

FUND STATEMENT

Fund Type G10, Special Revenue Funds Fund 112, Energy/Resource Recovery Facility (E/RRF)

	FY 2010 Estimate	FY 2010 Actual	Increase (Decrease) (Col. 2-1)	FY 2011 Adopted Budget Plan	FY 2011 Revised Budget Plan	Increase (Decrease) (Col. 5-4)
Beginning Balance	\$26,787,310	\$26,787,307	(\$3)	\$26,255,426	\$24,826,645	(\$1,428,781)
Revenue:						
Disposal Revenue ¹	\$34,860,173	\$29,978,605	(\$4,881,568)	\$33,635,000	\$31,514,056	(\$2,120,944)
Other Revenue:						
Interest on Investments	506,405	142,062	(364,343)	218,508	218,508	0
Miscellaneous ²	450,000	449,252	(748)	500,000	500,000	0
Subtotal Other Revenue	<u>\$956,405</u>	<u>\$591,314</u>	<u>(\$365,091)</u>	<u>\$718,508</u>	<u>\$718,508</u>	<u>\$0</u>
Total Revenue	\$35,816,578	\$30,569,919	(\$5,246,659)	\$34,353,508	\$32,232,564	(\$2,120,944)
Transfers In:						
General Fund (001) ³	\$1,722,908	\$1,722,908	\$0	\$0	\$1,745,506	\$1,745,506
Total Transfers In	<u>\$1,722,908</u>	<u>\$1,722,908</u>	<u>\$0</u>	<u>\$0</u>	<u>\$1,745,506</u>	<u>\$1,745,506</u>
Total Available	\$64,326,796	\$59,080,134	(\$5,246,662)	\$60,608,934	\$58,804,715	(\$1,804,219)
Expenditures:						
Personnel Services	\$710,726	\$714,619	\$3,893	\$734,811	\$734,811	\$0
Operating Expenses ³	37,360,644	33,538,870	(3,821,774)	31,204,598	33,008,205	1,803,607
Capital Equipment	0	0	0	36,500	36,500	0
Total Expenditures	<u>\$38,071,370</u>	<u>\$34,253,489</u>	<u>(\$3,817,881)</u>	<u>\$31,975,909</u>	<u>\$33,779,516</u>	<u>\$1,803,607</u>
Total Disbursements	\$38,071,370	\$34,253,489	(\$3,817,881)	\$31,975,909	\$33,779,516	\$1,803,607
Ending Balance	\$26,255,426	\$24,826,645	(\$1,428,781)	\$28,633,025	\$25,025,199	(\$3,607,826)
Tipping Fee Reserve ⁴	\$1,500,000	\$1,500,000	\$0	\$1,500,000	\$1,500,000	\$0
Rate Stabilization Reserve ⁵	10,000,000	10,000,000	0	10,000,000	10,000,000	0
Operations and Maintenance Reserve ⁶	14,755,426	13,326,645	(1,428,781)	17,133,025	13,525,199	(3,607,826)
Unreserved Ending Balance	\$0	\$0	\$0	\$0	\$0	\$0
Disposal Rate/Ton ¹	\$31/ton	\$31/ton	\$0/ton	\$31/ton	\$29/ton	(\$2)/ton

¹ Reduced waste generation resulting from current economic conditions have reduced current market rates for waste disposal. The County reduced the rate for use of the resource recovery facility from \$31 to \$29 per ton to reflect current market conditions. Fund 112 will be able to absorb this reduction through the use of its reserves.

² Miscellaneous Revenue is generated by the excess amount that Covanta Fairfax, Inc. (CFI) charges for the disposal of Supplemental Waste.

³ The General Fund Transfer offsets Covanta's tax liability to Fairfax County. This expenditure and the offsetting General Fund Transfer support are funded for FY 2011 as part of the FY 2010 Carryover Review.

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 tip 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.