

Sample B

Example of Itemized Schedule and Calculation of Minimum Required ERF Balance as of December 31, 2005:

| Item | Purchase Month / Year | Service Life | Installation Cost | Annual Deposit (Cost / Years) | Minimum Required Repl. Fund Balance (Years in Service * x Annual Deposit) |
|---------------------------------------|-----------------------|--------------|-------------------|-------------------------------|---|
| Activated Sludge Blowers | Oct. 1995 | 20 | \$43,500 | \$2,175 | 10 x \$2,175 = \$21,750 |
| 2 Lift Station Pumps (each @ \$9,000) | Oct. 1995 | 15 | 18,000 | 1,200 | 10 x \$1,200 = 12,000 |
| Standby Generator | Jan. 2001 | 20 | 40,000 | 2,000 | 4 x \$2,000 = 8,000 |
| Sludge Truck | Jun. 1998 | 10 | 55,000 | 5,500 | 7 x \$5,500 = 38,500 |
| Air Compressor | Sep. 1998 | 5 | 5,000 | “capped” | 5 x \$1,000 = 5,000 |
| Tractor w/ Tiller | Oct. 1990 | 5 | 6,500 | Obsolete | Removed, not to be replaced. |
| | | | | | |
| Totals | | | | \$10,875 | \$85,250 ** |

* Annual deposits should be capped at the total cost to replace an equipment item, plus any inflation factor a municipality may want to add. Items obsolete to the current system that will never be replaced can be removed from the annual deposit.

** This would be the example Minimum Required ERF Balance as of the end of 2005. (This amount would be entered into the response to CMAR question #5.3. This amount helps to answer question #5.3.1: “Is the Dec, 31 Ending Balance (#5.2.6) equal to or greater than the minimum required ERF balance (#5.3)?”