

	2019	2020		2021	Budget vs Budget Higher / (Lower)	
	Actual	Forecast	Budget	Budget		
Operating Revenues						
Household containers	\$6,929,127	\$9,548,063	\$9,061,528	\$9,475,000	\$413,472	5%
Commercial containers	113,025	159,340	136,000	155,000	19,000	14%
Tipping fees	4,549,578	4,606,549	4,208,260	4,440,000	231,740	6%
Special waste	89,338	102,099	82,800	87,800	5,000	6%
Outside district waste	640,603	665,569	422,500	415,500	(7,000)	(2%)
Outside district recycling	0	0	0	200,000	200,000	0%
Landfill gas	121,366	170,986	138,000	175,000	37,000	27%
Thrift store	51,379	77,408	85,000	100,000	15,000	18%
Recycled compost/mulch	222,611	209,237	176,000	212,000	36,000	20%
Recycled landfill	62,537	61,684	65,500	66,001	501	1%
Recycled material recovery facility	8,813	233,259	673,500	1,552,205	878,705	130%
Permits/Fees & other	42,029	37,790	16,344	11,344	(5,000)	(31%)
Total Operating Revenues	12,830,405	15,871,986	15,065,432	16,889,850	1,824,418	12%
Operating Expenses						
Personnel	3,276,708	3,597,250	4,640,804	5,693,727	1,052,923	23%
Temporary labor	302,519	309,946	471,000	506,000	35,000	7%
Supplies	859,058	901,428	1,058,204	1,169,682	111,478	11%
Environmental testing	111,866	168,726	115,000	133,005	18,005	16%
Utilities	242,909	267,082	399,536	490,120	90,584	23%
Maintenance	762,496	1,021,597	1,031,833	1,294,857	263,024	25%
Transportation/Waste disposal	0	210,000	630,000	1,875,519	1,245,519	198%
Memberships/Subscriptions	19,475	15,240	22,611	25,020	2,409	11%
Telephone/Communications	37,803	45,464	53,340	59,640	6,299	12%
Permits/Fees	77,917	65,629	64,940	64,940	0	0%
Insurance	119,944	110,093	297,948	80,075	(217,873)	(73%)
Training/Travel	101,629	109,918	136,470	141,300	4,830	4%
Professional services	282,396	132,516	187,980	222,980	35,000	19%
Community outreach	43,966	50,546	36,000	75,000	39,000	108%
Bank fees	53,088	55,191	43,460	54,450	10,990	25%
Bad debts	(9,912)	9,888	10,000	10,000	0	0%
Closure/Post closure	2,089,780	433,822	490,000	450,000	(40,000)	(8%)
Depreciation	2,500,104	2,774,023	2,982,000	4,955,000	1,973,000	66%
Total Operating Expenses	10,871,746	10,278,355	12,671,127	17,301,315	4,630,188	37%
Net-Operating Income (Loss)	1,958,659	5,593,630	2,394,305	(411,465)	(2,805,770)	(117%)
Non-Operating Revenues (Expenses)						
Interest	653,591	718,459	470,200	426,000	(44,200)	(9%)
Gain or loss on sales of assets	282,948	149,739	203,000	450,000	247,000	122%
Bond interest/expense	(468,335)	(485,509)	(821,600)	(601,844)	219,756	(27%)
Total Non-Operating Revenues (Expenses)	468,204	382,689	(148,400)	274,156	422,556	(285%)
Special / Extraordinary Items						
Special/Extraordinary items	0	72,956	0	0	0	0%
Net Position						
Change in net position	2,426,864	5,903,363	2,245,905	(137,308)	(2,383,214)	(106%)
Total Net Position	\$2,426,864	\$5,903,363	\$2,245,905	(\$137,308)	(\$2,383,214)	(106%)

APPLICATION OF FUNDS
Fiscal Year Ending June 30, 2021

Title 9, Application of Funds, of the District Code requires the Administrative Control Board set by resolution, as part of the annual budgeting process, minimum fund balances to be maintained within the system of funds and accounts for the financial management of the District.

Revenue Fund

Operating Account **\$3,000,000**

The District may establish an amount of working capital reasonably required for efficient operation and maintenance of the System, which amount shall be not less than an amount reasonably estimated to pay the Operation and Maintenance Costs of the System for three calendar months.

Cash Operation and Maintenance Costs budgeted for the 2021 Fiscal Year are \$11,851,315. Three months operation and maintenance reserves are therefore \$2,962,829.

Debt Service Fund

Bond Accounts **\$0**

The District recently issued the 2019 Series Solid Waste Management Revenue Bonds which do not require a debt service fund.

Capital Projects Fund

Landfill Closure Account **\$5,900,000**

The Landfill Closure Account shall be a special trust account held by the Utah State Treasurer in accordance with regulations of the Utah Division of Solid and Hazardous Waste (R315-309, Utah Administrative Code). Moneys on deposit in the Landfill Closure Account shall be used to provide a portion of the required financial assurance for closure and post-closure costs of the System.

Paragraph 9-3-102(c) of the District Code provides that the amount in the Landfill Closure Account shall not be less than the total accrued liability for plant and landfill closure and post closure care costs. Total accrued liability for closure and post closure care costs are estimated to be \$5,802,861 as of June 30, 2021.

As of June 30, 2021 total closure and post-closure care for the currently lined landfill is estimated to be \$9,881,754. Based on budgeted revenue for fiscal year 2021 of approximately \$16,889,850 we can provide financial assurance via the local government test for up to \$7,262,636 (\$16.89M*.43). The balance of approximately \$2,619,118 shall be provided through the trust account mechanism. Paragraph 9-3-102(d) of the District Code provides that the amount in the Landfill Closure Account shall not be less than the amount required to meet financial

assurance requirements established by Utah Division of Solid and Hazardous Waste regulations, nor less than the total accrued liability of \$5,802,861.

Project Accounts

There shall be paid into the Project Accounts in Capital Projects Fund the amounts required to be so paid by the Annual Budget or any resolution of the Board, including but not limited to the proceeds of Bonds issued to finance the cost of construction of any Project or of insurance maintained in connection with a Project.

Renewal and Replacement Account \$5,204,000

Renewal and replacement items, consisting primarily of rolling stock and process equipment, as identified in the 5 year capital plan are to be funded at the following levels:

Year 1	100%
Year 2	80%
Year 3	60%
Year 4	40%
Year 5	20%

Capital Projects Account \$3,350,000

Capital Projects, as identified in the 5 year capital plan are to be funded at the same percentages as Renewal and Replacement items. The large capital projects associated with the transfer station and mixed waste processing facility are being funded with bond proceeds and are expected to be completed prior to the end of the Fiscal Year ending June 30, 2020.

Reserve Account \$0

Funds are not currently required in the Reserve Account

Extension and Repair Fund \$500,000

The amount of deposit in the Extension and Repair Fund is to be used for the payment of extraordinary Operation and Maintenance Costs and for the prevention or correction of any unusual loss or damage to the System.

Rate Stabilization Fund \$6,000,000

All moneys in the Rate Stabilization Fund may be drawn on and used at any time by the District for any lawful purpose of the District including, without limitation: (i) refunding any outstanding Bonds; (ii) providing reserves for future capital improvements to and renewals and replacements of System components; and (iii) providing contingency funds for rate stabilization.

Considering the level of current assets, current liabilities, budgeted capital expenditures, and the expected uncertainty of the 2021 operating budget, retention of funds in the Rate Stabilization Fund will allow for flexibility in management of the new Material Recovery and Transfer Facility.

Surplus Fund **\$0**

Total required funds of \$23,954,000 exceed the amount of funds estimated to be available at the end of the 2021 Fiscal Year; therefore, no monies will be deposited into the Surplus Fund. The Rate Stabilization Fund will be funded at a reduced amount until additional funds become available.

MINIMUM FUND BALANCES - SUMMARY

Fiscal Year Ending June 30, 2021

Title 9, Application of Funds, of the District Code requires the Administrative Control Board set by resolution, as part of the annual budgeting process, minimum fund balances to be maintained within the system of funds and accounts for the financial management of the District.

Revenue Fund	
Operating Account	\$3,000,000
Debt Service Fund	
Bond Accounts	\$0
Capital Projects Fund	
Landfill Closure Account	\$5,900,000
Project Accounts	
Renewal and Replacement Account	\$5,204,000
Capital Projects Account	\$3,350,000
Reserve Account	\$0
Extension and Repair Fund	\$500,000
Rate Stabilization Fund	\$6,000,000
Surplus Fund	\$0
Total Required Minimum Fund Balances	\$23,954,000