

Appendix E

BELFAIR SEWER ADVISORY COMMITTEE

EXPENSE AND REVENUE ESTIMATE

	INCREMENTAL \$	CUMULATIVE \$
Phase 1 estimated costs and revenues		
1) Operation and maintenance	(\$426,284)	
2) Administration and transfer payments	(\$162,000)	(\$588,284)
3) Capital debt repayments	(\$734,977)	(\$1,323,261)
4) In-service sewer service charges	\$478,080	(\$845,181)
 Low cost collection (LCC) Phase 1-4 – \$2,600,000 (EST) for a total of 642 possible connections		
1) Connections Phase 1-4 – 231 ERU's @ \$96	\$266,112	(\$579,069)
2) Annual capital service cost for LLC over 30 yr @ 3%	(\$131,540)	(\$710,609)
3) Annual capital service cost for LLC grants.....	TBD	
4) Special Benefit Assessment*	\$100,000	(\$610,609)
5) Growth attributed to LCC Phase 1-4 @ 2% (~12 connections)*	\$13,200	
6) Savings in operation and maintenance from privatization	\$148,784 ¹	(\$461,825)
7) Savings in management and administration from privatization ...	\$106,500 ¹	(\$355,325)
8) Savings from Mason County utilities consolidation	TBD	
9) Savings from capital debt restructuring.....	TBD	
10) Sale of reclaimed ("purple pipe") water.....	TBD	
11) REET and 0.09% funds	TBD	
12) General Fund allocation	TDB	
13) Local-option 0.02% sales tax with 5-year sunset.....	\$528,000	\$172,675

¹ See Appendix F
* Targeted amount