



Financial Plan for Water Supply

Greene County

..... September 25, 2017

Financial Plan Approach

Financial plan for the reservoir project has been 18 months in the making and seeks to meet the following objectives:

- 1) Enhance the County's financial position with the goal of getting the lowest possible cost of capital for the reservoir project
- 2) Identify the most appropriate means of funding the expansion of the water system in manner that will provide:
 - Sustainable and stable revenue stream
 - Equitable recovery of costs from existing and future water system customers

Stepwise Approach to Meeting Funding Needs

Step #1 - Modify how the facility fee is charged

- ▶ The County should assess the facility fee based on Equivalent Dwelling Units (EDUs) and to all who have purchased capacity in the system

Residential



Current Facility Fee: **\$10** a month

Non- Residential



Current Facility Fee: **\$20** a month

Current
Approach

Stepwise Approach to Meeting Funding Needs

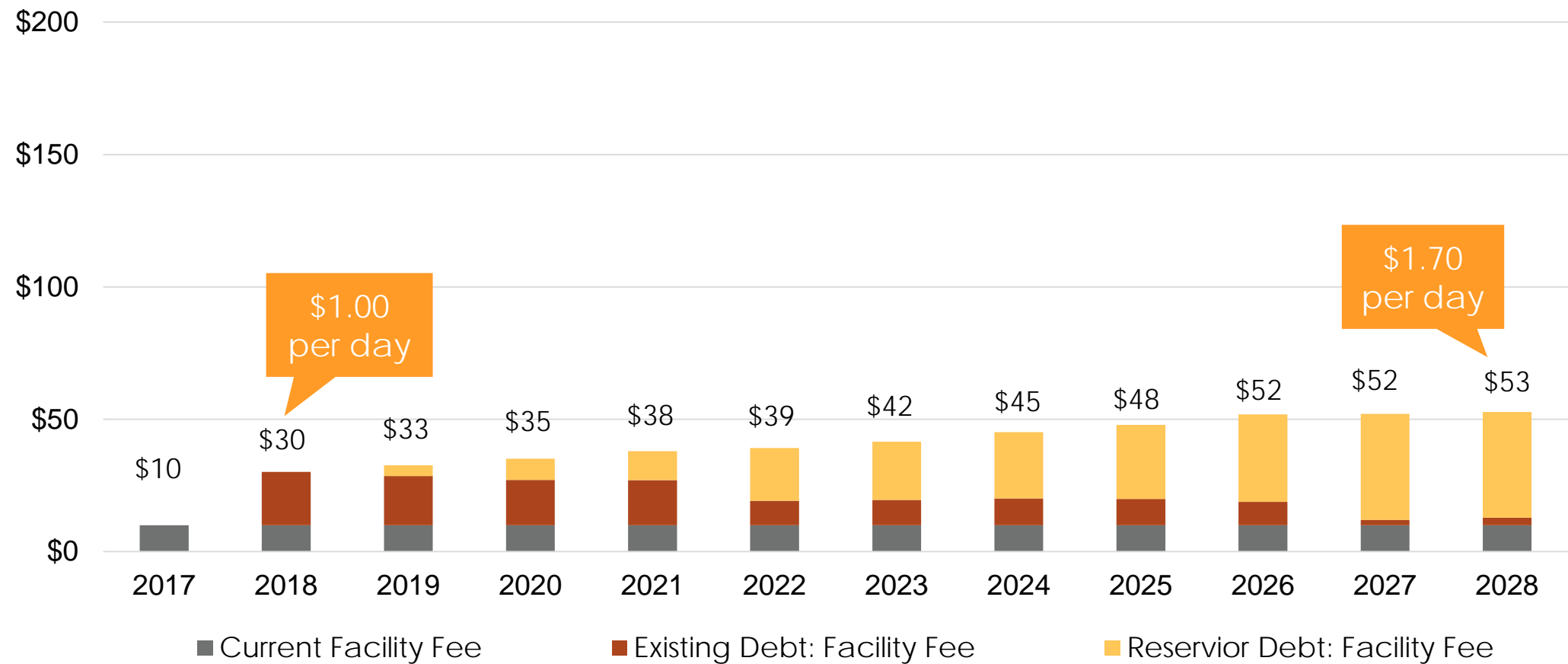
Step #2:

- Align the facility revenues with current system debt service payments
 - Will require increase in the facility fee which could be done upfront (i.e. all in FY2018) or phased in over 2 to 3 years

Step #3:

- Over time evaluate the need to increase the facility fee to provide funding for the reservoir and augment with property tax revenues currently used to retire debt

Residential Monthly Facility Fee Forecast



Assumes no phase in of facility fee