

**Montgomery County, Maryland**  
**Solid Waste Fund Financial Disclosure**  
**Fiscal Year 2010**

**Introduction**

This document contains updated Fiscal Year 2010 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 2010.

**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

	2006	2007	2008	2009	2010
<b>County System</b>					
Refuse Sent to Resource Recovery Facility <sup>1</sup>	625,782	593,185	579,660	540,407	535,980
By-Pass; Accepted But Not Burned (Pilot Test)	0	0	0	0	0
Yard Waste at County System Facilities	85,029	77,280	74,040	67,928	72,349
Other Recyclables at County System Facilities <sup>2</sup>	135,843	118,546	138,037	130,474	148,561
Nonprocessable Waste at County Facilities	89,015	96,644	80,481	56,819	57,812
Total Solid Waste Processed by County System	935,669	885,655	872,218	795,628	814,702
<b>Non-County System</b>					
Back-yard composting	80,654	85,024	80,617	62,475	13,826
Recyclables at Non-County System Facilities	202,102	209,762	246,585	221,631	224,973
Exported Refuse	179,958	159,602	160,556	151,041	151,149
Total Solid Waste Disposed by Non-County System Facilities <sup>3</sup>	462,714	454,388	487,758	435,147	389,948
Total County Generated Waste	1,398,383	1,340,043	1,359,976	1,230,775	1,204,650

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

	2006	2007	2008	2009	2010
Waste reduction through combustion	422,150	400,354	381,997	367,522	370,811
Metals recovered from Residue	16,838	15,916	14,222	12,862	11,653
Ash Recycled	--	--	--	--	--
Ash Landfilled	186,794	176,915	183,441	160,023	153,516
Total Refuse combusted at Resource Recovery Facility <sup>1</sup>	625,782	593,185	579,660	540,407	535,980

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>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>
Single Family <sup>1</sup> (\$ per Dwelling Unit)					
Solid Waste Disposal Fee	\$46.40	\$53.65	\$52.39	\$55.04	\$52.04
Base System Benefit Charge	49.55	29.50	30.25	24.45	41.43
Incremental System Benefit Charge	98.43	115.27	120.08	130.36	116.38
Total Single- Family	\$194.38	\$198.42	\$202.72	\$209.85	\$209.85
Multi-Family <sup>2</sup> (\$ per Dwelling Unit)					
Base System Benefit Charge	\$12.88	\$1.83	\$2.17	\$3.92	\$6.90
Incremental System Benefit Charge	5.27	14.58	14.24	12.50	9.52
Total Multi- Family	\$18.15	\$16.41	\$16.41	\$16.42	\$16.42
Incorporated Municipality Base System Benefit Charge (\$ per Dwelling Unit)	\$49.55	\$29.50	\$30.25	\$24.45	\$41.43
Non-Residential Charges (average \$ per 2000 square feet)	\$159.33	\$172.81	\$183.54	\$202.02	\$205.68

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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**

	2006	2007	2008	2009	2010
<b>Revenues<sup>1</sup></b>					
Tipping Fees	\$17,258,365	\$17,178,361	\$17,168,965	\$15,144,535	\$15,051,157
System Benefit Charges	58,930,771	56,463,159	57,966,855	59,861,053	62,896,415
Miscellaneous	11,830,814	11,987,783	12,568,014	9,241,413	8,965,734
Investment Income	3,809,906	4,790,327	3,979,482	1,584,133	382,054
<b>Subtotal Revenues</b>	<b>91,829,856</b>	<b>90,419,630</b>	<b>91,683,316</b>	<b>85,831,134</b>	<b>87,295,360</b>
<b>Interfund Transfers</b>					
Charge to General Fund for County Agency Waste	1,484,820	1,704,140	1,835,230	1,981,550	1,992,800
Distribution of Excess Series 1993 Bond Proceeds	-	-	-	-	-
OPEB Contribution			411,000	305,880	
Transfer from Leaf Vacuuming Fund	838,250	815,190	762,271	966,540	758,780
Indirect Costs Paid to General Fund	(1,059,660)	(1,200,720)	(1,246,560)	(1,521,390)	(1,664,380)
<b>Subtotal Inter-fund Transfers</b>	<b>1,263,410</b>	<b>1,318,610</b>	<b>1,761,941</b>	<b>1,732,580</b>	<b>1,087,200</b>
<b>Expenditures<sup>1</sup></b>					
Personnel Costs	(6,662,717)	(7,435,517)	(8,351,845)	(8,845,092)	(8,725,514)
Operating Expenses	(84,957,661)	(84,969,146)	(79,792,804)	(79,432,437)	(81,195,285)
Capital Outlay	22	(1,045,985)	(1,659,543)	(1,699,440)	(623,708)
<b>Subtotal Expenditures</b>	<b>(91,620,356)</b>	<b>(93,450,648)</b>	<b>(89,804,192)</b>	<b>(89,976,969)</b>	<b>(90,544,507)</b>
<b>Other Fixed Assets Acquisition</b>	<b>(115,347)</b>	<b>(4,976,871)</b>	<b>(4,007,875)</b>	<b>(10,142,534)</b>	<b>(3,674,505)</b>
<b>Landfill Costs<sup>2</sup></b>	<b>(48,400)</b>	<b>(2,547,000)</b>	<b>359,000</b>	<b>(963,000)</b>	<b>832,000</b>
<b>Net Change</b>	<b>\$1,309,163</b>	<b>(\$9,236,279)</b>	<b>(\$7,810)</b>	<b>(\$13,518,789)</b>	<b>(\$5,004,452)</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>2006</b></u>	<u><b>2007</b></u>	<u><b>2008</b></u>	<u><b>2009</b></u>	<u><b>2010</b></u>
Unrestricted equity in pooled cash and investments	\$43,455,067	\$42,621,767	\$36,076,986	\$30,765,025	\$19,650,693
Restricted equity in pooled cash and investments	29,534,688	28,667,668	30,061,764	28,664,452	30,636,090
Restricted investments	<u>3,290,441</u>	<u>3,475,968</u>	<u>3,715,126</u>	<u>4,064,057</u>	<u>4,299,223</u>
Total ending cash and investments	<u>\$76,280,196</u>	<u>\$74,765,403</u>	<u>\$69,853,876</u>	<u>\$63,493,534</u>	<u>\$54,586,006</u>

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Source: Montgomery County, Maryland