

Budget Questions and Requests for Information
2013-14 Recommended Budget
QUESTION 19

QUESTION: What is the cost of hauling solid waste to Durham for FY14?

RESPONDENT: Kenneth C. Pennoyer, Business Management Director
Wendy Simmons, Solid Waste Services Superintendent

RESPONSE: On page iii of the Budget Message the dollar amount representing the additional cost for hauling waste to Durham for FY14 is shown as \$355,000. This is incorrect and I apologize for any confusion. The cost for FY13 was \$355,000.

The cost for FY14 is estimated to be \$300,139. This is less than the FY13 cost because of the savings resulting from the \$16 per ton reduction in tipping fee costs between what Orange County was charging and what the private landfill will charge. These savings will be realized for the entire budget year. In addition, the FY13 included one-time cost of \$70,000 for a routing and technology study. The additional costs for FY14 are shown in the table below. These costs represent the additional cost to haul solid waste to Durham in FY14 over what it would have cost had the Orange County Landfill remained open. The vehicle lease payments spread the increased costs of the necessary new equipment over several years versus accumulating those costs all in the first year. The Recommended Budget includes this additional cost.

Cost Category	Additional Amount for FY14
Personnel	\$ 296,338
Equipment Maintenance & Fuel	163,930
Vehicle Lease Payments	64,621
Tipping Fee Savings	(224,750)
Total	\$ 300,139