Department Description and Key Issues

The Waste Management Division of Public Works operates the Neal Road Recycling and Waste Facility (NRRWF), provides for the management of municipal solid waste, household hazardous and universal waste, conducts illegal dumping investigations and solid waste code enforcement activities, conducts tire enforcement inspections under a State Grant, provides education and outreach for recycling programs, interacts with State agencies responsible for regulating waste, regulates the performance of waste haulers, and coordinates with local jurisdictions on waste management issues as related to the Butte County Integrated Waste Management Plan.

Division staff coordinates engineering design and construction of landfill development, as well as, landfill closure activities. Staff develops cost estimates associated with closure, corrective action and post-closure maintenance of the landfill and ensures that State required restrictive fund accounts are funded to required levels as verified by an annual State financial assurance review.

Key Issues:

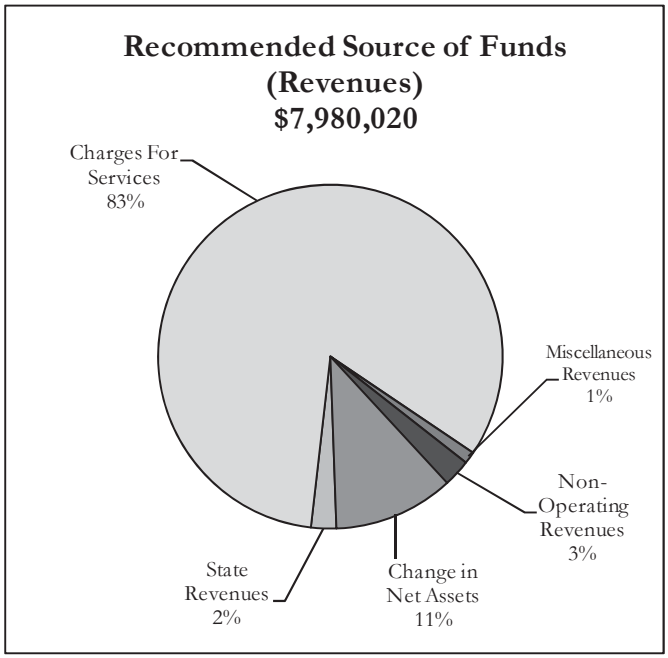
1) Maintaining sustainable revenue for operations of the NRRWF and funding solid waste related programs in an economy that has experienced a significant economic downturn.
2) Increasing regulations from EPA, California Air Resources Board, State Water Resources Control Board, and CalRecycle continually increase costs to comply with current and proposed regulations.

Department Budget

NEAL ROAD RECYCLING AND WASTE FACILITY	2011-12 Actuals	2012-13 Adopted	2013-14 Requested	2013-14 Recommended
State Revenues	196,171	97,730	188,000	188,000
Charges For Services	5,942,850	5,856,192	6,595,025	6,595,025
Miscellaneous Revenues	2,968	82,016	89,250	89,250
Total Operating Revenues	*$ 6,141,989*	*$ 6,035,938*	*$ 6,872,275*	*$ 6,872,275*
Salaries and Employee Benefits	1,402,598	1,533,655	1,488,407	1,488,407
Services and Supplies	1,629,825	2,111,879	2,728,126	2,728,126
Other Charges	1,531,491	2,366,985	2,340,220	2,340,220
Depreciation	568,889	1,078,267	1,423,267	1,423,267
Landfill Closure/Postclosure	226,460	-	-	-
Total Operating Expenditures	*$ 5,359,263*	*$ 7,090,786*	*$ 7,980,020*	*$ 7,980,020*
Operating Income (Loss)	782,726	(1,054,848)	(1,107,745)	(1,107,745)
Non-Operating Revenues (Expenses)	196,221	300,000	205,000	205,000
Capital Contributions Transfer In/(Out)	(1,380)	-	-	-
Change in Net Assets	**$ 977,567**	**$ (754,848)**	**$ (902,745)**	**$ (902,745)**

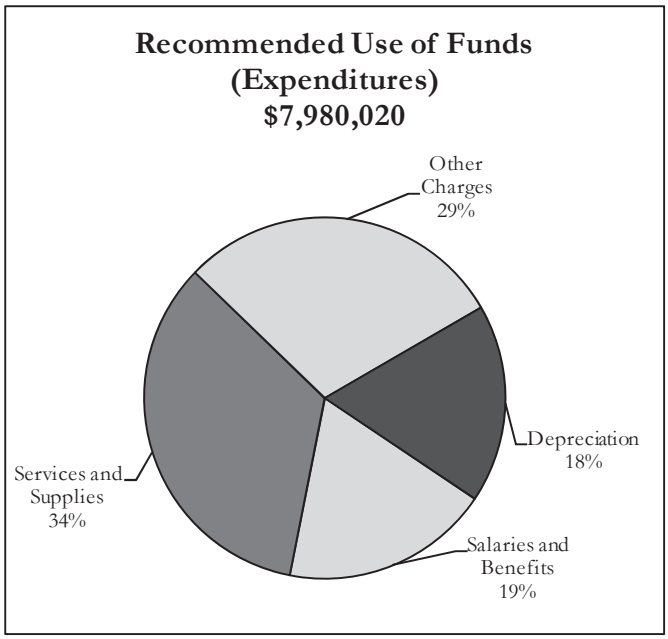
Sources of Funds (Revenues)

- Charges for services are the largest revenue source for the Neal Road Recycling and Waste Facility. These are the tipping fees paid by waste haulers and individuals to dispose of their waste at the facility.
- Change in net assets are the use of fund balance for capital projects.
- Non-operating revenues are interest earnings for this fund.



Uses of Funds (Expenditures)

- Services and supplies is the largest expenditure category for NRRWF and includes permit fees to various regulatory agencies and other costs of operating the enterprise fund.
- Other charges are comprised of debt payments on the Certificate of Participation and charges from other County departments.
- Employee salaries and benefits make up a relatively small portion of the enterprise fund budget.
- Depreciation accounts for the cost of capital assets.



Summary of Budget Request and Recommendation

Salaries & Employee Benefits

Requested

- The division budget request includes funding to maintain current staffing levels.

Recommended

- The recommendation includes funding for requested staffing levels.

Full Time Equivalent (FTE) Positions	
2009-10 Adopted Position Allocation	24.00
2010-11 Adopted Position Allocation	24.00
2011-12 Adopted Position Allocation	24.00
2012-13 Adopted Position Allocation	26.00
2012-13 Current Position Allocation*	25.00
2013-14 Recommended Position Allocation	25.00

*As of 4/23/13

Services & Supplies

Requested

- The division budget request includes funding for the following projects: develop plans for alternatives to the disposal of leachate and septage supernatant at local wastewater treatment plant; update the NRRWF's fill sequencing plan, landfill capacity estimate, corrective action cost estimate, closure cost, post-closure maintenance cost, and Joint Technical Documents in preparation for the 5-year permit review of the facility's Solid Waste Facility Permit scheduled for 2014; and installation of a temporary cover for the unlined module 1/3 west slope that is subject to rain water intrusion (requested by Regional Water Quality Control Board).
- The division budget request includes a replacement of a compactor through a lease-purchase agreement.

Recommended

- The recommendation includes funding for requested services and supplies.

Capital Assets

Requested

- The division budget request includes $320,000 in capital asset structure and improvements. Improvements include extending electrical power to the Module 4 area to run storm water, leachate and supernatant pumps and provide power for a future maintenance shop to be located to this area. Diesel powered pumps will be replaced to reduce air quality impacts under the facility's air quality permits.
- The division budget request includes capital assets necessary to maintain the current operation levels. A complete list of requested fixed assets by the department is included in the "Capital Asset" section of the Recommended Budget.

Recommended

- The recommendation includes funding for requested capital assets.

STATE CONTROLLER SCHEDULES
COUNTY BUDGET ACT
January 2010, revision #1

BUTTE COUNTY
OPERATION OF ENTERPRISE FUND
FISCAL YEAR 2013-14

SCHEDULE 11

Fund Title	**Neal Road Sanitary F-7560**
Service Activity	**Landfill (Close/Post)**

Enterprise Fund Description

This budget reflects the financial operations of the Neal Road Recycling and Waste Facility Closure/Post Closure Fund. This fund was established in April 1989 in accordance with the state of California Regional Water Quality Control Board which requires the owner of the landfill to insure that adequate funds will be available to close and provide post closure maintenance and continued monitoring of the landfill after its usefull life.

Operating Detail	2011-12 Actual	2012-13 Actual ☐ Estimated ☒	2013-14 Recommended	2013-14 Adopted by the Board of Supervisors
1	2	3	4	5
Operating Revenue				
State Revenues				
Federal Revenues				
Charges for Services				
Miscellaneous Revenues				
Total Operating Revenues	**-**	**-**	**-**	
Operating Expenses				
Landfill Closure/Postclosure	226,460			
Total Operating Expenses	**226,460**	**-**	**-**	
Operating Income (Loss)	**(226,460)**	**-**	**-**	
Non-Operating Revenues (Expenses)				
Interest/Investment Income and/or Gain	83,719	90,000	60,000	
Interest/Investment (Expense) and/or (Loss)	(25,524)	-	-	
Total Non-Operating Revenues (Expenses)	**$ 58,195**	**$ 90,000**	**$ 60,000**	
Income before Capital Contributions and Transfers	**$ (25,524)**	**$ -**	**$ -**	
Capital Contributions				
Transfer In/(Out)		100,000	100,000	
Change in Net Assets	**$ (168,265)**	**$ 190,000**	**$ 160,000**	
Net Assets - Beginning Balance	$ 1,548,994	$ 1,380,729	$ 1,570,729	
Net Assets - Ending Balance	$ 1,380,729	$ 1,570,729	$ 1,730,729	

STATE CONTROLLER SCHEDULES
COUNTY BUDGET ACT
January 2010, revision #1

BUTTE COUNTY
OPERATION OF ENTERPRISE FUND
FISCAL YEAR 2013-14

SCHEDULE 11

Fund Title	**Neal Road Landfill F-7570**
Service Activity	**Waste Management**

Enterprise Fund Description

This budget reflects the financial operations of the Neal Road Recycling and Waste Facility Management Fund including monitoring the Neal Road Sanitary Landfill, recycling and household hazadous waste programs, and professional engineering and environmental services.

Operating Detail	2011-12 Actual	2012-13 Actual ☐ Estimated ☒	2013-14 Recommended	2013-14 Adopted by the Board of Supervisors
1	2	3	4	5
Operating Revenue				
State Revenues	196,171	97,730	188,000	
Federal Revenues			-	
Charges for Services	5,942,850	5,856,192	6,595,025	
Miscellaneous Revenues	2,968	82,016	89,250	
Total Operating Revenues	**$ 6,141,989**	**$ 6,035,938**	**$ 6,872,275**	
Operating Expenses				
Salaries & Employee Benefits	1,402,598	1,533,655	1,488,407	
Services & Supplies	1,629,825	2,111,879	2,728,126	
Other Charges	1,531,491	2,366,985	2,340,220	
Depreciation	568,889	1,078,267	1,423,267	
Total Operating Expenses	**$ 5,132,803**	**$ 7,090,786**	**$ 7,980,020**	
Operating Income (Loss)	**$ 1,009,186**	**$ (1,054,848)**	**$ (1,107,745)**	
Non-Operating Revenues (Expenses)				
Interest/Investment Income and/or Gain	195,960	210,000	145,000	
Interest/Investment (Expense) and/or (Loss)	(57,934)	-		
Total Non-Operating Revenues (Expenses)	**$ 138,026**	**$ 210,000**	**$ 145,000**	
Income before Capital Contributions and Transfers	**$ 1,147,212**	**$ (844,848)**	**$ (962,745)**	
Capital Contributions				
Transfer In/(Out)	(1,380)	(100,000)	(100,000)	
Change in Net Assets	**$ 1,145,832**	**$ (944,848)**	**$ (1,062,745)**	
Net Assets - Beginning Balance	$ 20,905,130	$ 22,050,962	$ 21,106,114	
Net Assets - Ending Balance	$ 22,050,962	$ 21,106,114	$ 20,043,369	

CAPITAL ASSETS (562):	
Groundwater Monitoring Wells	320,000
TOTAL 562	$ 320,000
CAPITAL ASSETS (563):	
Roll-Off Truck	200,000
Bobcat with Mowing Attachments	60,000
Compactor lease start-up	120,000
Truck 3/4 ton 4x4	35,000
TOTAL 563	$ 415,000
TOTAL CAPITAL ASSETS	$ 735,000