

Below, please find the Solid Waste fund budget performance for the previous two fiscal years. Budget performance results are impacted by various factors. Material variances between budgeted and experienced revenue include an unanticipated rebound in the recycling market and negative investment income. The variances in expenditure experience were primarily due to reduced fleet repairs, a suspension of the OPEB/Pension Funding policy,(due to COVID), pending receipt of equipment purchases, and lower than anticipated tip fees and contract costs.

As of June 30, 2022, the Solid Waste Fund reported an unrestricted fund balance of \$19.4M. The increase in unrestricted fund balance is primarily due to non-operating credits related to OPEB financial adjustments and a change in the Landfill Liability (\$4.5M). The Liability is the Net Present (NPV) using the 30-year Treasury Note. An adjustment to that liability is calculated and made each year. An increasing interest rate market, results in a credit to the existing liability.

Best practices indicate budget performance should reflect an annual operating revenue at or above annual expenditure experience. This is reflected in the Operating Net line of the table and is a practice that we continue to follow in our budgeting process. The financial model, which includes FY 23 anticipated experience, utilized to develop the FY 24-25 budget, is currently being assembled incorporating impending contract, equipment, and market changes.

	FY 2021			FY 2022		
	Budget	Actual	Variance	Budget	Actual	Variance
Revenues						
Solid Waste Millage	\$14.2	\$14.2	\$0	\$14.7	\$14.7	\$0
Recycling Processing Credit	.2	.6	.4	0	1.2	1.2
Commercial Waste Collection	3.2	2.6	(.6)	2.6	2.9	.3
All Other	1.1	.7	(.4)	0.7	(.2)	(.9)
Total Revenues	\$18.7	\$18.1	(\$.6)	\$18.0	\$18.6	.6
Expenses						
Waste	\$6.5	\$6.8	(\$.3)	\$6.3	\$5.7	\$.6
Material Recovery	5.8	4.7	1.1	6.4	5.6	.7
Compost	1.9	1.2	.7	1.3	1.2	.2
Depreciation	.9	.9	0	.9	.9	0
Other Operating Expenses	3.3	5.0	(1.7)	4.5	4.2	.3
Total Operating Expenses	\$18.4	\$18.6	(.2)	\$19.4	\$17.6	\$1.8
Operating Net		(\$.5)			\$1.0	
Non-Operating Expenditures:						
Landfill Liability Adjustment (CR)		-\$2.2			-\$.8	
OPEB/Pension Adjustments (CR)		- .7			-3.4	
Capital Asset/Accrued Ly Adj.(CR)		-1.0			-1.2	
Total Non-Operating Expenses:		(\$3.9)			(\$5.4)	
Unrestricted Fund Balance		\$12.9			\$19.3	