

# FUND STATEMENT

## Fund 40140, Refuse Collection and Recycling Operations

	FY 2016 Actual	FY 2017 Adopted Budget Plan	FY 2017 Revised Budget Plan	FY 2017 Third Quarter Estimate	Increase (Decrease) (Col. 5-4)
<b>Beginning Balance</b>	\$10,108,717	\$7,848,907	\$10,674,070	\$10,674,070	\$0
Revenue:					
Interest on Investments	\$39,539	\$12,013	\$12,013	\$12,013	\$0
Refuse Collection Fees <sup>1</sup>	16,396,019	16,118,644	16,118,644	16,118,644	0
Refuse Disposal Fees <sup>2</sup>	977,388	1,345,000	1,345,000	0	(1,345,000)
Sale of Assets and Recyclables	285,663	215,210	215,210	215,210	0
Miscellaneous Revenues	83,303	82,780	82,780	82,780	0
Charges for Services	179,967	320,657	320,657	320,657	0
Replacement Reserve Fees	184,475	540,315	540,315	540,315	0
State Litter Funds	129,453	128,034	128,034	128,034	0
<b>Total Revenue</b>	\$18,275,807	\$18,762,653	\$18,762,653	\$17,417,653	(\$1,345,000)
<b>Total Available</b>	\$28,384,524	\$26,611,560	\$29,436,723	\$28,091,723	(\$1,345,000)
Expenditures:					
Personnel Services	\$10,242,768	\$11,333,845	\$11,333,845	\$11,333,845	\$0
Operating Expenses <sup>2</sup>	8,574,017	9,000,000	9,131,494	8,541,213	(590,281)
Recovered Costs <sup>2</sup>	(1,914,111)	(1,631,805)	(1,631,805)	(82,966)	1,548,839
Capital Equipment	248,383	590,000	1,036,418	1,036,418	0
Capital Projects	11,397	0	801,915	801,915	0
<b>Total Expenditures</b>	\$17,162,454	\$19,292,040	\$20,671,867	\$21,630,425	\$958,558
Transfers Out:					
General Fund (10001) <sup>3</sup>	\$548,000	\$548,000	\$548,000	\$548,000	\$0
<b>Total Transfers Out</b>	\$548,000	\$548,000	\$548,000	\$548,000	\$0
<b>Total Disbursements</b>	\$17,710,454	\$19,840,040	\$21,219,867	\$22,178,425	\$958,558
<b>Ending Balance<sup>4</sup></b>	\$10,674,070	\$6,771,520	\$8,216,856	\$5,913,298	(\$2,303,558)
Construction and Infrastructure Reserve <sup>5</sup>	\$487,158	\$346,695	\$1,069,363	\$1,069,363	\$0
Rate Stabilization Reserve <sup>6</sup>	1,955,928	1,390,881	1,390,881	1,981,162	590,281
Capital Equipment Reserve <sup>7</sup>	4,027,361	3,402,348	3,402,348	1,853,509	(1,548,839)
Operating Reserve <sup>8</sup>	4,203,623	1,631,596	2,354,264	1,009,264	(1,345,000)
<b>Unreserved Balance</b>	\$0	\$0	\$0	\$0	\$0

<b>Levy per Household Unit<sup>1</sup></b>	\$345/Unit	\$345/Unit	\$345/Unit	\$345/Unit	\$0
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<sup>1</sup> The FY 2017 levy/collection fee per household unit is set at \$345 per unit. The vast majority of these fees are collected as a separate levy included on the Real Estate Tax bill. Approximately 451 units must be billed directly by the agency.

<sup>2</sup> After a thorough analysis of the relationship between Operating Expenses and Recovered Costs within the various SWMP funds, starting as part of the FY 2018 Advertised Budget Plan the only charge for administrative overhead costs within the SWMP funds will be incurred in Fund 40130, Leaf Collection, from Fund 40140, Refuse Collection and Recycling Operations, and Fund 40150, Refuse Disposal. This is due to Fund 40130, Leaf Collection, having no full time merit positions and thus a charge for administrative support from the other funds is warranted. In previous years, all SWMP funds billed one another for overhead charges, resulting in largely offsetting amounts of Operating Expenses and Recovered Costs. It should be noted that appropriate administrative overhead costs from outside the SWMP funds (from Agency 25, Business Planning and Support) will be divided between the SWMP funds on a proportional basis. To be consistent with the changes made in the FY 2018 Advertised Budget Plan, similar FY 2017 adjustments are necessary, and are being included as part of the FY 2017 Third Quarter package.

<sup>3</sup> FY 2017 funding in the amount of \$548,000 is transferred to the General Fund to partially offset central support services supported by the General Fund, which benefit Fund 40140. These indirect costs include support services such as Human Resources, Purchasing, Budget and other administrative services.

<sup>4</sup> 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 and expenditure requirements.

<sup>5</sup> The Construction and Infrastructure Reserve funds emergency repairs necessary at the Newington Solid Waste Facility.

<sup>6</sup> The Rate Stabilization Reserve provides funds to mitigate against any need for an unusually large rate increase in a future year.

<sup>7</sup> The Capital Equipment Reserve consolidates the Collection Equipment Reserve, Recycling Equipment Reserve and Residential/General Equipment Reserve and is for future capital equipment requirements based on replacement value and age of equipment.

<sup>8</sup> The Operating Reserve consolidates the Wheeled Container Reserve and PC Replacement Reserve and is for the purchase/replacement of single-stream recycling and trash collection containers for sanitary district customers, the timely replacement of obsolete computer equipment and other operating requirements.