

FUND STATEMENT

Fund Type G10, Special Revenue Funds

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

	FY 2007 Actual	FY 2008 Adopted Budget Plan	FY 2008 Revised Budget Plan	FY 2008 Third Quarter Estimate	Increase (Decrease) (Col. 5-4)
Beginning Balance	\$20,694,378	\$19,154,087	\$26,087,297	\$26,087,297	\$0
Revenue:					
Disposal Revenue	\$37,425,135	\$35,979,498	\$35,979,498	\$35,979,498	\$0
Other Revenue:					
Interest on Investments	1,117,018	697,363	\$697,363	697,363	0
Miscellaneous ¹	104,470	100,000	100,000	100,000	0
Subtotal Revenue	\$1,221,488	\$797,363	\$797,363	\$797,363	\$0
Total Revenue ²	\$38,646,623	\$36,776,861	\$36,776,861	\$36,776,861	\$0
Transfers In:					
General Fund (001) ³	\$1,365,637	\$0	\$1,491,162	\$1,491,162	\$0
Total Transfers In	\$1,365,637	\$0	\$1,491,162	\$1,491,162	\$0
Total Available	\$60,706,638	\$55,930,948	\$64,355,320	\$64,355,320	\$0
Expenditures:					
Personnel Services	\$610,135	\$666,197	\$666,197	\$712,406	\$46,209
Operating Expenses	33,996,379	39,907,419	39,907,419	39,861,210	(46,209)
Capital Equipment	12,827	0	0	0	0
Total Expenditures ²	\$34,619,341	\$40,573,616	\$40,573,616	\$40,573,616	\$0
Total Disbursements	\$34,619,341	\$40,573,616	\$40,573,616	\$40,573,616	\$0
Ending Balance	\$26,087,297	\$15,357,332	\$23,781,704	\$23,781,704	\$0
Tipping Fee Reserve	\$1,500,000	\$1,500,000	\$1,500,000	\$1,500,000	\$0
Rate Stabilization Reserve ⁴	14,019,239	8,525,166	10,232,099	10,232,099	0
Operations and Maintenance Reserve ⁵	10,568,058	5,332,166	12,049,605	12,049,605	0
Unreserved Ending Balance	\$0	\$0	\$0	\$0	\$0
Disposal Rate/Ton	\$33/Ton	\$33/Ton	\$33/Ton	\$33/Ton	\$0

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

² In order to account for revenues and expenditures in the proper fiscal year, total audit adjustments of \$3,078,808 have been made to revenues, and audit adjustments of (\$335,058) have been made to expenditures, resulting in a net increase of \$3,413,866 to fund balance. An audit adjustment in the amount of \$6,362 has been included as an increase to reflect the actual interest on investments, an audit adjustment in the amount of \$3,072,446 has been included as an increase to properly reflect disposal revenue accruals and an audit adjustment in the amount of \$335,058 has been included to reflect an expenditure credit for reimbursement of fees due. These audit adjustments have been included in the FY 2007 Comprehensive Annual Financial Report (CAFR).

³ The General Fund Transfer offsets Covanta's tax liability to Fairfax County.

⁴ The Rate Stabilization Reserve is used to buffer against sharp annual changes in tip fees. Potentially sharp 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 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.