

**Sewer Fund Cash Flow Projections  
July 2008  
Projections based on 2009 Estimates**

Sewer Fund (in millions)	Projections								
	2005	2006	2007	2008	2009	2010	2011	2012	Comments
<b>Available Financial Reserves, beginning of period*</b>	81.4	70.2	5.7	13.2	14.3	9.0	(4.2)	(25.7)	
<b>Revenues</b>									
Current Sewer Charges Collection	36.8	51.9	53.0	51.2	51.9	52.4	52.9	53.5	<b>1.0% Annual Growth 11-12</b>
Other	9.1	6.0	11.7	9.4	6.9	7.0	7.0	7.1	<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>60.6</b>	<b>58.8</b>	<b>59.4</b>	<b>60.0</b>	<b>60.6</b>	
<b>Expenditures</b>									
Total Personnel Costs	14.7	15.3	15.8	17.3	18.2	19.1	20.1	21.1	<b>5% Annual Growth</b>
Total Non-Personnel Costs	33.8	33.2	33.7	34.6	36.1	41.9	48.0	54.4	<b>5% AG&amp; Maint. Program</b>
Debt Service***	6.6	7.4	7.7	7.6	9.8	11.3	13.1	13.6	
<b>Transfers Out**</b>	<b>2.0</b>	<b>66.5</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.3</b>	<b>0.3</b>	<b>0.3</b>	
<b>Total Expenditures</b>	<b>57.1</b>	<b>122.4</b>	<b>57.2</b>	<b>59.5</b>	<b>64.1</b>	<b>72.6</b>	<b>81.5</b>	<b>89.4</b>	
<b>Revenue over Expenditures</b>	<b>(11.2)</b>	<b>(64.5)</b>	<b>7.5</b>	<b>1.1</b>	<b>(5.3)</b>	<b>(13.2)</b>	<b>(21.5)</b>	<b>(28.8)</b>	
<b>Available Financial Reserves, end of period*</b>	<b>70.2</b>	<b>5.7</b>	<b>13.2</b>	<b>14.3</b>	<b>9.0</b>	<b>(4.2)</b>	<b>(25.7)</b>	<b>(54.5)</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 \$50 M (FY 10) and \$30 (FY 11) for north sewer system.

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

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