

A close-up, high-resolution photograph of a US dollar bill, focusing on the portrait of George Washington. The image is in a warm, golden-yellow color palette. The text is overlaid on the right side of the bill.

**WORKSHOP  
PRESENTATION  
ON PROPOSED  
PUMPAGE FEE  
November 15, 2006**

A close-up, vertical image of a US dollar bill, showing the intricate security patterns and the profile of a person's face. The image is positioned on the left side of the slide, with a black background on the right.

## Reasons for Recommendation...

- Advise Board Members and public of recommended increase in the pumpage fee
- Discuss reasons for increase



## **Recommended Pumpage Fee...**

- **\$0.99/1,000 gallons**
- **Effective October 1, 2007**



## **Reason for Increase...**

- **Allow implementation of proposed 2007-2008 Capital Improvement Plan**
- **Facilitate completion of the 2010 Surface Water System**
- **Issue Series 2008 Bonds**
- **Satisfy Bond Covenants**



## **Why the Amount of Increase?**

- The \$0.15 increase will generate an additional \$3.5 million a year in revenue.

Funds used to:

- ~ Pay debt service on bonds
  - ~ Allow Authority to build cash reserves.
- Proposed rate is consistent with the Authority's effort to keep fees as low as possible for as long as possible.



## **Why the Amount of Increase?**

- Building of cash reserves allows Authority to keep pumpage fees approximately \$1.00 less than a traditional rate order would require while we develop the System.
- The pricing policy calls for \$1.80/1,000 gallons in 2010 – this is still the plan.



## **What will it mean to homeowners?**

- **To a household that uses 10,000 gallons a month, it will cost an additional \$1.50 a month – approximately 5 pennies a day.**
- **Consider...**
  - ~ **Building a major infrastructure to serve our neighborhoods**
  - ~ **Avoids \$3.50/1,000 gallons disincentive fee.**