



EAST  
RUTHERFORD  
SEWERAGE  
AUTHORITY

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Annual Report

## MESSAGE FROM THE CHAIRMAN

1969 was a rewarding year for the East Rutherford Sewerage Authority. In the beginning of the year, we received our permanent financing in the amount of \$5.5 million. It was a year in which the tight money market held up many municipal projects, while our Authority was fortunate enough to not only finance our meadowlands sewerage system but to do so at a most favorable interest rate.

I am pleased to report that to date the Sewerage Authority is on schedule with regard to construction of its various stages. In addition, our financial situation is extremely stable as a result of three important factors: Interest income earned during the 12 months beginning January 16, 1969; the favorable bidding on the various contracts and the strong possibility of a Federal grant for our pumping station and outlet facility within the immediate future.

The accompanying financial report will document the aforementioned facts, but it is always pleasing to note that our financial advisors handled our investment of funds which were not used for construction and realized, as a result, an investment income of \$216,000 in our first fiscal year. We also brought our construction bids in at over \$700,000 below estimated costs. When we add to this our anticipated Federal grant of approximately \$1 million, it is obvious that the East Rutherford Sewerage Authority not only had a very good year, but is well on its way to a successful future.


All of the factors previously cited, as well as the smooth-running aspects

of this Agency, were not accidental. Rather they represented a tremendous amount of hard work and the cooperation of all involved. To this end, I would like to extend my thanks to my fellow members of the Authority who put in tremendous amounts of time and hard work to make our project successful. In addition the many hours and expertise of our professional people, notwithstanding the 2½ years of unheralded groundwork which was laid by our attorney, further contributed to our auspicious beginning. It is vital to note that only through the coordination of the Authority members and our professional team could we have such a record of accomplishment, and it is only fitting that these people be recognized and publicly thanked.

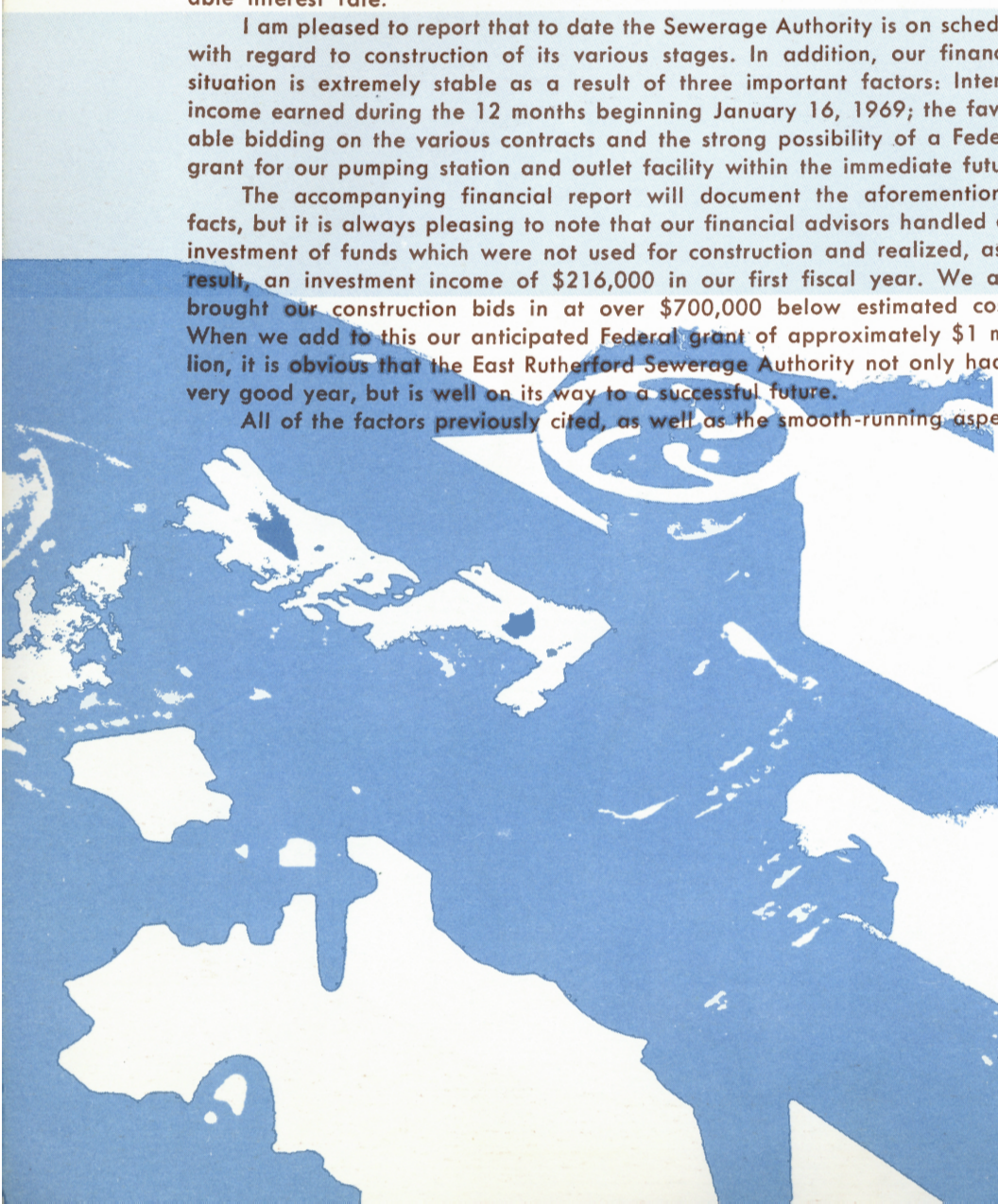
But what of the future? The future brings with it the promise of great things for East Rutherford. We see within our grasp the end of pollution in our Borough; we see the time in which all of East Rutherford's various districts — from the industrial meadowlands in the east to the residential uplands in the west — under the jurisdiction of one sanitary sewerage system aimed at serving all the people and maintaining and creating pure waters in all of the municipality.

Again, it gives me pleasure to offer a favorable report concerning the past and a bright forecast of the future for the East Rutherford Sewerage Authority. I am proud to say that East Rutherford is doing its part in helping to abate the pollution menace in New Jersey.

Very truly yours,



Henry Cheval, Chairman  
East Rutherford Sewerage Authority



# EAST RUTHERFORD SEWERAGE AUTHORITY PROGRESS REPORT — 1969\*

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Construction of the First Phase of the East Rutherford Sewerage System began in the spring of 1969. Since that time, progress has been steady and all contracts have been on or ahead of original schedules. The Authority's engineers, Pandullo, Chrisbacher, Price Associates, have worked closely with the professional team, contractors, Federal, State and County Agencies with a result that is measured in terms of efficiency, economy, and a forecast of grants-in-aid for the project. The following is a contract-by-contract review of the progress made during the first year of the East Rutherford Sewerage Authority as a functioning agency, as reported by the Authority's consulting engineers.

New Jersey State Library

\* as of 1/30/70

## CONTRACT NO. 1

— Collection System —

Work Started — June 30, 1969

Work Completed — December 3, 1969

Bid Amount \$539,071.90

Final Contract Amount — \$538,628.90

## CONTRACT NO. 2

— Collection System —

Work Started — September 29, 1969

Approximately 65% complete

Bid Amount \$766,100.00

## CONTRACT NO. 3

— Major Pumping Station and Administration Building —

Estimated Total Project Cost — \$1,039,000

Anticipated Federal and State Aid — \$780,000

Presently being reviewed by U. S. Department of Interior,  
Federal Water Pollution Control Administration

## CONTRACT NO. 3A

— Interim Pumping Station —

Work Started — November 25, 1969

Approximately 45% complete

Bid Amount — \$66,700

## CONTRACT NO. 4

— Collection System —

Work Started — December 11, 1969

Approximately 35% complete

Bid Amount \$513,772.00

## CONTRACT NO. 5

— Outlet Facilities —

Estimated Total Project Cost — \$461,000

Anticipated Federal and State Aid — \$350,000

Presently being reviewed by U. S. Department of Interior,  
Federal Water Pollution Control Administration.





## STATEMENT OF CONDITION — EAST RUTHERFORD SEWERAGE AUTHORITY AS AT DECEMBER 31, 1969

The audit covered the financial transactions of the Secretary, Treasurer, Clerk of the East Rutherford Sewerage Authority and the records of the Trustees of the East Rutherford Sewerage Authority.

All Bills of Demand and Bill Resolutions were examined and found to have been properly executed.

Respectfully submitted,

*Vincent J. Pistilli*

DI STAULO, INDELICATO & PISTILLI  
Registered Municipal Accountant

### GENERAL COMMENTS

#### Cash and Investments

A summary of Cash Receipts and Disbursements in all accounts was as follows:

	RECEIPTS	DISBURSEMENTS	BALANCE DECEMBER 31, 1969
Revenue Fund:			
Regular — Trustees	\$ 206,482.68	\$ 206,482.68	\$ None
Operating Fund	88,582.98	38,605.66	49,977.32
Construction Fund:			
Regular — Trustees	18,364,597.85	18,351,041.35	13,556.50
Special Construction Fund — Authority Treasurer	1,211,307.95	1,211,307.95	None
Debt Service Fund — Trustees	4,000,585.45	3,999,426.87	1,158.58
Bond and Coupon Account	317,690.00	297,413.75	20,276.25
	\$24,189,246.91	\$24,104,278.26	\$ 84,968.65

In addition the Authority had investments as follows:

Certificates of Deposit

Construction Fund \$ 3,002,000.00

Debt Service Fund 672,300.00

Debt Service Reserve Fund 147,500.00

\$ 3,821,800.00

\$ 3,906,768.65

**THE EAST RUTHERFORD SEWERAGE AUTHORITY  
BALANCE SHEET — REVENUE FUND  
AS AT DECEMBER 31, 1969**

ASSETS	
Cash — Authority Treasurer	\$ 49,977.32
Due from Debt Service Reserve Fund	1,117.50
Due from Construction Fund	7,527.37
Due from Debt Service Fund	1,148.58
	\$ 59,770.77
LIABILITIES AND RESERVES	
Due to Construction Fund	\$ 30,000.00
Reserve for Due from Construction Fund	7,527.37
Reserve for Due from Debt Service Fund	1,148.58
Reserve for Due from Debt Service Reserve Fund	1,117.50
Pledged for Distribution per Bond Resolution	19,977.32
	\$ 59,770.77

**STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS  
AND CASH RECONCILIATION REVENUE FUND**

	Trustees' Revenue Fund	Authority Treasurer's Operating Fund
<b>Increased by Receipts:</b>		
Interest Earned on		
Investments:		
Construction		
Fund	\$ 166,558.31	
Debt Service		
Fund	39,636.87	
Debt Service		
Reserve Fund	287.50	
Transfer from		
Reserve Fund		\$ 58,582.98
Advance from		
Construction Fund		30,000.00
	\$ 206,482.68	\$ 88,582.98
	\$ 206,482.68	\$ 88,582.98
<b>Decreased by Disbursements:</b>		
Transfer to Debt		
Service Reserve		
Fund	\$ 147,899.70	
Transfer to		
Operating Fund	58,582.98	
Payments		
Requisitioned		\$ 38,605.66
	206,482.68	38,605.66
Balance, December		
31, 1969	\$ None	\$ 49,977.32



**THE EAST RUTHERFORD SEWERAGE AUTHORITY  
BALANCE SHEET — DEBT SERVICE FUND  
AS AT DECEMBER 31, 1969**

<b>ASSETS</b>	
Cash — Trustees	\$ 1,158.58
Investment in Certificates of Deposit	672,300.00
	<u>\$ 673,458.58</u>
 <b>LIABILITIES AND RESERVES</b>	
Due to Revenue Fund	\$ 1,148.58
Reserve for Debt Service	672,310.00
	<u>\$ 673,458.58</u>

**STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS  
DEBT SERVICE RESERVE FUND**

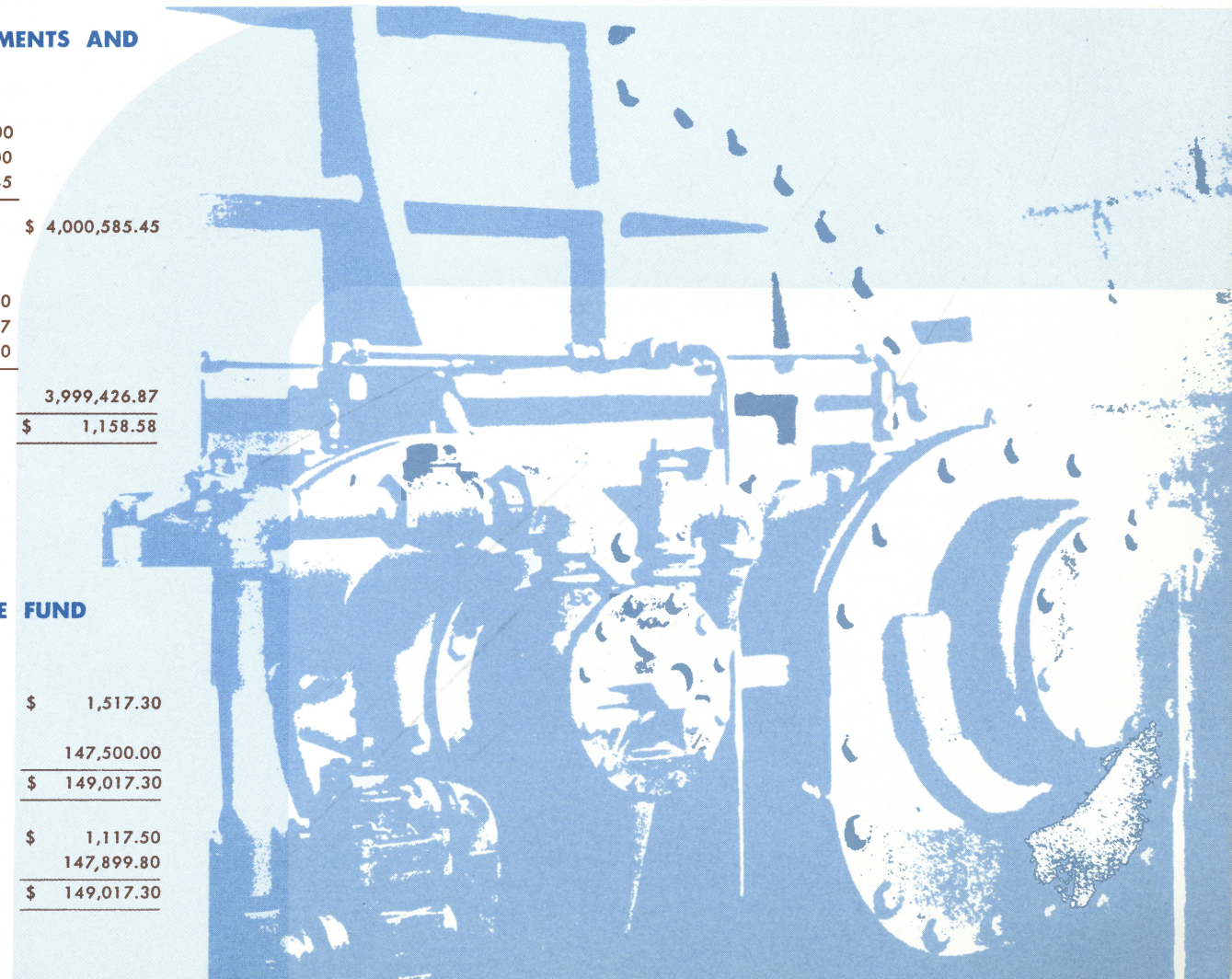
<b>Increased by Receipts:</b>	
Transfer from Revenue Fund	\$ 147,899.80
Certificate of Deposit Matured	112,400.00
Due to Revenue Fund — Investment Income	1,405.00
	<u>\$ 261,704.80</u>
 <b>Decreased by Disbursements:</b>	
Purchase of Certificates of Deposit	259,900.00
Due to Revenue Fund — Investment Income	287.50
	<u>\$ 260,187.50</u>
 <b>Balance — December 31, 1969</b>	 <u>\$ 1,517.30</u>

**STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS AND  
DEBT SERVICE FUND — TRUSTEES**

<b>Increased by:</b>	
Transfer from Construction Fund	\$ 990,000.00
Certificates of Deposit Matured	2,969,800.00
Investment Income	40,785.45
	<u>\$ 4,000,585.45</u>
 <b>Decreased by:</b>	
<b>Investments Purchased:</b>	
Certificates of Deposit	\$ 3,642,100.00
Due to Revenue Fund — Investment Income	39,636.87
Transfer to Bond and Coupon Account	317,690.00
	<u>3,999,426.87</u>
<b>Balance — December 31, 1969</b>	<u>\$ 1,158.58</u>

**BALANCE SHEET — DEBT SERVICE RESERVE FUND  
AS AT DECEMBER 31, 1969**

<b>ASSETS</b>	
Cash	\$ 1,517.30
Investments:	
Certificate of Deposit	147,500.00
	<u>\$ 149,017.30</u>
 <b>LIABILITIES</b>	
Due to Revenue Fund	\$ 1,117.50
Reserve for Debt Service	147,899.80
	<u>\$ 149,017.30</u>



# THE EAST RUTHERFORD SEWERAGE SYSTEM

The East Rutherford Sewerage Authority was formed by the Mayor and Council of the Borough of East Rutherford to construct a sewerage system in the meadowlands section of the Municipality. The system was designed to treat sewage for commercial and residential users in an area of approximately 1,900 acres.

The cost of this sewerage system has been incurred and financed by the East Rutherford Sewerage Authority and has not affected the credit rating of East Rutherford nor the debt limit of the Borough. The \$5.5 million bond issue which was designed to finance the project, received independent credit ratings by Moody's and Standard and Poors of BAA and A respectively.

In addition, prudent and well planned investments or monies from the Construction Fund, the Debt Service Fund and the Debt Service Reserve Fund, yielded interest income to the Authority amounting to \$216,276.13.

The construction of a sewerage treatment facility in East Rutherford, in keeping with stringent anti-pollution standards, was strongly recommended by the New Jersey Department of Health, the United States Corps of Army Engineers, the East Rutherford Board of Health and other similar agencies. The previous methods of sewage disposal in this area included septic tanks, subsurface systems and individual treatment facilities, all of which failed to meet minimum standards.

The New Jersey Department of Health has commended the East Rutherford Sewerage Authority for outstanding progress in the field of pollution abatement.

- **Attorney** — Alfred A. Porro, Jr.  
Lyndhurst, New Jersey
- **Engineers** — Pandullo, Chrisbacher, Price Associates,  
Totowa, New Jersey
- **Soil and Foundation Engineers**  
Joseph S. Ward & Associates, Caldwell, New Jersey
- **Financial Advisors**  
Municiplex, Inc., Lyndhurst, New Jersey
- **Trustee**  
Peoples Trust Company, Hackensack, New Jersey
- **Operations Bank**  
National Community Bank, Rutherford, New Jersey

## THE BOROUGH OF EAST RUTHERFORD

Mayor  
James Plosia,

**Councilmen:**

Anthony Cammarata

Richard DeLauro

Edward C. Hill

William F. Jones

Gerald Kohler

Peter Melchionne



Henry Cheval, Chairman

## THE ERSA



Richard Orioni



Alan Schamberg



Edward Rys



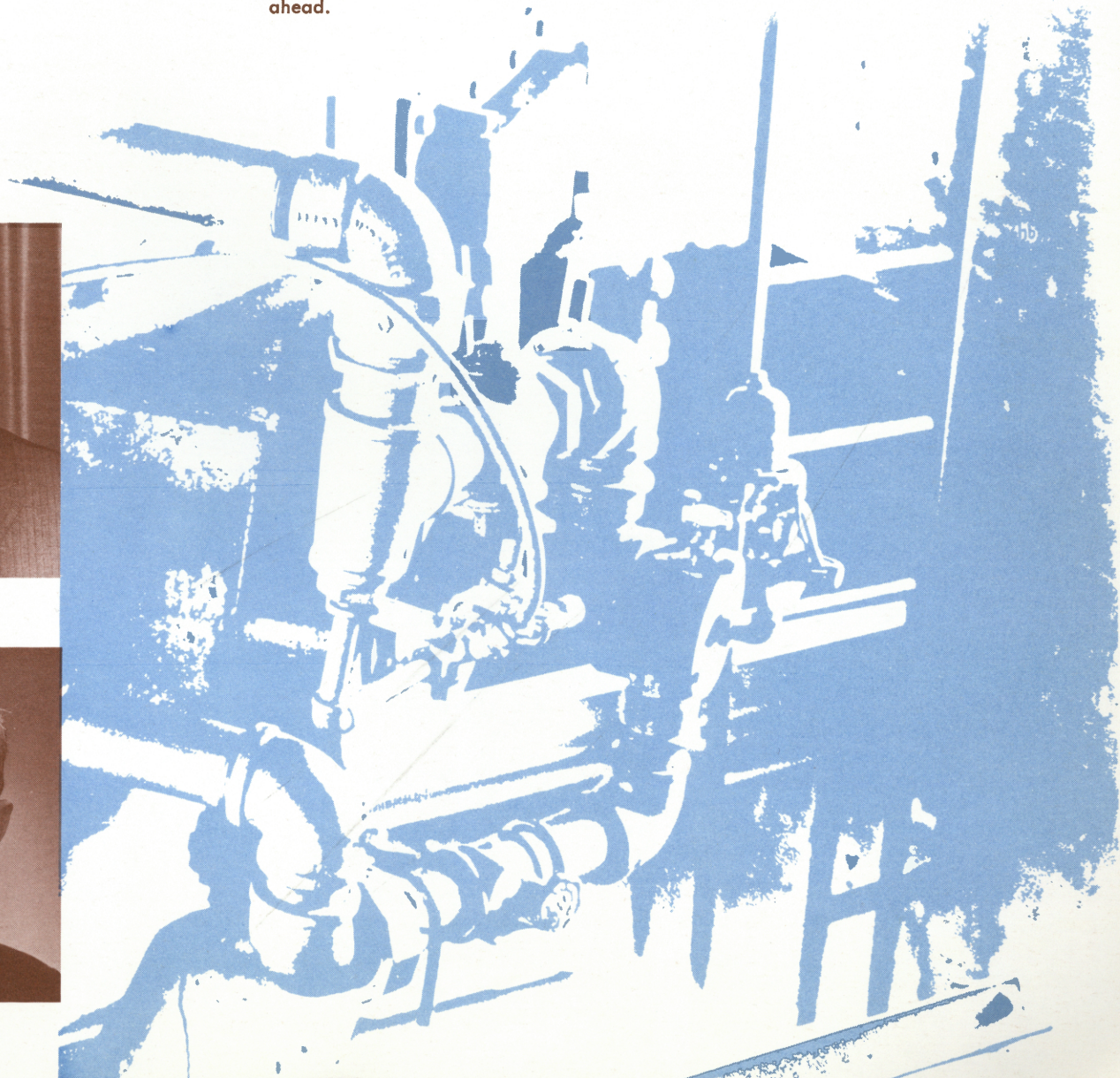
Angelo Faillace

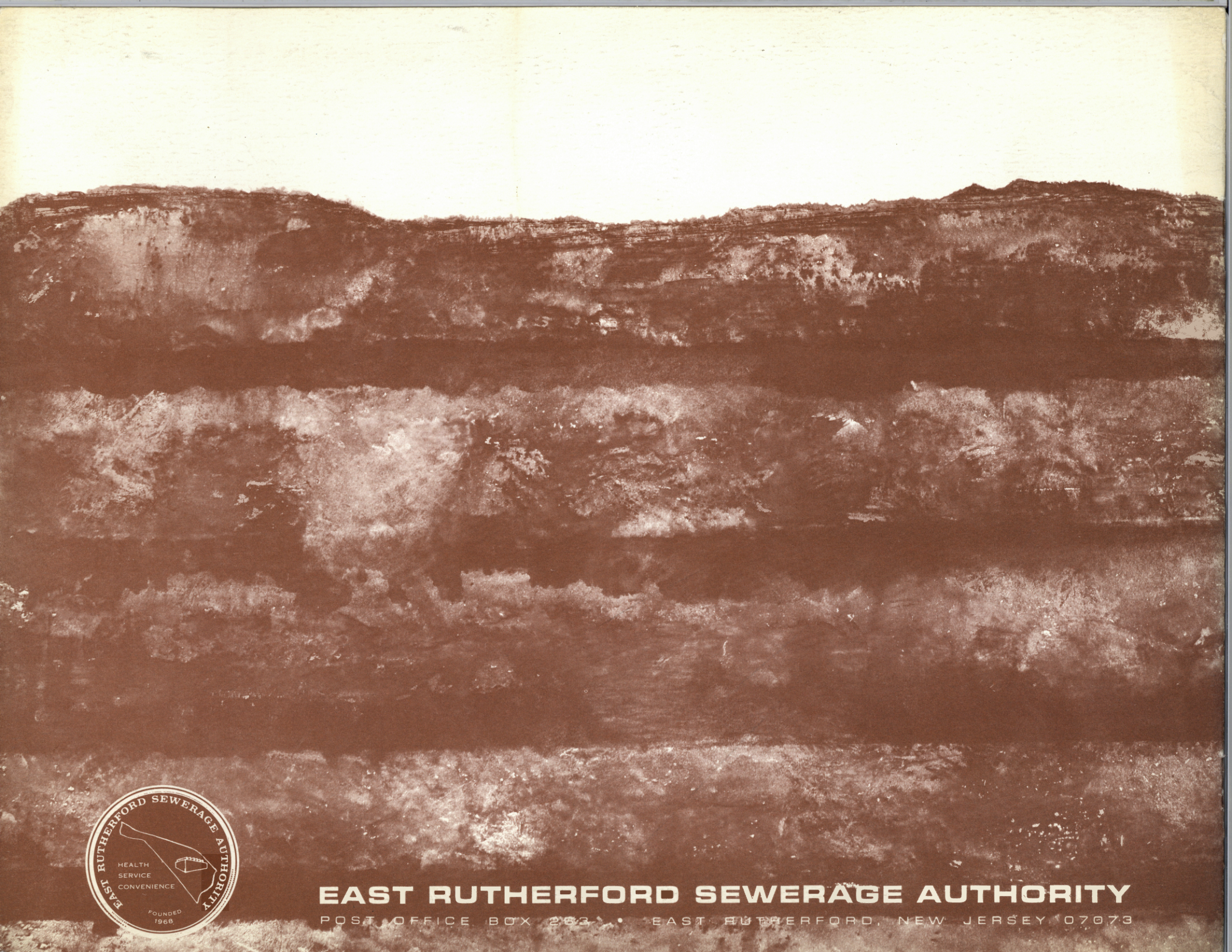
## THE DECADE OF POLLUTION ABATEMENT

The advent of the 1970's brings with it a realization of the danger of the pollution of our environment. If the escalation of pollution continues on the scale of the last decade, we face the prospect of self genocide in the near future.

The East Rutherford Sewerage Authority is admittedly taking a small step in eliminating the overall pollution problems that face this nation; but it is a significant development in the fight for pollution abatement at local and municipal levels.

It will take more than money to stop the contamination of our society. Hope for the future lies in the concern, interest and support of the public — and only when public apathy ends will the menace of pollution be curbed. Public concern and action are the cornerstones, in the quest for the salvation of our environment in the decades ahead.





# EAST RUTHERFORD SEWERAGE AUTHORITY

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