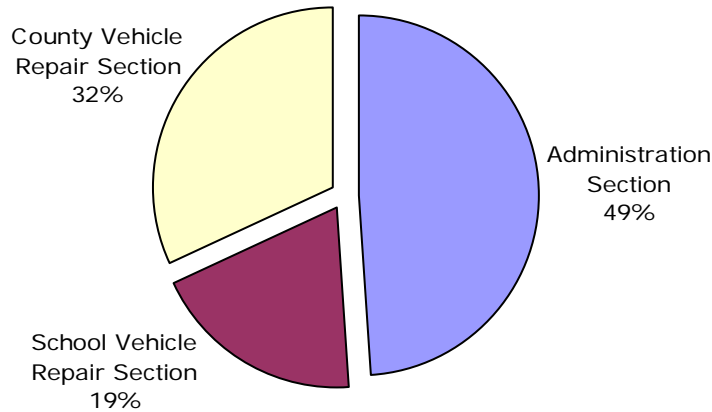


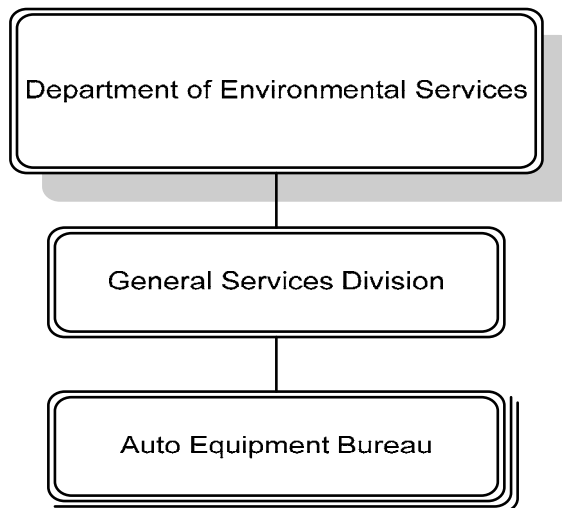
Our Mission: To ensure that safe, energy-efficient, and environmentally friendly vehicles are available to agency staff to accomplish their work/missions

The Automotive Equipment Fund provides cost efficient, environmentally sound fleet management services, in an innovative, participatory management environment. These services include repair and maintenance, fuel purchases, repair parts inventory, procurement and disposal of the County's fleet.

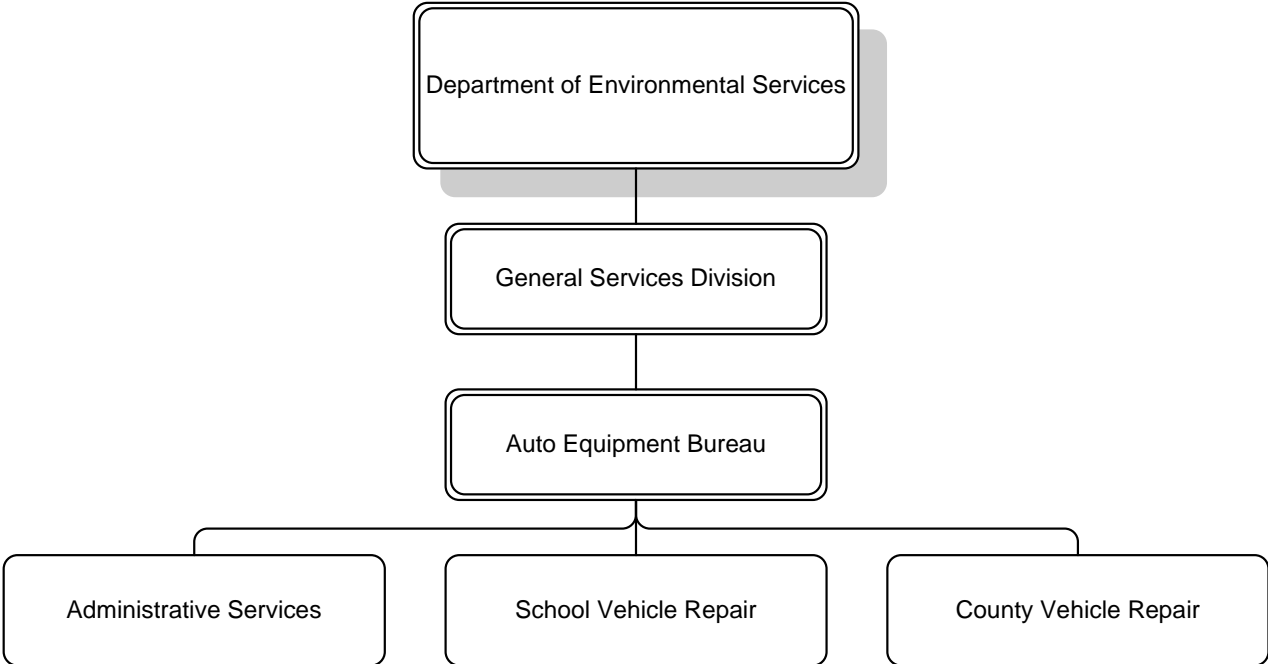
Distribution of Fund Budget



DEPARTMENT DIVISIONS



DEPARTMENTAL ORGANIZATION CHART



FY 2007 PRIORITIES

- To continue to evaluate the use of alternative fuels for light, medium, and heavy vehicles. Staff will continue to monitor legislation that will define the types of non-polluting fuels and non-imported fuels that the Environmental Protection Agency (EPA) and Department of Energy (DOE) allow.
- To maintain an effective hazardous waste program for air conditioning refrigerants, engine oil, engine coolant or anti-freeze, and heavy truck tires (recaps) by recycling in compliance with federally mandated disposal procedures.
- To continue to participate in the Enhanced Emissions Inspection Program through the use of specialized equipment developed to meet the new standards set forth by the Environmental Protection Agency and the Virginia Department of Environmental Quality.
- To continue to replace Arlington's fleet on a cost effective and timely basis, in order to meet the using agency's requirements and enhance the use of Alternative Fuel Vehicles (AFV's).
- To continue providing customer service enhancements by conducting quarterly meetings with customers' management teams and key vehicle operators to ensure their needs are met.
- To continue our commitment to environmental excellence with the implementation of the EMS (Environmental Management System).

FUND FINANCIAL SUMMARY

	FY 2005 Actual	FY 2006 Adopted	FY 2007 Proposed	% Change '06 to '07
Personnel	\$3,897,599	\$4,383,694	\$4,526,305	3%
Non-Personnel	2,472,741	2,011,640	2,091,376	4%
Accident Repairs	298,680	145,600	291,200	100%
Total Operating Expenses	6,669,020	6,540,934	6,908,881	6%
Additions	93,871	21,600	0	-100%
Replacement	7,295,307	5,924,291	6,644,076	12%
Subtotal	14,058,198	12,486,825	13,552,957	9%
Insurance/Other Transfers	130,000	130,000	130,000	-
Expenditures and Transfers	14,188,198	12,616,825	13,682,957	8%
Inter-Departmental Charges	(11,712,986)	(12,401,028)	(13,555,296)	9%
Total Net Expenditures	2,475,212	215,797	127,661	-41%
Sales of Surplus Equipment	351,426	271,800	237,900	-12%
Miscellaneous Revenues	2,051,482	85,100	85,100	-
Total Revenues	2,402,908	356,900	323,000	-9%
General/Other Fund Transfer	\$192,459	\$196,418	\$178,665	-9%
Authorized FTEs	62.0	61.0	61.0	
Funded FTEs	62.0	61.0	61.0	

SIGNIFICANT BUDGET CHANGES

The FY 2007 proposed budget for the Automotive Equipment Fund is \$13,682,957, an eight percent increase over the FY 2006 adopted budget. The proposed budget reflects:

- ↑ A two percent market pay line adjustment, a 10% increase in employer health insurance costs, and an increase in employer retirement contributions to maintain full funding of the retirement fund.
- ↑ Increase in non-personnel is primarily due to the inflation cost for the natural gas heating and gas for vehicles (\$41,136); bringing on the new vehicle wash facility (\$15,600); and to cover the historical cost for upkeep of shop equipment (\$23,000).
- ↑ Increase in the vehicle replacement budget (\$719,785) is primarily due to accelerated replacement of four fire vehicles, and unanticipated steel price increases. The number and size of vehicles replaced in any given fiscal year varies depending on the predicted industry life-cycles, projected replacement cost and actual vehicle usage patterns.
- ↑ Increase in Inter-Departmental charges (\$1,154,268) is due to increases in vehicle replacement costs, maintenance costs, and in the number of vehicles included the fleet that are being maintained (including police vehicles purchased with grant funds, additions to the ART bus fleet, and DPRCR mobile stage units).
- ↓ Decrease in sale of surplus equipment (\$33,900) is due to condition and types of vehicles being replaced. As vehicles are replaced, old equipment is sold.

PERFORMANCE MEASURES

	FY 2002 Actual	FY 2003 Actual	FY 2004 Actual	FY 2005 Actual	FY 2006 Estimate	FY 2007 Estimate	FY 2007 Goal
Percent of County vehicles in fleet that are environmentally friendly (AFVs)	9%	14%	22%	25%	27%	27%	29%
Percent of total fuel purchases using alternative fuels	3%	11%	24%	22%	25%	25%	27%
Light equipment work orders completed in one day	N/A	N/A	72%	77%	80%	80%	82%
Heavy trucks work orders completed in one day	N/A	N/A	61%	67%	70%	70%	80%
Fire/engineering work orders completed in one day	N/A	N/A	66%	64%	67%	67%	80%
Preventive maintenance work orders completed in one day	N/A	N/A	79%	74%	77%	77%	80%
School bus work orders completed in one day	N/A	N/A	82%	85%	88%	88%	90%

AUTOMOTIVE EQUIPMENT FUND
FUND BUDGET SUMMARY

AUTOMOTIVE EQUIPMENT FUND OPERATING STATEMENT
FY 2007 PROPOSED BUDGET

	FY 2005 ACTUAL	FY 2006 ADOPTED	FY 2006 REVISED	FY 2007 PROPOSED
ADJUSTED BALANCE, JULY 1	3,035,838	2,338,806	3,247,181	2,699,709
OPERATING RECEIPTS				
Maintenance/Operating Rental Book (391)	4,228,241	4,501,435	4,501,435	4,694,107
Other Maintenance - Non Rental Book (391)	434,325	240,000	240,000	340,000
Temporary Loan Vehicles	-	40,000	40,000	40,000
Schools Maint./ Operating (398)	1,491,305	1,444,175	1,444,175	1,620,176
Outside Revenues	5,313	22,100	22,100	22,100
Subrogation Revenues	104,552	60,000	60,000	60,000
Miscellaneous	5,133	3,000	3,000	3,000
CAPITAL RECEIPTS				
Res. for Fleet Replacement (399)	4,553,313	5,095,657	5,095,657	5,712,341
Schools Replacement (398)	1,096,990	1,079,761	1,079,761	1,148,672
Sales of Suplus (398)	28,526	30,400	30,400	32,500
Lease Purchase Revenue (399)	1,936,484	-	-	-
Sales of Surplus Equipment (399)	322,900	241,400	361,400	205,400
TOTAL RECEIPTS	14,207,082	12,757,928	12,877,928	13,878,296
OTHER FINANCING SOURCES				
Transfers from General Fund (Operating):				
Operating Expenses	129,489	174,818	174,818	178,665
Additions to the Fleet Original Approp.	62,970	21,600	21,600	-
TOTAL TRANSFERS IN	192,459	196,418	196,418	178,665
TOTAL BALANCE, CAPITAL RESERVE, RECEIPTS AND TRANSFERS IN	17,435,379	15,293,152	16,321,527	16,756,670
OPERATING EXPENSES				
Administration, Maintenance (391,395)	5,422,584	5,158,433	5,158,433	5,499,213
Encumbr./ Incomplete Projects (391)	-	-	54,665	-
Schools (398)	1,246,436	1,382,501	1,382,501	1,409,668
Subtotal	6,669,020	6,540,934	6,595,599	6,908,881
CAPITAL EXPENSES				
Encumbr./ Incomplete Projects (399)	-	-	603,361	-
Encumbr./ Incomplete Projects (398)	-	-	138,602	-
Additions (399)	93,871	21,600	21,600	-
Additions (398)	-	-	-	-
Replacements to Fleet (398)	1,010,810	1,053,500	1,096,990	1,222,000
Replacements to Fleet (399)	6,284,497	4,870,791	4,385,666	5,422,076
Capital Projects (391)	-	-	650,000	-
Subtotal	7,389,178	5,945,891	6,896,219	6,644,076
TOTAL EXPENSES	14,058,198	12,486,825	13,491,818	13,552,957
TRANSFERS OUT				
Transfer to General Fund - Insurance	130,000	130,000	130,000	130,000
TOTAL TRANSFERS	130,000	130,000	130,000	130,000
TOTAL OPERATING EXPENSES AND TRANSFERS OUT	14,188,198	12,616,825	13,621,818	13,682,957
BALANCE, JUNE 30	\$3,247,181	\$2,676,327	\$2,699,709	\$3,073,713

Notes:

Fund Balance is reserved for financing encumbrances and incomplete projects carried over from the previous fiscal year.