

FUND STATEMENT

Fund Type G40, Enterprise Funds

Fund 400, Sewer Revenue

	FY 2005 Actual	FY 2006 Adopted Budget Plan	FY 2006 Revised Budget Plan	FY 2006 Third Quarter Estimate	Increase (Decrease) (Col. 5-4)
Beginning Balance	\$70,323,787	\$70,629,867	\$62,124,239	\$62,124,239	\$0
Revenue:					
Lateral Spur Fees	\$39,000	\$20,000	\$20,000	\$20,000	\$0
Sales of Service	7,400,814	8,236,000	7,500,000	7,500,000	0
Availability Charges	31,303,561	35,210,000	30,000,000	30,000,000	0
Connection Charges	76,440	75,000	75,000	75,000	0
Sewer Service Charges	79,043,085	88,630,000	81,020,000	81,020,000	0
Delinquent Charges	0	50,000	0	0	0
Miscellaneous Revenue	150,776	150,000	150,000	150,000	0
Sale Surplus Property	30,953	90,000	30,000	30,000	0
Federal Aid	0	0	0	0	0
Interest on Investments ¹	1,510,254	1,052,717	1,500,000	1,500,000	0
Total Revenue	\$119,554,883	\$133,513,717	\$120,295,000	\$120,295,000	\$0
Transfers In:					
Sewer Bond Construction (408)	\$9,500,000	\$0	\$0	\$0	\$0
Total Transfers In	\$9,500,000	\$0	\$0	\$0	\$0
Total Available	\$199,378,670	\$204,143,584	\$182,419,239	\$182,419,239	\$0
Transfers Out:					
Sewer Operation and Maintenance (401)	\$72,596,080	\$74,565,928	\$69,133,457	\$69,133,457	\$0
Sewer Construction Improvements (402)	35,495,200	45,807,900	45,807,900	32,807,900	(13,000,000)
Debt Service (403)	7,490,532	6,720,045	6,720,045	6,720,045	0
Sewer Bond Subordinate Debt Service (407)	21,672,619	21,508,899	21,508,899	21,508,899	0
Sewer Bond Construction (408)	0	0	0	0	0
Total Transfers Out	\$137,254,431	\$148,602,772	\$143,170,301	\$130,170,301	(\$13,000,000)
Total Disbursements	\$137,254,431	\$148,602,772	\$143,170,301	\$130,170,301	(\$13,000,000)
Ending Balance²	\$62,124,239	\$55,540,812	\$39,248,938	\$52,248,938	\$13,000,000
Management Reserves:					
Operating and Maintenance Reserve ³	\$18,703,022	\$18,840,955	\$18,840,955	\$18,840,955	\$0
Nitrification Reserve ⁴	2,497,000	1,718,000	2,497,000	2,497,000	0
Future Debt Reserve ⁵	0	0	6,637,072	6,637,072	0
Total Reserves	\$21,200,022	\$20,558,955	\$27,975,027	\$27,975,027	\$0
Unreserved Balance	\$40,924,217	\$34,981,857	\$11,273,911	\$24,273,911	\$13,000,000

¹ In order to account for revenues in the proper fiscal year, an audit adjustment in the amount of \$69,785 has been reflected as a decrease to FY 2005 revenues to credit interest on debt service payments made in advance. The audit adjustment has been included in the FY 2005 Comprehensive Annual Financial Report (CAFR). Details of the FY 2005 audit adjustments are included in the FY 2006 Third Quarter Package.

² The Wastewater Management Program maintains fund balances at adequate levels relative to projected debt service requirements, operation and maintenance expenses, and capital improvements. These costs change annually and funding for sewer projects is carried forward each fiscal year; therefore, ending balances fluctuate, reflecting the carryover of these funds.

³ The Operating and Maintenance Reserve was established to provide funding to offset expenses associated with sewer system emergencies occurring within Fund 401, Sewer Operation and Maintenance.

⁴ The Nitrification Reserve was established to offset expenses occurring in Fund 402, Sewer Construction Improvements, associated with the nitrogen discharge upgrades at the Arlington Wastewater Treatment Plant.

⁵ The Future Debt Reserve was established in anticipation of debt service reserve requirements for Virginia Resource Authority loans related to future treatment plant issues.