

# FUND STATEMENT

## Fund Type G10, Special Revenue Funds

## Fund 110, Refuse Disposal

|                               | FY 2001<br>Estimate | FY 2001<br>Actual   | Increase<br>(Decrease)<br>(Col. 2-1) | FY 2002<br>Adopted<br>Budget Plan | FY 2002<br>Revised<br>Budget Plan | Increase<br>(Decrease)<br>(Col. 5-4) |
|-------------------------------|---------------------|---------------------|--------------------------------------|-----------------------------------|-----------------------------------|--------------------------------------|
| <b>Beginning Balance</b>      | <b>\$3,465,629</b>  | <b>\$3,465,629</b>  | <b>\$0</b>                           | <b>\$1,685,511</b>                | <b>\$5,608,796</b>                | <b>\$3,923,285</b>                   |
| Revenue:                      |                     |                     |                                      |                                   |                                   |                                      |
| Interest on Investment        | \$106,280           | \$637,438           | \$531,158                            | \$93,984                          | \$93,984                          | \$0                                  |
| Refuse Disposal Revenue:      |                     |                     |                                      |                                   |                                   |                                      |
| Private Collectors            | \$20,673,394        | \$22,086,721        | \$1,413,327                          | \$20,790,932                      | \$20,790,932                      | \$0                                  |
| Cities and Towns <sup>1</sup> | 781,252             | 853,700             | 72,448                               | 781,252                           | 781,252                           | 0                                    |
| County Collection             | 2,023,340           | 2,279,968           | 256,628                              | 1,880,948                         | 1,880,948                         | 0                                    |
| Treatment Plants              | 118,014             | 169,739             | 51,725                               | 118,014                           | 118,014                           | 0                                    |
| County Agency Routes          | 355,742             | 335,233             | (20,509)                             | 382,330                           | 382,330                           | 0                                    |
| Other Agencies                | 249,662             | 161,522             | (88,140)                             | 249,662                           | 249,662                           | 0                                    |
| SWRRC Program                 | 34,510              | 26,696              | (7,814)                              | 32,776                            | 32,776                            | 0                                    |
| Non Fairfax County            | 1,223,055           | 447,329             | (775,726)                            | 0                                 | 0                                 | 0                                    |
| Citizens' Disposal Facilities | 1,021,250           | 1,927,005           | 905,755                              | 1,223,055                         | 1,223,055                         | 0                                    |
| Debris                        | 505,920             | 791,161             | 285,241                              | 2,473,250                         | 2,473,250                         | 0                                    |
| Supplemental Market           | 585,000             | 632,691             | 47,691                               | 585,000                           | 585,000                           | 0                                    |
| Subtotal                      | \$27,571,139        | \$29,711,765        | \$2,140,626                          | \$28,517,219                      | \$28,517,219                      | \$0                                  |
| Other Revenue:                |                     |                     |                                      |                                   |                                   |                                      |
| Brush                         | \$582,500           | \$307,223           | (\$275,277)                          | \$957,500                         | \$957,500                         | \$0                                  |
| Yard Waste                    | 1,294,720           | 1,226,858           | (67,862)                             | \$1,321,000                       | \$1,321,000                       | 0                                    |
| Tires                         | 0                   | 0                   | 0                                    | 157,500                           | 157,500                           | 0                                    |
| Subtotal                      | \$1,877,220         | \$1,534,081         | (\$343,139)                          | \$2,436,000                       | \$2,436,000                       | \$0                                  |
| Miscellaneous Revenue:        |                     |                     |                                      |                                   |                                   |                                      |
| White Goods                   | \$200,000           | \$216,800           | \$16,800                             | \$200,000                         | \$200,000                         | \$0                                  |
| Sale of Equipment             | 78,000              | 21,516              | (56,484)                             | 138,150                           | 138,150                           | 0                                    |
| Licensing Fees                | 24,000              | 35,819              | 11,819                               | 24,000                            | 24,000                            | 0                                    |
| Miscellaneous                 | 279,948             | 359,699             | 79,751                               | 381,845                           | 381,845                           | 0                                    |
| Subtotal                      | \$581,948           | \$633,834           | \$51,886                             | \$743,995                         | \$743,995                         | \$0                                  |
| Total Revenue                 | \$30,136,587        | \$32,517,118        | \$2,380,531                          | \$31,791,198                      | \$31,791,198                      | \$0                                  |
| Transfers In: <sup>1</sup>    |                     |                     |                                      |                                   |                                   |                                      |
| ERR Facility (112)            | \$5,460,375         | \$5,460,375         | \$0                                  | \$0                               | \$0                               | \$0                                  |
| General Fund (001)            | 0                   | 0                   | 0                                    | 5,500,000                         | 5,500,000                         | 0                                    |
| Total Transfers In            | \$5,460,375         | \$5,460,375         | \$0                                  | \$5,500,000                       | \$5,500,000                       | \$0                                  |
| <b>Total Available</b>        | <b>\$39,062,591</b> | <b>\$41,443,122</b> | <b>\$2,380,531</b>                   | <b>\$38,976,709</b>               | <b>\$42,899,994</b>               | <b>\$3,923,285</b>                   |
| Expenditures:                 |                     |                     |                                      |                                   |                                   |                                      |
| Personnel Services            | \$6,785,460         | \$6,832,927         | \$47,467                             | \$7,198,700                       | \$7,198,700                       | \$0                                  |
| Operating Expenses            | 28,943,782          | 28,918,435          | (25,347)                             | 29,261,999                        | 29,261,999                        | 0                                    |
| Recovered Costs               | (332,785)           | (377,790)           | (45,005)                             | (372,689)                         | (372,689)                         | 0                                    |
| Capital Equipment             | 397,804             | 393,941             | (3,863)                              | 1,869,000                         | 1,869,000                         | 0                                    |
| Capital Projects              | 1,582,819           | 66,813              | (1,516,006)                          | 0                                 | 1,516,006                         | 1,516,006                            |
| Total Expenditures            | \$37,377,080        | \$35,834,326        | (\$1,542,754)                        | \$37,957,010                      | \$39,473,016                      | \$1,516,006                          |
| <b>Total Disbursements</b>    | <b>\$37,377,080</b> | <b>\$35,834,326</b> | <b>(\$1,542,754)</b>                 | <b>\$37,957,010</b>               | <b>\$39,473,016</b>               | <b>\$1,516,006</b>                   |
| <b>Ending Balance</b>         | <b>\$1,685,511</b>  | <b>\$5,608,796</b>  | <b>\$3,923,285</b>                   | <b>\$1,019,699</b>                | <b>\$3,426,978</b>                | <b>\$2,407,279</b>                   |

# FUND STATEMENT

## Fund Type G10, Special Revenue Funds

## Fund 110, Refuse Disposal

|                                    | FY 2001<br>Estimate  | FY 2001<br>Actual | Increase<br>(Decrease)<br>(Col. 2-1) | FY 2002<br>Adopted<br>Budget Plan | FY 2002<br>Revised<br>Budget Plan | Increase<br>(Decrease)<br>(Col. 5-4) |
|------------------------------------|----------------------|-------------------|--------------------------------------|-----------------------------------|-----------------------------------|--------------------------------------|
| Reserves:                          |                      |                   |                                      |                                   |                                   |                                      |
| Operating & Maintenance Reserve    | \$0                  | \$0               | \$0                                  | \$0                               | \$0                               | \$0                                  |
| Construction Reserve               | \$0                  | \$1,531,060       | \$1,531,060                          | \$0                               | \$0                               | \$0                                  |
| Equipment Reserve <sup>2</sup>     | 2,451,708            | 2,455,516         | 3,808                                | 424,393                           | 2,403,786                         | 1,979,393                            |
| Environmental Reserve <sup>3</sup> | 500,000              | 1,546,065         | 1,046,065                            | 500,000                           | 927,886                           | 427,886                              |
| PC Replacement Reserve             | 76,155               | 76,155            | 0                                    | 67,855                            | 67,855                            | 0                                    |
| <b>Unreserved Balance</b>          | <b>(\$1,342,352)</b> | <b>\$0</b>        | <b>\$1,342,352</b>                   | <b>\$27,451</b>                   | <b>\$27,451</b>                   | <b>\$0</b>                           |
| Disposal Rate/Ton <sup>4</sup>     | \$45.00              | \$45.00           | \$0.00                               | \$45.00                           | \$45.00                           | \$0.00                               |
| Contract Rate/Ton <sup>4</sup>     | \$34.00              | \$34.00           | \$0.00                               | \$34.00                           | \$37.95                           | \$3.95                               |

<sup>1</sup> Cited amounts have been transferred in FY 2000 and FY 2001 to Fund 110 to cover the revenue shortfalls for operational requirements. These transfers provided a subsidy allowing the County to continue to provide the level of service to specific refuse disposal programs that do not fully recover costs. Subsidized programs include the County's Recycling Program, the Household Hazardous Waste Program, and the Code Enforcement Program. The current fee structure for Fund 110 will not support these expenses in FY 2002. In FY 2002, a transfer from the General Fund will provide funding to maintain the competitiveness of the County's Solid Waste System in attracting and maintaining commercial waste, to provide for market fluctuations, and maintain the current level of service to the disposal customers.

<sup>2</sup> The Equipment Replacement 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 Equipment Replacement reserve, as are proceeds from the sale of equipment. The reserve requirement is based on a replacement schedule, comprised of yearly payments to the reserve, which is based on the useful life of the vehicle/equipment. The yearly estimated reserve amount includes the annual portion of the replacement cost for new vehicles/equipment, and continued contributions for previously acquired vehicles/equipment for which the replacement requirement has not been met.

<sup>3</sup> The Environmental Reserve provides contingency funds for future environmental control projects at the I-66 Transfer Station.

<sup>4</sup> 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 contractual agreement reduced the system disposal fee by \$9 from the FY 1999 Adopted Budget Plan level of \$45 per ton to \$36 per ton. The discounted contractual fee remained in effect through FY 2000 but was reduced to \$34 per ton at the start of FY 2001 to stay competitive with private operations. It should be noted that the approved system fee of \$45 remains in effect. A new contract rate of \$37.95/ton has been negotiated for FY 2002. The new rate was effective on July 1, 2001.