

**New Castle County  
Sewer Fund Cash Flow Projections  
June 2006  
Projections based on 2007 Approved Budget**

<b>Sewer Fund (in millions)</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>Comments</b>
<b>Available Financial Reserves, beginning of period</b>	69.1	3.7	3.1	0.7	(2.8)	(8.0)	(15.4)	
<i><b>Revenues</b></i>								
Current Sewer Charges Collection	50.0	52.6	53.7	54.7	55.8	56.9	58.1	<b>2% Annual Growth</b>
Other Revenue	7.5	7.6	7.8	7.9	8.1	8.2	8.4	<b>2% Annual Growth</b>
<b>Total Revenue</b>	<b>57.5</b>	<b>60.2</b>	<b>61.4</b>	<b>62.6</b>	<b>63.9</b>	<b>65.2</b>	<b>66.5</b>	
<i><b>Expenditures</b></i>								
Total Personnel Costs	15.6	17.0	18.2	19.5	20.8	22.3	23.8	<b>7% Annual Growth</b>
Total Non-Personnel Costs	33.5	35.4	37.2	39.0	41.0	43.0	45.2	<b>5% Annual Growth</b>
Debt Service	7.4	7.8	7.8	7.5	7.0	6.9	7.4	<b>Current Scheduled</b>
<b>Transfers Out**(1)</b>	<b>66.4</b>	<b>0.6</b>	<b>0.6</b>	<b>0.2</b>	<b>0.3</b>	<b>0.3</b>	<b>0.3</b>	
<b>Total Expenditures</b>	<b>122.9</b>	<b>60.8</b>	<b>63.8</b>	<b>66.2</b>	<b>69.1</b>	<b>72.5</b>	<b>76.7</b>	
<b>Revenue over Expenditures</b>	<b>(65.4)</b>	<b>-0.6</b>	<b>(2.4)</b>	<b>(3.6)</b>	<b>(5.2)</b>	<b>(7.4)</b>	<b>(10.3)</b>	
<b>Available Financial Reserves, end of period*</b>	<b>3.7</b>	<b>3.1</b>	<b>0.7</b>	<b>(2.8)</b>	<b>(8.0)</b>	<b>(15.4)</b>	<b>(25.6)</b>	

\*Excludes Estimated Rainy Day Reserve of \$12.0 M at 7/1/2006

\*\*Includes Capital Transfer & Rainy Day Reserve Addition

(1) Use of \$66.4 million for capital projects funding per Capital Budget