

**Montgomery County, Maryland**  
**Solid Waste Fund Financial Disclosure**  
**Fiscal Year 2009**

**Introduction**

This document contains updated Fiscal Year 2009 financial information for the Montgomery County, Maryland Solid Waste Fund. This information is being provided in relation to the Montgomery County Solid Waste Disposal System Refunding Revenue Bonds (2003 Series A) and the Northeast Maryland Waste Disposal Authority Solid Waste Refunding Revenue Bonds (Montgomery County Solid Waste Disposal System) Series 2003 (collectively, the “Bonds”).

**Audited Financial Information**

The audited financial information pertaining to the Montgomery County, Maryland Solid Waste Fund has been filed under separate cover as part of the County’s Comprehensive Annual Financial Report for Fiscal Year 2009.

**Material Changes to Chapter 48**

There have been no material changes to Chapter 48 since the dates of the official statements relating to the Bonds.

**Updates to Description of County System**

The description of the County System set forth in the official statements relating to the Bonds under the headings “Legislative Authority,” “Solid Waste Management Plan,” “Master Authorization” and “Disposal System Revenues” remains materially correct except as updated as follows:

Long Term Expenses are any amounts payable by the County pursuant to Long Term Obligations. Under the Master Authorization, the available fund balances that may be taken into account in determining compliance with the Rate Covenant may not exceed 25% of the rates, fees, and charges which would have to be imposed to meet the Rate Covenant if such balances were not considered.

**Updated Financial Information**

The following tables update the financial information set forth in the official statements relating to the Bonds:

Table 3

**Historical Waste Disposal Methods for County Generated Waste (in tons)**

## Waste Disposal by Type of Facility

	2005	2006	2007	2008	2009
<b>County System</b>					
Refuse Sent to Resource Recovery Facility <sup>1</sup>	572,441	625,782	593,185	579,660	540,407
By-Pass; Accepted But Not Burned (Pilot Test)	0	0	0	0	0
Yard Waste at County System Facilities	76,925	85,029	77,280	74,040	67,928
Other Recyclables at County System Facilities <sup>2</sup>	127,154	135,843	118,546	138,037	130,474
Nonprocessable Waste at County Facilities	126,435	89,015	96,644	80,481	56,819
Total Solid Waste Processed by County System	902,955	935,669	885,655	872,218	795,628
<b>Non-County System</b>					
Back-yard composting	110,852	80,654	85,024	80,617	62,475
Recyclables at Non-County System Facilities	184,968	202,102	209,762	246,585	221,631
Exported Refuse	188,795	179,958	159,602	160,556	151,041
Total Solid Waste Disposed by Non-County System Facilities <sup>3</sup>	484,615	462,714	454,388	487,758	435,147
Total County Generated Waste	1,387,570	1,398,383	1,340,043	1,359,976	1,230,775

1. Refuse loaded on rail to RRF plus residue from County yard trim recycling facility to RRF.

2. Does not include metals recovered from residue.

3. Does not include construction and demolition debris exported by private sector.

## Disposition of Waste Delivered to Resource Recovery Facility

	2005	2006	2007	2008	2009
Waste reduction through combustion	385,175	422,150	400,354	381,997	367,522
Metals recovered from Residue	17,534	16,838	15,916	14,222	12,862
Ash Recycled	--	--	--	--	--
Ash Landfilled	169,732	186,794	176,915	183,441	160,023
Total Refuse combusted at Resource Recovery Facility <sup>1</sup>	572,441	625,782	593,185	579,660	540,407

1. Refuse loaded on rail to RRF plus residue from County yard trim recycling facility to RRF.

Source: Montgomery County, Maryland

Table 6

**Annual Per-Household Rates of Residential  
System Benefit Charges**

	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
Single Family <sup>1</sup> (\$ per Dwelling Unit)					
Solid Waste Disposal Fee	\$51.98	\$46.40	\$53.65	\$52.39	\$55.04
Base System Benefit Charge	51.86	49.55	29.50	30.25	24.45
Incremental System Benefit Charge	91.74	98.43	115.27	120.08	130.36
Total Single- Family	\$195.58	\$194.38	\$198.42	\$202.72	\$209.85
Multi-Family <sup>2</sup> (\$ per Dwelling Unit)					
Base System Benefit Charge	\$14.81	\$12.88	\$1.83	\$2.17	\$3.92
Incremental System Benefit Charge	6.48	5.27	14.58	14.24	12.50
Total Multi- Family	\$21.29	\$18.15	\$16.41	\$16.41	\$16.42
Incorporated Municipality Base System Benefit Charge (\$ per Dwelling Unit)	\$51.86	\$49.55	\$29.50	\$30.25	\$24.45
Non-Residential Charges (average \$ per 2000 square feet)	\$182.24	\$159.33	\$172.81	\$183.54	\$202.02

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1. Includes residences in multi-family buildings with six or fewer dwelling units

2. Buildings with seven or more units

Source: Montgomery County, Maryland

Table 8

**Solid Waste Disposal Fund**  
**Historical Revenues and Expenses – Budgetary Basis**

	2005	2006	2007	2008	2009
<b>Revenues<sup>1</sup></b>					
Tipping Fees	\$15,700,174	\$17,258,365	\$17,178,361	\$17,168,965	\$15,144,535
System Benefit Charges	53,179,002	58,930,771	56,463,159	57,966,855	59,861,053
Miscellaneous	13,178,715	11,830,814	11,987,783	12,568,014	9,241,413
Investment Income	2,221,810	3,809,906	4,790,327	3,979,482	1,584,133
<b>Subtotal Revenues</b>	<b>84,279,701</b>	<b>91,829,856</b>	<b>90,419,630</b>	<b>91,683,316</b>	<b>85,831,134</b>
<b>Interfund Transfers</b>					
Charge to General Fund for County Agency Waste	1,341,100	1,484,820	1,704,140	1,835,230	1,981,550
Distribution of Excess Series 1993 Bond Proceeds	-	-	-	-	-
OPEB Contribution				411,000	305,880
Transfer from Leaf Vacuuming Fund	771,850	838,250	815,190	762,271	966,540
Indirect Costs Paid to General Fund	(1,104,950)	(1,059,660)	(1,200,720)	(1,246,560)	(1,521,390)
<b>Subtotal Inter-fund Transfers</b>	<b>1,008,000</b>	<b>1,263,410</b>	<b>1,318,610</b>	<b>1,761,941</b>	<b>1,732,580</b>
<b>Expenditures<sup>1</sup></b>					
Personnel Costs	(6,100,155)	(6,662,717)	(7,435,517)	(8,351,845)	(8,845,092)
Operating Expenses	(88,544,338)	(84,957,661)	(84,969,146)	(79,792,804)	(79,432,437)
Capital Outlay	(1,025,225)	22	(1,045,985)	(1,659,543)	(1,699,440)
<b>Subtotal Expenditures</b>	<b>(95,669,718)</b>	<b>(91,620,356)</b>	<b>(93,450,648)</b>	<b>(89,804,192)</b>	<b>(89,976,969)</b>
<b>Other Fixed Assets Acquisition</b>	<b>(490,150)</b>	<b>(115,347)</b>	<b>(4,976,871)</b>	<b>(4,007,875)</b>	<b>(10,142,534)</b>
<b>Landfill Costs<sup>2</sup></b>	<b>345,000</b>	<b>(48,400)</b>	<b>(2,547,000)</b>	<b>359,000</b>	<b>(963,000)</b>
<b>Net Change</b>	<b>(\$10,527,167)</b>	<b>\$1,309,163</b>	<b>(\$9,236,279)</b>	<b>(\$7,810)</b>	<b>(\$13,518,789)</b>

1. This table does not include leaf vacuuming collection charges or associated expenses which were included in the Disposal Fund for this period. Beginning in 2004, the County began to account for leaf vacuuming revenues and expenses in a separate fund.

2. Represents the payout of closure costs, less current year accrued closure costs. In 2008, CIP landfill costs of \$1,203,750 were included in "Landfill Costs". These CIP costs should have been included in "Other Fixed Assets Acquisition."

Source: Montgomery County, Maryland

Table 10

**Solid Waste Disposal Fund  
Ending Cash and Investments**

	<u><b>2005</b></u>	<u><b>2006</b></u>	<u><b>2007</b></u>	<u><b>2008</b></u>	<u><b>2009</b></u>
Unrestricted equity in pooled cash and investments	\$41,817,460	\$43,455,067	\$42,621,767	\$36,076,986	\$30,765,025
Restricted equity in pooled cash and investments	28,013,581	29,534,688	28,667,668	30,061,764	28,664,452
Restricted investments	<u>3,215,206</u>	<u>3,290,441</u>	<u>3,475,968</u>	<u>3,715,126</u>	<u>4,064,057</u>
Total ending cash and investments	<u>\$73,046,247</u>	<u>\$76,280,196</u>	<u>\$74,765,403</u>	<u>\$69,853,876</u>	<u>\$63,493,534</u>

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Source: Montgomery County, Maryland