

FUND 403

SEWER BOND PARITY DEBT SERVICE

Board of Supervisors' Adjustments

The following funding adjustments reflect all changes to the FY 2002 Advertised Budget Plan, as approved by the Board of Supervisors on April 30, 2001:

- The Board of Supervisors made no changes to the FY 2002 Advertised Budget Plan.

The following funding adjustments reflect all approved changes to the FY 2001 Revised Budget Plan from January 1, 2001 through April 23, 2001. Included are all adjustments made as part of the FY 2001 Third Quarter Review:

- The Board of Supervisors made no adjustments to this fund.
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County Executive Proposed FY 2002 Advertised Budget Plan

Purpose

Fund 403, Sewer Bond Parity Debt Service, records debt service obligations incurred from bonds issued in accordance with the 1986 Sewer Bond Resolution and parity debt from prior contractual obligations with the Alexandria Sanitation Authority (ASA) to support required sewer plant expansion.

The bond proceeds are used to fund a portion of the treatment facility's expansion from 54 million gallons per day (MGD) to 67 MGD, as well as the construction of a nitrification process for the removal of ammonia nitrogen as required by the State Water Control Board. This removal of nitrogen will improve the quality of the effluent produced at the Noman M. Cole, Jr. Pollution Control Plant.

FY 2002 Initiatives

An amount of \$13,372,964 is required for this fund in FY 2002. Of this amount, \$6,114,455 will fund the debt service on the unfunded portion of the 1993 Refunding Bonds. The 1996 Bonds debt service totals \$7,228,509. An amount of \$30,000 is also required for fiscal agent fees. All debt service payments are supported by Sewer System Revenues.

Funding Adjustments

The following funding adjustments reflect all approved changes to the FY 2001 Revised Budget Plan since passage of the FY 2001 Adopted Budget Plan. Included are all adjustments made as part of the FY 2000 Carryover Review and all other approved changes through December 31, 2000:

- ◆ At the FY 2000 Carryover Review, a decrease of \$72,255 in the Transfer In is due to lower than anticipated bond interest payments in FY 2000.

FUND 403 SEWER BOND PARITY DEBT SERVICE

FUND STATEMENT

Fund Type G40, Enterprise Funds

Fund 403, Sewer Bond Parity Debt Service

	FY 2000 Actual	FY 2001 Adopted Budget Plan	FY 2001 Revised Budget Plan	FY 2002 Advertised Budget Plan	FY 2002 Adopted Budget Plan
Beginning Balance	\$412,650	\$1,282,139	\$1,354,394	\$1,296,878	\$1,296,878
Transfer In:					
Sewer Revenue (400)	\$14,198,472	\$13,579,970	\$13,507,715	\$13,279,128	\$13,279,128
Total Transfer In	\$14,198,472	\$13,579,970	\$13,507,715	\$13,279,128	\$13,279,128
Total Available	\$14,611,122	\$14,862,109	\$14,862,109	\$14,576,006	\$14,576,006
Expenditures:					
Principal Payment ¹	\$3,610,000	\$4,050,000	\$4,050,000	\$4,140,000	\$4,140,000
Interest Payments	9,560,134	9,406,134	9,406,134	9,202,964	9,202,964
Fiscal Agent Fees	7,497	30,000	30,000	30,000	30,000
Total Expenditures	\$13,177,631	\$13,486,134	\$13,486,134	\$13,372,964	\$13,372,964
Non Appropriated:					
Amortization Expense ²	\$79,097	\$79,097	\$79,097	\$79,097	\$79,097
Total Disbursements	\$13,256,728	\$13,565,231	\$13,565,231	\$13,452,061	\$13,452,061
Ending Balance³	\$1,354,394	\$1,296,878	\$1,296,878	\$1,123,945	\$1,123,945

¹ The bond principal and interest payments are shown as expenditures. However, for accounting purposes, the Consolidated Annual Financial Report (CAFR) will show these disbursements as "Construction in Progress" to be capitalized.

² In order to capitalize these bond costs, \$79,097 has been designated as non appropriated amortization expense annually for 23 years. The 1993 bonds are amortized at \$45,922 for 23 years, and the 1996 bonds are amortized at \$33,175 for 20 years.

³ In FY 2002, the ending balance of \$1,123,945 is necessary to support the reserves required to cover the remaining amortization of issuance costs including \$642,905 for 1993 bonds and \$481,040 for 1996 bonds.