

# WASTEWATER FISCAL PLANNING

## Town of Chatham Blueprint

William Hinchey  
Chatham Town Manager

Unassailable  
Science

# Town wide Approach

11/29/2006

3

# Dedicated Staff

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4

# Affordability

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5



\$300 M

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6

# Fiscal Credibility

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7

# Die; Go To Heaven

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8

## Chatham Positives

- 30% School Funding
- 60% Second Homeowners

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9

## Quantify All Needs

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10

- Operating Budget
- 5 Year Capital Plan
- Mid-Range Capital Plan
- Capital Facility Plan
- Stabilization Fund

\* Dedicate a funding source

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11

## Operating Budget

- Know Dept. Needs
- Offset Costs by Fees
- Cost Savings Each Year
- Quantify Future Needs
- Be Staff Fluid
- Do Not Rob Revenue Sources

Goal: Eliminate 2½ Fear

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12

## 5 Year Capital Plan

- Maintenance
- Budget Hedge
- Free Cash Only

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13

## Mid - Range Capital Plan

- Discretionary Programs

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14

## Capital Facility Plan

- Quantify All Needs
- Prioritize
- Funding Source
- Level \$ = Approval

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15

## Stabilization Fund

- Rainy Day
- Avoid Borrowing
- Funding Source

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16

## Fiscal Credibility

\$3.49 / \$1,000

Plus Fiscal Assurance



\$300 M

# Attack Problem

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19

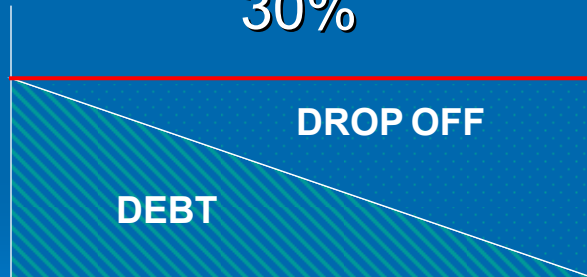
Debt Drop Off  
30%

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20

## Debt Drop Off

30%



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21

## Real Estate Transfer Tax

- Affordability vs. Equitability

- \$100M = 20% – 25%

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22

# Revenue Growth

Increased Volume = Increase Revenue

10% – 15%

# Betterment

vs.

# Tax Rate

(30%)

## Total Homeowner Costs

User Fee	\$33/month
Connection Fee	<u>\$81/month</u> (10 yrs)
	\$114/month

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w/ 25% Betterment

100% Property Tax

$\$31.25 + 7.00 = \$38.25/\text{month}$

\$14/month

## Summary

- Unassailable Science
- Town wide Approach
- Fiscal Credibility
- Fiscal Assurance
- Affordability