

FUND STATEMENT

Fund Type G40, Enterprise Funds

Fund 400, Sewer Revenue

	FY 2004 Actual	FY 2005 Adopted Budget Plan	FY 2005 Revised Budget Plan	FY 2005 Third Quarter Estimate	Increase (Decrease) (Col. 5-4)
Beginning Balance	\$133,848,787	\$70,032,963	\$70,329,786	\$70,329,786	\$0
Revenue:					
Lateral Spur Fees	\$32,400	\$20,000	\$20,000	\$20,000	\$0
Sales of Service	7,356,655	8,160,000	8,160,000	8,160,000	0
Availability Charges	33,772,123	33,429,000	33,429,000	33,429,000	0
Connection Charges	79,788	66,000	66,000	66,000	0
Sewer Service Charges	75,939,084	85,413,000	85,413,000	85,413,000	0
Delinquent Charges	25,426	100,000	100,000	100,000	0
Miscellaneous Revenue	99,459	200,000	200,000	200,000	0
Sale Surplus Property	51,019	94,000	94,000	94,000	0
Federal Aid ¹	117,163	0	0	0	0
Interest on Investments ²	1,571,390	572,512	572,512	572,512	0
Total Revenue	\$119,044,507	\$128,054,512	\$128,054,512	\$128,054,512	\$0
Transfers In:					
Sewer Bond Debt Reserve (406)	\$7,057,328	\$0	\$0	\$0	\$0
Sewer Bond Construction (408)	3,500,000	0	0	9,500,000	9,500,000
Total Transfers In	\$10,557,328	\$0	\$0	\$9,500,000	\$9,500,000
Total Available	\$263,450,622	\$198,087,475	\$198,384,298	\$207,884,298	\$9,500,000
Transfers Out:					
Sewer Operation and Maintenance (401)	\$69,640,262	\$72,596,080	\$72,596,080	\$72,596,080	\$0
Sewer Construction Improvements (402)	33,469,362	35,495,200	35,495,200	35,495,200	0
Sewer Bond Parity Debt Service (403)	68,702,004	6,695,912	6,695,912	7,490,532	794,620
Sewer Bond Subordinate Debt Service (407)	21,309,208	21,672,619	21,672,619	21,672,619	0
Sewer Bond Construction (408)	0	0	0	0	0
Total Transfers Out	\$193,120,836	\$136,459,811	\$136,459,811	\$137,254,431	\$794,620
Total Disbursements	\$193,120,836	\$136,459,811	\$136,459,811	\$137,254,431	\$794,620
Ending Balance³	\$70,329,786	\$61,627,664	\$61,924,487	\$70,629,867	\$8,705,380
Management Reserves:					
Operating and Maintenance Reserve ⁴	\$17,898,634	\$18,703,022	\$18,703,022	\$18,703,022	\$0
Nitrification Reserve ⁵	250,000	0	0	0	0
Future Debt Reserve ⁶	3,277,000	2,497,000	2,497,000	2,497,000	0
Total Reserves	\$21,425,634	\$21,200,022	\$21,200,022	\$21,200,022	\$0
Unreserved Balance	\$48,904,152	\$40,427,642	\$40,724,465	\$49,429,845	\$8,705,380

¹ Represents federal aid received for the reimbursement of Hurricane Isabel expenses in FY 2004.

² In order to account for revenues and expenditures in the proper fiscal year, an audit adjustment in the amount of \$230,632 has been reflected as an increase to FY 2004 revenues to properly record accrued interest. The audit adjustment has been included in the FY 2004 Comprehensive Annual Financial Report (CAFR). Details of the FY 2004 audit adjustments are included in the FY 2005 Third Quarter Package.

³ 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.

⁴ 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.

⁵ 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. Beginning in FY 2005, no funding is required since all future nitrification expenses were appropriated in Fund 402, Sewer Construction Improvements.

⁶ The Future Debt Reserve was established in anticipation of debt service reserve requirements for future treatment plant issues.