

The Appomattox River Water Authority and South Central Wastewater Authority provide wholesale water treatment and transmission and wastewater treatment services, respectively, to their member jurisdictions Chesterfield County, the City of Colonial Heights, Dinwiddie County, the City of Petersburg, and Prince George County. These members pay wholesale water and wastewater rates and charges. Each member operates its own separate public retail water distribution and wastewater collection systems with different water and wastewater retail utility rates charged to their customers.

APPOMATTOX RIVER WATER AUTHORITY
PROPOSED BUDGET AND ESTIMATED RATES FOR THE FISCAL YEAR ENDING JUNE 30, 2020

Notice is hereby given that the Board of the Appomattox River Water Authority (the "Authority") will hold a public hearing for informative and fiscal planning purposes to consider the following proposed budget and the estimated rates for the fiscal year ending June 30, 2020 ("FY2020"). The public hearing allows the public to question and comment on the proposed budget and estimated rates.

The meeting, which may be continued or adjourned, will be held at 2:00 o'clock p.m. on March 21, 2019, before the Board, in the South Central Wastewater Authority Board Room, at 900 Magazine Road, in Petersburg, Virginia. Any person interested may appear at the meeting and present their views. Information regarding the proposed budget and estimated rates is on file and is open for inspection at the Appomattox River Water Authority's office at 21300 Chesdin Road, South Chesterfield, Virginia, during business hours.

PROPOSED BUDGET

REVENUES	
Chesterfield County	\$7,275,022
City of Colonial Heights	622,663
Dinwiddie County	608,154
City of Petersburg	1,689,919
Prince George County	346,867
<u>Interest & Miscellaneous Income</u>	<u>30,000</u>
TOTAL REVENUES	\$10,572,625

EXPENSES	
Operating and Maintenance Expenses	
Salaries & Wages.....	\$1,700,000
Employee Benefits	747,600
Contractual Services.....	1,204,500
Other Charges (Utilities, Insurance, Fuel, Training)	1,051,600
Materials & Supplies	2,771,000
Debt Service	2,141,175
Reserve Policy.....	188,750
<u>Replacement Fund Expenditures</u>	<u>768,000</u>
TOTAL EXPENSES	\$10,572,625

Pursuant to the water service agreement in effect between the Authority and each of its five participating jurisdictions, the proposed budget set forth above will result in an estimated rate per 1000 gallons of finished water purchased during FY2020 by each of the participating jurisdictions as set forth below:

	RATES (cents/1,000 gallons)		
	FY2019 ⁽¹⁾	FY2020	% Difference
Chesterfield County	0.9637	0.9797	1.66%
City of Colonial Heights	0.9878	1.0083	2.08%
Dinwiddie County	1.4349	1.4522	1.21%
City of Petersburg	0.9601	0.9760	1.66%
Prince George County	1.3733	1.3698	-0.26%

(1) The FY2019 rates included for comparison purposes reflect certain recommended adjustments to the allocation of 2012 and 2017 bond debt service payments shown in the existing FY2019 budget to be considered for approval by the Authority Board by no later than June 30, 2019.

The rates are subject to change in accordance with the water service agreement based on, among other things, the amount of water actually purchased by each member jurisdiction and the amounts of revenues received and expenses incurred by the Authority during FY2020.

SOUTH CENTRAL WASTEWATER AUTHORITY
PROPOSED BUDGET AND ESTIMATED CHARGES FOR THE FISCAL YEAR ENDING JUNE 30, 2020

Notice is hereby given that the Board of the South Central Wastewater Authority (the "Authority") will hold a public hearing for informative and fiscal planning purposes to consider the following proposed budget for the fiscal year ending June 30, 2020 ("FY2020") including the estimated amounts to be paid by each of the Authority's five member jurisdictions and other users. The public hearing allows the public to question and comment on the proposed budget and estimated charges.

The meeting, which may be continued or adjourned, will be held after the conclusion of the meeting of the Appomattox River Water Authority, which is scheduled to begin at 2:00 o'clock p.m. on March 21, 2019, before the Board, in the South Central Wastewater Authority Board Room at 900 Magazine Road, in Petersburg, Virginia. Any person interested may appear at the meeting and present their views. Information regarding the proposed budget is on file and is open for inspection at the South Central Wastewater Authority's office at 900 Magazine Road, Petersburg, Virginia, during business hours.

PROPOSED BUDGET

REVENUES	
Chesterfield County	\$729,702
City of Colonial Heights	1,622,291
Dinwiddie County	747,084
City of Petersburg	4,771,204
<u>Prince George County</u>	<u>589,419</u>
TOTAL REVENUES	\$8,459,700

EXPENSES	
Operating and Maintenance Expenses:	
Salary & Wages.....	\$1,900,000
Employee Benefits	892,000
Contractual Services	369,600
Other Charges (Utilities, Insurance, Fuel, Training).....	974,400
Materials and Supplies	1,205,700
Equipment Replacement.....	593,000
Nutrient Credit Purchases.....	525,000
Capital Reserve Account (Participating Jurisdiction Funded).....	2,000,000
Reserve Policy.....	0
<u>Equipment Repair & Replacement Fund.....</u>	<u>0</u>
TOTAL EXPENSES	\$8,459,700

REVENUE DETAIL BY PARTICIPATING JURISDICTION

	PRESENT	PROPOSED	ANNUAL	% Difference
	FY2019 PAYMENTS	FY2020 PAYMENTS	Cash Difference	
City of Petersburg	\$4,576,617	\$4,771,204	\$194,587	4.25 %
City of Colonial Heights	\$1,659,787	\$1,622,291	-\$37,496	-2.26%
Chesterfield County	\$699,349	\$729,702	\$30,353	4.34%
Prince George County	\$570,020	\$589,419	\$19,399	3.40%
Dinwiddie County	\$693,327	\$747,084	\$53,757	7.75%
TOTAL	\$8,199,100	\$8,459,700	\$260,600	

Pursuant to the wastewater service agreement in effect between the Authority and each of its five member jurisdictions, the proposed budget as set forth above is subject to change during or after each fiscal year based on, among other things, each member jurisdiction's actual use of the Authority's wastewater treatment facilities and the actual amounts of revenues received and expenses incurred by the Authority during FY2020.

The Authority has also proposed to charge (i) a septage rate of the greater of \$25 per truck or \$0.05 per gallon offloaded and (ii) a leachate rate of \$0.095 per gallon offloaded. Pursuant to a resolution adopted by the Board of the Authority on January 18, 2018, all septage, leachate and other special revenues not paid by the member jurisdictions pursuant to the wastewater service agreement are to be deposited in the Capital Reserve Account and held for use with Board approval to fund future capital improvement projects or to pay Authority operating expenses in the event of unanticipated financial emergencies.