

**New Castle County
Sewer Fund Cash Flow Projections
July 2005
Projections based on 2006 Approved Budget**

| Sewer Fund | Projections | | | | | | Comments |
|---|--------------------|--------------------|-------------|--------------|--------------|---------------|---------------------------|
| | 2005 | 2006 Budget | 2007 | 2008 | 2009 | 2010 | |
| Available Financial Reserves, beginning of period* | 81.4 | 70.2 | 2.1 | 0.9 | (3.1) | (8.6) | |
| Revenues | | | | | | | |
| Current Sewer Fee Collection | 36.8 | 52.7 | 53.8 | 54.8 | 55.9 | 57.0 | 2.0% Annual Growth |
| Other Revenue | 9.1 | 4.6 | 4.7 | 4.8 | 4.9 | 5.0 | 2.0% Annual Growth |
| Total Revenue | 45.9 | 57.3 | 58.4 | 59.6 | 60.8 | 62.0 | |
| Expenditures | | | | | | | |
| Total Personnel Costs | 14.7 | 15.7 | 16.5 | 17.3 | 18.2 | 19.1 | 5% Annual Growth |
| Total Non-Personnel Costs | 33.8 | 34.2 | 35.2 | 38.3 | 40.5 | 42.7 | 3% Annual Growth |
| Debt Service | 6.6 | 7.4 | 7.8 | 7.8 | 7.5 | 7.0 | |
| Total Expenditures | 55.1 | 57.3 | 59.5 | 63.4 | 66.2 | 68.8 | |
| Revenue over Expenditures | (9.2) | - | (1.1) | (3.8) | (5.4) | (6.8) | |
| Transfers Out**(1) | (2.0) | (68.1) | (0.1) | (0.2) | (0.2) | (0.2) | |
| Available Financial Reserves, end of period* | 70.2 | 2.1 | 0.9 | (3.1) | (8.6) | (15.6) | |

*Excludes Rainy Day Reserve

**Includes Capital Transfer & Rainy Day Reserve Addition

(1)Includes \$2.0 million use of Capital in 2005 and 2006 includes \$66.4 million for capital projects funding and \$1.7 million addition to the Rainy Day Reserve.