

## FUND STATEMENT

### Fund 40170, I-95 Refuse Disposal

	FY 2017 Actual	FY 2018 Adopted Budget Plan	FY 2018 Revised Budget Plan	FY 2018 Third Quarter Estimate	Increase (Decrease) (Col. 5-4)
<b>Beginning Balance</b>	<b>\$36,694,304</b>	<b>\$26,030,137</b>	<b>\$33,050,773</b>	<b>\$33,050,773</b>	<b>\$0</b>
Revenue:					
Interest on Investments	\$203,475	\$59,256	\$59,256	\$59,256	\$0
Refuse Disposal Revenue <sup>1,2</sup>	6,087,753	8,698,500	8,698,500	4,981,756	(3,716,744)
Other Revenue:					
Fees, Landfill Permit	0	7,200	7,200	7,200	0
Sale of Equipment	30,090	330,000	330,000	330,000	0
Miscellaneous Revenue	213,489	204,000	204,000	204,000	0
Subtotal	\$243,579	\$541,200	\$541,200	\$541,200	\$0
Total Revenue	\$6,534,807	\$9,298,956	\$9,298,956	\$5,582,212	(\$3,716,744)
<b>Total Available</b>	<b>\$43,229,111</b>	<b>\$35,329,093</b>	<b>\$42,349,729</b>	<b>\$38,632,985</b>	<b>(\$3,716,744)</b>
Expenditures:					
Personnel Services	\$3,525,598	\$3,916,795	\$3,916,795	\$3,916,795	\$0
Operating Expenses	2,521,283	3,302,079	3,424,773	3,424,773	0
Capital Equipment	569,298	850,000	1,239,773	1,239,773	0
Capital Projects	3,376,159	2,550,000	6,847,532	6,847,532	0
Total Expenditures	\$9,992,338	\$10,618,874	\$15,428,873	\$15,428,873	\$0
Transfers Out:					
General Fund (10001) <sup>3</sup>	\$186,000	\$186,000	\$186,000	\$186,000	\$0
Total Transfers Out	\$186,000	\$186,000	\$186,000	\$186,000	\$0
<b>Total Disbursements</b>	<b>\$10,178,338</b>	<b>\$10,804,874</b>	<b>\$15,614,873</b>	<b>\$15,614,873</b>	<b>\$0</b>
<b>Ending Balance<sup>4</sup></b>	<b>\$33,050,773</b>	<b>\$24,524,219</b>	<b>\$26,734,856</b>	<b>\$23,018,112</b>	<b>(\$3,716,744)</b>
Reserves					
Active Cell Closure Liability Reserve <sup>5</sup>	\$257,165	\$143,915	\$143,915	\$0	(\$143,915)
Environmental Reserve <sup>6</sup>	1,000,000	100,000	100,000	0	(100,000)
Operating Reserve <sup>7</sup>	575,802	80,304	273,135	0	(273,135)
Capital Equipment Reserve <sup>8</sup>	200,000	200,000	200,000	0	(200,000)
Post-Closure Reserve <sup>9</sup>	31,017,806	24,000,000	26,017,806	23,018,112	(2,999,694)
<b>Unreserved Ending Balance</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
Disposal Fee/Ton <sup>10</sup>	\$25.50	\$25.50	\$25.50	\$25.50	\$0.00

<sup>1</sup> In order to account for revenues in the proper fiscal year, audit adjustments have been reflected as an increase of \$17,805.85 in FY 2017 revenues to accurately record additional revenue received. This impacts the amount carried forward and results in an increase of \$17,805.85 to the *FY 2018 Revised Budget Plan*. This audit adjustment was included in the 2017 Comprehensive Annual Financial Report (CAFER). Details of the audit adjustment are included in the FY 2018 Third Quarter Package.

<sup>2</sup> The FY 2018 Third Quarter Estimate is lower due to the loss of six months of ash disposal and ash hauling revenues as a result of the Covanta fire.

<sup>3</sup> Funding in the amount of \$186,000 is transferred to the General Fund to partially offset central support services supported by the General Fund which benefit Fund 40170. 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 Active Cell Closure Liability Reserve is necessary for the closure of active disposal cells of the Ashfill and is necessary for ashfilling activities to progress in accord with state requirements.

<sup>6</sup> The Environmental Reserve assures that the County has funds to implement, or at least start to implement, unplanned actions to protect the environment or meet regulatory requirements. Specific examples of future environmental projects are likely to include: Landfill Gas Control Projects, Stormwater Management, Wastewater (Leachate) Management, and Groundwater protective measures.

<sup>7</sup> The Operating Reserve is used for the timely replacement of obsolete computer equipment, unanticipated operating expenditures and fluctuations in revenues.

<sup>8</sup> The Capital Equipment Reserve provides for the timely replacement of equipment required to operate the I-95 Ashfill. Funds are transferred from Ash Disposal Revenue to equipment reserve as are proceeds from the sale of equipment. The reserve requirement is based on a replacement schedule composed of yearly payments to the reserve, which are based on the useful life of the equipment and vehicles.

<sup>9</sup> The Post-Closure Reserve is required for a 30-year period after the ashfill closes and is mandated by federal and state regulations. The projected reserve of \$23.0 million for FY 2018 represents 51.2 percent of the estimated requirement of \$44.9 million and is not sufficient to cover all identified costs. Additional funds will be set aside in future years.

<sup>10</sup> The FY 2018 ash disposal fee is \$25.50 per ton to provide adequate funding for operations and capital projects and maintain acceptable Post-Closure reserves.