

ESSEX COMMUNITY

Assumptions for Financial Projections for Water/Sewer Utilities

Assumptions for Merged FY07 Utility Budgets

FY07 Village Water/Sewer Rate = \$5.07 per 1000 Gallons of metered water

FY07 Town Water/Sewer Rate = \$6.83 per 1000 Gallons of metered water

All Town Utility Debt is paid by Connection Fees from new users and Surcharges to specific users

Village has no Utility Debt

Village & Town Merged connection fees use a hybrid rate

Water= \$1125/unit Sewer = \$1,300/unit

No cost reductions or additions included

Users paying a surcharge as part of a specific sewer extension would continue paying their surcharge until the associated debt is paid off

Assumptions for Trending Separate & Merged Utility costs

10 year trends of cost to average user applied (FY97-FY07)

Village costs increase 4.0% per year

Town costs increase 2.4% per year

Increase to merged costs based on weighted average

Note: See utility maps for coverage areas