

John Bury, Kenilworth, spoke about Resolution 2012-433, and asked what is planned for the Watchung Stables. He spoke of other studies that have been done in the past for other projects.

County Manager Faella stated that in his budget message, the stables, despite efforts to improve and

streamline the facility and operations, continues to operate at a significant annual deficit, in this instance over \$600,000 for 2011-2012. The feasibility study will seek an independent evaluation of Watchung Stables to understand the facility's competitive market position, and its financial performance potential. This is all in relation to possible on gong management by Union County or the alternatives to enter into a lease or third party management agreement. By evaluating the competitive market, understanding pricing opportunities, and investigating the expense profiles of comparable and/or competitive facilities, the consultant will prepare a detailed set of recommendations and an estimate of financial performance. With these finds, the consultant will complete the subsequent steps to evaluate which of the aforementioned options make the most sense for Union County.

Tina Renna, Cranford, mentioned the names of all the principals of Millennium Strategies. She asked who the principal is for the Elizabeth Development Corporation, as mentioned in Resolution 2012-434 and asked about the training.

Director Zuber stated that the principals of the Elizabeth Development Corporation are William O'Dea and William Reyes. He stated that he is uncertain of the names of the entire Executive Board. He explained that the summer program begins late June for six or seven weeks and the youths are placed with private companies and trained at their locations.

Jim Buettner, Cranford, asked about Resolution 201-428. He asked for the savings in Resolution 2012-430. He said he is in favor of privatizing Watchung Stables. He asked who the Elizabeth Development Corporation is as mentioned in Resolution 2012-434. On Resolution 2012-444, he asked what the total dollar amount is for recycling metal, and asked why the job is not being done in-house.

Director Zuber stated that in reference to Resolution 2012-428, the County match is coming from the NJTPA. Similar projects done in the past is the Route 22 Shuttle and they are finishing the Routes 1&9 Corridor studies and they do the studies of rail and highway issues.

Director Guzzo stated that in reference to Resolution 2012-430, the contract has been reduced as a result of negotiations. He said it is an all inclusive fee compared to last year where the County paid a monthly retainer fee. He said the scope of the work remains the same, only the fee has been reduced.

RESOLUTIONS

The following Resolutions are being offered for adoption:

2012-428 FREEHOLDER ESTRADA: Authorizing the County Manager to make an application to the North Jersey Transportation Planning Authority for funds for Fiscal Year 2013 Subregional Transportation Planning Program in the amount of \$131,443.75. {\$105,155 - Grant; \$26,288.75 - County Match}

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-429 FREEHOLDER ESTRADA: Authorizing the County Manager to enter into a Memorandum of Understanding with the North Jersey Transportation Planning Authority and to join the North Jersey Sustainable Communities Consortium and member of the Consortium Steering Committee.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-430 FREEHOLDER KOWALSKI: Authorizing the County Manager to enter into a contract with Millennium Strategies, Caldwell, New Jersey, for the purpose of providing grant procurement services for the period of January 1, 2012 through December 31, 2012 in an amount not to exceed \$36,000.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-431 FREEHOLDER KOWALSKI: Authorizing the County Manager to approve the Substantial Amendment to the current Fiscal Year (FY) 2011 Consolidated Plan to reflect the expansion of services and increase in Hearth Emergency Solutions (HES) Grant, formerly Emergency Shelter Grant (ESG), funding in the amount of \$133,247, bringing the total HES/ESG award to \$370,130, and further authorizing the administration and disbursement of HES/ESG funds as permitted under the US Dept of Housing & Urban Development (HUD).

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-432 FREEHOLDER SULLIVAN: Authorizing the County Manager to apply for a grant from the New Jersey Department of Community Affairs-Grant Development Unit, for recreational opportunities for individuals with disabilities program grant to provide a variety of recreational activities in the amount of \$42,000.00. {\$35,000.00 - Grant; \$7,000.00 County Match}

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-433 FREEHOLDER SULLIVAN: Authorizing the County Manager to enter into a contract with Mareth Advisors, LLC of Arlington, Virginia to perform a feasibility study of Watchung Stables in the amount of \$16,000.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-434 FREEHOLDER SULLIVAN: Authorizing the County Manager to enter into an agreement with the Elizabeth Development Corporation for the purpose of providing assistance to underserved people with training and gaining access to summer employment in the amount of \$25,000.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-435 FREEHOLDER SULLIVAN: Appointing Mauro Checchio, Bill Wright and Michael Murray as At-Large Members to the Union County Transportation Advisory Board for a term from January 1, 2012 through December 31, 2012.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-436 FREEHOLDER WRIGHT: To authorize the County Manager to enter into an affiliation agreement between Runnells Specialized Hospital (RSH) and Trinitas Regional Medical Center (TRMC) (STCF) to outline the policies and procedures that will guide the staff of RSH and TRMC STCF involuntary beds in their collaborative efforts to provide intermediate psychiatric inpatient services, in the least restrictive, most appropriate setting available and to implement the New Jersey Screening Law in the Union County and Middlesex County mental health system.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-437 CHAIRMAN MIRABELLA: Authorizing the County Manager to award the proposed contract obtained through advertised public bidding in accordance with the Local Public Contracts Law, NJSA 40A:11-1 et seq: Engineering, Public Works, Facilities & Park Maintenance: Ralph Checchio, Inc., Scotch Plains, New Jersey, for the purpose of providing various asphalt overlay for the Division of Park Maintenance in the amount of \$156,660.00.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-438 CHAIRMAN MIRABELLA: Authorizing the County Manager to award the proposed contracts obtained through advertised public bidding in accordance with the Local Public Contracts Law, NJSA 40A:11-1 et seq: Department of Engineering, Public Works & Facilities: Division of Facilities Management: Spruce Industries, Rahway, New Jersey, for the purpose of providing four separate categories of janitorial supplies for a period of twenty-four (24) consecutive months in the amounts of (Lot#1) in the amount of \$114,345.48; (Lot#2) in the amount of \$362,055.60; (Lot#3) in the amount of \$146,954.69 and (Lot#4) in the amount of \$526,592.62.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-439 CHAIRMAN MIRABELLA: Resolution concurring with the Township of Springfield to close Mountain Avenue from the intersection of Shunpike Road to North Trivett Avenue; Shunpike Road from the intersection of South Springfield Avenue to the intersection of Mountain Avenue for the annual Memorial Day Parade which will be held on Monday, May 28th between the hours of 9:30 a.m. and 12:00 p.m.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-440 CHAIRMAN MIRABELLA: Resolution concurring with Borough of Mountainside to close Mountain Avenue from New Providence Road to Mountainview Drive on Sunday, June 17, 2012 from 1:00 p.m. to 6:00 p.m. for the purpose of the PAL Cancer Fundraising Event. Also, granting permission to hang a banner from April 23, 2012 to June 18, 2012 on Mountain Avenue.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-441 CHAIRMAN MIRABELLA: Authorizing the County Manager to award the proposed contract obtained through advertised public bidding in accordance with the Local Public Contracts Law, NJSA 40A:11-1 et seq: Department of Engineering, Public Works & Facilities Management: Division of Facilities Management; Allied Fire & Safety Co., Neptune, New Jersey, to exercise the extension option to provide Fire Sprinkler System maintenance and repair for an additional twenty four (24) months, for the contract period of June 19, 2012 through June 18 2014 in the amount of \$297,810.00.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-442 CHAIRMAN MIRABELLA: Authorizing the County Manager to award the proposed contract obtained through advertised public bidding in accordance with the Local Public Contracts Law, NJSA 40A:11-1 et seq: Department of Engineering, Public Works & Facilities Management, Division of Facilities Management: Tri-County Termite & Pest Control Management, Carneys Point, New Jersey, to exercise the extension option to provide Pest Control for an additional twenty four (24) months, for the contract period of July 1, 2012 through June 30, 2014 in the amount of \$69,280.00.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak,

Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-443 CHAIRMAN MIRABELLA: Amending Resolution Number 2012-100, to reflect a change in the account numbers only.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-444 CHAIRMAN MIRABELLA: Authorizing the County Manager to enter into a contract with Dublin Scrap Metal, Cranford, New Jersey, for scrap metal recycling services for one (1) year commencing on June 1, 2012 through May 31, 2013 at no cost to the County of Union, with a one (1) year option to renew. (Revenue Generating)

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-445 CHAIRMAN MIRABELLA: Authorizing the acceptance of a conservation easement from TD Bank for the property located at the corner of Morris and North Avenues in Union.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

FREEHOLDER SPONSORED RESOLUTIONS

2012-446 FREEHOLDER KOWALSKI: Congratulating Barry O'Donovan, owner of Kilkenny House Restaurant in Cranford, for receiving the Phoenix Award for Outstanding Disaster Recovery from the U.S. Small Business Administration in Washington, D.C.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-447 VICE CHAIRMAN CARTER: Congratulating Boy Scout Troop 5 of Plainfield, New Jersey, as they celebrate their 100th Anniversary.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-448 MR. AND THE ENTIRE BOARD: Congratulating Police Officers from numerous Union County Municipalities being honored by the 200 Club of Union County for service above and beyond the call of duty.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-449 MR. AND THE ENTIRE BOARD: Congratulating the 2012 Unity Achievement Award winners being honored by the Union County Human Relations Commission on Monday, May 7, 2012.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-450 MR. AND THE ENTIRE BOARD: Congratulating Dr. Thomas J. Bistocchi, Sister Maureen Fichner and Sister Donna Marie O'Brien on being honored at the Union County Educational Services Foundation Annual Awards Reception for their commitment to Education and humanitarianism.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-451 MR. AND THE ENTIRE BOARD: Declaring May, 2012 "Older American Month" in Union County to honor the important contributions that older adults have made, and continue to make, to our society.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012-452 CHAIRMAN MIRABELLA: Congratulating Denise Hughes on being named the Fanwood-Scotch Plains Rotary Club Volunteer of the Year.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Christopher Hudak, Freeholder; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

PUBLIC COMMENT PORTION

This meeting is open to the public for the purpose of commenting on any matter.

Tom Getzendanner, Council Member, City of Summit, spoke about Summit's high taxes, and

submitted a pamphlet, "Municipal Budget Snapshot" to the Clerk of the Board. He said he appreciates the 10% layoffs and programmatic outsourcing and elimination, but is opposed to the tax increase and asked that the Board to revisit the Open Space, Recreation and Historic Preservation Trust Fund to cut the tax in half. He urged the Board to have it placed on the ballot on November 6th.

Jocelyn Hall, Scotch Plains, is opposed to the staff of Rutgers Cooperative Extension's 4H Club that are being laid off. She said it will have a devastating impact on the youth of the County. The clerical staff go above and beyond in their duties. She mentioned the positive affect it had on her son, Andrew.

Jadier Hines, Elizabeth, spoke about the 4H Club and stated that it keeps the youth off the streets. He is opposed to the layoffs.

Richard Tabor, (inaudible) served in the US Army and Iraq, and has been a 4H Club member since he was 8 years old. He stated the 4H Club Secretaries are desperately needed.

Virga Perdie, (inaudible) is not in favor of the 4H Club layoffs. She said the Club prevents kids from getting involved in gangs, drugs and robberies. She cited her favorite bible verse. She says she never asked for anything in the past, but she asking the Board to save the 4H Club.

Charles Volcanic, Ocean City, Cape May County, President of AFLCIO. He said he is in attendances with those of the IFPTE and CWA Unions. He said that he attended the meeting for the contractual issues and how the low-end paid employees are being treated compared to the high-end employees. He said there are many single mothers who are in great need of their jobs. He spoke about the individuals who received the recent large salary increases during this time. He said he has never seen such drastic cuts, and he has been all over the State. He asked the Board to "come back to the table" to consider an arrangement to keep all the employees and to unanimously adopt a Resolution for no raises given to management in the County until all laid-off employees return to work.

Jeff Robinson, Rahway, Division of Social Services, stated that they cannot keep up with clientele now and they have reached record levels of issuing food stamps. They cannot keep up with the workload now not to mention losing employees.

Barbara Egger, President of Local 112 Health Professional, Member of HPAE (Health Professionals and Allied Employees). She represents the staff Registered Nurses at Runnells Specialized Hospital. She asked if any contracts have been signed for the layoffs, and asked about the savings. She stated that there is a rumor that employees who are being laid off will be rehired with under a different title. She had many questions regarding contracts, new hires, health insurance and attorney fees.

Chairman Mirabella asked Kathy Hatfield, Esq. To make some comments. She said there is a review of the functions of the departments at Runnells Specialized Hospital being privatized. She said no decisions have been made yet, but the Unions will have an opportunity to bid on work where contracts are in place within the next couple of weeks.

Tina Marie Lopez, CWA 1080, Assistant Supervisor at the Social Services Division, is opposed to the layoffs. She stated that the Division of Social Services has the largest reserve, yet, they are the second largest target for layoffs. She stated she would take 3 weeks of voluntary furlough days to avoid layoffs.

Brandon Thompson, Rahway, employee of the Housekeeping Department at Runnells Specialized Hospital, stated that he questions the judgement of the Administrator and the Finance Director at the Hospital. He said the areas targeted for privatization are mostly minorities and stated that private companies will not take good care of the patients. He urged the Board to layoff the large salary employees. He said the moral at the hospital is down. He is offering to help in any way he can.

Antionielle Moore, Runnells Specialized Hospital, stated that she has been an employee for the past 30 years and has been given no options. She urged the Board to watch World News, as they refer to survival first, rather than money. She stated that they have not had a raise in three years, and ask what has been done with those monies. She asked why the "old" Runnells Hospital was not renovated, and asked who made the decision to paint 10 handicap parking lines in a row.

John Bury, Kenilworth, said that the funds of Open Space, Recreation and Historic Preservation Trust Funds are misappropriated. He spoke about an article in the newspaper about Birdsall Services and their donations.

Greg Joveni, President of IFPTE, (Union Council 8 is a member of IFPTE) urged the Board to reconsider the layoffs. He said it is a tougher decision to avoid layoffs, than to actually have the layoffs. Mr. Joveni stated that the majority of the people targeted are minorities and women with salaries ranging from \$35,000 to \$45,000. He stated that job training will not help those who are at a certain age.

Tina Renna, Cranford, stated it is unconscionable having layoffs while there are position controls. She spoke about bumping rights, large raises, individuals who are unqualified for positions, the staff at Runnells Specialized Hospital, the Sheriff's Office and Freeholder dinners. She made mention of the Public Information Department and MusicFest. She suggested to privatize Runnells Hospital in totality. She made mention of catering Freeholder Meetings.

Joanne Curchi, UCWA, employee of the Division of Social Services, stated that currently there are not enough workers to handle the case loads. She said that they will be giving up 12 vacancies, plus layoffs. She said they are willing to give up three weeks furlough to avoid layoffs. She questioned when and if workers are overpaid.

Jim Buettner, Cranford, spoke about the large projects that are currently under construction or proposed construction, lifetime health benefits and cutting the costly equipment, rather than small items that would save jobs.

Lisa Bullock, Plainfield, employee of Runnells Specialized Hospital, provided some suggestions to save money. She stated that there should not be any raises, promotions or new hires until the problem is resolved. She urged the Board to review the Dietician, Laundry and Housekeeping Departments, stating that the patients will be the ones to suffer. Ms. Bullock also stated that she will be losing 110 sick days because she was a dedicated employee.

Guy Litsy, Runnells Specialized Hospital, stated that he has been an employee for the past eight years. He stated at that time, the Hospital was in the "black." He said there were people that were hired for jobs that were not needed. He stated that he would not be eligible for lifetime benefits and was opposed to it, and in-turn has suffered with having no raise for 2 years. He does not understand the pay schedule and urged the Board to eliminate the older employees and to hire the young.

Bruce Paterson, Garwood, is opposed to the low salaried employees that are losing their jobs. He spoke about the "old" Runnells Hospital, jobs and no accountability. He spoke about new construction, EMS Dispatch Service and Pay to Play. He remarked that the County's numbers are contrived.

Ed Lozinsky, President of Union Council 8, is opposed to privatizing some of the departments at Runnells Specialized Hospital. He asked what will happen if they do not have a vendor by June 1st. He believes it will cause more layoffs. He said there has to be ways now to cut spending. He asked what kind of savings is coming from all the privatization that is being done. He wants to see the figures.

Pamela Dismuke, employee of Runnells Specialized Hospital, stated that there is a lot of money wasted and spoke about the large salaries that were given. She said she her last paycheck will be on May 22nd, but has to work until June 1st. She asked when the pay schedule was changed whereas pay is received two weeks in advance. She also stated that her first week's check was held and asked said she is not getting it back.

Director Taylor explained the reasons and how the pay schedule works. She stated it was discussed with the Union Leaders in 2009. There would have been 27 pay days instead of the normal 26 pay checks per year, which would have lowered the take home pay and be without a paycheck for a month during the Christmas Holiday. Instead, the decision was made to maintain 26 pay days.

Maryanne Adonna, Roselle, Division of Social Services, asked how the people that were hired in October in 2011 are two weeks behind in pay.

Director Taylor stated that through an internal audit through the Finance Department and she explained how the employees were paid. She stated that all records and findings are made in the 2010 audit. We are working with all Unions to reconcile this matter.

Chairman Mirabella asked if the documents will reflect the employees pay. Director Taylor replied, yes.

FREEHOLDER REPORTS AND COMMENTS

Freeholder Kowalski thanked everyone for attending the meeting. She stated that there has been a great deal of negotiating and the Board is sympathetic to the employees. She spoke about the students of Hillcrest Academy. They want to set up a Youth Center in Elizabeth, but due to lack of funding, the Freeholder Board cannot support it at this time.

Freeholder Kowalski stated that she attended the 41st Annual Senior Citizens Council Luncheon in Mountainside. It is a not-for-profit organization that serves older Americans, their families and care-givers. Union County has worked closely with this organization to help keep our senior residents up to date on issues that are of vital concern, and they do a wonderful job. The event was also a reminder that senior issues are everyone's issues. The theme was the role of the media in today's society, which has a profound effect on all of us.

On behalf of the Freeholder Board, she extended their thanks to the Senior Citizens Council for their excellent work, and to the eight volunteers who were recognized by the Council at today's event for their outstanding service to senior citizens.

Freeholder Jalloh thanked everyone for attending the Meeting. He said that he appreciates what everyone had to say, their information and also their advice.

Freeholder Jalloh stated that he is encouraging the public to celebrate cultural diversity by attending the Multicultural Fair hosted by the Union County Vocational-Technical School in Scotch Plains on Saturday, May 12th from 11:00 A.M. to 3:00 P.M.

Freeholder Jalloh stated that as part of the Multicultural Fair, school clubs and organizations will have booths with a display of games, cultural dancing, music and many activities for adults and children. With help from Breadsmith in Cranford, Pinho's Bakery in Roselle and Barshay's Restaurant in Roselle, admission to this event is offered free of charge to the public. Half of the proceeds from food and booth sales will benefit "Water is Life," a charity that supplies filtering straws to people in third world countries in an effort to prevent water-related illnesses.

In addition, the Vocational-Technical School will also be hosting a food drive with the statewide community service project, New Jersey Future Farmers of America Against Hunger, and will be collecting canned and/or dried goods that will be donated to the Rutgers Against Hunger Program. Donating participants will be given a free plant from the FFA Club for their contributions while supplies last.

For additional information on the Fair, or to purchase a booth for your own Cultural display contact Megan Schneider 908-889-8288 ext. 341.

Freeholder Jalloh stated that this morning he had the pleasure of attending a ground-breaking ceremony for the Spring Street Project in Elizabeth. This unique project combines new affordable housing with the new African-American Cultural and Learning Center, which will include a theater and multimedia education center. The new project will provide jobs for local residents, it will replace a blighted property that was damaged by fire, and it will support other revitalization projects in the vicinity, including new housing for seniors.

Freeholder Jalloh said he was very proud to say that the County of Union contributed Neighborhood Stabilization funds to the project, and on behalf of the Freeholder Board he congratulated all those who worked to make it become a reality. The enrichment and education features of the Spring Street project are vital to building a strong community, and he hopes that this becomes a model for other projects in the future.

Freeholder Scanlon thanked the public for attending. She said a lot of work was done on the Budget and they will continue to work on it. She said that they deeply admire the employees who work at Runnells Specialized Hospital. She said the Board knows how hard they work.

Freeholder Sullivan stated that they appreciate all the people who attend the meetings, and are sympathetic to the employees who will be losing their jobs. He stated that the problem at Runnells Specialized Hospital is due to reimbursement cuts being made by the State for Medicaid and Medicare reimbursements. He said 80 to 90% of the patients are on Medicare/Medicaid and there is no way to recover the monies lost, while expenses remain the same or have increased. This is what is making it difficult to balance the books. Freeholder Sullivan stated that the Hospital has been cut funding every year. It was never a money-making hospital. He said every County in the State is feeling the same impact and this is the reason for the closing of many hospitals.

Freeholder Wright thanked everyone for coming to the Meeting. She hopes that some of these issues can be resolved.

Freeholder Wright said the Board is pleased to announce the 2012 application process for the Union County HEART Grant Program. HEART stands for History, Education, Arts Reaching Thousands. Over the years it has brought cultural enrichment to Union County residents from all walks of life, and we are very proud of this program.

Freeholder Wright stated that individuals that are Union County artists, scholars or non-profit organizations interested in obtaining a HEART grant, the application process will be explained at a workshop on Thursday, May 17th, beginning at 7:00 p.m. The workshop will be located at the Union County Annex (Passport Office), 300 North Avenue East, in Westfield. It is free of charge but pre-registration is suggested. To register or get more information, call the Union County Office of Cultural and Heritage Affairs at 908-558-2550 or email culturalinfo@ucnj.org <<mailto:culturalinfo@ucnj.org>>

Freeholder Estrada thanked the employees for attending the meeting. It is important to exchange views. He said \$72 million dollars has been shorted from the budget. Governor Christie does not want to take money that requests a match. This results in \$144 million that could have helped County residents and including the entire State. He said there are issues of how money is spent and adjustments are being made.

Freeholder Estrada stated that he was at an NJAC meeting in Trenton on Friday where the Secretary of Human Services said the State wants to go into a Managed Care model for all nursing homes in NJ.

Freeholder Estrada congratulated the Union County Vocational-Technical School District regarding the retention rate of schools. He said there was some misinformation, and stated that the retention rate of the students at the Magnet High School, Allied Health, Performing Arts and AIT and its components has a 100% retention rate, while the Vocational area has a 92.3% retention rate. He said the Board is very proud of their accomplishments and he called the school to personally congratulate them.

Freeholder Hudak thanked the employees for coming to the Freeholder Meeting. He understands the difficulty of job uncertainty. He said since 2008, Runnells Specialized Hospital have been deprived of \$6.8 million from Medicare/Medicaid reimbursements, and it has been a pattern. This pattern has affected both the municipalities and the Counties. Burlington County has put their hospital up for auction, has taken the highest bidder, and walked away. We appreciate the work that you do for the patients. It is a tough decision and the reality of the 2% cap that was put in place has made cuts like this routine in various levels of Governor. He spoke about the Governors cuts and proposals.

County Manager Faella thanked everyone who came to the meeting. He expressed his gratitude and respect to all for the work that they do on a daily basis. He addressed some concerns of the individuals who received promotions where high ranking positions of individuals who resigned. He said there are many that resigned and will be resigning that will not be filled. He said they expect to save \$200,000. He also stated that a hiring freeze has already been imposed.

Vice Chairman Carter thanked everyone for coming and giving comments and feedback. We are making tough decisions, stating it is a difficult time.

Vice Chairman Carter made mention that Greater Plainfield Habitat for Humanity, a Women Build project was in Plainfield. She commended and congratulates them on what they are doing for families.

Chairman Mirabella thanked everyone for coming and especially those who stayed. He said he is hoping things work out for those who are being laid off, either by getting a new job, or being rehired.

Chairman Mirabella stated that there are some individuals who are being criticized for salary increases. He said that they are doing two jobs. He said County Manager Faella was hired at lower rate than the previous County Manager and Exclusionary employees have not had salary increases in five years.

Chairman Mirabella made it known that the Board has always been “at the table” and there has always been an open invitation to Union Leaders to discuss the layoffs for at least 4 months. This has been the toughest decision as a Freeholder, and this is the last resort. We have done everything to avoid layoffs over the last five years.

Chairman Mirabella stated that the Board understands the anger and he hopes he addressed them with respect. He stated that the Board, nor the Directors, is taking the layoff plan lightly. It has been difficult for the Directors to make their recommendations and it is has been just as difficult for the Board to accept them. He said their intention was not to lay anyone off. He stated that they will continue to work on this budget and future budgets, which will no longer be a three month process, but a twelve month process. He added small savings add up.

ADJOURNMENT

Motion to adjourn the meeting at 10:00 PM.

RESULT: ADOPTED [UNANIMOUS]; MOVER: Daniel P. Sullivan, Freeholder; **SECONDER:** Linda Carter, Vice Chairman; **AYES:** Freeholder Estrada, Freeholder Hudak, Freeholder Jalloh, Freeholder Kowalski, Freeholder Scanlon, Freeholder Sullivan, Freeholder Wright, Vice Chairman Carter, Chairman Mirabella;

2012 UNION COUNTY BOARD OF CHOSEN FREEHOLDERS' MEETING SCHEDULE

Please note that meetings are regularly held on Thursday evenings. Agenda Setting Sessions and Regular Meetings are held at 7:00pm in the Freeholders' Meeting Room, Administration Building, 10 Elizabethtown Plaza, 6th Floor, Elizabeth, New Jersey, unless otherwise specified. In the event an Agenda Setting Session and Regular Meeting are held on the same night, the Agenda Setting Session will commence at 7:00pm and the Regular Meeting will commence as soon as possible after the Agenda Setting Session.

Persons requiring a sign language interpreter should contact the Office of the Clerk of the Board at 908-527-4140.

REORGANIZATION MEETING - SUNDAY, JANUARY 8, 2012 at 12:00pm
Assignment Judge Karen M. Cassidy's Courtroom, 2 Broad Street, Elizabeth, NJ

AGENDA SETTING MEETINGS

January 19, 2012

February 2, 2012
February 16, 2012

March 1, 2012
March 15, 2012

April 5, 2012
April 26, 2012

May 3, 2012
May 17, 2012

June 14, 2012
June 28, 2012

July 12, 2012

August 9, 2012

September 6, 2012
September 20, 2012

October 4, 2012
October 18, 2012

November 8, 2012
Tues., November 20, 2012

December 6, 2012
December 20, 2012

REGULAR MEETINGS

January 26, 2012

February 9, 2012
February 23, 2012

March 8, 2012
March 22, 2012

April 19, 2012
April 26, 2012

May 3, 2012
May 31, 2012

June 14, 2012
June 28, 2012

July 19, 2012

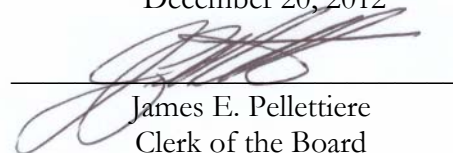
August 16, 2012

September 13, 2012
September 27, 2012

October 11, 2012
October 18, 2012

November 8, 2012
November 29, 2012

December 6, 2012
December 20, 2012



James E. Pellettiere
Clerk of the Board

JEP:mb

May 3, 2012

Good evening Mr. Chairman.

I'm Tom Getzendanner, councilman from Summit.

Before we struck a municipal tax rate on April 17th, we mailed out this *Budget Snapshot* newsletter to all residence in town estimating their total all-in Levy (including School and County components).

Not surprisingly, the contrast between Freeholder (+11%) versus Local (+1%) trends caused quite a stir!

So Tuesday night this week when it was time for us to remit IIQ property tax collections to Elizabeth, Common Council swallowed very hard. Debating what to do long and hard.

Because you're taking away more than what we spend to run our entire City Hall.

I appreciate the drastic steps Mr. Faella has implemented to balance 2012. Ten percent layoffs, 5% across-the-board expense cuts, several entire programs outsourced if not eliminated.

But still wish you'd revisit the discretionary item called Open Space, like many other counties are doing.

If there's no other way to honor the nominal statewide 2% CAP (which most of your towns are doing), it's not too late to declare a "fiscal emergency" and temporarily cut the **Open Space millage in half**.

Its original 2001 mission of preserving 100 acres per decade has been exceeded three fold. So no harm tempering this crusade (like 220 towns and counties in New Jersey have already done).

If Mr. Barry feels such a change would require legislation, then please put **Open Space** back on the ballot Nov 6th and let voters decide for themselves.

Thanks for doing your best to reduce our county layer of government.

Tom Getzendanner
Councilman Ward 1
Summit, NJ
908-277-3624
tgetzendanner@cityofsummit.org



MUNICIPAL BUDGET SNAPSHOT

Connecting with the Community... Public Dialogue

BUDGET SNAPSHOT

The Municipal Budget Snapshot is a summary of the proposed 2012 operating budget for the City of Summit. The financial information presented here is summarized and does not substitute for the City's Annual Budget which is available for inspection in the office of the City Clerk, Public Library, or on the City website at www.cityofsummit.org. A public hearing on the municipal budget is scheduled for Tuesday, April 17th at 7:30 p.m.

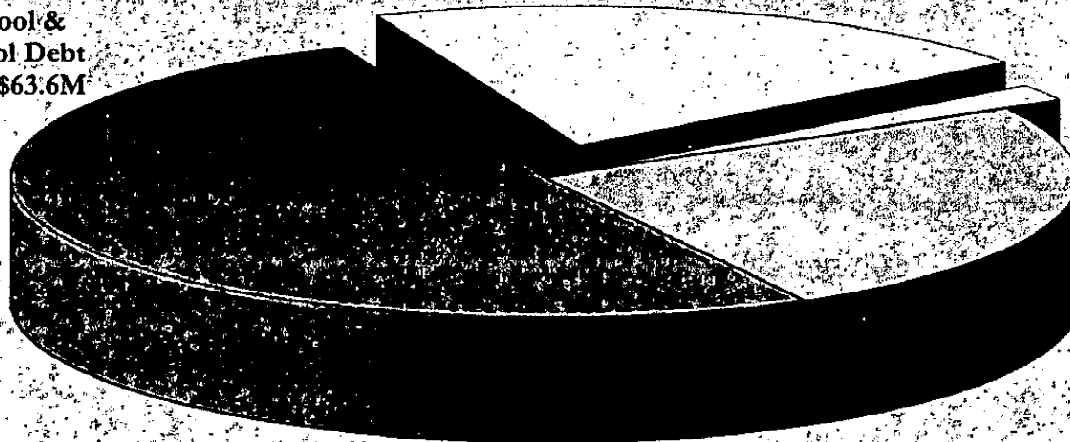
SUMMIT TAX BREAKDOWN - \$122.4M

Municipal - 21%, \$25.7M

School &
School Debt
51%, \$63.6M

Library - 2%
\$2.3M

County and
Open Space
26%, \$30.8M



2012 COUNCIL GOALS

- **Fiscal Responsibility**
 - Shared Services – Seek More Opportunities with Local Townships, Boroughs and Union County
 - Manage Property Taxes
 - Evaluate Non-Tax Revenue Sources
- **Downtown Development**
 - Continue Development of Central Retail Business District – Maximize Existing Assets
 - Continue Support of Summit Downtown, Inc.
 - Parking
- **Infrastructure**
 - Work with Utilities to Evaluate Resilience of Infrastructure
 - Continued Investment in Roads and Sewer
 - Continue Tree Inspections
 - Expand Technology Infrastructure
- **Safety**
 - Emergency Management
 - Evaluate Additional Communications Media (CodeRED, Nixle, Twitter)
 - Security
 - Assessment
 - Downtown Cameras

SUMMIT'S HOUSEHOLD TAX PICTURE

This chart includes all of the parts of the tax bill for a homeowner whose property is assessed at \$405,000¹. The equalized valuation of this property, which is more closely aligned to the market value, is about \$903,000.

	Actual Tax Dollars Paid				Tax Rate (\$'s per \$100 Assessed Value)		
	2010	2011	2012	2011-2012 % change	2010	2011	2012
County	\$3,463	\$3,609	\$4,013	11.2%	0.855	0.891	0.991
County Open Space	138	130	134	3.1%	0.034	0.032	0.033
School	7,545	7,745	7,754	0.1%	1.863	1.912	1.915
School Debt Service	441	397	526	32.5%	0.109	0.098	0.130
Municipal	3,556	3,333	3,345	0.4%	0.878	0.823	0.826
Library		296	304	2.7%		0.073	0.075
TOTAL	\$15,143	\$15,510	\$16,076	3.6%	3.739	3.829	3.970

¹ Average residential property assessment is determined by dividing the assessed value of all residential units by the number of those units.

Connecting with the Community: Revenues



Municipal Revenues

Municipal Court	
Enterprise Funds/Contribution to City General Fund ¹	
Fees ² and Franchise Income	
Grants and Interlocal Agreement	
Interest on Investments and Deposits	
Licenses	
Community Programs	
Reserves	
State of NJ - Energy Receipts & School Debt Aid ³	
Interest and Costs on Taxes	
Municipal Tax Revenues	
School Debt	
Library	
Surplus Anticipated	

	Actual 2010	Actual 2011	Budget 2011	Budget 2012
\$684,164	\$588,455	\$684,000	\$588,000	
1,122,595	1,109,178	1,107,578	1,353,746	
755,439	842,144	761,300	852,000	
354,757	985,813	323,100	224,010	
44,162	35,139	44,000	35,000	
102,952	114,682	102,000	113,000	
659,751	702,125	675,000	700,000	
23,500	148,500	148,500	-	
3,804,249	4,089,872	4,065,025	4,075,664	
255,032	220,343	255,000	220,000	
33,211,833	31,377,715	26,428,596	26,305,484	
3,398,886	3,061,833	3,061,833	4,038,393	
-	2,266,819	2,266,819	2,316,892	
6,800,000	6,800,000	6,800,000	6,250,000	
\$51,217,320	\$52,342,618	\$46,722,751	\$47,072,189	

Grand Total Municipal Revenues

¹ Enterprise Funds include contributions from the Parking Utility, Uniform Construction Code Office, Sewer Utility and Debt Service Payment from Summit Downtown, Inc.
² Fees include service fees for DCS, Health, Library, Zoning Board, Police, Briant Park Emergency Services Fees, Transfer Station Revenue, Summit Housing Authority's "Payment in Lieu of Taxes" (P.L.U.T.), and Old Town Hall
³ Includes Hotel and Motel Occupancy Fees and Uniform Fire Safety Act

Enterprise Funds⁴

Parking Utility - User Fees	
- Surplus & Misc Receipts	
Sewer Utility - User Fees	
- Surplus & Misc Receipts	

	Actual 2010	Actual 2011	Budget 2011	Budget 2012
2,331,745	2,386,326	2,285,050	2,352,608	
193,668	87,299	82,666	134,794	
2,433,795	2,349,758	2,609,744	2,661,551	
439,935	418,746	200,000	150,000	
\$5,399,143	\$5,242,129	\$5,177,460	\$5,298,953	

Fees and Receipts

Parking Utility - Salaries and Wages	
- Other Expenses	
Sewer Utility - Salaries and Wages	
- Other Expenses	

439,887	456,787	507,000	542,616
1,855,983	1,764,719	1,860,716	1,944,786
300,670	273,344	288,000	291,000
2,434,407	2,117,073	2,521,744	2,520,551
\$5,030,947	\$4,611,923	\$5,177,460	\$5,298,953

Expenditures

⁴ Revenue from Enterprise Funds are shown here but are not part of the Municipal Operating Budget. Enterprise Funds are self-sustaining utilities

Outstanding Debt	
Municipal	
Sewer	
Parking	
School	

As of December 31, 2010		As of December 31, 2011	
Issued	Authorized	Issued	Authorized
20,166,600	14,801,175	16,892,300	18,370,665
1,630,000	6,347,890	2,200,000	5,357,200
2,606,700	777,500	2,189,500	777,500
41,905,000	12,372,915	44,010,000	7,642,915
66,308,300	34,299,480	65,291,800	32,148,280

Total Outstanding Debt

\$100,607,780

\$97,440,080

Connecting with the Community: Expenditures



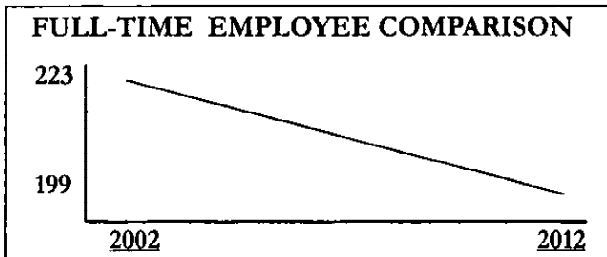
Municipal Expenditures

City Services

Administration	Salaries and Wages
	Other Expenses
Legal Services	Salaries and Wages
	Other Expenses
Court	Salaries and Wages
	Other Expenses
Department of Community Services (DCS)	Salaries and Wages
	Other Expenses
Police	Salaries and Wages
	Other Expenses
Police Pension	
Fire	Salaries and Wages
	Other Expenses
Fire Pension	
Health	Salaries and Wages
	Other Expenses
Community Programs	Salaries and Wages
	Other Expenses
Library	Salaries and Wages
	Other Expenses
Pension	
Social Security	
Employee Group Health	
Less: Employee Contribution	
General Liability Insurance	
Workers Compensation & NJ PEOSHA	
Utilities ¹	
Capital Improvement Fund & Contingent Grants	
Municipal Debt	
Subtotal Salaries and Other Expenses	

	Actual 2010	Actual 2011	Budget 2011	Budget 2012
Administration	\$1,021,467	\$1,000,830	\$1,067,000	\$1,107,300
Other Expenses	\$380,575	\$503,828	\$553,825	\$583,993
Legal Services	32,669	32,406	35,000	35,000
Other Expenses	295,159	251,136	462,500	454,000
Court	343,555	318,328	346,000	339,500
Other Expenses	18,998	15,620	21,525	21,525
Department of Community Services (DCS)	4,019,363	4,276,031	4,152,300	4,211,800
Other Expenses	1,996,188	2,033,290	2,180,050	2,186,950
Police	5,933,672	5,859,808	6,226,000	6,159,500
Other Expenses	292,503	351,080	390,750	382,750
Police Pension	1,103,490	1,379,386	1,381,071	1,180,630
Fire	3,782,935	3,845,180	3,892,106	3,982,590
Other Expenses	441,740	445,703	470,500	485,500
Fire Pension	770,987	964,729	964,729	802,970
Health	218,560	212,429	225,000	227,000
Other Expenses	168,648	154,360	169,190	151,589
Community Programs	628,112	612,593	653,000	661,500
Other Expenses	174,638	161,230	174,070	177,220
Library	1,430,127	1,479,326	1,479,326	1,517,346
Other Expenses	989,847	787,493	787,493	799,546
Pension	879,084	1,030,922	1,040,000	1,044,526
Social Security	688,912	740,483	700,000	700,000
Employee Group Health	2,276,713	2,665,400	2,665,400	3,063,000
Less: Employee Contribution	(48,913)	(175,700)	(175,700)	(256,000)
General Liability Insurance	419,400	455,667	455,667	459,000
Workers Compensation & NJ PEOSHA	558,800	586,940	587,940	599,100
Utilities ¹	1,219,483	1,287,512	1,284,000	1,347,834
Capital Improvement Fund & Contingent Grants	25,000	250,000	250,000	350,000
Grants	93,998	761,472	107,510	14,420
Municipal Debt	4,290,421	4,149,898	4,149,898	3,167,300
Subtotal Salaries and Other Expenses	\$34,446,131	\$36,437,380	\$36,696,150	\$35,957,389
Plus: School Debt Service Total ²	3,976,971	3,942,601	3,942,601	4,914,800
One-year Reserves ³	958,115	747,377		
Municipal Appropriations ⁴	39,381,217	41,127,358	40,638,751	40,872,189
Plus: Reserve for Uncollected Taxes	6,083,269	6,084,000	6,084,000	6,200,000
Less: One-year Reserves ⁵	(958,115)	(747,377)		
Grand Total, Municipal Expenditures	\$44,506,371	\$46,463,981	\$46,722,751	\$47,072,189

Plus: School Debt Service Total ²	
One-year Reserves ³	
Municipal Appropriations ⁴	
Plus: Reserve for Uncollected Taxes	
Less: One-year Reserves ⁵	
Grand Total, Municipal Expenditures	



¹ Utilities include gas, electric, street lighting, telephone, and vehicle fuels.

² School Debt Service is included in the municipal portion of the tax bill.

³ Unexpended amounts are available for an additional year.

⁴ See Change in Net Cash Balance chart, Municipal Appropriations.

⁵ Unexpended appropriations are not included in Grand Total, Municipal Expenditures.



Connecting with the Community

SUMMIT CITY HALL
512 SPRINGFIELD AVENUE
SUMMIT, NEW JERSEY 07901-2667

PRSR1 STD
U.S. POSTAGE
PAID
UNION NJ
PERMIT NO. 125

ECRWSS
POSTAL CUSTOMER
SUMMIT, NEW JERSEY 07901

MAYOR

Ellen K. Dickson

COMMON COUNCIL

COUNCIL PRESIDENT

Richard J. Mardden

WARD I

Thomas Getzenlander

Nuris Portuondo

Robert J. Rubino, MD, FACOG

WARD II

Dave A. Bomgaars

Richard J. Mardden

Patrick J. Hurley

COUNCILMAN AT LARGE

Gregory Drummond

CITY ADMINISTRATOR

Christopher J. Cotter

CITY TREASURER/CFO

Scott H. Olsen

OPEN LINE EDITOR

Rita M. McNairy

Net Cash Balance

	2010	2011	2012
Cash Balance -			
Beginning January 1st¹	15,420,096	14,858,368	13,280,279
Increased by:			
Tax Collector Receipts	117,173,619	119,678,318	120,541,520
Non-Tax Municipal Revenues:	7,808,775	8,836,251	8,200,000
Other Sources ²	<u>4,206,526</u>	<u>4,554,507</u>	<u>2,800,000</u>
Subtotal Cash Receipts	129,188,920	133,069,076	131,541,520
Decreased by:			
Municipal Appropriations	39,381,217	41,127,358	40,872,189
School Taxes	58,227,580	59,645,486	59,522,842
County Taxes	27,848,619	28,910,776	30,836,991
Special Improvement District Taxes	168,800	178,800	178,800
Other Expenditures	4,124,432	4,784,745	1,000,000
Subtotal Cash Expenditures	129,750,648	134,647,165	132,410,822
Cash Balance - December 31st³	14,858,368	13,280,279	12,410,977

Analysis of Cash at December 31st			
Adjusted Cash Liabilities	6,245,984	5,429,939	4,861,937
Surplus	<u>8,612,384</u>	<u>7,850,340</u>	<u>7,549,040</u>
	14,858,368	13,280,279	12,410,977

Analysis of Surplus			
Surplus Beginning Balance	8,701,300	8,612,384	7,850,339
"Net Surplus" Utilized ⁴	(716,730)	(716,000)	(50,000)
Generated/(Used)	<u>627,814</u>	<u>(46,044)</u>	<u>(251,299)</u>
Surplus Ending Balance	8,612,384	7,850,340	7,549,040

1 Results per audit dated December 31, 2010, per Annual Financial Statement (Unaudited) dated December 31, 2011; Projected for 2012

2 Includes grants, unexpended balance of reserve, cancellations and other adjustments

3 Cash Balance December 31st equals Balance at January 1st plus Subtotal Cash Receipts less Subtotal Cash Expenditures

4 Difference between Anticipated Surplus and the offsetting appropriation "Reserve for Uncollected Taxes"