

There apparently are no 'upfront' costs we need to worry about. In theory, it seems like it can be paid over the 9-10 months (vs a lump sum). But I am not clear Dennis on those couple ideas/sources the Mayor & Senator mentioned i.e., at this point I am not sure where the \$10.5mm comes from.

My guess is we will keep refining this estimate. Let us know if you need anything else. Again, "credit " Wayne's guys for pulling this together quickly.

From: Cline, Richard (Treasury)
Sent: Thursday, October 1, 2015 6:08 PM
To: Saxton, Thomas (Treasury); Koryzno, Edward (Treasury); Byrne, Randall (Treasury)
Subject: RE: follow up

City's usage is 14 MGD/Day

Timeline is 9 months until June 2016

Fixed Cost is \$662,100 for 9 months or \$5,958,900

Commodity Rate is \$501,383/month

Total Monthly Cost is \$1,163,483

Cost until June 2016 is \$10,471,347

The City does not know the cost to move the water plant into stand-by mode. However, they have indicated that there might be some reduced costs as lower chemical costs will be incurred.

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From: Saxton, Thomas (Treasury)
Sent: Thursday, October 01, 2015 6:01 PM
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Subject: follow up
Importance: High

I am getting ready to leave... what have you learned ?