

FUND STATEMENT

Fund Type G10, Special Revenue Funds

Fund 110, Refuse Disposal

	FY 2011 Actual	FY 2012 Adopted Budget Plan	FY 2012 Revised Budget Plan	FY 2012 Third Quarter Estimate	Increase (Decrease) (Col. 5-4)
Beginning Balance	\$13,787,425	\$9,581,995	\$15,314,608	\$15,314,608	\$0
Revenue:					
Interest on Investment	\$56,453	\$85,310	\$85,310	\$85,310	\$0
Refuse Disposal Revenue ¹	48,459,119	49,370,937	49,370,937	49,370,937	0
Miscellaneous Revenue:					
White Goods	\$835,396	\$900,000	\$900,000	900,000	0
Rent of Equipment, Space	301,255	282,000	282,000	282,000	0
Sale of Equipment	172,722	365,000	365,000	365,000	0
Licensing Fees	69,120	66,000	66,000	66,000	0
Federal Emergency Assistance	27,706	0	0	0	0
Miscellaneous	280,763	173,000	173,000	173,000	0
Subtotal Miscellaneous Revenue	\$1,686,962	\$1,786,000	\$1,786,000	\$1,786,000	\$0
Total Revenue	\$50,202,534	\$51,242,247	\$51,242,247	\$51,242,247	\$0
Total Available	\$63,989,959	\$60,824,242	\$66,556,855	\$66,556,855	\$0
Expenditures:					
Personnel Services	\$10,007,328	\$10,254,021	\$10,368,874	\$10,368,874	\$0
Operating Expenses ¹	35,301,005	39,002,450	39,281,328	39,281,328	0
Capital Equipment	1,586,725	2,677,000	3,760,510	3,760,510	0
Recovered Costs	(630,190)	(688,840)	(688,840)	(688,840)	0
Capital Projects ²	2,410,483	0	1,766,594	1,766,594	0
Total Expenditures	\$48,675,351	\$51,244,631	\$54,488,466	\$54,488,466	\$0
Total Disbursements	\$48,675,351	\$51,244,631	\$54,488,466	\$54,488,466	\$0
Ending Balance³	\$15,314,608	\$9,579,611	\$12,068,389	\$12,068,389	\$0
Reserves:					
Equipment Reserve ⁴	\$2,049,038	\$1,835,918	\$1,835,918	\$1,835,918	\$0
Operating and Maintenance Reserve ⁵	4,052,119	2,495,110	5,107,848	5,107,848	0
Environmental Reserve	2,000,000	2,000,000	2,000,000	2,000,000	0
Construction Reserve ⁶	5,052,184	3,183,730	3,059,770	3,059,770	0
PC Replacement Reserve	85,634	64,853	64,853	64,853	0
Unreserved Balance	\$2,075,633	\$0	\$0	\$0	\$0
System Disposal Rate/Ton ⁷	\$60	\$60	\$60	\$60	\$0
Discounted Disposal Rate/Ton ⁸	\$55	\$53	\$53	\$53	\$0

¹ In order to account for revenues and expenditures in the proper fiscal year, an audit adjustment in the amount of \$160,679.37 has been reflected as an increase to FY 2011 Refuse Disposal revenue and an audit adjustment in the amount of \$148,358.62 has been reflected as a decrease in expenditures primarily to reflect the recording of revenue and expenditures from the waste exchange with Prince William County. These audit adjustments have been included in the FY 2011 Comprehensive Annual Financial Report (CAFR). Details of the audit adjustments are included in the FY 2012 Third Quarter package.

² In order to account for revenues and expenditures in the proper fiscal year, an audit adjustment in the amount of \$123,960.00 has been reflected as a decrease to FY 2011 expenditures due to expenditure accruals. This impacts the amount carried forward and results in an increase of \$123,960.00 to the *FY 2012 Revised Budget Plan*. The project affected by this adjustment is Project 174007, Workers Facility. These audit adjustments have been included in the FY 2011 Comprehensive Annual Financial Report (CAFR). Details of the audit adjustments are included in the FY 2012 Third Quarter package.

³ Ending balance fluctuations are a result of operating and revenue requirements that change annually. Funding is carried forward each fiscal year to provide flexibility given the uncertainty of market conditions, tipping fee negotiations, and expenditure requirements.

⁴ The Equipment 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. Reserve needs are calculated based on individual vehicle age, anticipated retirement date, and anticipated replacement value.

⁵ The Operating and Maintenance Reserve provides funds to react to unanticipated events such as significant changes in waste quantities, increases in contract disposal rates at composting facilities and landfills, increases in fuel costs, significant reductions in revenues, etc. The reserve also acts as a rate stabilization reserve, allowing smooth transition to rate changes minimizing the impact on customers.

⁶ The Construction Reserve provides for future improvements at the I-66 Transfer Station. A need for the renovation of the existing permit and receiving center at the I-66 Transfer Station has been identified. The building was opened in January 1983. The renovation work will include repairs and modifications to the HVAC system, replacement of the motor control center, remodeling of bathroom and locker room facilities, remodeling and modifications to the existing scale house, and remodeling of other existing offices, hallways, and common areas to meet the present needs and building codes. The scoping and preliminary design phase will begin in FY 2012 and construction work is anticipated to commence in FY 2013.

⁷ The FY 2012 System Disposal rate is projected to remain at \$60 per ton subject to market conditions.

⁸ 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 FY 2012 System Disposal rate is expected to remain the same at \$53 per ton.