

## B U D G E T W O R K S H E E T - E X P E N D I T U R E S

Report Sequence = Fund or Acct Group

Account = First thru Last; Mask = 10-03-47-####-###

Level of Detail = Account Number; Level = 9

Fund: GENERAL FUND - GEN2010

Budget Year: July 2009 thru June 2010

Account Number	Account Name	Last Year Budget (1)	Last Year Actual (2)	This Year Budget (3)	Next Year Requested (5)	Amount Increase (Decrease)
<b>PUBLIC SAFETY</b>						
<b>SAFETY SERVICES</b>						
10-03-47-1000-475	STREET LIGHTS	44,652	44,400	48,000	48,000	0
10-03-47-1000-575	WATER HYDRANTS	60,077	60,077	67,560	67,560	0
<b>EMERGENCY MANAGEMENT</b>						
10-03-47-1045-210	DUES	0	0	188	188	0
10-03-47-1045-230	EQUIPMENT MAINTENANCE	0	0	9,950	11,135	1,185
10-03-47-1045-345	MILEAGE	1,867	1,867	0	1,500	1,500
10-03-47-1045-365	OUTSIDE CONTRACTOR	700	700	300	0	(300)
10-03-47-1045-395	PROFESSIONAL DEVELOPMENT	277	88	700	400	(300)
10-03-47-1045-485	SUPPLIES	382	382	75	50	(25)
	<b>**TOTAL** EMERGENCY MANAGEMENT</b>	<b>107,955</b>	<b>107,514</b>	<b>126,773</b>	<b>128,833</b>	<b>2,060</b>
<b>EMERGENCY COMMUNICATIONS</b>						
10-03-47-1060-200	EMERGENCY COMM SERVICE	43,697	43,696	44,519	49,916	5,397
10-03-47-1060-495	TELEPHONE	5,013	5,013	5,225	5,225	0
	<b>**TOTAL** EMERGENCY COMMUNICATIONS</b>	<b>48,710</b>	<b>48,709</b>	<b>49,744</b>	<b>55,141</b>	<b>5,397</b>
	<b>**TOTAL** SAFETY SERVICES</b>	<b>156,664</b>	<b>156,223</b>	<b>176,517</b>	<b>183,974</b>	<b>7,457</b>
	<b>**TOTAL** PUBLIC SAFETY</b>	<b>156,664</b>	<b>156,223</b>	<b>176,517</b>	<b>183,974</b>	<b>7,457</b>
	<b>**TOTAL** BUDGET TOTAL</b>	<b>156,664</b>	<b>156,223</b>	<b>176,517</b>	<b>183,974</b>	<b>7,457</b>

10-03-47-1000-575 ✓

Connecticut Water Company  
93 West Main Street  
Clinton, CT 06413-1600



Office: 860.669.8636  
Fax: 860.669.9326  
Customer Service: 800.286.5700

January 29, 2009

Mr. Thomas E. Marsh  
First Selectman  
Town of Chester  
203 Middlesex Avenue  
Chester, CT 06412-0218

**Re: Additions to Public Fire Protection Charges in 2009**

Dear Mr. Marsh:

Connecticut Water is pleased to provide water service and fire protection in the town of Town of Chester. We are committed to providing quality water and service to meet public health and safety needs in our service towns. As chief elected official, you are likely faced with questions from residents and we hope you will contact us at any time if we can answer any such questions or be of assistance in any way regarding water service in your community.

We wanted to provide you with information on what you should expect for your public fire protection charges for 2009. Public fire protection charges include a linear-foot rate for the pipe lines within public fire protection boundaries, as well as charges for the number of fire hydrants that are located within the town. Each year, we track any changes to linear feet of pipe and number of fire hydrants to accurately bill for fire protection charges.

The following provides the basis of the 2009 fire protection charges for Chester, and outlines any addition of hydrants and linear feet:

Town of Chester	2008 Hydrant Additions	2008 Linear Foot Additions	Total Hydrants Jan 09	Total Linear Feet Jan 09	Monthly Fire Protection Charges
Public Fire	1	587	52	53339	\$5512.61

The costs noted above reflect monthly charges of \$17.11 per hydrant and \$0.08667 per linear foot of water main within your town. We are often asked how these rates are determined and wanted to provide you with an explanation given by a private consultant who conducted our Cost of Service Study, which included public fire protection charges.

$$\begin{array}{r}
 \phantom{66,152.} \times 12 \\
 \hline
 66,152. \\
 + \phantom{66,152.} 1 \frac{1}{2} \\
 \hline
 \$ 67,800
 \end{array}$$

January 29, 2009  
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*“Water systems must be designed to meet the maximum day demands of general service customers plus the fire demands necessary to adequately fight fires wherever they may occur throughout the water system. Accordingly, the cost of wells, treatment facilities, pumps and related structures are more expensive to construct and operate because in addition to meeting the continuous use of water by general customers, they must be sized for potential fire demands (even if fires rarely occur). Storage tanks must also be designed to have enough water reserves to meet fire demands in the event of such emergencies as power outages, well failures, main breaks and unusually high demands. And, of course, mains must be designed to accommodate the highest peak demands in order to adequately distribute the water to every hydrant throughout the water system. Although the total cost of only public fire hydrants is recoverable through fire service charges, their cost is typically much less than the portion of the costs of the other facilities that are designed for added fire demands and must also be recovered through fire service charges.”*

In addition, you should know that Connecticut Water is planning to request approval from the DPUC for two Water Infrastructure and Conservation Adjustment (WICA) charges to take effect during the 2009 municipal fiscal year.

As mentioned in previous communication, the WICA charges were authorized by the state legislature in 2007 to cover the cost of replacing existing water system infrastructure. The smaller, semi-annual rate adjustments through WICA lessen the impact on customers' rates at the time of the next general rate increase. We anticipate, that if approved, the WICA charges would each add approximately 1 percent to bills on July 1, 2009 and January 1, 2010 respectively.

We wanted to remind you that in accordance with the company's settlement agreement for our 2006 rate application, we will not apply for a general rate case to take effect before January 2010. We have not determined yet when we will file our next general rate case application but know that it will not be before July 1, 2009. As such, new rates from such a rate case would not go into effect earlier than March 2010. Your 2009 fiscal year would include *at most*, four months or one-third of the year at any new rates.

If you have any questions about the fire protection charges on your bill or want to discuss the WICA charge or any future rate application, please feel free to call me at 1-800-428-3985 x3140.

Sincerely,



Craig J. Patla  
South West Region Manager, Service Delivery

Office of Emergency Management - 2009/2010 Budget Request						
Account Name	Account Number	2008/2009 Budget	2008/2009 Budget adjusted 1	2008/2009 Budget adjusted 2	2009/2010 Budget Requested	Grant Reimbursables
DUES	10-03-47-1045-210	\$ 188.00	\$ 188.00	\$ 188.00	\$ 188.00	
EQUIPMENT MAINTENANCE *	10-03-47-1045-230	\$ 9,950.00	\$ 9,950.00	\$ 9,950.00	\$ 11,134.87	↓
MILEAGE	10-03-47-1045-345	\$ -	\$ -	\$ 1,867.00	\$ 1,500.00	↓
OUTSIDE CONTRACTOR	10-03-47-1045-365	\$ -	\$ 300.00	\$ 700.00	\$ -	
PROFESSIONAL DEVELOPMENT	10-03-47-1045-395	\$ 1,000.00	\$ 700.00	\$ 277.00	\$ 400.00	
SUPPLIES	10-03-47-1045-485	\$ 75.00	\$ 75.00	\$ 382.00	\$ 50.00	
<b>**</b>	Total	\$ 11,213.00	\$ 11,213.00	\$ 13,364.00	\$ 13,272.87	\$ (91.13)
<b>* Equipment Maintenance Breakdown</b>						
2009 Emergency Management Planning Grant (EMPG)						
	EMPG A	\$ 6,000.00	\$ 6,000.00	\$ (3,000.00)		\$ 869.74
	EMPG EOC	\$ 5,000.00				
	EMPG C&I	\$ 1,684.87				
		\$ 12,684.87				
	Chester Budget	\$ 1,450.00				
				\$ 11,134.87		
<b>**</b>						
Contingency Plan: The State has noticed we do not have the proper radio licenses. We have been operating without them for <u>  X  </u> years. They advise we should apply to the FCC for the licenses and submit a Fee of \$460.00.						

C&I ADJ	\$ 20.99
	\$ 74.18
	\$ 719.96
	\$ 815.13