

FUND STATEMENT

Fund Type G10, Special Revenue Funds

Fund 112, Energy/Resource Recovery Facility (E/RRF)

	FY 2009 Actual	FY 2010 Adopted Budget Plan	FY 2010 Revised Budget Plan	FY 2010 Third Quarter Estimate	Increase (Decrease) (Col. 5-4)
Beginning Balance	\$29,022,161	\$27,163,040	\$26,787,310	\$26,787,310	\$0
Revenue:					
Disposal Revenue	\$30,772,412	\$34,860,173	\$34,860,173	\$34,860,173	\$0
Other Revenue:					
Interest on Investments	475,401	\$506,405	506,405	506,405	0
Miscellaneous ¹	578,682	450,000	450,000	450,000	0
Subtotal Revenue	<u>\$1,054,083</u>	<u>\$956,405</u>	<u>\$956,405</u>	<u>\$956,405</u>	<u>\$0</u>
Total Revenue	\$31,826,495	\$35,816,578	\$35,816,578	\$35,816,578	\$0
Transfers In:					
General Fund (001) ²	<u>\$1,559,549</u>	<u>\$0</u>	<u>\$1,722,908</u>	<u>\$1,722,908</u>	<u>\$0</u>
Total Transfers In	\$1,559,549	\$0	\$1,722,908	\$1,722,908	\$0
Total Available	\$62,408,205	\$62,979,618	\$64,326,796	\$64,326,796	\$0
Expenditures:					
Personnel Services	\$750,462	\$710,726	\$710,726	\$710,726	\$0
Operating Expenses ³	34,870,433	35,608,917	37,360,644	37,360,644	0
Capital Equipment	0	0	0	0	0
Total Expenditures	<u>\$35,620,895</u>	<u>\$36,319,643</u>	<u>\$38,071,370</u>	<u>\$38,071,370</u>	<u>\$0</u>
Total Disbursements	\$35,620,895	\$36,319,643	\$38,071,370	\$38,071,370	\$0
Ending Balance	\$26,787,310	\$26,659,975	\$26,255,426	\$26,255,426	\$0
Tipping Fee Reserve ⁴	\$1,500,000	\$1,500,000	\$1,500,000	\$1,500,000	\$0
Rate Stabilization Reserve ⁵	10,000,000	10,000,000	10,000,000	10,000,000	0
Operations and Maintenance Reserve ⁶	15,287,310	15,159,975	14,755,426	14,755,426	0
Unreserved Ending Balance	\$0	\$0	\$0	\$0	\$0
Disposal Rate/Ton	\$32/Ton	\$31/ton	\$31/ton	\$31/ton	

¹ Miscellaneous Revenue is generated by the excess amount that Covanta Fairfax, Inc. (CFI) charges for the disposal of Supplemental Waste.

² The General Fund Transfer offsets Covanta's tax liability to Fairfax County. This expenditure and the offsetting General Fund Transfer support was funded for FY 2010 as part of the *FY 2009 Carryover Review*.

³ In order to account for revenues and expenditures in the proper fiscal year, an audit adjustment in the amount of \$1,830,016 has been reflected as an increase to FY 2009 expenditures to reflect the accrual of expenditures associated with the reimbursement of tipping fees from Covanta. The audit adjustment has been included in the FY 2009 Comprehensive Annual Financial Report (CAFR).

⁴ The Tipping Fee Reserve is used to buffer against sharp annual changes in tip 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.

⁵ The Rate Stabilization Reserve is used to buffer against a long term adjustment to tipping fees.

⁶ 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 of the improvements.