

**Sewer Fund Cash Flow Projections**  
**January 2009**  
**Projections based on 2009 Estimates**

Sewer Fund (in millions)	Projections								Comments	
	2005	2006	2007	2008	2009	2010	2011	2012		
<b>Available Financial Reserves, beginning of period*</b>	81.4	70.2	5.7	13.2	14.6	8.4	(1.7)	(14.8)		
<i>Revenues</i>										
Current Sewer Charges Collection	36.8	51.9	53.0	51.2	50.6	50.6	51.1	51.6	<b>1.0% annual growth 11-12</b>	
Other	9.1	6.0	11.7	9.7	7.6	7.7	7.8	7.8	<b>1.0% annual growth 11-12</b>	
<b>Total Revenue</b>	<b>45.9</b>	<b>57.9</b>	<b>64.7</b>	<b>60.9</b>	<b>58.2</b>	<b>58.3</b>	<b>58.9</b>	<b>59.4</b>		
<i>Expenditures</i>										
Total Personnel Costs	14.7	15.3	15.8	17.3	17.7	18.4	19.1	19.9	<b>4% annual growth</b>	
Total Non-Personnel Costs	33.8	33.2	33.7	34.6	36.9	38.4	39.9	41.5	<b>4% annual growth</b>	
Debt Service***	6.6	7.4	7.7	7.6	9.8	11.8	13.1	13.6		
<i>Transfers Out**</i>	2.0	66.5	0.0	0.0	0.0	0.0	0.0	0.0		
<b>Total Expenditures</b>	<b>57.1</b>	<b>122.4</b>	<b>57.2</b>	<b>59.5</b>	<b>64.4</b>	<b>68.6</b>	<b>72.2</b>	<b>75.0</b>		
<i>Revenue over Expenditures</i>	(11.2)	(64.5)	7.5	1.4	(6.2)	(10.3)	(13.3)	(15.6)	<b>\$45.4 million shortfall 09-12</b>	
<b>% of Budget Shortfall</b>					<b>9.6%</b>	<b>15.0%</b>	<b>18.4%</b>	<b>20.8%</b>		
<b>Available Financial Reserves, end of period*</b>	<b>70.2</b>	<b>5.7</b>	<b>13.2</b>	<b>14.6</b>	<b>8.4</b>	<b>(1.7)</b>	<b>(14.8)</b>	<b>(30.1)</b>		

\*Excludes Rainy Day Reserve of \$11.8 M at 7/1/2008

\*\*Includes Rainy Day Reserve Addition & Capital Rehab Reserve Creation in FY 2006

\*\*\*Assumes Bond Sales of \$70 M (FY 09) and \$30 (FY 11).

\*\*\*\*Does Not Include OPEB/Retiree Health Liability Contribution.

**CHANGES RESULTING FROM CITY OF WILMINGTON SEWER NEGOTIATIONS NOT INCLUDED IN PROJECTIONS**