

FUND STATEMENT

Fund 40150, Refuse Disposal

	FY 2015 Estimate	FY 2015 Actual	Increase (Decrease) (Col. 2-1)	FY 2016 Adopted Budget Plan	FY 2016 Revised Budget Plan	Increase (Decrease) (Col. 5-4)
Beginning Balance	\$9,862,485	\$9,862,485	\$0	\$2,395,417	\$9,946,859	\$7,551,442
Revenue:						
Interest on Investment	\$29,948	\$22,047	(\$7,901)	\$4,791	\$4,791	\$0
Refuse Disposal Revenue	44,105,230	45,422,289	1,317,059	44,826,890	44,826,890	0
Other Revenue:						
White Goods	800,000	85,148	(714,852)	\$800,000	800,000	0
Rent of Equipment, Space	300,000	194,225	(105,775)	300,000	300,000	0
Sale of Equipment and Salvages	184,500	922,717	738,217	906,000	906,000	0
Licensing Fees	67,200	85,560	18,360	78,840	78,840	0
Miscellaneous	300,000	13,165	(286,835)	300,000	300,000	0
Subtotal	\$1,651,700	\$1,300,815	(\$350,885)	\$2,384,840	\$2,384,840	\$0
Total Revenue	\$45,786,878	\$46,745,151	\$958,273	\$47,216,521	\$47,216,521	\$0
Total Available	\$55,649,363	\$56,607,636	\$958,273	\$49,611,938	\$57,163,380	\$7,551,442
Expenditures:						
Personnel Services	\$11,557,508	\$11,524,290	(\$33,218)	\$11,889,614	\$11,889,614	\$0
Operating Expenses	36,449,565	33,982,407	(2,467,158)	36,172,358	36,655,276	482,918
Capital Equipment	2,346,446	1,469,490	(876,956)	2,150,000	2,403,957	253,957
Recovered Costs	(778,337)	(1,054,122)	(275,785)	(1,878,941)	(1,878,941)	0
Capital Projects	3,143,764	203,712	(2,940,052)	0	2,940,052	2,940,052
Total Expenditures	\$52,718,946	\$46,125,777	(\$6,593,169)	\$48,333,031	\$52,009,958	\$3,676,927
Transfers Out:						
General Fund (10001) ¹	\$535,000	\$535,000	\$0	\$577,000	\$577,000	\$0
Total Transfers Out	\$535,000	\$535,000	\$0	\$577,000	\$577,000	\$0
Total Disbursements	\$53,253,946	\$46,660,777	(\$6,593,169)	\$48,910,031	\$52,586,958	\$3,676,927
Ending Balance²	\$2,395,417	\$9,946,859	\$7,551,442	\$701,907	\$4,576,422	\$3,874,515
Reserves:						
Capital Equipment Reserve ³	\$600,000	\$1,922,693	\$1,322,693	\$200,000	\$800,000	\$600,000
Operating Reserve ⁴	188,835	2,188,835	2,000,000	188,835	1,913,227	1,724,392
Environmental Reserve ⁵	800,000	2,800,000	2,000,000	100,000	800,000	700,000
Reserve ⁶	806,582	3,035,331	2,228,749	213,072	1,063,195	850,123
Unreserved Balance	\$0	\$0	\$0	\$0	\$0	\$0
System Disposal Rate/Ton ⁷	\$62	\$62	\$0	\$62	\$62	\$0
Discounted Disposal Rate/Ton ⁸	\$54	\$54	\$0	\$56	\$56	\$0

¹ Funding in the amount of \$577,000 is transferred to the General Fund in FY 2016 to partially offset central support services supported by the General Fund which benefit Fund 40150. These indirect costs include support services such as Human Resources, Purchasing, Budget and other administrative services.

² 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.

³ The Capital Equipment Reserve provides for the timely replacement of equipment required to operate the I-66 Transfer Station. Funds are transferred from Refuse Disposal Revenue to the Capital Equipment Reserve, as are proceeds from the sale of equipment. Reserve needs are calculated based on individual vehicle age, anticipated retirement date, and anticipated replacement value.

⁴ The Operating Reserve provides funds to react to unanticipated events such as significant changes in waste quantities, increases in contract disposal rates at composting facilities and landfills, increases in fuel costs, significant reductions in revenues, etc. The reserve also acts as a rate stabilization reserve, allowing smooth transition to rate changes minimizing the impact on customers.

⁵ The Environmental Reserve is a contingency fund, assuring that the County has funds to implement unplanned actions to protect the environment or meet regulatory requirements related to the closed landfill at the I-66 Complex. Specific examples of current and future environmental projects are likely to include landfill gas control, groundwater protective measures, stormwater and wastewater management.

⁶ The Construction and Infrastructure Reserve provides for future improvements at the I-66 Transfer Station.

⁷ The FY 2016 System Disposal rate is \$62 per ton.

⁸ In August 1998 (FY 1999), Fairfax County implemented a contractual rate discount that was offered to any hauler that guaranteed all of its collected refuse or a specified tonnage amount would be delivered to the Energy/Resource Recovery Facility (E/RRF) or other County disposal sites. The Contract Disposal rate is proposed to increase to \$56 per ton in order to maintain identified reserves and avoid significant increases in rates in the future.