



# Water Sewer Rate Study

## Tax Impacts

Town Manager September 11, 2023



## Key Data

# Continuing Subsidy from Taxpayers to Ratepayers

The 2022 Combined Subsidy from Taxpayers Was

**\$990,896**

**3.5% of Municipal Budget**



Expanding Capital Needs in Water and Sewer Will only Increase this Subsidy

Prior Rate Adjustments Specifically Excluded Capital Costs

What is the Impact to Taxpayers of the Requested Rate Adjustment?



With Current Combined Operational Deficit the Increasing Need for Combined Capital Spending

Will Create an Enormous New Burden on Taxpayers

**What are the Numbers?**



<b>Water</b>	<b>Capital</b>	<b>OM</b>	
2024	\$986,571	\$59,873	
2025	\$1,377,308	\$61,670	
2026	\$1,445,537	\$123,393	
2027	\$1,388,214	\$127,095	
2028	\$1,380,413	\$190,781	
	\$6,578,043	\$562,812	\$7,140,855



# Water Numbers

Capital Spending of Six Million Five Hundred Thousand Removed From the Tax Rate

OM Spending Increase Over 2023 Baseline Number of Five Hundred  
Thousand Removed From the Tax Rate

Total Water Expenses Removed From The Tax Rate of Seven Million One Hundred Thousand



<b>Sewer</b>	<b>Capital</b>	<b>OM</b>	
2024	\$369,000	\$68,733	
2025	\$611,567	\$70,796	
2026	\$1,014,459	\$123,393	
2027	\$1,189,664	\$89,055	
2028	\$1,498,713	\$275,890	
	\$4,683,403	\$627,867	\$5,311,270



# Sewer Numbers

Capital Spending of Four Million Six Hundred Thousand Removed From the Tax Rate

OM Spending Increase Over the 2023 Baseline of Six Hundred Twenty Thousand Removed From the Tax Rate

Total Sewer Costs Removed From the Tax Rate of Five Million Three Hundred Thousand





# Combined Water Sewer Numbers

Taxpayer Subsidy of over \$12 Million is Removed by Rate Action

<b>Water</b>	<b>Sewer</b>	<b>Total</b>
<b>\$7,140,855</b>	<b>\$5,311,270</b>	<b>\$12,452,125</b>