

CONNECTICUT
RESOURCES
RECOVERY
AUTHORITY

100 Constitution Plaza • Hartford • Connecticut • 06103 • Telephone (860)757-7700
Fax (860)757-7745

MEMORANDUM

TO: CRRRA Board of Directors
FROM: Kristen Greig, Secretary to the Board/Paralegal
DATE: February 27, 2007
RE: Notice of Special Meeting

There will be a special meeting of the Connecticut Resources Recovery Authority Board of Directors on Thursday, March 1, 2007 at 12:00 p.m. The meeting will be held in the Board Room of 100 Constitution Plaza, Hartford, Connecticut.

The purpose of this meeting will be:

1. Executive Session to discuss pending litigation related to *New Hartford et al v. CRRRA* and/or *CRRRA v. Murtha Cullina*.
2. Board Action will be sought regarding the Adoption of the Fiscal Year 2008 Mid-Connecticut Project Operating and Capital Budgets and Tip Fee (Attachment 1).
3. Board Action will be sought regarding the Establishment of an Ash Disposal Reserve (Attachment 2).

Please notify this office of your attendance at (860) 757-7787 at your earliest convenience.

ATTACHMENT 1

**RESOLUTION REGARDING THE ADOPTION OF THE
FISCAL YEAR 2008
MID-CONNECTICUT PROJECT
OPERATING BUDGET, TIP FEES AND CAPITAL BUDGETS**

RESOLVED: That the proposed fiscal year 2008 Mid-Connecticut Project operating budget be adopted substantially in the form presented and discussed at this meeting; and

FURTHER RESOLVED: That the following tip fees be adopted for fiscal year 2008 operating budget.

WASTE STREAM	PER TON TIP FEES
Municipal Solid Waste (MSW)	\$71.00
Metals	\$75.00
Bulky Waste – Municipal	\$85.00
Bulky Waste – Commercial	\$96.00
White Goods (Metals)	\$74.00
DEP Certified Soils	\$95.00
Non-Processible Waste Fee	\$85.00
Non-Municipal Mattress Surcharge (<i>Per Unit Fee</i>)	\$15.00
Recycling Tip Fee	\$00.00

FURTHER RESOLVED: That the President is hereby authorized to approve the use of funds from the following Mid-Connecticut Project Reserves, as appropriate, to pay for costs and fees incurred during fiscal year 2008 in accordance with the capital budget adopted pursuant hereto, substantially as presented and discussed at this meeting, provided that all purchases of goods and services shall comply with the requirements of the Authority's Procurement Policy:

- Landfill Development Reserve
- Hartford Landfill Closure Reserve
- Rolling Stock Reserve
- South Meadows Site Remediation Reserve
- Facility Modification Reserve
- Recycling Reserve

Fiscal Year 2008 Mid-Connecticut Project Operating & Capital Budgets

March 01, 2007

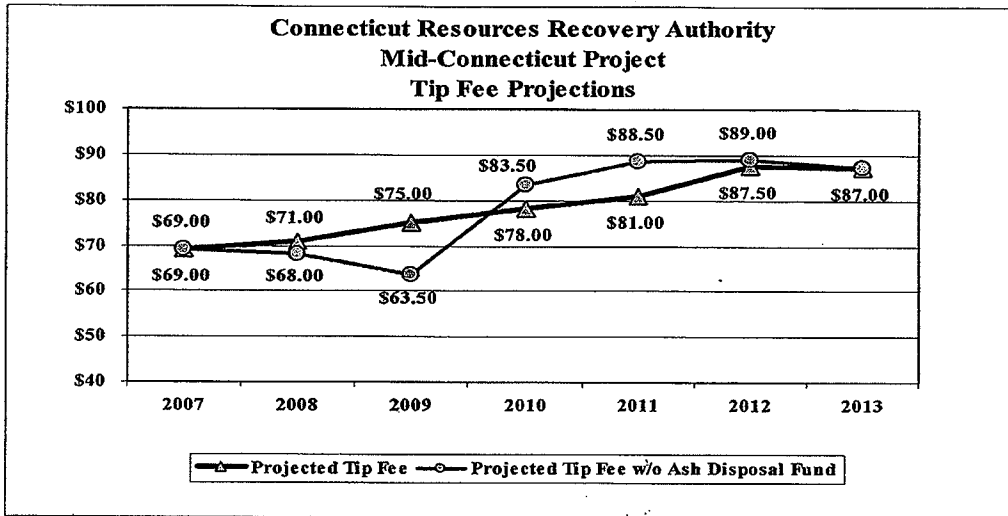
Attached are the proposed operating, tip fees, and capital budgets for fiscal year 2008 Mid-Connecticut Project. The following summarizes the attached budgets.

EXECUTIVE SUMMARY

The Proposed FY08 operating budget includes the following:

- A \$2 per ton increase in the MSW tip fee.
- Revenue sharing (rebate/credit) for recycling deliveries.
- Funding for Jets/EGF capital projects to come from restricted reserve, contingent upon Court authorization.
- Assumes attachment of equal amount from Hartford Landfill closure reserve in lieu of EGF/Jets restricted reserve. Additional contributions in FY08 to replenish closure reserve.
- Assumes continued operation of the mixed waste portion of the Hartford Landfill and responsibility for closure and post-closure costs.
- Includes the new recycling contract terms for the Hartford Intermediate Processing Center (IPC).
- Contribution to Ash Disposal Fund reserve.
- Reduction in contributions to the Risk Fund due to settlement of an outstanding matter.

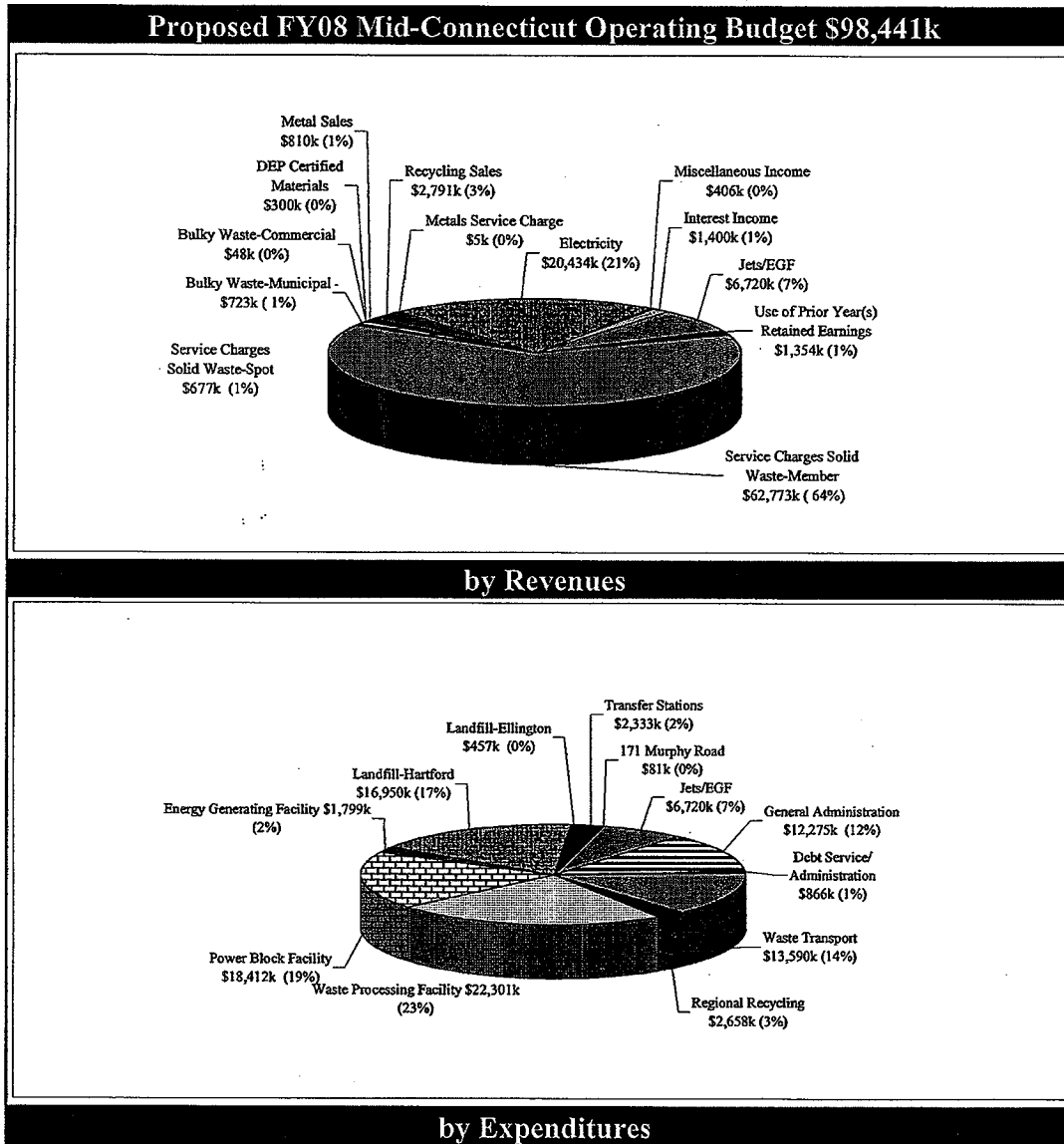
The following chart shows the tip fee projections through fiscal year 2013.



Projected Tip Fee Assumptions

- Assumes continuation of debt obligation to end of original maturity date.
- Excludes State Bond funds for Hartford Landfill closure which could impact future tip fees.
- Ash transportation and disposal to out-of-state landfill beginning in 2009.
- Non-processible waste (process residue) transportation and disposal to out-of-state landfill beginning in 2009.
- Cost to operate facilities escalated by inflation and/or contract rates.
- Includes Jets/EGF operations.
- First 250M kilowatts sales based on estimated market rates post 2007.
- Total estimated KWH sales of 423M kilowatts.
- Use of FY07 surplus in 2009.
- Use of Debt Service Stabilization Fund in FY09 and FY10 on a prorata basis.
- Use of Ash Disposal Fund in FY10 through FY12 on a prorata basis.
- Use of Bond Proceeds (Trustee Accounts) in FY12 and FY13.

The following chart shows the proposed FY08 revenue and expenditures.



- The proposed FY08 operating budget totaled \$98,441k, reflecting an increase of \$3,389k (4%) from the adopted FY07 budget due to increases in solid waste tipping fee, municipal bulky waste deliveries, and electricity rate, partially offset by a decrease in the use of previous year(s) retained earnings, lower interest income, and omission of contribution to Jets/EGF reserves.
- The proposed FY08 capital budget totaled \$16,178 reflecting an increase of \$8,971k (124%) from the FY07 budget primarily due to the initial capping of the Hartford Landfill and anticipated capital improvements for the Jets/EGF.

PROPOSED FY08 OPERATING BUDGET

The table below shows the budget changes by revenue category.

Mid-Connecticut Project Revenues (in \$000's)	Adopted	Proposed	Increase / Decrease	
	FY07 Budget	FY08 Budget	\$	%
Service Charges Solid Waste - Member	\$59,347	\$62,773	\$3,426	6%
Service Charges Solid Waste-Spot	\$672	\$677	\$5	1%
Bulky Waste - Municipal	\$0	\$723	\$723	100%
Bulky Waste - Commercial	\$0	\$48	\$48	100%
DEP Certified Materials	\$0	\$300	\$300	100%
Metal Sales	\$500	\$810	\$310	62%
Recycling Sales	\$2,934	\$2,791	(\$143)	-5%
Metals Service Charge	\$0	\$5	\$5	100%
Electricity	\$18,714	\$20,434	\$1,720	9%
Miscellaneous Income	\$617	\$406	(\$211)	-34%
Interest Income	\$1,997	\$1,400	(\$597)	-30%
Jets / EGF	\$7,387	\$6,720	(\$667)	-9%
Use of Prior Year(s) Retained Earnings	\$2,884	\$1,354	(\$1,530)	-53%
TOTAL	\$95,052	\$98,441	\$3,389	4%

Service Charge Solid Waste – Members

The proposed member municipal solid waste tipping fee is \$71.00 per ton reflecting an increase of \$3,426k or 6% from the adopted FY07 budget.

Bulky Waste - Municipal

Anticipates the Department of Environmental Protection (DEP) grants the requested permit modification associated with a change in slope on the landfill's east side. Reflects revenue generated from accepting waste at the Hartford Landfill.

Bulky Waste - Commercial

Anticipates the Department of Environmental Protection (DEP) grants the requested permit modification associated with a change in slope on the landfill's east side. Reflects revenue generated from accepting waste at the Hartford Landfill.

DEP Certified Materials

Anticipates the Department of Environmental Protection (DEP) grants the requested permit modification associated with a change in slope on the landfill's east side. Reflects revenue generated from accepting waste at the Hartford Landfill.

Metal Sales

The proposed ferrous tonnage is based upon historical levels and the revenue sharing is projected to be below current levels resulting in an overall increase in metal sales of \$310k or 62% from the adopted FY07 budget.

Recycling Sales

Recycling sales revenue is based upon the new operating agreement, which is below prior year sales revenues. However, the operating charges for FY08 are projected to be zero cost per the new operating agreement.

Electricity

The proposed electricity revenue reflects an increase of \$1,720k or 9% from the adopted FY07 budget due to a projected increase in electricity rate.

Miscellaneous Income

The proposed miscellaneous income revenue reflects a decrease of \$211k or 34% from the adopted FY07 budget primarily due to a decrease in Emission Reduction Credit (ERC) sales and transfer of permit fees to the adopted FY08 General Fund operating budget.

Interest Income

The proposed interest income revenue reflects a decrease of \$597k or 30% from the adopted FY07 budget due to reduced balances of fund accounts. The proposed interest income is based on an investment earnings rate of 4.5%.

Jets/EGF

The proposed Jets/EGF revenue reflects a decrease of \$667k or 9% from the adopted FY07 budget primarily due to the loss of interest income from the EGF/Jets restricted reserve.

Use of Prior Year(s) Retained Earnings

The proposed use of prior year(s) retained earnings reflects a decrease of \$1,530k or 53% from the adopted FY07.

The table below shows the budget changes by expense category.

Mid-Connecticut Project Expenditures (in \$000's)	Adopted	Proposed	Increase / Decrease	
	FY07 Budget	FY08 Budget	\$	%
General Administration	\$11,915	\$12,275	\$360	3%
Debt Service/Administration	\$8,167	\$866	(\$7,301)	-89%
Waste Transport	\$17,239	\$13,590	(\$3,649)	-21%
Regional Recycling	\$2,348	\$2,658	\$310	13%
Waste Processing Facility	\$20,756	\$22,301	\$1,545	7%
Power Block Facility	\$18,393	\$18,412	\$19	0%
Energy Generating Facility	\$1,595	\$1,799	\$204	13%
Landfill - Hartford	\$4,669	\$16,950	\$12,281	263%
Landfill - Ellington	\$449	\$457	\$8	2%
Transfer Stations	\$2,064	\$2,333	\$269	13%
171 Murphy Road	\$71	\$81	\$11	15%
Jets / EGF	\$7,387	\$6,720	(\$667)	-9%
TOTAL	\$95,052	\$98,441	\$3,389	4%

General Administration

The proposed general administration expenditures reflect an increase of \$360k or 3% from the adopted FY07 budget due to increase in legal costs, higher allocation of salaries and overhead, and the creation of an ash disposal fund (to mitigate pending future tip fee increase from the impact of the Hartford Landfill closure), partially offset by decreases in other consulting services, marketing and public relations (reflected in the recycling budget), and contribution to risk funds (settlement reached on certain matters), and omission of contribution to landfill development.

Debt Service/Administration

The proposed debt service/administration expenditures reflect a decrease of \$7,301k or 89% from the adopted FY07 budget due to defeasance of certain 1996 Series A Mid-Connecticut Project Bonds and omission of contribution to debt service stabilization reserve.

Waste Transport

The proposed waste transport expenditures reflect a decrease of \$3,649k or 21% from the adopted FY07 budget primarily due to a decrease in non-processible waste disposal fees (disposal at Hartford Landfill versus out-of-state), partially offset by increases in solid waste (bypass) disposal fees and contract operating charges.

Regional Recycling

The proposed regional recycling expenditures reflect an increase of \$310k or 13% from the adopted FY07 budget due to an increase in marketing and public relations (previously reflected in General Administration) and creation of a member delivery credit program to be given to towns for delivering recyclables, partially offset by omission of contract and other operating charges per new recycling operating agreement.

Waste Processing Facility

The proposed waste processing facility expenditures reflect an increase of \$1,545k or 7% from the adopted FY07 budget due to increases in payments in lieu of taxes, insurance premiums and contract (MDC Budget) and other operating charges, partially offset by decreases in facility modification reserves and the Mid-Connecticut Air Processing System ("MCAPS") costs related to the installation of the free blow system.

Energy Generating Facility

The proposed energy generating facility expenditures reflect an increase of \$204k or 13% from the adopted FY07 budget primarily due to increase in payments in lieu of taxes.

Landfill-Hartford

The proposed expenditures reflect an increase of \$12,281k or 263% from the adopted FY07 due to increases in closure and post-closure reserves, contingency fund, contract operating charges, and engineering works.

The Authority anticipates the DEP will approve the permit modification associated with the slope change. If approved, the Authority pursuant to the settlement agreement with the City of Hartford would have an obligation to fund and close the Hartford Landfill and to monitor the landfill for the thirty year period after closure. The closure of the Hartford Landfill is to commence in fiscal year 2008. The benefit of the slope change will be used to fund the Hartford Landfill closure reserve beginning in fiscal year 2008.

Transfer Stations

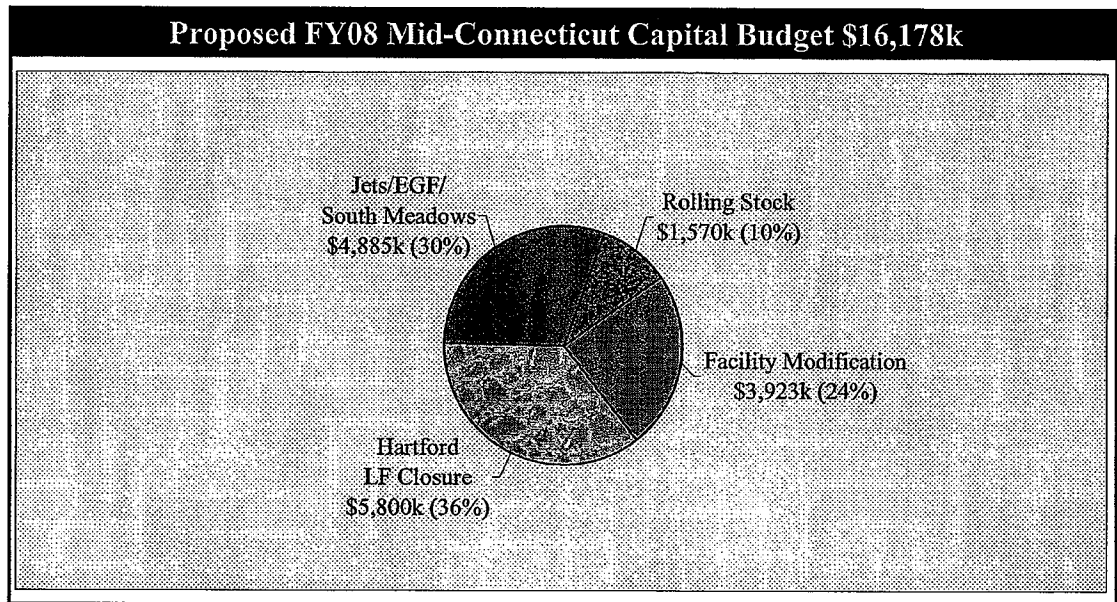
The proposed transfer stations expenditures reflect an increase of \$269k or 13% from the adopted FY07 budget due to increases in operating costs based upon expected inflation increases and new standardized municipal subsidies for the four transfer stations.

Jets/EGF

The proposed Jets/EGF expenditures reflect a decrease of \$667k or 9% from the adopted FY07 budget due to decrease in contributions to Jets/EGF reserve as a result of the R.W. Beck report received by the Authority pertaining to the operation of the Jets/EGF. This decrease was partially offset by increases in legal fees and operating costs based on expected inflation increases.

PROPOSED FY08 CAPITAL BUDGET

The proposed FY08 capital budget of \$16,178k reflects an increase of \$8,971k or 124% from the adopted FY07 budget due to the commencement of the closing of the Hartford Landfill and anticipated capital improvements in the Jets/EGF.



The proposed major capital projects scheduled for FY08 are as follows:

Rolling Stock Reserve

- The FY07 budget assumed the purchase of two loaders. Due to a delay in ordering the loaders and the long lead time to receive the loader, four loaders will be purchased in fiscal year 2008 and none in fiscal year 2007.

Facility Modifications

- As documented above there is extensive capital work being performed at the Waste Processing Facility (WPF). The majority of the capital projects relate to the rebuild/replacement of the conveyors (\$1.2m). There is also work scheduled for the fire system, resurfacing areas of the RDF and MSW tip floors, general building work including cleaning of the building (\$400k). Approximately \$136k is budgeted for platform and guard work and \$184k is budgeted for trommel work.
- The major projects scheduled for the Power Block Facility (PBF) are the installation of a ferrous recovery system (\$1M) and upgrade of the Control Room.

- Recycling facility projects include a security system upgrade, interior building work, and paving.
- Transfer stations projects include paving, push wall repairs, and installation of roof ladders.

Hartford Landfill

- The budget assumes \$5.8M for the commencement of the closure of the Hartford Landfill.

Jets/EGF/South Meadows

- Jets projects include rebuild/replacement and maintenance of equipment.
- EGF projects include a major turbine generator work (\$900k).
- South Meadows project includes continued site remediation.

CRRRA - MID-CONNECTICUT PROJECT

ASSUMPTIONS		ACTUAL FY06	ADOPTED FY07	PROPOSED FY08
TIP FEES				
MSW	Member (1)	\$70.00	\$69.00	\$71.00
	Non-Member Spot (2)	n/a \$69.18	n/a \$69.00	Market Rate Market Rate
Landfill	Metals (1)	\$75.00	\$75.00	\$75.00
	Bulky Waste (C&D) - Municipal (1)	\$85.00	\$85.00	\$85.00
	Bulky Waste (C&D) - Commercial (1)	\$96.00	\$96.00	\$96.00
	White Goods (Metals) (1)	\$74.00	\$74.00	\$74.00
	DEP Certified Soils (1)	\$95.00	\$95.00	\$95.00
	Nonprocessible Fee - Direct (1)	\$85.00	\$85.00	\$85.00
	Non-Municipal Mattress Surcharge (Per Unit) (1)	\$15.00	\$15.00	\$15.00
	Cover Material - Charged (Negotiated) (3)	\$12.91	n/a	Market Rate
Other	Ferrous Residue (Spot) (4)	\$12.00	\$12.00	\$15.00
	RDF (Spot) (2)	n/a	n/a	n/a
	Recycling Residue (Spot) (2)	\$69.86	n/a	\$67.00
Recyclables	Member - Container (1)	\$0.00	\$0.00	\$0.00
	Member - Paper (1)	\$0.00	\$0.00	\$0.00
	Member Delivery Credit	\$0.00	\$0.00	Market Rate
POWER	kwh/ton of MSW Processed	501	524	515
	Total kwh Sold	405,636,686	433,000,000	423,000,000
	Average Rate Per kwh <=250GW (4)	\$0.0537	\$0.0507	\$0.0589
	Average Rate Per kwh >250GW (4)	\$0.0330	\$0.0330	\$0.0330
DELIVERIES (Tons)				
MSW	Member	852,974	860,000	865,000
	Non-Member	0	0	0
	Spot	7,199	8,000	5,000
	<i>Subtotal</i>	<u>860,172</u>	<u>868,000</u>	<u>870,000</u>
Landfill	Metals	16	0	20
	Bulky Waste (C&D) - Municipal	8,513	0	8,500
	Bulky Waste (C&D) - Commercial	565	0	500
	White Goods (Metals)	52	0	50
	DEP Certified Soils	0	0	0
	Nonprocessible Waste - Direct	15,586	0	16,000
	Cover Material - Charged	25,072	0	25,000
	<i>Subtotal</i>	<u>49,803</u>	<u>0</u>	<u>50,070</u>
Other (Spot)	Ferrous Residue	11,026	10,000	12,500
	Wood chips	0	0	0
	RDF (Imported)	0	0	0
	Recycling Residue	1,621	0	2,000
	<i>Subtotal</i>	<u>12,647</u>	<u>10,000</u>	<u>14,500</u>
Recyclables	Containers	22,316	22,000	22,000
	Paper (total)	54,148	56,000	56,000
	<i>Subtotal</i>	<u>76,464</u>	<u>78,000</u>	<u>78,000</u>

(1) Rates set during the annual budget process

(2) Blended rate

(3) Included in DEP Certified Materials revenue account

(4) Rates specified by contract

n/a = Not Applicable

CRRA - MID-CONNECTICUT PROJECT

ASSUMPTIONS, CONTINUED		ACTUAL FY06	ADOPTED FY07	PROPOSED FY08
RECYCLING OPERATIONS				
Revenues	Containers (Add'l Revenue Share)	\$61.77	n/a	\$10.00
	Paper Contract (Add'l Revenue Share)	\$56.11	n/a	\$7.00
	Acceptable Recyclables (Fixed Fee-All Tons)	n/a	\$29.06	\$29.06
	Member Delivery Credit	\$0.00	\$0.00	Market Rate
Expenditures	Container Processing Fee	\$23.17	n/a	\$0.00
	Paper Processing Fee	\$8.00	\$8.00	\$0.00
Operations	Residue Rate- Containers	7.23%	8.50%	3.00%
	Residue Rate- Paper	0.50%	0.50%	0.50%
FACILITY OPERATIONS				
Tons Processed	Total MSW Processed	809,049	826,000	821,000
	Days Per Year	365	365	365
	Availability		89.0%	87.00%
	RDF Burned per Boiler Day		720	720
	RDF Produced	673,870	702,000	686,000
Residue Rates	Ash Rate (Per Ton of RDF)	25.3%	25.0%	25.5%
	Process Residue Rate (Per Ton of MSW)	13.7%	12.0%	13.5%
	Ferrous Metals Rate (Outbound) (Per Ton of MSW)	3.3%	3.0%	3.3%
	Ferrous Residue Rate (Inbound) (Per Ton of MSW)	1.4%	1.2%	1.4%
	Nonprocessable Waste - From WPF (Per Ton of MSW)	1.1%	1.2%	1.0%
Fees	Coal Price (per ton)	\$61.90	\$61.90	\$61.90
	Ash Loading (per ton)	n/a	\$1.14	n/a
	Lime (per ton)	\$100.45	\$100.21	\$115.00
	Urea (per gallon)	\$1.27	\$1.06	\$1.40
	Ferrous Residue Removal (per ton)	(\$41.58)	(\$20.00)	(\$30.00)
Other	Lime (Lbs/Ton of RDF Burned)	18.9	19.0	19.0
	Lime (Lbs/Ton of RDF Burned) - Dolomitic System	8.5	8.0	8.0
	Coal Purchase (Tons)	0	0	0
	Coal Use (Tons)	285	500	100
	Urea (Gallons)	176,841	260,000	180,000
MUNICIPAL PAYMENTS				
Fees	Canton (per ton)	\$4.42	\$4.42	\$4.42
	East Granby (per ton)	\$8.38	\$8.38	\$8.38
	Ellington Surcharge (E. Windsor to Ellington TS) (per ton)	\$2.25	\$2.25	n/a
	Ellington (per ton) NEW	n/a	n/a	\$0.50
	Essex Surcharge (Recycling) (per MSW ton)	\$0.80	\$0.89	\$0.83
	Essex (per ton) NEW	n/a	n/a	\$0.50
	Granby (per ton)	\$7.90	\$7.90	\$7.90
	Hartford PILOT - Bulky Waste (per ton)	\$7.52	\$7.79	\$8.06
	Hartford PILOT - Processible Waste Fee (per ton)	\$9.03	\$9.25	\$9.58
	Simsbury (per ton)	\$8.13	\$8.13	\$8.13
	Torrington (per ton) NEW	n/a	n/a	\$0.50
	Watertown (Waterbury to Watertown TS) (per ton)	\$0.50	\$0.50	n/a
	Watertown (No Residential Drop Off) (fixed rate)	\$9,000	\$9,000	n/a
	Watertown (per ton) NEW	n/a	n/a	\$0.50
	Deliveries (Tons Canton (MSW)		5,865	6,000
East Granby (MSW)		3,190	3,500	4,000
Ellington Surcharge (E. Windsor MSW to Ellington TS)		3,726	3,000	4,000
Essex Surcharge (MSW)		69,763	65,000	70,000
Granby (TS Subsidy)		5,906	6,000	6,100
Simsbury (TS Subsidy)		17,146	16,500	17,000
Watertown (Waterbury MSW to Watertown TS)		60,580	60,000	62,000

CRRRA - MID-CONNECTICUT PROJECT

ASSUMPTIONS, CONTINUED		ACTUAL FY06	ADOPTED FY07	PROPOSED FY08
WASTE TRANSPORT				
Fees	Ellington (per ton)	\$8.82	\$8.82	\$9.33
	Essex (per ton)	\$11.49	\$15.50	\$16.24
	Torrington (per ton)	\$13.31	\$11.79	\$12.40
	Watertown (per ton)	\$12.67	\$12.50	\$13.14
	Guildford / Madison (per ton)*	\$2.75	\$2.75	\$10.00
	RRDD#1 MSW (per load)**	\$81.76	\$80.86	\$89.62
	Sharon/Salisbury (per ton)	\$11.39	\$11.32	\$12.04
	Southbury (per ton)	\$9.25	\$9.40	\$9.73
	Waterbury LF Residential Drop Off (per ton)	\$31.00	\$32.00	\$33.00
	Bridgeport Project Diversion Fee (per ton)	\$66.00	\$67.50	\$68.50
	Bristol Project Diversion Fee (per ton)	\$52.00	n/a	n/a
	Southeast Project Diversion Fee (per ton)	\$64.50	\$67.50	\$71.00
	Wallingford Project Diversion Fee (per ton)	\$57.00	\$58.00	\$59.00
	Windsor LF MSW Diversion Fee (per ton)	\$63.86	\$65.78	\$67.75
	Exports Out-of-State Fee (average per ton)	\$73.95	\$77.00	\$79.00
	Ash Hauling (per ton)	\$3.09	\$3.18	\$3.28
	Process Residue to Hartford LF (per ton haul fee)	\$5.37	n/a	\$5.75
	Process Residue to Windsor LF (per ton haul fee)	\$8.24	\$7.70	\$8.48
	Process Residue to Windsor LF (per ton disposal fee)	\$51.50	\$53.05	\$54.64
	Process Residue to Out-of-State LF (per ton T&D)	n/a	Market Rate	Market Rate
	NPW to Hartford LF (per load)	\$247.61	n/a	\$264.94
	NPW to Out-of-State LF (per ton T&D)	n/a	Market Rate	Market Rate
Hauled Tons	Ellington (MSW)	70,403	56,000	75,000
	Essex (MSW & Recyclables)	83,654	85,000	90,000
	Torrington (MSW & Recyclables)	84,369	79,000	93,000
	Watertown (MSW & Recyclables)	120,575	128,000	133,000
	Guildford / Madison (MSW)	3,559	5,000	10,000
	RRDD#1 (MSW)	2,679	3,000	2,800
	Sharon/Salisbury (MSW)	3,904	4,500	4,500
	Southbury (MSW)	7,598	8,000	8,100
	Waterbury LF Residential Drop Off	2,477	3,000	3,000
	Ferrous Metals Outbound	26,752	25,000	27,000
Hartford Landfill Ash		170,603	176,000	179,000
	Process Residue - to Hartford LF	110,690	0	93,000
	Process Residue to Windsor LF	12,349	10,000	18,000
	Process Residue to Out-of-State	0	89,000	0
	NPW to Hartford LF	8,764	0	8,000
	NPW to Out-of-State LF	0	10,000	0
MSW Bypass	Bridgeport Diversions	751	10,000	0
	Bristol Diversions	0	0	0
	Southeast Diversions	4,730	0	5,000
	Wallingford Diversions	0	0	0
	Windsor LF Diversions	36,516	25,000	36,500
	Exports Out-of-State	4,699	7,000	7,500
	<i>Subtotal</i>	<u>46,695</u>	<u>42,000</u>	<u>49,000</u>
MISCELLANEOUS				
Inflation Estimate		4.84%	2.50%	3.50%

* FY08 per ton fee assumes Authority is able to restructure the existing fee to match other similar hauling agreements.

** FY08 per load fee includes an additional payment for fuel surcharge to match other similar hauling agreements.

CRRA - MID-CONNECTICUT PROJECT

REVENUE AND EXPENDITURE SUMMARY

REVENUES

Account	Description	ACTUAL FY06	ADOPTED FY07	PROPOSED FY08
41-001-000-40101	Service Charges Solid Waste - Member	\$60,291,350	\$59,347,000	\$62,773,000
41-001-000-40103	Service Charges Solid Waste-Spot	\$498,016	\$672,000	\$677,000
41-001-000-41101	Bulky Waste - Municipal	\$722,920	\$0	\$723,000
41-001-000-41102	Bulky Waste - Commercial	\$54,211	\$0	\$48,000
41-001-000-41103	DEP Certified Materials	\$323,610	\$0	\$300,000
41-001-000-41104	Metal Sales	\$1,112,376	\$500,000	\$810,000
41-001-000-42101	Recycling Sales	\$4,506,983	\$2,934,000	\$2,791,000
41-001-000-42103	Metals Service Charge	\$5,058	\$0	\$5,000
41-001-000-43101	Electricity	\$18,560,778	\$18,714,000	\$20,434,000
41-001-000-45150	Miscellaneous Income	\$716,689	\$617,000	\$406,000
41-001-000-46101	Interest Income	\$2,178,143	\$1,997,000	\$1,400,000
41-001-000-xxxxx	Jets / EGF	\$7,343,003	\$7,387,000	\$6,720,000
41-001-000-48201	Use of Prior Year(s) Retained Earnings	\$0	\$2,884,055	\$1,353,554
41-001-000-48202	Use of Bond Proceeds	\$0	\$0	\$0
Total Revenues		\$96,313,137	\$95,052,055	\$98,440,554

EXPENDITURES

Account	Description	ACTUAL FY06	ADOPTED FY07	PROPOSED FY08
41-001-501-xxxxx	General Administration	\$7,833,682	\$11,915,000	\$12,274,500
41-001-502-xxxxx	Debt Service/Administration	\$18,464,558	\$8,167,055	\$866,000
41-001-505-xxxxx	Waste Transport	\$10,660,319	\$17,239,000	\$13,590,000
41-001-506-xxxxx	Regional Recycling	\$2,575,756	\$2,348,000	\$2,658,000
41-001-601-xxxxx	Waste Processing Facility	\$21,526,898	\$20,756,000	\$22,300,500
41-001-602-xxxxx	Power Block Facility	\$17,350,162	\$18,393,000	\$18,412,000
41-001-603-xxxxx	Energy Generating Facility	\$1,564,209	\$1,595,000	\$1,799,000
41-001-604-xxxxx	Landfill - Hartford	\$4,617,600	\$4,668,500	\$16,949,554
41-001-605-xxxxx	Landfill - Ellington	\$355,144	\$449,000	\$457,000
41-001-61x-xxxxx	Transfer Stations	\$2,080,316	\$2,064,000	\$2,333,000
41-001-620-xxxxx	171 Murphy Road	\$59,288	\$70,500	\$81,000
41-001-xxx-xxxxx	Jets / EGF	\$7,871,651	\$7,387,000	\$6,720,000
Total Expenditures		\$94,959,583	\$95,052,055	\$98,440,554
Balance		\$1,353,554	\$0	\$0

CRRR - MID-CONNECTICUT PROJECT

EXPENDITURE DETAIL

Account	Description	ACTUAL FY06	ADOPTED FY07	PROPOSED FY08
GENERAL ADMINISTRATION				
41-001-501-52101	Postage & Delivery Fees	\$4,586	\$4,000	\$5,000
41-001-501-52104	Telephone & Pagers	\$25,058	\$20,000	\$9,000
41-001-501-52108	Duplication And Printing	\$19,147	\$5,000	\$20,000
41-001-501-52115	Advertising	\$27,404	\$9,000	\$50,000
41-001-501-52118	Marketing & Public Relations	\$466	\$250,000	\$20,000
41-001-501-52201	Office Equipment	\$274	\$0	\$0
41-001-501-52202	Office Supplies	\$3,284	\$7,000	\$3,500
41-001-501-52211	Protect Clothing/Safety Equip.	\$37	\$0	\$0
41-001-501-52302	Miscellaneous Services	(\$150)	\$5,000	\$5,000
41-001-501-52305	Business Meetings and Travel	\$2,194	\$2,000	\$2,500
41-001-501-52355	Mileage Reimbursement	\$3,396	\$10,000	\$3,500
41-001-501-52401	Vehicle Repair / Maintenance	\$617	\$0	\$0
41-001-501-52404	Building Operations	\$55,391	\$92,000	\$107,000
41-001-501-52415	Grounds Maintenance	\$33,600	\$50,000	\$50,000
41-001-501-52502	Fees/Licenses/Permits	\$1,365	\$1,000	\$1,500
41-001-501-52505	Claims/Losses	\$47,123	\$100,000	\$100,000
41-001-501-52602	Bad Debt Expense	\$0	\$10,000	\$10,000
41-001-501-52604	Rental / Lease	\$0	\$1,000	\$0
41-001-501-52615	Office Temporaries	\$48	\$0	\$0
41-001-501-52853	Information Technology Consultant	\$508	\$5,000	\$10,000
41-001-501-52856	Legal	\$2,906,602	\$2,000,000	\$2,622,000
41-001-501-52859	Financial	\$23,258	\$38,000	\$50,000
41-001-501-52862	Arbitrator	(\$5,900)	\$0	\$0
41-001-501-52863	Auditor	\$5,166	\$24,000	\$22,000
41-001-501-52875	Insurance, Consulting, Brokerage Serv	\$76,458	\$84,000	\$94,000
41-001-501-52899	Other Consulting Services	\$59,649	\$150,000	\$50,000
41-001-501-53301	Gas	\$8,981	\$9,000	\$9,000
41-001-501-53304	Electricity	\$0	\$3,000	\$50,000
41-001-501-53309	Other Utilities	\$0	\$0	\$2,000
41-001-501-54482	Computer Hardware	\$2,814	\$5,000	\$4,000
41-001-501-54483	Computer Software	\$0	\$1,000	\$4,500
41-001-501-52674	Contribution to Landfill Development Fund	\$0	\$1,400,000	\$0
41-001-501-52675	Contribution to Risk Fund	\$0	\$3,000,000	\$1,000,000
41-001-501-xxxxx	Contribution to Ash Disposal Fund	\$0	\$0	\$2,700,000
41-001-501-57840	Allocation - Salaries	\$2,637,672	\$2,534,000	\$2,895,000
41-001-501-57850	Allocation - Overhead	\$1,894,634	\$2,096,000	\$2,375,000
	Subtotal	\$7,833,682	\$11,915,000	\$12,274,500 3.0%

CRRA - MID-CONNECTICUT PROJECT

EXPENDITURE DETAIL

Account	Description	ACTUAL FY06	ADOPTED FY07	PROPOSED FY08
<u>DEBT SERVICE/ADMINISTRATION</u>				
41-001-502-52672	Contribution to Debt Service Stabilization Reserve	\$14,663,000	\$4,349,055	\$0
41-001-502-52859	Financial	\$1,500	\$2,000	\$2,000
41-001-502-55525	Interest - 96 Series	\$3,785,306	\$3,785,500	\$832,000
41-001-502-55560	Principal Repayment	\$0	\$0	\$0
41-001-502-55585	Bank/Trustee Fees	\$14,752	\$31,000	\$32,000
	Subtotal	\$18,464,558	\$8,167,055	\$866,000 -89.4%
<u>WASTE TRANSPORT</u>				
41-001-505-52509	Transfer / Transport Subsidy	\$315,748	\$333,000	\$345,000
41-001-505-52658	Rolling Stock Reserve	\$350,000	\$600,000	\$500,000
41-001-505-52701	Contract Operating Charges	\$3,835,280	\$4,503,000	\$5,574,000
41-001-505-52715	Ash Loading	Incl. Above	\$201,000	Incl. Above
41-001-505-52716	Non-Processible Waste Disposal Fees	\$2,019,262	\$8,183,000	\$1,943,000
41-001-505-52706	Ash Hauling	\$523,628	\$560,000	\$587,000
41-001-505-52710	Disposal Fees - Solid Waste (Bypass)	\$3,616,401	\$2,859,000	\$4,640,000
	Subtotal - Waste Transport	\$10,660,319	\$17,239,000	\$13,590,000 -21.2%
<u>REGIONAL RECYCLING</u>				
41-001-506-52104	Telephone & Pagers	\$0	\$4,000	\$4,000
41-001-506-52115	Advertising	\$7,490	\$8,000	\$40,000
41-001-506-52118	Marketing & Public Relations	\$0	\$5,000	\$180,000
41-001-506-52302	Miscellaneous Services	\$92	\$2,000	\$0
41-001-506-52305	Bus. Meetings & Travel	\$7	\$0	\$0
41-001-506-52355	Mileage Reimbursement	\$238	\$0	\$500
41-001-506-52404	Building Operations	\$17,459	\$45,000	\$58,000
41-001-506-52407	Project Equipment Maintenance	\$42,236	\$40,000	\$80,000
41-001-506-52415	Grounds Maintenance	\$2,052	\$20,000	\$5,000
41-001-506-52502	Fees/Licenses/Permits	\$323	\$7,000	\$3,500
41-001-506-52604	Rental / Lease	\$14,352	\$0	\$0
41-001-506-52617	Electronics Recycling	\$37,236	\$50,000	\$75,000
41-001-506-52652	Equipment Replacement Reserve	\$51,000	\$0	\$0
41-001-506-52659	Recycling Education Reserve (PILOT)	\$100,000	\$100,000	\$150,000
41-001-506-52701	Contract Operating Charges	\$1,138,310	\$336,000	\$0
41-001-506-52709	Other Operating Charges	\$21,828	\$146,000	\$0
41-001-506-xxxxx	Member Delivery Credit	\$0	\$0	\$780,000
41-001-506-52858	Engineering	\$36,762	\$50,000	\$25,000
41-001-506-52901	Environmental Testing	\$1,783	\$4,000	\$4,000
41-001-506-53304	Electricity	\$40,487	\$38,000	\$0
41-001-506-53309	Other Utilities	\$1,886	\$2,000	\$2,000
41-001-506-54482	Computer Hardware	\$0	\$2,000	\$2,000
41-001-506-57840	Allocation - Salaries	\$339,577	\$347,000	\$383,000
41-001-506-57850	Allocation - Overhead	\$251,818	\$361,000	\$414,000
41-001-621-xxxxx	Hartford Education (See Detail)	\$233,200	\$254,000	\$264,000
41-001-508-xxxxx	Stratford Education (See Detail)	\$237,620	\$180,000	\$188,000
	Subtotal	\$2,575,756	\$2,348,000	\$2,658,000 13.2%

CRRA - MID-CONNECTICUT PROJECT

EXPENDITURE DETAIL

Account	Description	ACTUAL FY06	ADOPTED FY07	PROPOSED FY08
<u>WASTE PROCESSING FACILITY</u>				
41-001-601-52104	Telephone & Pagers	\$0	\$9,000	\$9,000
41-001-601-52404	Building Operations	\$5,700	\$10,000	\$10,000
41-001-601-52407	Project Equipment Maintenance	\$0	\$15,000	\$5,000
41-001-601-52502	Fees/Licenses/Permits	\$2,950	\$5,000	\$5,000
41-001-601-52507	Payments in Lieu of Taxes	\$2,543,713	\$2,939,000	\$3,022,000
41-001-601-52640	Insurance Premium	\$1,120,636	\$1,173,000	\$1,353,000
41-001-601-52668	Facility Modification Reserve	\$1,500,000	\$2,000,000	\$1,000,000
41-001-601-52701	Contract Operating Charges	\$14,694,894	\$13,682,000	\$15,875,000
41-001-601-52709	Other Operating Charges	\$416,438	\$290,000	\$429,000
41-001-601-52858	Engineering	\$175,605	\$160,000	\$145,000
41-001-601-52901	Environmental Testing	\$39,581	\$71,000	\$93,000
41-001-601-53304	Electricity	\$256	\$0	\$500
41-001-601-54482	Computer Hardware	\$1,164	\$2,000	\$4,000
41-001-601-54491	Other Equipment	\$73,657	\$0	\$0
41-001-601-56605	Construction	\$284,896	\$0	\$50,000
41-001-601-52618	MCAPS Fuel	\$473,504	\$200,000	\$100,000
41-001-601-52713	MCAPS Charges	\$193,904	\$200,000	\$200,000
	Subtotal	\$21,526,898	\$20,756,000	\$22,300,500 7.4%
<u>POWER BLOCK FACILITY</u>				
41-001-602-52502	Fees/Licenses/Permits	\$270,745	\$307,000	\$290,000
41-001-602-52506	Solid Waste Assessment (Dioxin Tax)	\$1,429,276	\$1,053,000	\$1,029,000
41-001-602-52611	Revenue Sharing Expense	\$2,757,564	\$3,700,000	\$3,447,000
41-001-602-52614	Lime	\$952,063	\$950,000	\$1,065,000
41-001-602-52616	SNCR (Urea)	\$220,677	\$276,000	\$252,000
41-001-602-52702	Contract Ops Charge - Equipment	\$3,759,206	\$3,730,000	\$3,859,000
41-001-602-52703	Contract Ops Charge - Management Fee	\$1,453,767	\$1,478,000	\$1,530,000
41-001-602-52709	Contract Ops Charge - Personnel	\$6,030,126	\$5,527,000	\$5,720,000
41-001-602-52714	Other Operating Charges - Pass Through Costs	\$0	\$500,000	\$518,000
41-001-602-52858	Engineering	\$65,017	\$185,000	\$160,000
41-001-602-52901	Environmental Testing	\$63,848	\$172,000	\$172,000
41-001-602-52910	Continuous Emission Monitoring	\$95,205	\$200,000	\$100,000
41-001-602-53304	Electricity	\$252,668	\$315,000	\$270,000
	Subtotal	\$17,350,162	\$18,393,000	\$18,412,000 0.1%
<u>ENERGY GENERATING FACILITY</u>				
41-001-603-52507	Payments in Lieu of Taxes	\$1,556,132	\$1,588,000	\$1,787,000
41-001-603-53304	Electricity	\$8,077	\$7,000	\$12,000
	Subtotal	\$1,564,209	\$1,595,000	\$1,799,000 12.8%

CRRR - MID-CONNECTICUT PROJECT

EXPENDITURE DETAIL

Account	Description	ACTUAL FY06	ADOPTED FY07	PROPOSED FY08
<u>HARTFORD LANDFILL</u>				
41-001-604-52104	Telephone & Pagers	\$2,460	\$4,000	\$4,000
41-001-604-52115	Advertising	\$0	\$2,000	\$3,000
41-001-604-52404	Building Operations	\$4,088	\$15,000	\$12,000
41-001-604-52407	Project Equipment Maintenance	\$39,862	\$133,000	\$117,000
41-001-604-52415	Grounds Maintenance	\$194,586	\$295,000	\$279,000
41-001-604-52502	Fees/Licenses/Permits	\$21,375	\$22,000	\$27,000
41-001-604-52507	Payments in Lieu of Taxes	\$68,263	\$0	\$73,000
41-001-604-52604	Rental / Lease	\$525,000	\$525,000	\$525,000
41-001-604-52650	Post Closure Reserve	\$475,000	\$300,000	\$1,500,000
41-001-601-52670	Landfill Closure Reserve	\$1,000,000	\$1,500,000	\$11,509,000
41-001-604-52701	Contract Operating Charges	\$1,402,116	\$1,067,000	\$1,742,150
41-001-604-52709	Other Operating Charges	\$264,696	\$350,000	\$295,000
41-001-604-52858	Engineering	\$247,412	\$234,000	\$406,000
41-001-604-52901	Environmental Testing	\$95,653	\$117,000	\$142,000
41-001-604-53304	Electricity	\$16,469	\$29,500	\$29,000
41-001-604-54482	Computer Hardware	\$0	\$4,000	\$2,000
41-001-604-54483	Computer Software	\$0	\$1,000	\$0
41-001-604-56605	Construction	\$257,012	\$50,000	\$0
41-001-604-58001	Contingency	\$3,608	\$20,000	\$284,404
	Subtotal	\$4,617,600	\$4,668,500	\$16,949,554 263.1%
<u>ELLINGTON LANDFILL</u>				
41-001-605-52407	Project Equipment Maintenance	\$30,003	\$24,000	\$25,000
41-001-605-52415	Grounds Maintenance	\$29,741	\$61,500	\$52,000
41-001-605-52502	Fees/Licenses/Permits	\$0	\$1,500	\$2,000
41-001-605-52504	Assessment/Taxes	\$9,490	\$6,000	\$10,000
41-001-605-52650	Post Closure Reserve	\$175,000	\$175,000	\$175,000
41-001-605-52709	Other Operating Charges	\$60,261	\$81,000	\$72,000
41-001-605-52858	Engineering	\$3,268	\$24,000	\$32,000
41-001-605-52901	Environmental Testing	\$28,869	\$51,000	\$64,000
41-001-605-53304	Electricity	\$18,512	\$24,000	\$24,000
41-001-605-55585	Bank/Trustee Fees	\$0	\$1,000	\$1,000
	Subtotal	\$355,144	\$449,000	\$457,000 1.8%

CRRA - MID-CONNECTICUT PROJECT

EXPENDITURE DETAIL

Account	Description	ACTUAL FY06	ADOPTED FY07	PROPOSED FY08
<u>TRANSFER STATION - ELLINGTON</u>				
41-001-610-52104	Telephone & Pagers	\$3,452	\$7,000	\$6,000
41-001-610-52404	Building Operations	\$16,665	\$5,500	\$6,500
41-001-610-52407	Project Equipment Maintenance	\$3,858	\$7,500	\$7,000
41-001-610-52415	Grounds Maintenance	\$4,709	\$5,000	\$5,000
41-001-610-52502	Fees/Licenses/Permits	\$125	\$3,000	\$3,000
41-001-610-52508	Municipal Subsidy	\$7,210	\$7,000	\$38,000
41-001-610-52701	Contract Operating Charges	\$401,399	\$342,500	\$357,000
41-001-610-52858	Engineering	\$2,823	\$1,000	\$5,000
41-001-610-53304	Electricity	\$2,902	\$3,000	\$2,500
41-001-610-54482	Computer Hardware	\$0	\$2,000	\$1,000
	Subtotal	\$443,143	\$383,500	\$431,000 12.4%
<u>TRANSFER STATION - ESSEX</u>				
41-001-611-52104	Telephone & Pagers	\$0	\$4,000	\$4,000
41-001-611-52404	Building Operations	\$16,818	\$5,500	\$7,000
41-001-611-52407	Project Equipment Maintenance	\$3,760	\$7,500	\$7,000
41-001-611-52502	Fees/Licenses/Permits	\$125	\$3,000	\$3,000
41-001-611-52508	Municipal Subsidy	\$0	\$0	\$45,000
41-001-611-52701	Contract Operating Charges	\$538,858	\$548,500	\$571,000
41-001-611-52858	Engineering	\$3,334	\$1,000	\$5,000
41-001-611-52901	Environmental Testing	\$2,079	\$3,500	\$4,000
41-001-611-54482	Computer Hardware	\$0	\$2,000	\$1,000
41-001-611-57820	Local Administration	\$58,000	\$58,000	\$58,000
	Subtotal	\$622,974	\$629,000	\$705,000 12.1%
<u>TRANSFER STATION - TORRINGTON</u>				
41-001-612-52104	Telephone & Pagers	\$634	\$4,000	\$4,000
41-001-612-52404	Building Operations	\$55,579	\$5,500	\$6,500
41-001-612-52407	Project Equipment Maintenance	\$1,503	\$7,500	\$7,000
41-001-612-52502	Fees/Licenses/Permits	\$125	\$3,000	\$3,000
41-001-612-52508	Municipal Subsidy	\$0	\$0	\$47,000
41-001-612-52604	Rental / Lease	\$100	\$0	\$0
41-001-612-52701	Contract Operating Charges	\$437,501	\$521,500	\$543,000
41-001-612-52858	Engineering	\$3,729	\$1,000	\$14,000
41-001-612-52901	Environmental Testing	\$1,004	\$3,000	\$2,500
41-001-612-54482	Computer Hardware	\$0	\$2,000	\$1,000
	Subtotal	\$500,175	\$543,500	\$628,000 15.5%

CRRA - MID-CONNECTICUT PROJECT

EXPENDITURE DETAIL

Account	Description	ACTUAL FY06	ADOPTED FY07	PROPOSED FY08
<u>TRANSFER STATION - WATERTOWN</u>				
41-001-613-52104	Telephone & Pagers	\$0	\$4,000	\$8,000
41-001-613-52404	Building Operations	\$13,353	\$5,500	\$7,000
41-001-613-52407	Project Equipment Maintenance	\$1,182	\$7,500	\$7,000
41-001-613-52502	Fees/Licenses/Permits	\$125	\$3,000	\$3,000
41-001-613-52508	Municipal Subsidy	\$55,796	\$39,000	\$67,000
41-001-613-52701	Contract Operating Charges	\$437,759	\$450,000	\$469,000
41-001-613-52858	Engineering	\$5,559	\$1,000	\$5,000
41-001-613-52901	Environmental Testing	\$0	\$0	\$2,000
41-001-613-54482	Computer Hardware	\$0	\$2,000	\$1,000
41-001-613-56605	Construction	\$250	\$0	\$0
	Subtotal	\$514,024	\$508,000	\$569,000 12.0%
<u>171 MURPHY ROAD</u>				
41-001-620-52104	Telephone & Pagers	\$0	\$2,000	\$1,000
41-001-620-52404	Building Operations	\$7,121	\$17,500	\$21,500
41-001-620-52415	Grounds Maintenance	\$1,793	\$2,000	\$1,500
41-001-620-52507	Payments in Lieu of Taxes	\$36,852	\$35,000	\$42,000
41-001-620-53301	Gas	\$11,885	\$10,500	\$12,000
41-001-620-53304	Electricity	\$1,637	\$2,000	\$2,500
41-001-620-53309	Other Utilities	\$0	\$1,500	\$500
	Subtotal	\$59,288	\$70,500	\$81,000 14.9%
<u>Jets / EGF</u>				
02-001-901-xxxxx	General Administration	\$197,019	\$271,000	\$351,000
02-001-951-xxxxx	Jets	\$2,402,543	\$1,563,000	\$1,734,000
02-001-952-xxxxx	Energy Generating Facility	\$5,272,089	\$5,553,000	\$4,635,000
		\$7,871,651	\$7,387,000	\$6,720,000 -9.0%

CRRA - JETS / ENERGY GENERATING FACILITY

REVENUE AND EXPENDITURE SUMMARY

REVENUES

Account	Description	ACTUAL FY06	ADOPTED FY07	PROPOSED FY08
ENERGY				
41-001-000-43104	Capacity	\$6,288,388	\$5,190,000	\$5,190,000
41-001-000-43104	Variable	Incl. Above	\$287,000	\$296,000
41-001-000-43104	Backstop	Incl. Above	\$42,000	\$42,000
41-001-000-43104	Black Start Credit	Incl. Above	\$767,000	\$794,000
	Subtotal Energy	<u>\$6,288,388</u>	<u>\$6,286,000</u>	<u>\$6,322,000</u>
OTHER				
41-001-000-46107	Interest Income	\$1,029,343	\$1,067,000	\$125,000
41-001-000-45151	Rental Income - Jets/EGF	\$25,272	\$34,000	\$39,000
41-001-000-xxxxx	Supplemental Sources (1)	\$0	\$0	\$234,000
41-001-000-xxxxx	Use of EGF Reserve	\$0	\$0	\$0
	Subtotal Other	<u>\$1,054,615</u>	<u>\$1,101,000</u>	<u>\$398,000</u>
	Total Revenues	<u>\$7,343,003</u>	<u>\$7,387,000</u>	<u>\$6,720,000</u>

EXPENDITURES

Account	Description	ACTUAL FY06	ADOPTED FY07	PROPOSED FY08
41-001-901-xxxxx	General Administration	\$197,019	\$271,000	\$351,000
41-001-951-xxxxx	Jets	\$2,434,879	\$1,563,000	\$1,734,000
41-001-952-xxxxx	Energy Generating Facility	<u>\$5,272,089</u>	<u>\$5,553,000</u>	<u>\$4,635,000</u>
	Total Expenditures	<u>\$7,903,987</u>	<u>\$7,387,000</u>	<u>\$6,720,000</u>
	Balance	<u>(\$560,984)</u>	<u>\$0</u>	<u>\$0</u>

(1) A shortfall caused by a reduction of interest income from the reserve will be funded from the EGF/Jets operating account.

CRRA - JETS / ENERGY GENERATING FACILITY

EXPENDITURE DETAIL

Account	Description	ACTUAL FY06	ADOPTED FY07	PROPOSED FY08
GENERAL ADMINISTRATION				
02-001-901-52108	Duplication & Printing	\$3,243	\$0	\$5,000
02-001-901-52115	Advertising	\$346	\$0	\$0
41-001-901-52856	Legal	\$51,446	\$50,000	\$150,000
41-001-901-52875	Insurance, Consulting, Brokerage Service	\$17,183	\$10,000	\$10,000
41-001-901-52899	Other Consulting Services	\$0	\$40,000	\$40,000
41-001-901-57840	Allocation - Salaries	\$70,644	\$92,000	\$78,000
41-001-901-57850	Allocation - Overhead	\$54,157	\$79,000	\$68,000
	Subtotal	\$197,019	\$271,000	\$351,000 29.5%
JETS				
41-001-951-52502	Fees/Licenses/Permits	\$32,376	\$20,000	\$35,000
41-001-951-52507	Payments In Lieu Of Taxes	\$128,076	\$131,000	\$142,000
41-001-951-52640	Insurance Premiums	\$136,412	\$129,000	\$75,000
41-001-951-52701	Contract Operating Charges	\$1,116,556	\$1,152,000	\$1,324,000
41-001-951-52858	Engineering	\$12,810	\$25,000	\$10,000
41-001-951-53304	Electricity	\$92,825	\$106,000	\$148,000
41-001-951-54491	Other Equipment	\$915,824	\$0	\$0
	Subtotal	\$2,434,879	\$1,563,000	\$1,734,000 10.9%
ENERGY GENERATING FACILITY				
41-001-952-52304	Dues - Professional Organization	\$0	\$21,000	\$0
41-001-952-52404	Building Operations	\$898	\$15,000	\$15,000
41-001-952-52640	Insurance Premiums	\$140,583	\$190,000	\$278,000
41-001-952-52671	Contribution to Jets/EGF Reserve	\$965,000	\$1,124,000	\$0
41-001-952-52701	Contract Operating Charges	\$3,325,445	\$3,362,000	\$3,446,000
41-001-952-54491	Contract Capital Expenditures	\$512,932	\$518,000	\$531,000
41-001-952-52858	Engineering	\$83,165	\$50,000	\$120,000
41-001-952-53309	Other Utilities	\$233,714	\$273,000	\$215,000
41-001-952-56605	Construction	\$10,352	\$0	\$30,000
	Subtotal	\$5,272,089	\$5,553,000	\$4,635,000 -16.5%

(a) Detail expenses are aggregated into Contract Operating Charges.

RECYCLING OPERATIONS / EDUCATION

ASSUMPTIONS		ACTUAL FY06	ADOPTED FY07	PROPOSED FY08
Tip Fees	Member Recyclables - Containers	\$0.00	\$0.00	\$0.00
	Member Recyclables - Paper	\$0.00	\$0.00	\$0.00
	Member Delivery Credit	\$0.00	\$0.00	Market Rate
Delivery/Processing	Container Member Recyclables	22,316	22,000	22,000
	Paper Tons Delivered Direct to Other	15,176	14,000	14,000
	Paper Tons Delivered Direct to RRC	38,971	42,000	42,000
	Paper Member Recyclables	54,148	56,000	56,000
	Total	76,464	78,000	78,000
Recycling Sales	Container Per Ton Sales Revenue	\$61.77	n/a	\$10.00
	Paper Per Ton Sales Revenue	\$56.11	n/a	\$7.00
	All Acceptable Recyclables (Fixed Fee)	n/a	\$29.06	\$29.06
Residue	Container Recycling Residue Rate	7.23%	8.50%	3.00%
	Paper Recycling Residue Rate	0.50%	0.50%	0.50%
Other Operating	Container Operating Payment	\$23.17	n/a	\$0.00
	Paper Operating Payment	\$8.00	\$8.00	\$0.00
Miscellaneous	Inflation Estimate	2.54%	2.50%	3.50%
	75% of Inflation Escalator	1.90%	1.88%	2.63%

REVENUE & EXPENDITURE SUMMARY

ACCOUNT	DESCRIPTION	ACTUAL FY06	ADOPTED FY07	PROPOSED FY08
REVENUES				
41-001-000-42101	Recycling Sales	\$4,506,983	\$2,598,000	\$2,791,000
41-001-000-45150	Miscellaneous Income	\$716,689	\$551,000	\$223,000
	Total Revenues	\$5,223,672	\$3,149,000	\$3,014,000
EXPENDITURES - OPERATIONS				
41-001-506-52104	Telephone & Pagers	\$0	\$4,000	\$4,000
41-001-506-52115	Advertising	\$7,490	\$8,000	\$40,000
41-001-506-52118	Marketing & Public Relations	\$0	\$5,000	\$180,000
41-001-506-52302	Miscellaneous Services	\$92	\$2,000	\$0
41-001-506-52305	Business Meetings and Travel	\$7	\$0	\$0
41-001-506-52355	Mileage Reimbursement	\$238	\$0	\$500
41-001-506-52404	Building Operations	\$17,459	\$45,000	\$58,000
41-001-506-52407	Project Equipment Maintenance	\$42,236	\$40,000	\$80,000
41-001-506-52415	Grounds Maintenance	\$2,052	\$20,000	\$5,000
41-001-506-52502	Fees/Licenses/Permits	\$323	\$7,000	\$3,500
41-001-506-52604	Rental / Lease	\$14,352	\$0	\$0
41-001-506-52617	Electronics Recycling	\$37,236	\$50,000	\$75,000
41-001-506-52652	Equipment Replacement Reserve	\$51,000	\$0	\$0
41-001-506-52659	Recycling Education Reserve	\$100,000	\$100,000	\$150,000
41-001-506-52701	Contract Operating Charges	\$1,138,310	\$336,000	\$0
41-001-506-52709	Other Operating Charges	\$21,828	\$146,000	\$0
41-001-506-xxxxx	Member Delivery Credit	\$0	\$0	\$780,000
41-001-506-52858	Engineering	\$36,762	\$50,000	\$25,000
41-001-506-52901	Environmental Testing	\$1,783	\$4,000	\$4,000
41-001-506-53304	Electricity	\$40,487	\$38,000	\$0
41-001-506-53309	Other Utilities	\$1,886	\$2,000	\$2,000
41-001-506-54482	Computer Hardware	\$0	\$2,000	\$2,000
41-001-506-57840	Allocation - Salaries	\$339,577	\$347,000	\$383,000
41-001-506-57850	Allocation - Overhead	\$251,818	\$361,000	\$414,000
41-001-621-xxxxx	Hartford Education (See Detail)	\$233,200	\$254,000	\$264,000
41-001-508-xxxxx	Stratford Education (See Detail)	\$237,620	\$180,000	\$188,000
	Subtotal	\$2,575,756	\$2,001,000	\$2,658,000

RECYCLING OPERATIONS / EDUCATION

EXPENDITURE SUMMARY

ACCOUNT	DESCRIPTION	ACTUAL FY06	ADOPTED FY07	PROPOSED FY08
EXPENDITURES - HARTFORD EDUCATION				
41-001-621-52118	Marketing & Public Relations	\$1,655	\$5,000	\$5,000
41-001-621-52202	Office Supplies	\$283	\$500	\$3,000
41-001-621-52203	Educational Supplies	\$2,462	\$5,000	\$5,000
41-001-621-52303	Subscriptions/Publications/Ref. Material	\$0	\$500	\$500
41-001-621-52305	Business Meetings and Travel	\$123	\$500	\$500
41-001-621-52355	Mileage Reimbursement	\$1,728	\$500	\$2,000
41-001-621-52418	Education Exhibits Maintenance	\$32,547	\$35,000	\$36,000
41-001-621-52899	Other Consulting Services	\$2,655	\$0	\$0
41-001-621-57840	Allocation - Salaries	\$110,101	\$115,000	\$118,000
41-001-621-57850	Allocation - Overhead	\$81,646	\$92,000	\$94,000
	Subtotal	\$233,200	\$254,000	\$264,000
EXPENDITURES - STRATFORD EDUCATION				
41-001-508-52104	Telephone & Pagers	\$0	\$500	\$300
41-001-508-52118	Marketing & Public Relations	\$1,250	\$4,500	\$4,500
41-001-508-52202	Office Supplies	\$733	\$1,000	\$2,500
41-001-508-52203	Educational Supplies	\$3,131	\$3,000	\$3,000
41-001-508-52302	Miscellaneous Services	\$120	\$0	\$200
41-001-508-52303	Subscriptions/Publications/Ref. Material	\$71	\$500	\$1,000
41-001-508-52305	Business Meetings and Travel	\$120	\$1,000	\$1,000
41-001-508-52355	Mileage Reimbursement	\$2,121	\$500	\$2,000
41-001-508-52403	Office Equipment Service	\$0	\$0	\$500
41-001-508-52615	Office Temporaries	\$2,289	\$0	\$0
41-001-508-57840	Allocation - Salaries	\$96,892	\$97,000	\$99,000
41-001-508-57850	Allocation - Overhead	\$130,893	\$72,000	\$74,000
	Subtotal	\$237,620	\$180,000	\$188,000
	Total Expenditures	\$2,575,756	\$2,001,000	\$2,658,000
	SURPLUS/(DEFICIT)	\$2,647,916	\$1,148,000	\$356,000

n/a = Not Applicable

CRRA - MID-CONNECTICUT PROJECT

Five Year Capital Improvement Plan (\$000's)

ROLLING STOCK	Adopted FY07	Projected FY07	Proposed FY08	Projected FY09	Projected FY10	Projected FY11	Projected FY12
Loader Purchases	\$770	\$0	\$1,540	\$770	\$480	\$720	\$850
Container Purchases	\$115	\$0	\$30	\$36	\$0	\$0	\$0
Subtotal Capital Improvement	\$885	\$0	\$1,570	\$806	\$480	\$720	\$850
Contributions to Reserve	\$600	\$600	\$500	\$500	\$500	\$500	\$500
Estimated Reserve Balance	\$3,103	\$3,703	\$2,633	\$2,327	\$2,347	\$2,127	\$1,777

FY08 assumes the purchase of 4 loaders, which includes 2 loaders which were scheduled to be purchased in FY07.

FACILITY MODIFICATIONS	Adopted FY07	Projected FY07	Proposed FY08	Projected FY09	Projected FY10	Projected FY11	Projected FY12
Waste Processing Facility (WPF)	\$2,025	\$2,000	\$2,087	\$790	\$630	\$720	\$220
Power Block Facility (PBF)	\$130	\$0	\$1,565	\$40	\$40	\$40	\$0
Recycling Facility	\$270	\$0	\$95	\$10	\$10	\$10	\$0
Transfer Stations	\$143	\$0	\$176	\$51	\$58	\$58	\$13
Subtotal Capital Improvement	\$2,568	\$2,000	\$3,923	\$891	\$738	\$828	\$233
Contributions to Reserve	\$2,000	\$2,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000
Estimated Reserve Balance	\$6,024	\$6,024	\$3,101	\$3,210	\$3,472	\$3,644	\$4,411

WPF projects include the replacement/rebuild of conveyors \$1.2M, building repairs/upgrades \$400k, trommelwork \$184k.

PBF projects include upgrading the control room \$400k and the installation of a ferrous removal system \$1M.

Recycling facility projects includes a security system upgrade, interior building work and paving.

Transfer station projects include paving, pushwall repairs and installation of roof ladders.

HARTFORD CLOSURE	Adopted FY07	Projected FY07	Proposed FY08	Projected FY09	Projected FY10	Projected FY11	Projected FY12
Reserve Balance as of June 30, 2006	\$9,208	\$9,208					
Hartford Landfill	\$1,400	\$0	\$5,800	\$7,700	\$7,700	\$2,500	\$0
Contributions to Reserve	\$1,500	\$1,000	\$11,509	\$1,883	\$0	\$0	\$0
Estimated Reserve Balance	\$9,308	\$10,308	\$16,017	\$10,200	\$2,500	\$0	\$0

Closure costs based upon existing estimates.

Excludes post-closure reserve.

JETS/EGF/SOUTH MEADOWS	Adopted FY07	Projected FY07	Proposed FY08	Projected FY09	Projected FY10	Projected FY11	Projected FY12
Jets	\$1,035	\$0	\$1,960	\$600	\$500	\$500	\$0
Energy Generating Facility (EGF)	\$1,319	\$0	\$2,760	\$320	\$100	\$100	\$0
South Meadows	\$0	\$0	\$165	\$84	\$0	\$0	\$0
Subtotal Capital Improvement	\$2,354	\$0	\$4,885	\$1,004	\$600	\$600	\$0
Contributions to Reserve/Withdrawals	\$1,124	(\$8,876)	\$0	\$0	\$0	(\$66)	(\$304)
Estimated Reserve Balance	\$19,981	\$249	(\$4,720)	(\$5,640)	(\$6,240)	(\$6,906)	(\$7,210)

Jets projects include an engine rebuild, fuel control replacement, rewind generator field.

EGF projects include major overhaul including blade replacement for turbine #5.

Funding for Jets and EGF capital improvements assumed to be from the EGF/Jets restricted reserve contingent upon Court authorization.

Funding for South Meadows to come from South Meadows reserve.

TOTAL CAPITAL IMPROVEMENT	\$7,207	\$2,000	\$16,178	\$10,401	\$9,518	\$4,648	\$1,083
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ATTACHMENT 2

RESOLUTION REGARDING THE ESTABLISHMENT OF AN ASH DISPOSAL RESERVE

WHEREAS, the ash residue from the Mid-Connecticut Project Waste Processing Facility has historically been, and currently continues to be, deposited at the Hartford Landfill; and

WHEREAS, the Hartford Landfill will close on December 31, 2008, and Mid-Connecticut Project ash will thereafter need to be disposed of elsewhere; and

WHEREAS, the Authority is diligently pursuing development of a new publicly-owned ash landfill to serve Connecticut municipalities, but such new landfill will not yet be available when the Hartford Landfill closes; and

WHEREAS, transportation to and disposal of the Project ash at an out-of-state landfill will have a very significant impact on Project operating costs; and

WHEREAS, this board believes that prudent financial management dictates the establishment of reasonable reserves for known costs in order to maintain stable tip fees;

NOW, THEREFORE, it is

RESOLVED: That an Ash Disposal Reserve be established for the Mid-Connecticut Project to mitigate pending future tip fee increases associated with the closure of the Hartford Landfill.

Connecticut Resources Recovery Authority

March 1, 2007

Reserve: ASH DISPOSAL

Designation: Board Designated

Project: Mid-Connecticut

Purpose: Fund established to mitigate pending future tip fee increases from the impact of the Hartford Landfill closure resulting in significant increases in tip fees starting in fiscal year 2009 for the cost of transportation and disposal of ash to out-of-state facilities.

Fund Basis: The fund basis will be reviewed annually as part of the budget process.

Fund Source: The initial funding of the reserve will be from the fiscal year 2008 operating budget.

Fund Amount as Of June 30, 2006: \$0

Term: Upon the determination by the Board that the reserve is no longer required or June 30, 2011.

Recommendation:

Establish the reserve as part of the fiscal year 2008 budget.