

FUND STATEMENT

Fund 40160, Energy/Resource Recovery Facility (E/RRF)

	FY 2014 Estimate	FY 2014 Actual	Increase (Decrease) (Col. 2-1)	FY 2015 Adopted Budget Plan	FY 2015 Revised Budget Plan	Increase (Decrease) (Col. 5-4)
Beginning Balance	\$46,300,636	\$46,300,636	\$0	\$52,444,206	\$57,217,357	\$4,773,151
Revenue:						
Disposal Revenue ¹	\$27,423,371	\$28,298,195	\$874,824	\$31,193,600	\$28,550,000	(\$2,643,600)
Interest on Investments	100,000	42,854	(57,146)	150,000	53,811	(96,189)
Miscellaneous ²	125,000	0	(125,000)	125,000	125,000	0
Total Revenue	\$27,648,371	\$28,341,049	\$692,678	\$31,468,600	\$28,728,811	(\$2,739,789)
Total Available	\$73,949,007	\$74,641,685	\$692,678	\$83,912,806	\$85,946,168	\$2,033,362
Expenditures:						
Personnel Services	\$937,289	\$930,747	(\$6,542)	\$980,027	\$980,027	\$0
Operating Expenses	20,525,512	16,451,581	(4,073,931)	20,535,512	20,559,584	24,072
Total Expenditures	\$21,462,801	\$17,382,328	(\$4,080,473)	\$21,515,539	\$21,539,611	\$24,072
Transfers Out:						
General Fund (10001) ³	\$42,000	\$42,000	\$0	\$42,000	\$42,000	\$0
Total Transfers Out	\$42,000	\$42,000	\$0	\$42,000	\$42,000	\$0
Total Disbursements	\$21,504,801	\$17,424,328	(\$4,080,473)	\$21,557,539	\$21,581,611	\$24,072
Ending Balance⁴	\$52,444,206	\$57,217,357	\$4,773,151	\$62,355,267	\$64,364,557	\$2,009,290
Tipping Fee Reserve ⁵	\$1,500,000	\$1,500,000	\$0	\$1,500,000	\$1,500,000	\$0
Rate Stabilization Reserve ⁶	40,944,206	45,717,357	4,773,151	50,855,267	51,855,267	1,000,000
Operations and Maintenance Reserve ⁷	10,000,000	10,000,000	0	10,000,000	11,009,290	1,009,290
Unreserved Ending Balance	\$0	\$0	\$0	\$0	\$0	\$0
Disposal Fee/Ton	\$29	\$29	\$0	\$29	\$29	\$0

¹ The decrease in FY 2015 revenue reflects lower than projected disposal tonnage.

² Miscellaneous Revenue is generated by the excess amount that Covanta Fairfax, Inc. (CFI) charges for the disposal of Supplemental Waste.

³ Funding in the amount of \$42,000 is transferred to the General Fund to partially offset central support services supported by the General Fund which benefit Fund 40160. These indirect costs include support services such as Human Resources, Purchasing, Budget and other administrative services.

⁴ Ending balance fluctuations are a result of operating and revenue requirements that change annually. Funding is carried forward each fiscal year to provide flexibility given the uncertainty of market conditions, tipping fee negotiations, and expenditure requirements.

⁵ The Tipping Fee Reserve is used to buffer against sharp annual changes in tipping fees. Potential changes could result from issues such as tax changes regarding energy sales, power deregulation, state or EPA environmental fees, and/or contract changes.

⁶ The Rate Stabilization Reserve (RSR) is maintained in order to buffer against significant increases in tipping fees charged to users of the E/RRF. This reserve is expected to peak in FY 2015 and will begin to be used in FY 2016 when the current Waste Disposal Agreement expires and disposal costs to the County are expected to rise.

⁷ The Operations and Maintenance Reserve is maintained for ongoing improvements and enhancements to the E/RRF including emissions control efforts. Future projects may include additional retrofits to the air pollution control systems for reductions in nitrogen oxides. The reserve will fund the County's share of the initial capital expenditures on the improvements, future uses would include end-of-lease site management.