

IPS METERS W/\$0.25 INCREASE IN BELMONT SHORE ONLY

BELMONT SHORE	Year One	Year Two	Year Three	Year Four	Year Five
New Meter Revenue					
Resetting meters (7.5% of meter revenue)	\$56,796	\$56,796	\$56,796	\$56,796	\$56,796
(Rate increase plus 15% due to IPS meters)	\$318,275	\$318,275	\$318,275	\$318,275	\$318,275
Annual Revenue Increase	\$375,071	\$375,071	\$375,071	\$375,071	\$375,071
New Meter Expenses					
368 IPS Sensors (\$250/ea. installed)	\$92,000	\$0	\$92,000	\$0	\$92,000
368 IPS Meters (\$425/ea. installed)	\$156,400	\$0	\$0	\$0	\$0
Spare Parts	\$4,998	\$0	\$0	\$0	\$0
Sales Tax @ 9%	\$22,806	\$0	\$8,280	\$0	\$8,280
Meter Pole Adjustment	\$18,400	\$0	\$0	\$0	\$0
Total One-Time	\$294,603	\$0	\$100,280	\$0	\$100,280
Meter Battery Replacement (Once/year)	Included	\$11,040	\$11,040	\$11,040	\$11,040
Warranty (\$35 per sensor/yr.)	Included	\$12,880	\$12,880	\$12,880	\$12,880
Mgmt & Real Time Fees (\$4.50/sensor/month)	\$19,872	\$19,872	\$19,872	\$19,872	\$19,872
IPS Mgmt./Gateway Fees (\$8.00/meter/mo.)	\$35,328	\$35,328	\$35,328	\$35,328	\$35,328
IPS CC Transaction Fees (\$0.06/CC trans.)	\$14,048	\$15,804	\$17,560	\$17,560	\$17,560
Merchant CC Processing Fees (\$0.24/CC trans.)	\$56,192	\$63,216	\$70,240	\$70,240	\$70,240
Non-warranty R&M	\$1,136	\$1,136	\$1,136	\$1,136	\$1,136
Parts Warranty	Included	\$12,880	\$12,880	\$12,880	\$12,880
Total Ongoing	\$126,576	\$172,156	\$180,936	\$180,936	\$180,936
Capital Cost Recovery	\$45,520	\$45,520	\$45,520	\$45,520	\$45,520
Annual Expense	\$466,699	\$217,676	\$326,736	\$226,456	\$326,736
Annual Net	(\$91,628)	\$157,395	\$48,335	\$148,615	\$48,335
Five Year Net	\$311,052				