

Comparison of SRF Proposed Fee Revenue with SRF Expenditures adjusted for Inflation, and adds in a Working Capital Reserve (1/30/2012)

State Fiscal Year	New Revolving Fund Administration Fee						
	EPA Cap Grant/Fee Carry-forward from Previous Year	EPA Cap Grant for Admin (1)	NEW 0.5% Loan Fee on Declining Balance (2)	Total Revenue Available for State Revolving Fund Admin	State Revolving Fund Admin Costs Adjusted for Inflation (3)	Working Capital Reserve (4)	Total Revenues minus Expenditures (5)
	REVENUE	REVENUE	REVENUE	TOTAL REVENUE	EXPENDITURES	EXPENDITURES	SURPLUS/DEFICIT
2012	\$1,053,725	\$1,232,640	\$0	\$2,286,365	\$1,599,561	\$0	\$686,804
2013	\$686,804	\$960,480	\$816,053	\$2,463,337	\$1,760,205	\$0	\$703,132
2014	\$703,132	\$720,360	\$971,436	\$2,394,928	\$1,714,276	\$0	\$680,652
2015	\$680,652	\$540,270	\$1,113,425	\$2,334,347	\$1,752,289	\$0	\$582,058
2016	\$582,058	\$0	\$1,400,000	\$1,982,058	\$1,792,381	\$0	\$189,677
2017	\$189,677	\$0	\$1,700,000	\$1,889,677	\$1,835,116	\$0	\$54,561
2018	\$54,561	\$0	\$2,000,000	\$2,054,561	\$1,879,700	\$60,000	\$114,861
2019	\$114,861	\$0	\$2,300,000	\$2,414,861	\$1,925,263	\$120,000	\$369,598
2020	\$369,598	\$0	\$2,600,000	\$2,969,598	\$1,971,420	\$220,000	\$778,178
2021	\$778,178	\$0	\$2,900,000	\$3,678,178	\$2,018,735		\$1,659,443
2022 (5)	\$1,659,443	\$0	\$3,200,000	\$4,859,443	\$2,067,184		\$2,792,259
		<b>\$3,453,750</b>	<b>\$19,000,914</b>	<b>\$22,454,664</b>	<b>\$20,316,130</b>	<b>\$400,000</b>	

**Assumptions**

- (1) EPA Capitalization Grant (Cap Grant) estimated to decrease by 25% each year and is eliminated by 2016.
- (2) New Loan Fees Assume Fee Legislation is passed during 2012 session and we begin collection of fees on loans with start dates awarded after July 1, 2007 that are entering or in repayment. Fee revenue is projected beginning 2016.
- (3) State Revolving Fund Admin costs are based on budgeted FTE's of 10.54 for Water Quality and 1.57 for Program A and include standard costs, adjusted for inflation.
- (4) A working capital reserve of \$400K will be held in the account and is assumed to be built up once there is adequate revenue.
- (5) After administration costs are determined and a working capital reserve of \$400K is met, Ecology may determine there is an excess balance and transfer funds to the Water Pollution Control Revolving Fund for high priority water quality projects.