



# City of Newark

City Hall  
920 Broad Street  
Newark, New Jersey 07102

## Legislation Text

File #: 21-1872, Version: 1

**Dept/ Agency:** Administration/Office of Management and Budget

**Action:** (X) Ratifying (X) Authorizing ( ) Amending

**Type of Service:** Temporary Emergency Appropriation

**Purpose:** To provide funds for all Interest, Debt Redemption Charges, and Capital Improvements for Year 2022.

**Funding Source:** City Budget

**Appropriation Amount:** \$72,254,430.87

**Budget Year:** 2022

**Contract Period:** January 1, 2022 through December 31, 2022

**Contract Basis:** ( ) Bid ( ) State Vendor ( ) Prof. Ser. ( ) EUS

( ) Fair & Open ( ) No Reportable Contributions ( ) RFP ( ) RFQ

( ) Private Sale ( ) Grant ( ) Sub-recipient (X) n/a

**Additional Information:**

Funds accepted by Resolution: Not Applicable

Operating Agency: All Departments

**Two-Thirds vote of full membership required.**

**TAR #2**

**WHEREAS**, N.J.S.A. 40A:4-19 provides that Temporary Appropriations for all Interest and Debt Redemption charges for the year 2022 may be made during December of the pending year and until the Budget is adopted; and

**WHEREAS**, this Resolution is passed at this meeting to be effective retroactively as of January 1, 2022; and

**WHEREAS**, the total appropriation in the Budget made for Debt Service, Capital and Relief Fund Contributions in the 2022 Budget is the sum of \$72,254,430.87.

**NOW, THEREFORE, BE IT RESOLVED BY THE MUNICIPAL COUNCIL OF THE CITY OF NEWARK, NEW JERSEY, THAT:**

1. The following temporary appropriations be made and that a certified copy of this Resolution be transmitted to the Chief Financial Officer for his/her records.
2. The Governing Body by a two-thirds vote of its full membership hereby amends its temporary budget by making the following temporary appropriations:

(1) **MUNICIPAL DEBT SERVICE**

95430- Payment on Qualified Bond Principal \$22,643,217.30

95440-Interest on Qualified Bond Principal 12,535,917.00

96670-ECIA Bonds Principal	250,000.00
96680-ECIA Bonds Interest	162,517.51
96830-Demolition Bond Loan II	126,250.00
97610-Principal on Notes	2,041,975.00
95650-Interest on Notes	1,206,550.00
94140-Newark Housing Authority Bonds	2,035,000.00
94150-Newark Housing Authority Interest	2,451,300.00
97430-Tax Appeals BAN Principal	2,020,000.00
97440-Tax Appeals BAN Interest	80,800.00
96860- NJEIT Principal	933,234.65
96870- NJEIT Interest	111,925.00
95670- Trustee-Principal Payment	2,535,000.00
95680- Trustee-Interest Payment	202,800.00
97650-HUD Section 108 Loan - Principal	235,000.00
97660-HUD Section 108 Loan - Interest	215,132.82
<b>TOTAL MUNICIPAL DEBT SERVICE</b>	<b><u>\$49,786,619.28</u></b>
<b>(2) CAPITAL</b>	
95280-Capital Improvements	<b><u>\$100,000.00</u></b>
<b>(3) LOCAL DISTRICT SCHOOL PURPOSE</b>	
95570-Payment Qualified Bond Principal	5,515,000.00
95580-Payment Qualified Bonds Interest	1,283,400.00
97600-Principal School Promissory Note	1,300,000.00
95650-Interest School Promissory Note	<u>349,775.39</u>
<b>TOTAL SCHOOL DEBT SERVICE</b>	<b><u>\$8,448,175.39</u></b>
<b>(4) WATER UTILITY</b>	
95430-Qualified Bond Principal	490,000.00
95440-Qualified Bonds Interest	290,270.00
96860-NJEIT Principal	2,603,745.92
96880-NJEIT Interest	536,068.75

96680-ECIA Loan Revenue Bond Interest	2,958,950.00
97620-ECIA Revenue Notes Principal	<u>1,270,000.00</u>
<b>TOTAL WATER UTILITY</b>	<b><u>\$8,149,034.67</u></b>

(5) **SEWER UTILITY**

96520-Principal - Trust Loan	5,183,294.73
96530-Interest - Trust Loan	<u>587,306.80</u>
<b>TOTAL SEWER UTILITY</b>	<b><u>\$5,770,601.53</u></b>

**TOTAL DEBT SERVICE** **\$72,254,430.87**

3. This action is ratified from January 1, 2022 to the date of the adoption of this authorizing Resolution.
4. A copy of this Resolution shall be immediately filed with the Director of the Division of Local Government Services by the City Clerk.

**STATEMENT**

This Resolution ratifies and authorizes the temporary appropriations to be made to provide funds for Debt Service and Capital Improvements for 2022.