

CITY OF MIDLAND
EQUIPMENT REVOLVING FUND
TEN-YEAR FINANCIAL PLAN

	<u>2004-05</u>	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>
Operating Revenues				
Equipment rental - operations	\$ 2,735,148	\$ 2,734,090	\$ 2,898,135	\$ 3,072,023
Gas and oil sales	41,741	33,000	33,990	35,010
Equipment maintenance	350,000	350,000	360,500	371,315
Total operating revenues	<u>3,126,889</u>	<u>3,117,090</u>	<u>3,292,625</u>	<u>3,478,348</u>
Operating Expenses				
Personal services	971,560	1,046,329	1,077,719	1,110,051
Supplies	339,618	340,925	351,153	361,688
Other services and charges	731,980	746,182	768,567	791,624
Reserve for contingencies	-	25,000	25,000	25,000
Total operating expenses	<u>2,043,158</u>	<u>2,158,436</u>	<u>2,222,439</u>	<u>2,288,363</u>
Net operating income	<u>1,083,731</u>	<u>958,654</u>	<u>1,070,186</u>	<u>1,189,985</u>
Non-operating Revenues (Expenses)				
Investment earnings	49,194	64,234	77,791	86,778
Sale of assets	136,312	120,000	120,000	120,000
Miscellaneous revenue	165	-	-	-
Miscellaneous expense	(182,645)	(280,304)	(286,133)	(292,137)
Total non-operating revenues (expenses)	<u>3,026</u>	<u>(96,070)</u>	<u>(88,342)</u>	<u>(85,359)</u>
Other Financing Sources (Uses)				
Transfer to other funds	-	-		
Investment in assets	(1,665,866)	(781,100)	(1,035,000)	(2,052,000)
Total other financing sources (uses)	<u>(1,665,866)</u>	<u>(781,100)</u>	<u>(1,035,000)</u>	<u>(2,052,000)</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(579,109)	81,484	(53,156)	(947,374)
Working Capital - beginning of year	<u>2,970,231</u>	<u>2,391,122</u>	<u>2,472,606</u>	<u>2,419,450</u>
Working Capital - end of Year	<u>\$ 2,391,122</u>	<u>\$ 2,472,606</u>	<u>\$ 2,419,450</u>	<u>\$ 1,472,076</u>
Assumptions:				
Working capital goal - operations	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000
Working capital for investment in assets	2,141,122	2,222,606	2,169,450	1,222,076
	<u>\$ 2,391,122</u>	<u>\$ 2,472,606</u>	<u>\$ 2,419,450</u>	<u>\$ 1,472,076</u>
Rental rate increases:				
2005/06		0%		
2006/07 through 2011/12 (6 years)		6%		
2012/13 through 2014/15 (3 years)		0%		
Operating expense increase per year		3%		
Investment earnings on working capital:				
2005-06		3.00%		
2006-07		3.50%		
2007-08		4.00%		
2008-09		4.50%		
2009-10		4.50%		
Investment in assets: ten-year capital plan				

<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>
\$ 3,256,344	\$ 3,451,725	\$ 3,658,829	\$ 3,878,359	\$ 3,878,359	\$ 3,878,359	\$ 3,878,359
36,060	37,142	38,256	39,404	40,586	41,804	43,058
382,454	393,928	405,746	417,918	430,456	443,370	456,671
<u>3,674,858</u>	<u>3,882,795</u>	<u>4,102,831</u>	<u>4,335,681</u>	<u>4,349,401</u>	<u>4,363,533</u>	<u>4,378,088</u>
1,143,353	1,177,654	1,212,984	1,249,374	1,286,855	1,325,461	1,365,225
372,539	383,715	395,226	407,083	419,295	431,874	444,830
815,373	839,834	865,029	890,980	917,709	945,240	973,597
25,000	25,000	25,000	25,000	25,000	25,000	25,000
<u>2,356,265</u>	<u>2,426,203</u>	<u>2,498,239</u>	<u>2,572,437</u>	<u>2,648,859</u>	<u>2,727,575</u>	<u>2,808,652</u>
<u>1,318,593</u>	<u>1,456,592</u>	<u>1,604,592</u>	<u>1,763,244</u>	<u>1,700,542</u>	<u>1,635,958</u>	<u>1,569,436</u>
54,993	48,953	12,541	12,851	5,295	42,729	38,163
120,000	120,000	120,000	120,000	120,000	120,000	120,000
-	-	-	-	-	-	-
<u>(298,321)</u>	<u>(261,691)</u>	<u>(268,252)</u>	<u>(275,010)</u>	<u>(281,970)</u>	<u>(289,139)</u>	<u>(296,523)</u>
<u>(123,328)</u>	<u>(92,738)</u>	<u>(135,711)</u>	<u>(142,159)</u>	<u>(156,675)</u>	<u>(126,410)</u>	<u>(138,360)</u>
<u>(1,329,500)</u>	<u>(2,173,000)</u>	<u>(1,462,000)</u>	<u>(1,789,000)</u>	<u>(712,000)</u>	<u>(1,611,000)</u>	<u>(878,000)</u>
<u>(1,329,500)</u>	<u>(2,173,000)</u>	<u>(1,462,000)</u>	<u>(1,789,000)</u>	<u>(712,000)</u>	<u>(1,611,000)</u>	<u>(878,000)</u>
(134,235)	(809,146)	6,881	(167,915)	831,867	(101,452)	553,076
<u>1,472,076</u>	<u>1,337,841</u>	<u>528,695</u>	<u>535,576</u>	<u>367,661</u>	<u>1,199,528</u>	<u>1,098,076</u>
<u>\$ 1,337,841</u>	<u>\$ 528,695</u>	<u>\$ 535,576</u>	<u>\$ 367,661</u>	<u>\$ 1,199,528</u>	<u>\$ 1,098,076</u>	<u>\$ 1,651,152</u>
\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000
1,087,841	278,695	285,576	117,661	949,528	848,076	1,401,152
<u>\$ 1,337,841</u>	<u>\$ 528,695</u>	<u>\$ 535,576</u>	<u>\$ 367,661</u>	<u>\$ 1,199,528</u>	<u>\$ 1,098,076</u>	<u>\$ 1,651,152</u>