

Water Meters

The Water Company will be responsible to provide and install the water meter for their customers. We are including the cost of the meter, installation labor and administrative effort involved with this task and setting up new customer accounts.

Financing, Inflation and Contingency

Balancing the timeliness of construction with receipt of the impact and connection fees may be difficult. For the purposes of this analysis, we have assumed that a ten percent contingency cost should be adequate to balance the indefinable factors of financing costs, inflation and unknown contingency items.

| IMPACT AND CONNECTION FEE ANALYSIS | |
|---|--------------------|
| WATER STORAGE | \$ 400,000 |
| (2) WELLS | \$ 600,000 |
| TRANSMISSION PIPING (14,000 FEET) | \$ 350,000 |
| BOOSTER PUMP STATION | \$ 100,000 |
| (2) PRV STATIONS | \$ 60,000 |
| 750 WATER METERS | \$ 350,000 |
| SUBTOTAL | \$2,060,000 |
| ENGINEERING, ADMIN AND LEGAL @ 25% | \$ 515,000 |
| CONTINGENCY 10% | \$ 206,000 |
| RESERVE FUND 10% | \$ 206,000 |
| TOTAL | \$2,987,000 |
| COST PER CONNECTION (\$2,987,000 / 750) \$3983 | |

Sincerely,

FORSGREN ASSOCIATE, INC.



Ben S. White, P.E.
Project Engineer

o:\project\2003\503150\Rulon Gardner Ltr. Service Area Expansion