

DEPARTMENTAL STABILITY



GENERAL

Property Taxes
Sales Tax
Franchise Fees
Mortgage Tax
CHIPS
AIM Funding

Streets Department
Fire Department
Code Enforcement
Crossing Guard
Parks & Museum
Community Development
Economic Development

WATER

Water Base Charges
Water Use (Rents)

Water Purification
Water Power & Pumping
Water Transmission &
Distribution

SEWER

Sewer Base Charges
Sewer Use (Rents)

Sewer Collection
Wastewater Treatment
Disposal

DEPT MUST BE SELF-SUSTAINING!!

Grantors require budgets that support the daily operations, debt service, and reserves.

DEPARTMENTAL STABILITY

SEWER RENT LAW

LL 2-2018 RESTRUCTURED SEWER CHARGES

- Equitable
- Established Base
- Average for VoS MHI



LL 3-2020 SEWER RENT LAW AMENDMENT

- Incremental Increases to Base

BELOW AVERAGE

AVERAGE OVER ALL

2018 Presentation

NY State W&S Comparison

Annual Averages:	<u>State</u>	<u>Current</u>	<u>Proposed</u>	<u>MHI %</u>	
WATER	\$900/EDU	\$250/EDU	\$470/EDU	1.3%	
SEWER	<u>\$900/EDU</u>	<u>\$490/EDU</u>	<u>\$620/EDU</u>	<u>1.7%</u>	1.5-2%
W&S Total	\$1,800/EDU	\$740/EDU	\$1,090/EDU	3.1%	

Village of Sherman MHI Median Household Income \$35,000

NY State recommends 1.5%-2.0% of MHI for Water AND Sewer

\$525-\$700 for each = \$1,050-\$1,400 Combined W&S **for Sherman**

BELOW AVERAGE

AVERAGE OVER ALL

2018 Presentation

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SEWER	<u>\$900/EDU</u>	<u>\$490/EDU</u>	<u>\$620/EDU</u>	1.7%	1.5-2%
W&S Total	\$1,800/EDU	\$740/EDU	\$1,090/EDU	3.1%	

CDBG APPROVED GRANT
To Keep Rates Affordable

Village of Sherman MHI Median House
NY State recommends 1.5%-2.0% of MHI
\$525-\$700 for each = \$1,050-\$1,400 Combined W&S for Sherman

BELOW AVERAGE

AVERAGE OVER ALL

2018 Presentation

NY State W&S Comparison

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SEWER	\$900/EDU	\$490/EDU	\$620/EDU	1.7%	1.5-2%
W&S Total	\$1,800/EDU	\$740/EDU	\$1,090/EDU	3.1%	

\$1,250,000

CDBG APPROVED GRANT
To Keep Rates Affordable

BELOW AVERAGE

AVERAGE OVER ALL

2018 Presentation

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WATER	\$900/EDU	\$250/EDU	\$470/EDU	1.3%	
SEWER	\$900/EDU	\$490/EDU	\$620/EDU	1.7%	1.5-2%
W&S Total	\$1,800/EDU	\$740/EDU	\$1,090/EDU	2.1%	

Village of Sherman MHI Median Household Income
NY State recommends 1.5%-2.0% of MHI
\$525-\$700 for each = \$1,050-\$1,400 Combined

Plus Incremental Increases
LL 3-2020 Sewer Rent Law
+\$5/month = \$45/month 6/20
+\$4/month = \$49/month 6/21
+\$4/month = \$53/month 6/22

AVERAGE

AVERAGE OVER ALL

2018 Presentation

NY State W&S Comparison

Annual Averages: State Current Proposed MHI %

WATER	\$900/EDU	\$250/EDU	\$470/EDU	1.3%
SEWER	\$900/EDU	\$490/EDU	\$620/EDU	1.7% 1.5-2%
W&S Total	\$1,800/EDU	\$740/EDU	\$1,090/EDU	

Current Area Comparison of Sewer Charges:

\$190/quarter / fixed (no variable use rate) = \$63.33/month

Village of Sherman *projected average* in 2022 with combined fixed rate base of \$53 + variable use rate = \$64.66 /month

Plus Incremental Increases
 LL 3-2020 Sewer Rent Law
 +\$5/month = \$45/month 6/20
 +\$4/month = \$49/month 6/21
 +\$4/month = \$53/month 6/22

AVERAGE

AVERAGE OVER ALL

2018 Presentation

NY State W&S Comparison

Annual Averages:	<u>State</u>	<u>Current</u>	<u>Proposed</u>	<u>MHI %</u>	
WATER	\$900/EDU	\$250/EDU	\$470/EDU	1.3%	
SEWER	\$900/EDU	\$490/EDU	\$620/EDU	1.7%	1.5-2%
W&S Total	\$1,800/EDU	\$740/EDU	\$1,090/EDU	2.4%	

Projected annual average of sewer charges 2022 = \$776 /yr

Projected annual average of sewer charges 2024 = \$860 /yr

Rate updates in 2023
following review in 2023
+\$4/month = \$57/month 6/23
+\$3/month = \$60/month 6/24

Projected Worst Case Scenario:

- Full \$7 million Project Cost
- Full 2.125% Interest Rate
- No additional grant funding
- No additional revenue to support debt service

Projected annual average of sewer charges 2024 = \$860 /yr

2018 Presentation

Comparison

<u>Proposed</u>	<u>MHI %</u>	
\$470/EDU	1.3%	
\$620/EDU	1.7%	1.5-2%
\$1,090/EDU	2.1%	

Rate updates in 2023

following review in 2023

+\$4/month = \$57/month 6/23

+\$3/month = \$60/month 6/24