

# RATE INCREASE NOTICE

THE VILLAGE OF PENN YAN HAS ADOPTED THE WATER BUDGET FOR THE YEAR 2006-2007. THE VILLAGE OF PENN YAN CAPITAL RESERVE FUND HAS BEEN INCREASED BY 100%. THE VILLAGE OF PENN YAN HAS ALSO INCREASED OUR WATER PURCHASE RATE PER THOUSAND.

BASED ON THE MOST RECENT VILLAGE OF PENN YAN WATER BUDGET, AN INCREASE TO THE TOWN OF JERUSALEM MAKES IT NECESSARY TO INCREASE OUR WATER RATE BY \$0.45 PER 1000 GALLONS. THIS WILL CHANGE THE WATER RATE FROM \$6.14/1000 GALLONS TO A NEW RATE OF \$6.59/1000 GALLONS. THE MINIMUM USAGE CHARGE FOR 12,000 GALLONS WILL NOW BE \$79.08 PER QUARTER.

RESOLUTION #14-2005 ADOPTED BY THE TOWN BOARD ON JANUARY 12, 2005 STATES THAT ANY AMOUNT OF WATER AND SEWER RATE INCREASE FROM OUR SUPPLIER, PENN YAN MUNICIPAL, BE DIRECTLY PASSED THROUGH TO CUSTOMERS TO RECOVER OUR COST.

THIS IS AN UNCONTROLLABLE COST TO THE TOWN. THE TOWN BOARD HAS NO AUTHORITY OVER THE VILLAGE BUDGET.