

TALKING POINTS

(NOV. 2012) "IT COSTS \$5.13 MILLION JUST TO JOIN THE MWRA AND GET ACCESS TO A MILLION GALLONS OF WATER PER DAY"
ROBERT ZIMMERMAN EXECUTIVE DIRECTOR OF THE CHARLES RIVER WATERSHED ASSOCIATION

HOOK UP TO LEXINGTON SAVED BEDFORD \$14 MILLION RATHER THAN RUNNING SEPARATE PIPES TO BOSTON

∴ BEDFORD SAVED \$19.3 MILLION - LEXINGTON GOT NO SHARE OF THAT SAVINGS?

* MARKUP ON WATER IS SOLD AT LESS THAN 9/10 OF ONE PERCENT WITH NO ALLOWANCE FOR HARD OR SOFT COSTS OR ADDITIONAL MWRA ASSESSMENTS
CONCLUSION: LEXINGTON RATE PAYERS ARE PROVIDING A SUBSIDY TO BEDFORD RATE PAYERS

THERE ARE NOT ANY RETAINED EARNINGS FROM BEDFORD AS BEDFORD IS A LOSS FOR LEXINGTON

12,595 BEDFORD 2000 POPULATION	\$ 3.97 PER PERSON PER YEAR
	\$50,000 / YR ADMINISTRATION FEE PAID TO LEXINGTON

SINCE THERE ARE 7.48 GALLONS IN A CUBIC FOOT IT FOLLOWS THAT THERE ARE 748 GALLONS IN ONE HCF THAT IS SOLD TO BEDFORD AT JUST TWO CENTS ABOVE OUR GROSS COST FROM MWRA. NOW IF I COULD PURCHASE 748 GALLONS OF GAS FOR \$2.36 I COULD TRAVEL 18,700 MILES IN MY CAR @ 25 M.P.G.

10 SEPT. 2013 CALL TO BEDFORD PUBLIC WORKS ABOUT SCOPE OF WORK ON THE GREAT ROAD @ 781-275-7605. "WE ARE CLEANING AND RELINING PIPES WITH CEMENT." "AN ONGOING PROCESS THAT DEPENDS ON TIMING AND FUNDING."

QUESTION: WILL LEXINGTON BE SENDING BEDFORD A BILL FOR THE EXTRA MWRA ASSESSMENT(S) DUE TO THE BEDFORD CONTINUING PIPE CLEANING OPERATION??

* MARKUP
SELL \$2.36 HCF
COST \$2.34 HCF
 $.02/2.34 = .008547$

PRELIMINARY FY14 RATES

(A)

WATER

WASTEWATER

	FY13	FY14	FY13	FY14
BLOCK 1	*3.20	*3.37	*6.94	*7.02
2	*4.80	*5.05	*11.34	*11.48
3	*6.33	*6.65	*18.02	*18.23
IRRIGATION	*6.33	*6.65	NA	NA
MUNICIPAL	*2.27	*2.34	*2.36	*2.65
HANS COM	*4.72	*4.84	NA	NA
CAMB. RESEARCH	*4.72	*4.84	NA	NA
VA HOSPITAL	*5.64	*5.93	NA	NA
BEDFORD	*2.29	*2.36	NA	NA

NOTE: THERE ARE NO SIGNIFICANT CHANGES IN CONSUMPTION ESTIMATES FROM FY 2013

(B)

$$\begin{array}{r} \text{* 2.36} \\ \text{BEDFORD} \end{array} \overbrace{\begin{array}{r} 1.43 \text{ TIMES} \\ \hline \text{* 3.37} \\ \text{BLOCK 1} \end{array}}$$

$$\begin{array}{r} \text{* 2.36} \\ \text{BEDFORD} \end{array} \overbrace{\begin{array}{r} 2.14 \text{ TIMES} \\ \hline \text{* 5.05} \\ \text{BLOCK 2} \end{array}}$$

$$\begin{array}{r} \text{* 2.36} \\ \text{BEDFORD} \end{array} \overbrace{\begin{array}{r} 2.82 \text{ TIMES} \\ \hline \text{* 6.65} \\ \text{BLOCK 3} \end{array}}$$

(C)

$$\begin{array}{r} \text{* 2.36} \\ \text{BEDFORD} \end{array} \overbrace{\begin{array}{r} 2.05 \text{ TIMES} \\ \hline \text{* 4.84} \\ \text{HANS COM} \\ \text{* CAMB.} \\ \text{RESEARCH} \end{array}}$$

$$\begin{array}{r} \text{* 2.36} \\ \text{BEDFORD} \end{array} \overbrace{\begin{array}{r} 2.51 \text{ TIMES} \\ \hline \text{* 5.93} \\ \text{VA} \\ \text{HOSPITAL} \end{array}}$$

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09 SEPT. 2013

FROM PAGE 11 OF TOWN OF LEXINGTON REPORT 09 SEPT. 2013

THE FY 2014 WATER BUDGET WILL BE \$ 8,696,792 INCLUSIVE OF INDIRECT COSTS, WHICH REPRESENTS A \$ 548,650 OR 6.7% INCREASE OVER THE FINAL FY 2013 BUDGET.

* THE LARGEST DRIVER OF THIS INCREASE IS A \$ 409,138 OR 8% INCREASE TO THE FY 14 MWRA WATER ASSESSMENT, WITH MUCH OF THAT INCREASE ATTRIBUTABLE TO INCREASED USAGE BY THE TOWN OF BEDFORD IN THE SUMMER OF 2012 FOR AN AGGRESSIVE FLUSHING PROGRAM

FROM PG. 10 FOOTNOTE 1 OF SAME REPORT

CONTRIBUTING TO THE PROTECTED 6/30/13 CERTIFICATION OF WATER RETAINED EARNINGS IS FY 13 USAGE BY BEDFORD IN EXCESS OF ESTIMATES ATTRIBUTABLE TO ITS AGGRESSIVE FLUSHING PROGRAM IN THE SUMMER OF 2012 TO REMEDIATE CONTAMINATION IN SOME PARTS OF THE BEDFORD WATER SYSTEM, WHICH RESULTED IN PAYMENTS FROM BEDFORD BEING APPROXIMATELY \$ 210,000 GREATER THAN PROJECTIONS

INCREASED MWRA WATER ASSESSMENT: \$ 409,138 (-)
INCREASED BEDFORD PAYMENT : \$ 210,000 (+)
COST INCREASE FOR LEXINGTON < \$ 199,138 > LOSS ?
INCREASED COST BEDFORD H₂O + 210,000
= 409,138 ACTUAL LOSS ?

P.S. "MUCH OF INCREASE DEFINITIONS

\$ 409,138 X 60% = \$ 245,482.80 IF LOSS ESTIMATE

X 70% = \$ 286,396.60 IE LOSS ESTIMATE

X 80% = \$ 327,310.40 IE LOSS ESTIMATE

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