

MEMORANDUM

TO: Rick McGuire, Town Manager
FROM: Bruce K. Hoar, Public Works Director
CC: Susan Lamb, Financial Director
DATE: June 24, 2011
RE: Water & Sewer Connection Fees for FY12

The recommended connection fees for FY12 should be changed to reflect the cost of living. The seasonally adjusted CPI is 3.2%. The current rates are FY11:

	Water	Sewer
Residential	\$6.04 x number of gallons	\$6.87 x number of gallons
Affordable Housing	\$3.02 x number of gallons	\$3.44 x number of gallons
Commercial/ Industrial	\$6.04 x number of gallons	\$6.87 x number of gallons

The recommended rates for FY12 adjusted are:

	Water	Sewer
Residential	\$6.23 x number of gallons	\$7.09 x number of gallons
Affordable Housing	\$3.12 x number of gallons	\$3.55 x number of gallons
Commercial/ Industrial	\$6.23	\$7.09

There has not been a rate change to connection fees since at least FY09. The reason there was no change was because the CPI was relatively flat during the past few years.