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SUPPLEMENTARY SECTION

THE SOMERSET RARITAN VALLEY SEWERAGE AUTHORITY

SCHEDULE OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
DECEMBER 31, 2012

	UNRESTRICTED/ INVESTMENT CAPITAL ASSETS	OPERATING	OPERATING DEBT SERVICE	DEBT SERVICE RESERVE	GENERAL	RATE STABILIZATION	CONNECTION FEES	TOTAL
Revenues:								
Service Charges-Participants	\$ 13,744,264.00	\$	\$	\$	\$	\$	\$	\$ 13,744,264.00
Septage and Sludge Dumping Charges	719,664.75							719,664.75
Connection Fee	166,090.50						1,062,369.00	1,062,369.00
Pretreatment Program	23,393.35							166,090.50
Ground Water Discharge	301.13	29,650.76	128.17	160.98	43,892.61		26,791.85	23,393.35
Interest Income	1,600.00							100,925.50
Review Fees	126,910.03							1,600.00
Miscellaneous Income	14,782,223.76	29,650.76	128.17	160.98	43,892.61		1,089,160.85	126,910.03
Operating Expense	11,471,759.68							15,945,217.13
Operating Income	3,310,464.08	29,650.76	128.17	160.98	43,892.61		1,089,160.85	4,473,457.45
Non-Operating Revenue (Expense):								
Interest on Bonds	(636,322.31)	\$	\$	\$	\$	\$	\$	(636,322.31)
Hurricane Irene Charges	(182,756.28)							(182,756.28)
Transfers:								
Interest Income	(819,078.59)	\$	\$	\$	\$	\$	\$	(819,078.59)
Rate Stabilization	73,832.52	(29,650.76)	(128.17)	(160.98)	(43,892.61)			
Construction in Process	298,278.97							
Asset Capitalizations	295,855.55							
To Restricted Assets	(95,900.39)	(10,228.61)			106,129.00			
Increase (Decrease) in Net Position	\$	(10,228.61)	\$	\$	106,129.00	\$	495,026.33	(318,580.80)
Net Position January 1	41,454,786.21	3,655,903.61	2,268,112.53	1,600,435.33	1,033,227.00	3,323,548.00	7,001,405.07	60,337,417.75
Net Position December 31	41,454,786.21	3,645,675.00	2,268,112.53	1,600,435.33	1,139,356.00	3,323,548.00	7,496,431.40	60,018,836.95

THE SOMERSET RARITAN VALLEY SEWERAGE AUTHORITY
 SCHEDULE OF CHANGES IN CASH AND INVESTMENTS (NET)
 FOR THE YEAR ENDED DECEMBER 31, 2012

	TOTAL	REVENUE ACCOUNT	AUTHORITY OPERATING ACCOUNT	DEBT SERVICE ACCOUNT	DEBT SERVICE RESERVE ACCOUNT	GENERAL ACCOUNT	CONSTRUCTION ACCOUNT	CONNECTION FEE ACCOUNT
Balance, January 1, 2012	\$ 22,448,321.64	\$ 838,955.37	\$ 5,933,331.47	\$ 1,480,423.94	\$ 1,600,435.33	\$ 4,901,743.87	\$ 692,026.59	\$ 7,001,405.07
Increased by Receipts:								
Service Charges-Participants	\$ 17,694,223.84	\$ 17,694,223.84	\$	\$	\$	\$	\$	\$
Septage and Sludge Dumping Charges	524,008.75	523,998.75	10.00					
Interest Income	100,925.50	301.13	29,650.76	128.17	160.98	43,892.61		26,791.85
Review Fees	1,600.00	1,600.00						
Pretreatment Program	56,896.61	52,896.61	4,000.00					
Ground Water Discharge	23,393.35	23,393.35						
Miscellaneous	86,067.34	65.00	81,934.01	4,068.33				
FEMA and Other Expense Reimbursements	157,627.83		90,283.48				67,344.35	
Connection Fee	1,062,369.00						318,564.00	1,062,369.00
State of New Jersey Loan Proceeds	318,564.00		13,294,194.96	3,147,887.53		2,967,313.93		
Transfers	19,409,396.42		19,433,404.68	4,632,507.97	1,600,596.31	7,912,950.41	1,077,934.94	8,090,565.92
TOTAL	\$ 61,883,394.28	\$ 19,135,434.05	\$ 19,433,404.68	\$ 4,632,507.97	\$ 1,600,596.31	\$ 7,912,950.41	\$ 1,077,934.94	\$ 8,090,565.92
Decreased by Disbursements:								
Accounts Payable and Accruals-December 31, 2011	\$ 1,964,470.89	\$	\$ 1,667,146.05	\$ 297,324.84	\$	\$	\$	\$
2012 Salaries, Benefits & Taxes Expenses	5,428,197.53		5,428,197.53					
2012 Operating Expenses	4,995,021.20		4,917,316.70	77,704.50				
Interest on Bonds	371,111.96		371,111.96					
Construction in Progress	298,278.97						394,457.93	298,278.97
Asset Capitalization	971,154.99							295,855.55
Principal on Bonds	2,395,848.63		221,816.82		2,395,848.63			
Transfers	19,409,396.42	17,907,339.71			160.98	1,501,895.73		
TOTAL	\$ 35,833,480.59	\$ 17,907,339.71	\$ 12,234,477.10	\$ 3,141,989.93	\$ 160.98	\$ 1,560,920.42	\$ 394,457.93	\$ 594,134.52
Balance, December 31, 2012	\$ 26,049,913.69	\$ 1,228,094.34	\$ 7,198,927.58	\$ 1,490,518.04	\$ 1,600,435.33	\$ 6,352,029.99	\$ 683,477.01	\$ 7,496,431.40

THE SOMERSET RARITAN VALLEY SEWERAGE AUTHORITY
SCHEDULE OF OPERATING REVENUES AND COSTS FUNDED
BY OPERATING REVENUES COMPARED TO BUDGET
FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>2012 BUDGET</u>	<u>2012 ACTUAL</u>	<u>2011 ACTUAL</u>
<u>REVENUE</u>			
Retained Earnings	\$	\$	\$
Service Charges-Participants	15,697,940.00	13,744,264.00	17,409,445.00
Septage and Sludge Dumping Charges	480,000.00	719,664.75	515,514.51
Connection Fees	350,000.00	1,062,369.00	524,396.00
Pretreatment Program	140,000.00	166,090.50	160,053.00
Ground Water Discharge	45,000.00	23,393.35	34,810.24
Interest Income	17,000.00	74,133.65	28,880.86
Interest Income - Connection	0.00	26,791.85	44,862.59
Review Fees	2,000.00	1,600.00	1,800.00
Miscellaneous Bond Income	500.00	8,420.69	32,917.70
Miscellaneous Income	1,000.00	118,489.34	33,140.51
<u>TOTAL REVENUE</u>	<u>\$ 16,733,440.00</u>	<u>\$ 15,945,217.13</u>	<u>\$ 18,785,820.41</u>
<u>OPERATING EXPENSES</u>			
<u>SALARIES, WAGES AND BENEFITS</u>			
Salaries and Wages	\$ 4,247,288.00	\$ 3,981,918.80	\$ 4,092,137.09
Payroll Taxes	345,000.00	308,751.40	311,834.32
Benefits	1,356,782.00	1,336,862.41	1,284,410.94
<u>TOTAL</u>	<u>\$ 5,949,070.00</u>	<u>\$ 5,627,532.61</u>	<u>\$ 5,688,382.35</u>
<u>ADMINISTRATION, OFFICE EXPENSE</u>			
Professional Services	\$ 507,500.00	\$ 409,365.33	\$ 332,302.55
Office Expense	133,675.00	99,222.30	101,431.99
Permit Fees	129,200.00	55,872.41	57,748.20
Insurance Expense	350,000.00	290,756.47	281,734.82
Utility Expense	2,117,100.00	1,804,930.29	1,945,529.14
Capital Acquisition	0.00	0.00	10,335.88
<u>TOTAL</u>	<u>\$ 3,237,475.00</u>	<u>\$ 2,660,146.80</u>	<u>\$ 2,729,082.58</u>
<u>FACILITY OPERATING EXPENSE</u>			
Wastewater Treatment	\$ 589,000.00	\$ 367,211.79	\$ 428,130.88
Incinerator/Sludge Operating Expense	1,127,500.00	987,012.12	1,074,804.86
General Expenses	69,700.00	63,786.63	74,532.54
Major Equipment Repair	164,000.00	74,078.36	154,964.45
Capital Acquisition	82,000.00	84,805.20	33,076.64
<u>TOTAL</u>	<u>\$ 2,032,200.00</u>	<u>\$ 1,576,894.10</u>	<u>\$ 1,765,509.37</u>
<u>MAINTENANCE</u>			
Wastewater Treatment	\$ 410,000.00	\$ 327,410.60	\$ 447,452.22
Incinerator Sludge	265,500.00	281,981.07	252,818.56
General Expense	42,250.00	42,613.91	29,042.68
Building and Grounds	121,250.00	120,872.37	107,565.15
Vehicle Maintenance	15,500.00	16,774.00	23,540.42
Interceptor System	30,000.00	34,970.31	26,839.84
Meter Chamber Maintenance	10,000.00	362.51	4,263.66
Major Equipment Repair	300,000.00	267,125.00	38,800.00
Capital Acquisition	190,000.00	206,906.71	
<u>TOTAL</u>	<u>\$ 1,384,500.00</u>	<u>\$ 1,299,016.48</u>	<u>\$ 930,322.53</u>

THE SOMERSET RARITAN VALLEY SEWERAGE AUTHORITY

SCHEDULE OF OPERATING REVENUES AND COSTS FUNDED
BY OPERATING REVENUES COMPARED TO BUDGET
FOR THE YEAR ENDED DECEMBER 31, 2012

<u>OPERATING EXPENSES (CONTINUED)</u>	<u>2012 BUDGET</u>	<u>2012 ACTUAL</u>	<u>2011 ACTUAL</u>
<u>LABORATORY AND TESTING</u>			
Wastewater	\$ 79,100.00	\$ 54,480.21	\$ 64,086.30
Incinerator/Sludge	10,600.00	18,588.00	6,416.15
General Expense	8,600.00	693.41	2,903.01
<u>TOTAL</u>	<u>\$ 98,300.00</u>	<u>\$ 73,761.62</u>	<u>\$ 73,405.46</u>
<u>METERS AND INSTRUMENTATION</u>			
Interceptor Flow Meters	\$ 240,100.00	\$ 158,413.98	\$ 161,239.96
Telemetry	28,000.00	27,564.72	23,547.04
Capital Acquisition	40,000.00		
<u>TOTAL</u>	<u>\$ 308,100.00</u>	<u>\$ 185,978.70</u>	<u>\$ 184,787.00</u>
<u>PRETREATMENT</u>			
Surveillance and Monitoring	\$ 15,000.00	\$ 9,302.24	\$ 11,586.58
General Expense	79,550.00	39,127.13	127,199.44
<u>TOTAL</u>	<u>\$ 94,550.00</u>	<u>\$ 48,429.37</u>	<u>\$ 138,786.02</u>
<u>TOTAL OPERATING EXPENSE</u>	<u>\$ 13,104,195.00</u>	<u>\$ 11,471,759.68</u>	<u>\$ 11,510,275.31</u>
<u>OTHER COSTS AND RESERVE REQUIREMENTS</u>			
Principal on Bonds	\$ 2,382,922.00	\$ 2,395,848.63	\$ 2,338,326.44
Interest on Bonds	642,962.00	636,322.31	504,813.01
Capitalized Interest			183,460.00
Capitalized Fixed Assets Financed Through Budget	190,000.00	207,561.64	80,697.56
Reserve for Connections	350,000.00	1,089,160.85	524,396.00
Rate Stabilization	63,361.00		3,008,840.00
<u>TOTAL OTHER COSTS AND RESERVE REQUIREMENTS</u>	<u>\$ 3,629,245.00</u>	<u>\$ 4,328,893.43</u>	<u>\$ 6,640,533.01</u>
	<u>\$ 16,733,440.00</u>	<u>\$ 15,800,653.11</u>	<u>\$ 18,150,808.32</u>

SCHEDULE 4

THE SOMERSET RARITAN VALLEY SEWERAGE AUTHORITY

SCHEDULE OF CONSTRUCTION COSTS (NET)

DECEMBER 31, 2012

Construction Costs of Original Treatment Plant, Main Trunk Sewer and Other Related Facilities (Net)	\$	4,979,288.68
1968-Construction Project		7,056,219.19
1975-Construction Project		1,779,189.33
Plant Expansion and Interconnection		11,373,653.85
Industrial Pretreatment Program		154,544.44
Storage Building		67,175.98
Administrative Office Renovation		306,792.10
Sludge Storage Facility		249,785.10
Thickener Covers-Sludge Grinders		247,351.17
Polymer Storage Facility		135,080.69
Digester Clean Out		126,655.28
Belt Filter Presses		960,626.13
ACCO - Treatment Plant		4,000,000.00
A.C.O. Project		5,634,231.77
1988-1989 Special Project-Basins and Tanks		7,171,177.73
1987-1988 Project A Incinerator		13,892,006.27
Construction Project		1,039,753.65
Equipment		1,068,200.80
Aeration System		1,040,466.47
Miscellaneous		36,180.00
Wetlands Mitigation Land Acquisition		28,500.00
Vehicles		310,018.28
Wastewater Project		21,068,910.55
Relief Interceptor Project		14,676,044.02
Incinerator #2 Rebuild		1,076,224.84
Outfall Relocation Project		18,194,919.49
Intangible Assets (Treatment Studies)		687,511.99
Land Improvements		262,942.11
<u>TOTAL CONSTRUCTION COST (NET)</u>	\$	<u>117,623,449.91</u>

SCHEDULE 5

THE SOMERSET RARITAN VALLEY SEWERAGE AUTHORITY

SCHEDULE OF REVENUES FROM CHARGES
FOR THE YEAR ENDED DECEMBER 31, 2012

<u>NAME OF PARTICIPANT</u>	<u>BALANCE</u> <u>JANUARY 1, 2012</u>	<u>2012</u> <u>ANNUAL</u> <u>SERVICE CHARGES</u>	<u>2012</u> <u>REVENUE</u> <u>COLLECTED</u>	<u>BALANCE</u> <u>DECEMBER 31, 2012</u>
Branchburg Township	\$ 282,618.84	1,837,376.00 \$	2,338,675.08 \$	(218,680.24)
Bridgewater Township	428,631.92	4,078,674.00	5,363,447.12	(856,141.20)
Duke Farms	(721.44)	553.00	371.00	(539.44)
Hillsborough Township	372,323.64	2,565,178.00	3,390,147.00	(452,645.36)
Manville Borough	308,046.02	949,099.00	1,662,791.54	(405,646.52)
National Starch Company	11,575.44	45,036.00	46,132.36	10,479.08
Raritan Borough	101,428.78	969,634.00	1,156,991.98	(85,929.20)
Somerville Borough	52,073.04	1,741,992.00	1,631,178.88	162,886.16
Warren Township	99,702.76	715,046.00	926,810.68	(112,061.92)
Wyeth (American Home Products)	410,039.24	841,676.00	1,177,678.20	74,037.04
	<u>\$ 2,065,718.24 \$</u>	<u>13,744,264.00 \$</u>	<u>17,694,223.84 \$</u>	<u>(1,884,241.60)</u>

Somerset Raritan Valley Sewerage Authority
NET POSITION BY COMPONENT

	December 31							
	2012	2011	2010	2009	2008	2007	2006	2005
Net Position Component:								
Invested in Capital Assets,								
Net of Related Debt	\$ 39,170,509	\$ 39,934,353	\$ 40,948,509	\$ 39,550,513	\$ 37,466,505	\$ 36,238,468	\$ 33,324,626	\$ 26,802,833
Restricted	16,150,010	15,559,084	16,017,059	15,391,151	14,864,518	14,762,250	14,977,588	16,198,262
Unrestricted	4,698,318	4,843,980	1,419,154	2,363,773	2,666,009	2,507,247	2,229,580	2,959,677
Total	\$ 60,018,837	\$ 60,337,417	\$ 58,384,722	\$ 57,305,437	\$ 54,997,032	\$ 53,507,965	\$ 50,531,794	\$ 45,960,772

Somerset Raritan Valley Sewerage Authority
CHANGES IN NET POSITION

	December 31							
	2012	2011	2010	2009	2008	2007	2006	2005
Expenses:								
Salaries, Wages and Benefits	\$ 5,627,533	\$ 5,688,382	\$ 5,470,173	\$ 5,125,220	\$ 4,991,818	\$ 4,725,883	\$ 4,531,229	\$ 4,212,899
Administrative, Office Costs	2,660,147	2,729,083	2,680,108	2,966,573	3,144,843	2,758,878	2,409,763	2,578,119
Facility Operating Costs	1,576,894	1,765,509	1,947,506	1,577,922	1,640,257	1,139,046	1,452,101	1,224,133
Maintenance Costs	1,299,016	930,323	655,807	621,153	569,337	664,904	471,820	422,921
Laboratory and Testing Costs	73,761	73,405	63,344	58,752	71,207	56,807	57,189	60,158
Meters and Instrumentation Costs	185,979	184,787	177,103	181,867	157,070	130,529	137,834	163,110
Pretreatment Program Costs	48,429	138,786	75,529	77,710	43,373	42,900	61,488	43,074
Interest Expenses	636,322	504,813	390,460	483,768	531,615	908,508	1,084,307	1,334,209
Depreciation and Amortization	3,972,960	3,758,379	3,514,036	3,344,321	3,156,389	3,124,719	3,109,892	2,056,447
Other Expense	182,756	1,059,658						84,175
Total Expenses	\$ 16,263,797	\$ 16,833,125	\$ 14,974,066	\$ 14,437,286	\$ 14,305,909	\$ 13,552,174	\$ 13,315,623	\$ 12,179,245
Revenues:								
Charges for Services	\$ 14,653,413	\$ 18,121,622	\$ 15,538,112	\$ 15,870,722	\$ 14,833,048	\$ 14,913,813	\$ 15,350,439	\$ 12,615,660
Connections	1,062,369	524,396	463,342	519,192	460,725	742,287	1,260,632	1,187,539
Investment Earnings	100,925	77,812	46,414	96,044	486,169	823,325	904,934	653,521
Miscellaneous Income	128,510	33,141	5,483	16,333	15,034	48,920	370,640	252,276
Gain on Debt Retirement		28,849		243,400				
Total Revenues	\$ 15,945,217	\$ 18,785,820	\$ 16,053,351	\$ 16,745,691	\$ 15,794,976	\$ 16,528,345	\$ 17,886,645	\$ 14,708,996
Change in Net Position	\$ (318,580)	\$ 1,952,695	\$ 1,079,285	\$ 2,308,405	\$ 1,489,067	\$ 2,976,171	\$ 4,571,022	\$ 2,529,751
Net Position-January 1	60,337,417	58,384,722	57,305,437	54,997,032	53,507,965	50,531,794	45,960,772	43,431,021
Net Position-December 31	\$ 60,018,837	\$ 60,337,417	\$ 58,384,722	\$ 57,305,437	\$ 54,997,032	\$ 53,507,965	\$ 50,531,794	\$ 45,960,772

Somerset Raritan Valley Sewerage Authority

Annual Sewerage Flows and Charges by Participant

Participant/ Customer	Actual Flow in Million Gallons							
	2012	2011	2010	2009	2008	2007	2006	2005
Branchburg Township	746.607	876.544	793.037	838.887	805.985	787.369	786.206	736.288
Bridgewater Township	1,657.346	2,184.876	1,789.774	2,061.719	1,979.903	1,974.033	2,003.230	1,888.602
Duke Farms	0.225	0.150	0.318	0.443	0.532	0.772	0.903	0.865
Hillsborough Township	1,042.345	1,363.264	1,173.243	1,162.599	1,125.146	1,182.710	1,166.980	1,083.504
Manville Borough	385.661	645.094	498.585	566.389	577.472	597.940	685.069	626.366
Akzo Nobel	9.800	16.325	11.793	13.178	15.731	16.551	17.068	18.315
Raritan Borough	394.005	459.998	410.981	451.205	475.072	458.235	425.628	399.169
Somerville Borough	707.848	626.310	629.340	783.044	790.670	755.233	824.500	726.157
Warren Township	290.555	356.254	321.415	297.606	304.450	287.845	314.074	312.429
Pfizer	342.010	468.945	324.979	331.620	319.399	347.515	288.129	325.152
TOTAL GALLONS	5,576.402	6,997.760	5,953.465	6,506.690	6,394.360	6,408.203	6,511.787	6,116.847
Average Daily Flow (mgd)	15.236	19.172	16.311	17.827	17.519	17.557	17.841	16.758

Participant/ Customer	Charge in Dollars							
	2012	2011	2010	2009	2008	2007	2006	2005
Branchburg Township	1,837,376	2,157,146	1,951,639	1,949,456	1,785,507	1,744,267	1,741,690	1,430,795
Bridgewater Township	4,078,674	5,376,911	4,404,576	4,791,147	4,386,099	4,373,096	4,437,775	3,670,034
Duke Farms	553	370	783	1,029	1,178	1,711	1,960	1,681
Hillsborough Township	2,565,178	3,354,949	2,887,313	2,701,717	2,492,547	2,620,069	2,585,222	2,105,523
Manville Borough	949,099	1,587,557	1,227,002	1,316,209	1,279,279	1,324,622	1,517,640	1,217,189
Akzo Nobel	45,036	45,036	45,036	42,527	40,540	40,540	37,810	35,590
Raritan Borough	969,634	1,132,041	1,011,411	1,048,537	1,052,432	1,015,133	942,898	775,687
Somerville Borough *	1,741,992	1,724,646	1,724,646	1,819,685	1,751,579	1,673,075	1,826,524	1,411,108
Warren Township	715,046	876,730	790,992	691,595	674,450	637,666	695,771	607,129
Pfizer	841,676	1,154,059	799,763	770,638	707,568	769,853	638,295	631,854
TOTAL \$	13,744,264	17,409,445	14,843,161	15,132,540	14,171,179	14,200,032	14,425,585	11,886,590

* Somerville Assured Minimum Charge in 2011 & 2010

**National Starch 2007 & 2008 & 2009 & 2010 & 2011 & 2012 \$ charged is "assured minimum"

CHARGE PER MILLION GALLONS	\$2,460.96	\$2,460.96	\$2,460.96	\$2,323.86	\$2,215.31	\$2,215.31	\$2,215.31	\$1,943.25
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SOMERSET RARITAN VALLEY SEWERAGE AUTHORITY

ACTUAL VS. ESTIMATED FLOWS AND CHARGES FOR 2012

Participant/Customer	Flow in Millions Gallons		Cumulative Difference (Actual - Estimated)
	Actual Flow	Estimated Flow	
Branchburg Township	746.607	835.468	(88.861)
Bridgewater Township	1,657.346	2,005.232	(347.886)
Duke Farms	0.225	0.300	(0.075)
Hillsborough Township	1,042.345	1,226.276	(183.931)
Manville Borough	385.661	550.492	(164.831)
Akzo Nobel	9.800	14.044	(4.244)
Raritan Borough	394.005	428.924	(34.919)
Somerville Borough	707.848	641.660	66.188
Warren Township	290.555	336.092	(45.537)
Pfizer	342.010	340.284	1.726
	<u>5,576.402</u>	<u>6,378.772</u>	<u>(802.370)</u>

Participant/Customer	Charge in Dollars		Cumulative Difference (Actual - Estimated)
	Actual Charge	Estimated Charge	
Branchburg Township	\$ 1,837,376	\$ 2,056,060	\$ (218,684)
Bridgewater Township	4,078,674	4,934,812	(856,138)
Duke Farms	553	740	(187)
Hillsborough Township	2,565,178	3,017,824	(452,646)
Manville Borough	949,099	1,354,744	(405,645)
Akzo Nobel*	45,036	34,560	10,476
Raritan Borough	969,634	1,055,568	(85,934)
Somerville Borough*	1,741,992	1,579,104	162,888
Warren Township	715,046	827,112	(112,066)
Pfizer	841,676	837,428	4,248
	<u>\$ 13,744,264</u>	<u>\$ 15,697,952</u>	<u>\$ (1,953,688)</u>

* Actual Charge Increased for Assured Minimum Charge

Somerset Raritan Valley Sewerage Authority
RATIO ANALYSIS INVOLVING
LONG TERM DEBT

	December 31							
	2012	2011	2010	2009	2008	2007	2006	2005
Revenue Bonds Payable	\$ -	\$ 290,000	\$ 540,000	\$ 770,000	\$ 2,210,000	\$ 4,068,000	\$ 7,777,244	\$ 10,122,244
Loans Payable	23,402,793	25,599,717	27,752,372	29,867,205	26,645,243	29,467,762	16,979,010	19,402,382
Total Long Term Debt	\$ 23,402,793	\$ 25,889,717	\$ 28,292,372	\$ 30,637,205	\$ 28,855,243	\$ 33,535,762	\$ 24,756,254	\$ 29,524,626
Cumulative Minimum Assured Billing (MAB)	\$ 5,416,590	\$ 5,416,590	\$ 5,416,590	\$ 5,114,816	\$ 4,875,897	\$ 4,875,897	\$ 4,875,897	\$ 4,277,103
Percentage of Long Term Debt	23.15%	20.92%	19.15%	16.69%	16.90%	14.54%	19.70%	14.49%
Population of Municipal Participants*	142,497	142,497	141,860	141,425	140,989	140,553	140,118	139,683
Long Term Debt Per Capita	\$ 164.23	\$ 181.69	\$ 199.44	\$ 216.63	\$ 204.66	\$ 238.60	\$ 176.68	\$ 211.37

DEBT SERVICE COVERAGE

	December 31							
	2012	2011	2010	2009	2008	2007	2006	2005
Net Available Revenue for Debt Service**	\$ 14,716,758	\$ 18,072,522	\$ 15,427,777	\$ 16,502,291	\$ 15,180,239	\$ 15,651,897	\$ 16,360,611	\$ 13,403,703
Debt Service:								
Principal	\$ 2,395,848	\$ 2,338,326	\$ 3,367,513	\$ 4,460,201	\$ 4,161,313	\$ 4,573,261	\$ 4,447,108	\$ 4,234,530
Interest	636,322	688,273	780,766	819,646	901,503	1,002,668	1,163,347	1,343,135
Total Debt Service	\$ 3,032,170	\$ 3,026,599	\$ 4,148,279	\$ 5,279,847	\$ 5,062,816	\$ 5,575,929	\$ 5,610,455	\$ 5,577,665
Coverage Ratio (Net Available Revenue for Debt Service/Total Debt Service)	4.85	5.97	3.72	3.13	3.00	2.81	2.92	2.40

* Source:
 US Bureau of the Census, Population Division

** Available revenue excludes connection fees and IPP Billing

**Somerset Raritan Valley Sewerage Authority
 DEMOGRAPHIC, ECONOMIC & OPERATING INFORMATION
 FOR SOMERSET COUNTY**

<u>Year</u>	<u>Population*</u>	<u>Median Household Income</u>	<u>Annual Rainfall**</u>	<u>Full Time Employees</u>
2003	307,902	89,289	58.80	46
2004	310,424	89,289	48.44	47
2005	312,617	88,532	45.40	48
2006	314,993	91,688	49.60	47
2007	317,128	97,658	50.50	47
2008	318,856	100,608	49.97	47
2009	321,564	96,233	50.26	47
2010	324,078	94,270	46.99	47
2011	324,893	98,842	69.40	46
2012	327,707	Not Available	40.23	45

*Statistical Data derived from U.S. Bureau of the Census and data are estimates and do not reflect the population served.

**Statistical Data derived from National Weather Service (Rainfall # metric is inches).

THE SOMERSET RARITAN VALLEY SEWERAGE AUTHORITY

DECEMBER 31, 2012

GENERAL COMMENTS AND RECOMMENDATIONS

NONE

