

<b>TYPICAL BILL COMPARISON USING NEW RATES</b>								
<i>Village of Lake Orion Water system</i>								
<u>CURRENT RATES</u>				<u>NEW / CALCULATED RATES</u>				
RTS		\$97.66			\$91.63			
COST PER UNIT		\$7.30			\$6.44			
COST PER UNIT OF WATER		<b>\$6.44</b>	QUARTERLY					
METER SIZE IN INCHES	CUBIC FT USED	VOLUME CHARGE	BASE RATE CHARGE	NEW BILL	OLD BILL	CHANGE IN BILL	PERCENT INCREASE	
3/4	500	\$32.20	\$91.63	<b>\$123.83</b>	\$134.16	(\$10.33)	-7.7%	
3/4	1,200	\$77.28	\$91.63	<b>\$168.91</b>	\$185.26	(\$16.35)	-8.8%	
3/4	1,500	\$96.61	\$91.63	<b>\$188.23</b>	\$207.16	(\$18.93)	-9.1%	
3/4	2,000	\$128.81	\$91.63	<b>\$220.43</b>	\$243.66	(\$23.23)	-9.5%	
3/4	2,500	\$161.01	\$91.63	<b>\$252.64</b>	\$280.16	(\$27.52)	-9.8%	
1	10,000	\$644.04	\$162.89	\$806.93	\$852.08	(\$45.15)	-5.3%	
1 1/2	15,000	\$966.06	\$366.50	\$1,332.56	\$1,436.78	(\$104.22)	-7.3%	
2	30,000	\$1,932.11	\$651.56	\$2,583.68	\$2,844.28	(\$260.60)	-9.2%	
3	50,000	\$3,220.19	\$1,466.01	\$4,686.20	\$5,114.89	(\$428.69)	-8.4%	
GALLONS INCLUDED MIN BILL				0	0			

<b>TYPICAL BILL COMPARISON USING NEW RATES</b>							
<i>Village of Lake Orion Sanitary Sewer system</i>							
<u>CURRENT RATES</u>				<u>NEW / CALCULATED RATES</u>			
RTS		\$164.70			\$256.66		
COST PER UNIT		\$8.97			\$9.39		
<b>QUARTERLY</b>							
METER SIZE IN INCHES	CUBIC FT USED	NEW VOLUME CHARGE	NEW BASE RATE CHARGE	NEW BILL	OLD BILL	CHANGE IN BILL	PERCENT INCREASE
3/4	500	\$46.96	\$256.66	<b>\$303.63</b>	\$209.55	\$94.08	44.9%
3/4	1,200	\$112.71	\$256.66	<b>\$369.38</b>	\$272.34	\$97.04	35.6%
3/4	1,500	\$140.89	\$256.66	<b>\$397.55</b>	\$299.25	\$98.30	32.9%
3/4	2,000	\$187.86	\$256.66	<b>\$444.52</b>	\$344.10	\$100.42	29.2%
3/4	2,500	\$234.82	\$256.66	<b>\$491.48</b>	\$388.95	\$102.53	26.4%
1	10,000	\$939.29	\$456.86	\$1,396.14	\$897.00	\$499.14	55.6%
1 1/2	15,000	\$1,408.93	\$1,026.65	\$2,435.57	\$1,345.50	\$1,090.07	81.0%
2	30,000	\$2,817.86	\$1,824.86	\$4,642.72	\$2,691.00	\$1,951.72	72.5%
3	50,000	\$4,696.43	\$4,106.58	\$8,803.01	\$4,485.00	\$4,318.01	96.3%
GALLONS INCLUDED MIN BILL				0	0		

<b>Village of Lake Orion Sanitary Sewer system</b>	
<b>PROPOSED NEW LOAN CALCULATION</b>	
No Tax revenue or special assessment revenue is applied to these payments	
PROPOSED NEW DEBT - TOTAL FUNDED:	\$8,100,000
INTEREST RATE:	4.00%
LENGTH OF LOAN (YEARS):	20
<b>ANNUAL PAYMENT</b>	<b>\$596,012</b>
<b>ANNUAL "METER EQUIVALENTS"</b>	5,978
<b>ESTIMATED COST PER METER EQUIVALENT PER BILLING PERIOD</b>	<b>\$99.69</b>
LOAN ORIGATION YEAR	2026
WHAT YEAR IS LOAN PAID OFF	2046
IS DEBT LISTED SEPARATELY ON WATER BILL	
<b>IF USDA RD LOAN - ESTIMATED RESERVE REQUIREMENTS</b>	
ESTIMATE BOND RESERVE = 10% OF PAYMENT	0
ESTIMATE USDA RRI ANNUAL RESERVE = 10% OF PAYMENT	0
ESTIMATED USDA TOTAL RESERVE	\$0
<b>ESTIMATED COST FOR USDA RESERVE FUNDING PER METER EQUIVALENT PER BILLING PERIOD</b>	
<b>TOTAL ESTIMATED TOTAL COST PER METER EQUIVALENT FOR LOAN AND RESERVE FUNDING</b>	<b>\$99.69</b>

NOTE: **USDA LOANS ONLY** -  
 ONCE BOND RESERVE IS FULLY FUNDED IN YEAR 10 - ALL BOND RESERVE ANNUAL FUNDING WOULD SHIFT TO RRI FUNDING. THUS THE TOTAL ANNUAL FUNDING WOULD NOT CHANGE FOR THE LIFE OF THE LOAN. THE RRI ANNUAL FUNDING OF 10% IS JUST A STARTING POINT / GUESS OF WHAT IS TYPICAL. THIS WILL BE ADJUSTED BASED ON EACH INDIVIDUAL SYSTEM.