

# Betterment Presentation

March 3, 2009



# Betterment vs. Property Tax

- Make decision before Town Meeting
- Assume 100% sewer
- Which is most cost effective/fair to average taxpayer

# Costs Associated with Sewer Installation

- Connection
- Annual User Charge
- Betterment
- Tax Rate

# Connection Costs

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\$10,000

Home Equity Loan  
10 Years @ 4%

\$1,215/yr  
\$101.25/month

# Annual User Charge

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- \$400/year average \$33/month

# Fixed Costs

Annual/Monthly

● Home Equity Loan	\$1,215/\$101
● Annual User Charge	\$400/\$33
Total Fixed Cost	\$1,615/\$134

# 25% Betterment

- 25% (\$30,000 Unit Cost) = \$ 7,500
- \$455/year or \$37.94/month

# Betterment vs. Property Tax Impact

0% Betterment  
100% Property Tax

25% Betterment  
75% Property Tax

Prop Value

Monthly  
(\$)

Monthly  
(\$)

600,000

$$0 + 16 = 16$$

$$38 + 14 = 52$$

700,000

$$0 + 18 = 18$$

$$38 + 16 = 54$$

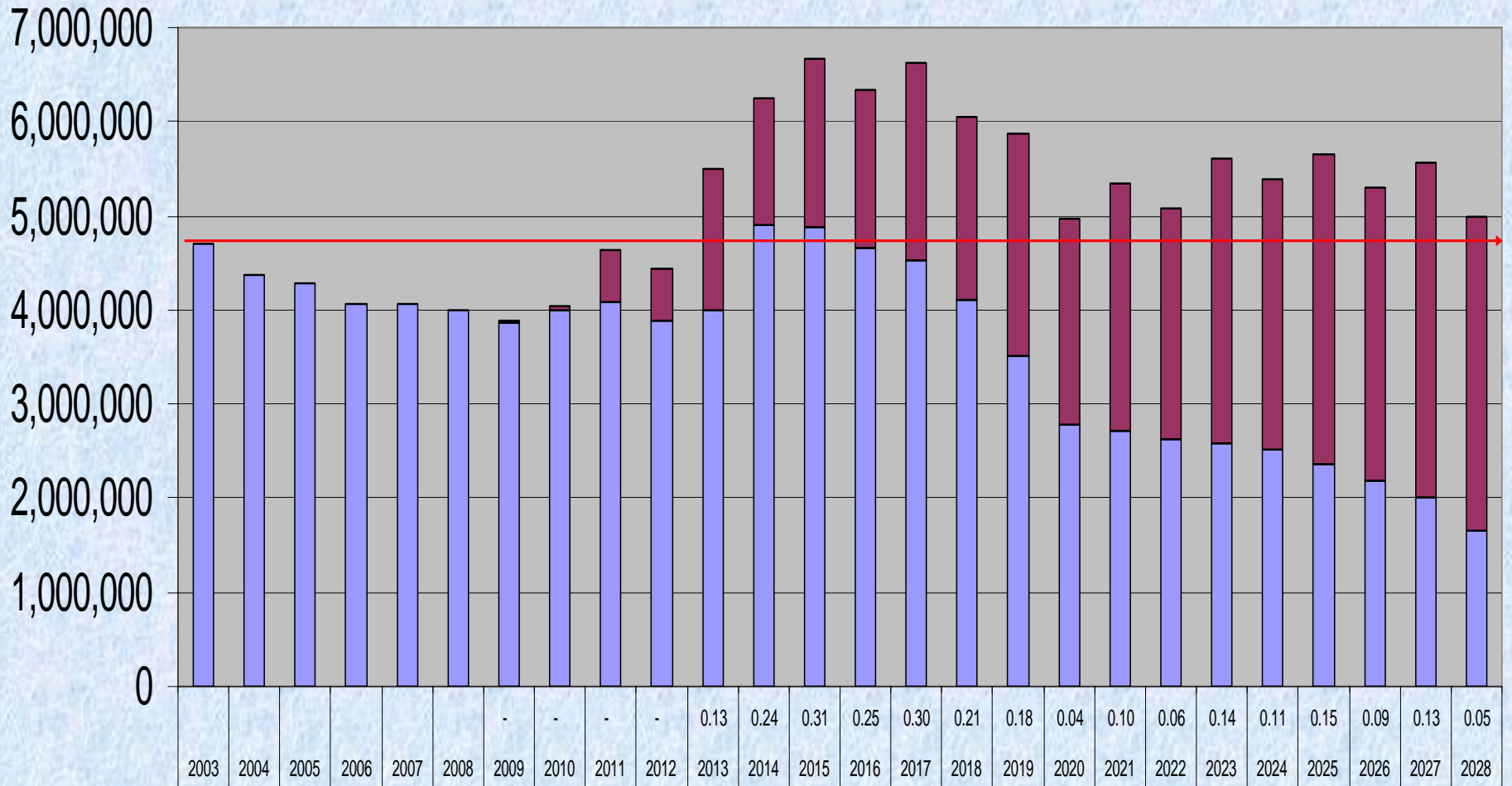
800,000

$$0 + 21 = 21$$

$$38 + 19 = 57$$

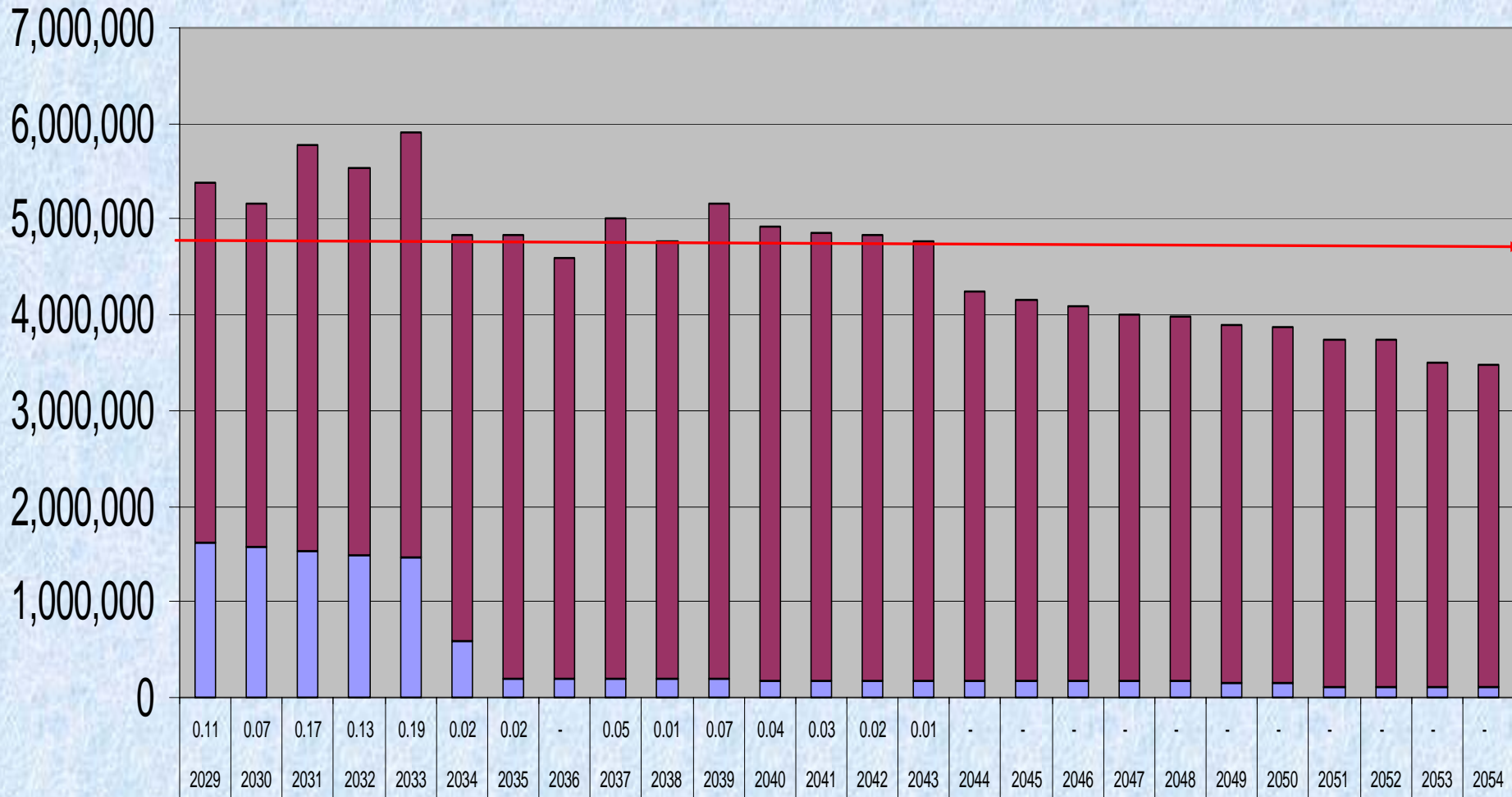


# WASTEWATER EXPANSION FULL COST



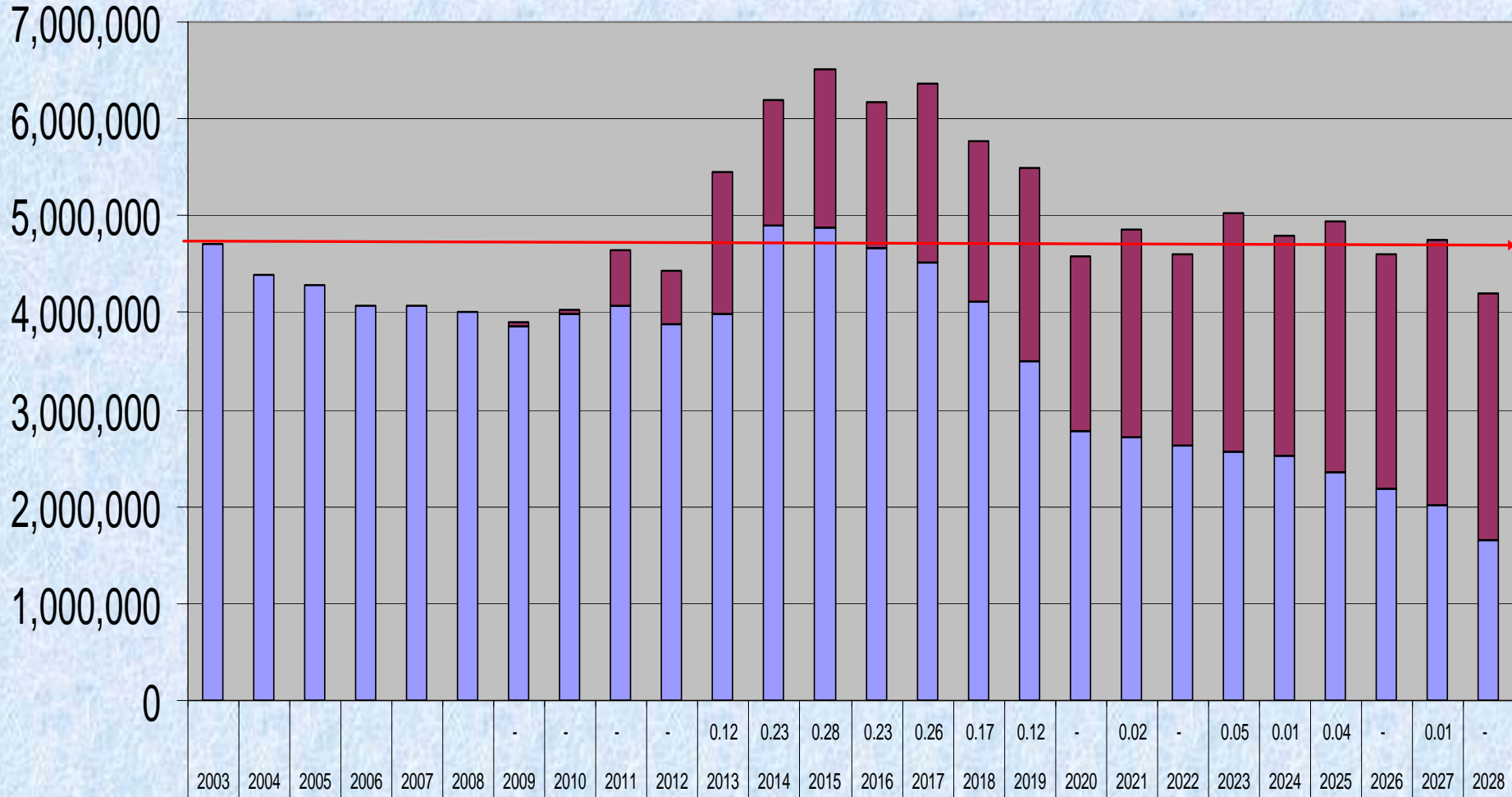
Existing Debt Wastewater Exp.

# WASTEWATER EXPANSION FULL COST



■ Existing Debt
 ■ Wastewater Exp.

# WASTEWATER EXPANSION WITH 25% BETTERMENT



Existing Debt 25% Bett.

# WASTEWATER EXPANSION WITH 25% BETTERMENT

