

Appendix J

Reserve Capacity Fee Policy (approved 7/8/14)

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At the time a new extension or connection which results in a privilege fee is approved, or at the time of assessment of a new betterment, each affected property will pay a Reserve Capacity Fee amount that is in effect at that time. Effective July 8, 2014 the fee will be \$1.87 per gallon based on Title 5 flow criteria.

Example:

- 1) Three bedroom (3 x 110 gal x \$1.87) = \$617;**
- 2) Four bedroom (4 x 110 gal x \$1.87) = \$823.**

This revenue will be allocated to a separately tracked account that will be used to fund past and future costs of securing capacity for the Lunenburg Sewer System