



Maine Center for Disease  
Control and Prevention

An Office of the  
Department of Health and Human Services

Paul R. LePage, Governor

Mary C. Mayhew, Commissioner

Department of Health and Human Services  
Maine Center for Disease Control and Prevention  
286 Water Street  
11 State House Station  
Augusta, Maine 04333-0011  
Tel.: (207) 287-8016; Fax: (207) 287-9058  
TTY Users: Dial 711 (Maine Relay)

Tel. (207) 287-2070

Drinking Water Program

Fax (207) 287-4172

**Maine Public Drinking Water Commission**

**MEETING #137**

**Wednesday, May 3, 2017**

**9:00 AM**

Bangor Water District

614 State Street Bangor, Maine 947-4516

**Agenda**

1. Approval of Minutes, Meeting #136, February 1, 2017
2. SFY 2017 AFM Fee and Collection Status
3. Review and adjust AFM Fee for the upcoming State Fiscal Year
4. Review DWP Performance Measures
5. Lead in Drinking Water Updates
6. Legislative Update
7. DWP Staffing Update
8. Establish Committee to select Staff Merit award recipient
9. Review topics for annual report to the DHHS Commissioner
10. DWC Membership Update – reappointment status
11. Suggested Items for next meeting
12. 2017 Meeting Schedule
  - a. Sep 6, 2017- The Meadows, Greene
  - b. Nov 29, 2017- Winterport Town Office, Winterport



Maine Center for Disease  
Control and Prevention  
An Office of the  
Department of Health and Human Services

Paul R. LePage, Governor

Mary C. Mayhew, Commissioner

Department of Health and Human Services  
Maine Center for Disease Control and Prevention  
286 Water Street  
11 State House Station  
Augusta, Maine 04333-0011  
Tel.: (207) 287-8016; Fax: (207) 287-9058  
TTY Users: Dial 711 (Maine Relay)

Tel. (207) 287-2070

Drinking Water Program

Fax (207) 287-4172

## Maine Drinking Water Commission

### Minutes of Meeting #137

May 3, 2017

The Maine Public Drinking Water Commission (DWC) held its 137th meeting on May 3, 2017 at the Bangor Water District, Bangor Maine.

#### Present Were:

**Members:** Jeff LaCasse, Rebecca Laliberte, Brian Richardson, Bob MacKinnon, Lee Worcester, Kathy Moriarty, and Roger Crouse.  
Jim Willis, Board Clerk

**Time:** Jeff called the meeting to order at 9:05 AM

#### A. APPROVAL OF MINUTES:

Minutes from the last meeting were approved as written.

#### B. RECURRING BUSINESS:

##### 1. SFY 2017 AFM FEE COLLECTION STATUS

Roger presented the AFM Fee revenue status. The collection rate was at 98.3 percent for a total \$505,488 collected - slightly higher than previous years.

##### 2. REVIEW AND ADJUST AFM FEE FOR THE UPCOMING STATE FISCAL YEAR

Roger stated that spending for the 2017 SFY is higher than anticipated due to changes in indirect expenses.

Roger discussed the current AFM budget and the increase of Indirect expenses which has decreased the AFM carryover to less than three months. There was a lengthy discussion on several fee increase scenarios provided by Roger. After discussion the Commission members voted unanimously to increase AFM fees each year by \$5.00 to the base fee and five cents to the per capita fee each year until we reach our desired goal of a three month carryover. The DWP will move \$70,000 in funds from the Subsurface Wastewater account into the AFM account to increase the cash carryover amount. Half of this transfer will occur in SFY2017 and the other will happen in SFY2018.

### **3. REVIEW DWP PERFORMANCE MEASURES**

Roger discussed health based violations and non-health based violations issued to public water systems. The CY2016 numbers illustrate a decrease in the number of health based violations and an increase in the number of non-health based violations.

### **4. LEAD IN DRINKING WATER UPDATES**

Roger discussed the progress of lead water testing in schools. So far out of 500 schools 180 schools have sampled. Roger will follow up with the DWC Commission if the program would be extended.

### **5. LEGISLATIVE UPDATE**

Roger discussed several bills that were being discussed this legislative session. LD 40, which would require lead testing in schools, and LD 90, a revision to the charter of the Rumford Water District.

### **6. DWP STAFFING UPDATE**

Roger stated that the DWP has hired a new Rule Specialist- Maia Ferris (Jen Grant position). We have hired a two new contract positions (Data Specialist and Rule Specialist) through NEIWPCC. We are looking to interview for our Assistant Engineer/PI, in our Bangor office shortly. Julia Kimball has left her position as Well Driller/Water Operator Board clerk to work at Maine State Housing.

### **7. ESTABLISH COMMITTEE TO SELECT STAFF MERIT AWARD RECIPIENT**

Bob, Lee, and Kathy agreed to be on this year's committee, to review this year's nominations.

### **8. REVIEW TOPICS FOR ANNUAL REPORT TO THE DHHS COMMISSIONER**

Roger discussed topics that could be included in this year's report. Some topics are AFM Fee increases, AFM collection, and DWP performance measures.

### **9. DWC MEMBERSHIP UPDATE-REAPPOINTMENT STATUS**

Tom, Jeff, Lee, and Brian have terms that are expiring as of August 31, 2017. Jim handed out applications to be filled out and submitted to the governor's office to renew their terms.

## **10. SUGGESTED ITEMS FOR NEXT MEETING**

DWC members requested more information on EPA new loan program – Water Infrastructure Finance and Innovation Act.(WIFIA).

## **11. 2017 MEETING SCHEDULE**

Sep 6, 2017- The Meadows, Greene

Nov 29, 2017- Winterport Town Office, Winterport

Meeting adjourned at 11:50 am

Respectfully Submitted

Jim Willis

### AFM Payment Summary SFY 2017 as of April 26, 2017

**Total Billed:**  
**\$514,334**

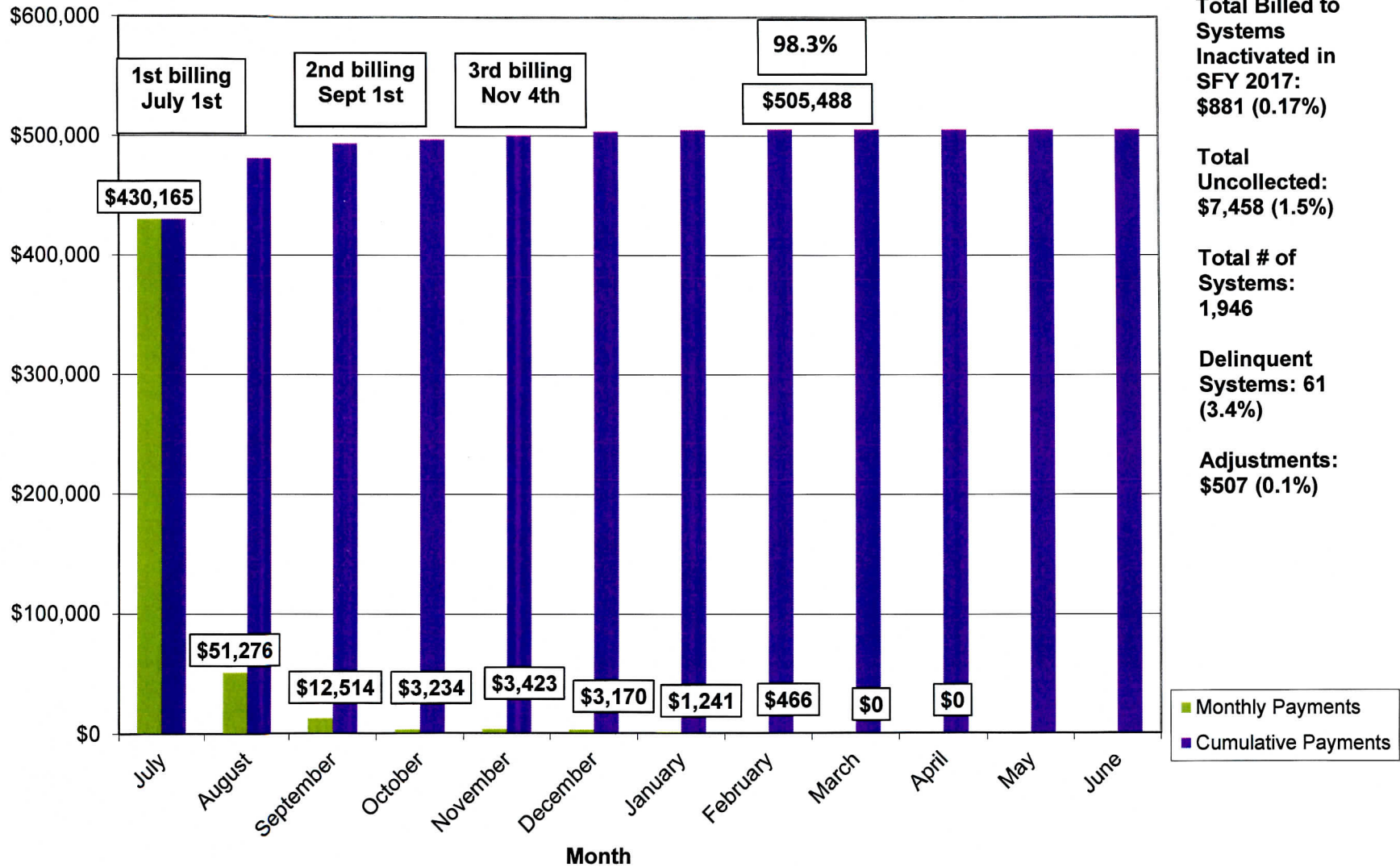
**Total Billed to  
Systems  
Inactivated in  
SFY 2017:**  
**\$881 (0.17%)**

**Total  
Uncollected:**  
**\$7,458 (1.5%)**

**Total # of  
Systems:**  
**1,946**

**Delinquent  
Systems: 61  
(3.4%)**

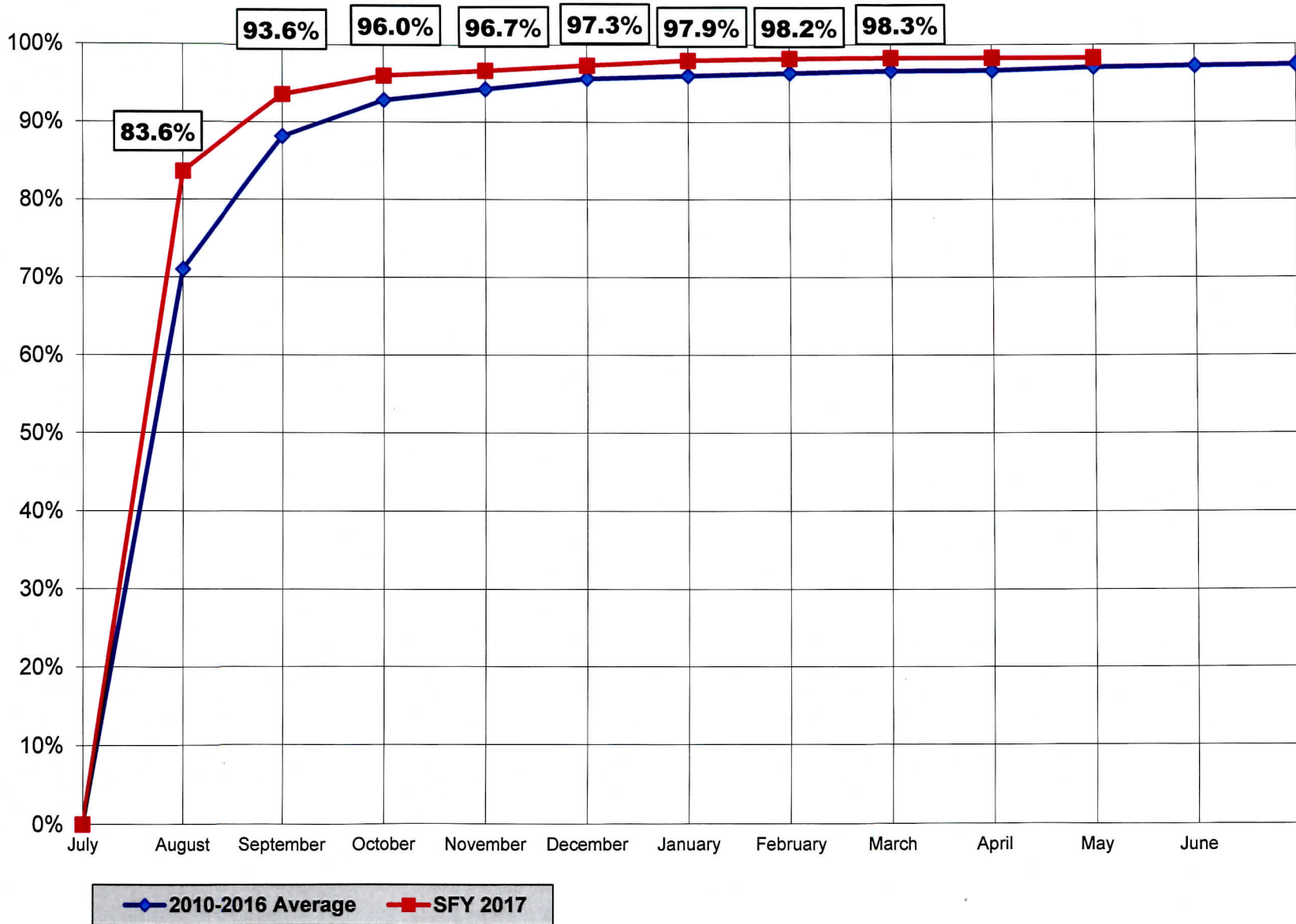
**Adjustments:**  
**\$507 (0.1%)**



# AFM Monthly Summary

## Percentage of Total Billed vs. Collected

Updated April 26, 2017



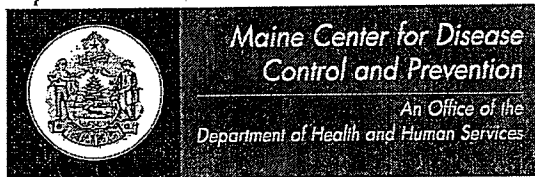
## Overdue AFM Fees

As of April 26, 2017		Total Overdue		\$7,457.80		Eligible for Enforcement Y - Current Enforcement Action
PWSID	NAME	Total Bill	Paid	Balance	Type	
ME0022654	SLOW BELL CAFE	\$390.00	\$0.00	\$390.00	NC	
ME0011403	SKIPS TAVERN	\$379.00	\$0.00	\$379.00	NC	Y
ME0094487	FORE SEASONS RESTAURANT & BANQUET	\$342.50	\$0.00	\$342.50	NC	
ME0009972	HIDEAWAY DINER	\$320.00	\$0.00	\$320.00	NC	Y
ME0094451	1-7-10 BOWLING & ENTERTAINMENT CENTER	\$320.00	\$0.00	\$320.00	NC	
ME0008392	REUNION STATION RESTAURANT	\$317.40	\$0.00	\$317.40	NC	Y
ME0011753	ROGUE CAFE	\$267.00	\$0.00	\$267.00	NC	Y
ME0093160	CARRABASSETT SPRING WATER COMPANY	\$250.00	\$0.00	\$250.00	NP	
ME0000848	PITTSTON FARM	\$243.50	\$0.00	\$243.50	NC	
ME0006595	MOOSEHEAD TRAIL MOTOR LODGE	\$232.30	\$0.00	\$232.30	NC	
ME0092470	BUCK-IT GRILL & PUB	\$203.80	\$0.00	\$203.80	NC	
ME0094996	THE BOATYARD GRILL	\$190.00	\$0.00	\$190.00	NC	
ME0018412	EASTWARD BOWLING LANES	\$171.50	\$0.00	\$171.50	NC	
ME0008189	HARBOR ROOM	\$170.00	\$0.00	\$170.00	NC	
ME0003342	HOWARDS TRAILER PARK	\$155.00	\$0.00	\$155.00	C	Y
ME0003424	FROST POND CAMPGROUND/CAMPS	\$155.00	\$0.00	\$155.00	NC	Y
ME0006425	MAYNARDS IN MAINE	\$138.55	\$0.00	\$138.55	NC	
ME0092547	COUNTRY DELIGHT INC	\$138.25	\$0.00	\$138.25	NC	
ME0094846	HILLTOP DINER & DELI LLC	\$130.00	\$0.00	\$130.00	NC	
ME0092567	THE FARMHOUSE INN	\$126.50	\$0.00	\$126.50	NC	
ME0092531	MILBRIDGE-BIG CATS CATERING LLC	\$117.50	\$0.00	\$117.50	NC	
ME0005721	WINDSONG CAMPGROUND - PARSONSFIELD	\$105.00	\$0.00	\$105.00	NC	
ME0000725	NEW ENGLAND GOLF AND TENNIS CAMP	\$105.00	\$0.00	\$105.00	NC	
ME0095018	RHYMES AND REASONS EARLY LEARNING CENTER	\$105.00	\$0.00	\$105.00	NC	
ME0007236	IRONBOUND	\$100.00	\$0.00	\$100.00	NC	
ME0002176	THOMAS POINT BEACH CG INC	\$99.00	\$0.00	\$99.00	NC	
ME0002989	O DANS RESTAURANT	\$97.50	\$0.00	\$97.50	NC	
ME0004127	RUSTIC GRILL AND TAVERN	\$95.00	\$0.00	\$95.00	NC	
ME0003408	ABOL BRIDGE CAMPGROUND	\$84.50	\$0.00	\$84.50	NC	
ME0015799	BROOKLIN INN	\$82.00	\$0.00	\$82.00	NC	
ME0000871	GANDER BROOK CHRISTIAN CAMP	\$81.50	\$0.00	\$81.50	NC	
ME0001048	PROSPECT HILL GOLF CLUB	\$80.00	\$0.00	\$80.00	NC	
ME0094953	HUNTERS BREAKFAST II LLC	\$80.00	\$0.00	\$80.00	NC	
ME0009920	THE HITCHING POST DINER	\$80.00	\$0.00	\$80.00	NC	
ME0012805	SPECTATORS SPORTS BAR	\$80.00	\$0.00	\$80.00	NC	
ME0094902	SUNDAY RIVER GOLF CLUB	\$77.00	\$0.00	\$77.00	NC	
ME0005844	POLAND COUNTRY VILLAGE MHP,INC	\$75.00	\$0.00	\$75.00	C	
ME0023468	LAKE GEORGE REGIONAL PARK #2	\$69.00	\$0.00	\$69.00	NC	

**Overdue AFM Fees**

As of April 26, 2017		Total Overdue		\$7,457.80		Eligible for Enforcement
PWSID	NAME	Total Bill	Paid	Balance	Type	
ME0002262	LAKEVIEW GOLF CLUB	\$67.50	\$0.00	\$67.50	NC	
ME0023242	BARNES BROOK GOLF COURSE	\$65.00	\$0.00	\$65.00	NC	
ME0094892	THE GALLEY RESTAURANT	\$65.00	\$0.00	\$65.00	NC	
ME0123468	LAKE GEORGE REGIONAL PARK #1	\$64.00	\$0.00	\$64.00	NC	
ME0094639	THE PAINTED TURTLE CAFE	\$57.50	\$0.00	\$57.50	NC	
ME0024225	CHAPS LLC	\$55.00	\$0.00	\$55.00	NC	
ME0003353	LAKE MOXIE CAMPS	\$55.00	\$0.00	\$55.00	NC	
ME0094731	OWLS HEAD TRANSPORTATION MUSEUM 2	\$55.00	\$0.00	\$55.00	NC	
ME0194594	US BORDER STATION-BRIDGEWATER-2012	\$55.00	\$0.00	\$55.00	NC	
ME0093865	MOUNT DESERT OCEANARIUM	\$55.00	\$0.00	\$55.00	NC	
ME0092504	THE KEEPERS HOUSE INN LLC	\$55.00	\$0.00	\$55.00	NC	
ME0002411	MELODY ROLLER RINK	\$55.00	\$0.00	\$55.00	NC	
ME0094857	PEGGYS BAR & GRILL	\$55.00	\$0.00	\$55.00	NC	
ME0092434	KIDSQUARTERS CHILD CARE CENTER	\$55.00	\$0.00	\$55.00	NTNC	
ME0094981	US BORDER PATROL- FORT FAIRFIELD	\$55.00	\$0.00	\$55.00	NTNC	
ME0091830	US CG JONESPORT - STATION	\$55.00	\$0.00	\$55.00	C	
ME0194599	US BORDER STATION-HAMLIN	\$55.00	\$0.00	\$55.00	NC	
ME0009215	SUFFOLK UNIVERSITY	\$55.00	\$0.00	\$55.00	NC	
ME0015880	DEAD RIVER EXPEDITIONS	\$55.00	\$0.00	\$55.00	NC	
ME0094724	MAINE STATE VETERANS CEMETERY	\$55.00	\$0.00	\$55.00	NC	
ME0003456	WHEATONS LODGE & CAMPS	\$55.00	\$0.00	\$55.00	NC	
ME0094794	STEPPING STONES/MONTESSORI SCHOOL	\$55.00	(\$50.00)	\$5.00	NTNC	
ME0011450	STEPHEN PHILLIPS MEM PRESERVE	\$90.50	(\$90.00)	\$0.50	NC	





Paul R. LePage, Governor

Mary C. Mayhew, Commissioner

Department of Health and Human Services  
Maine Center for Disease Control and Prevention  
286 Water Street  
11 State House Station  
Augusta, Maine 04333-0011  
Tel.: (207) 287-8016; Fax: (207) 287-9058  
TTY Users: Dial 711 (Maine Relay)

Tel. (207) 287-2070

Drinking Water Program

Fax (207) 287-4172

April 26, 2017

## MEMO

To: Public Drinking Water Commission Members:  
From: Roger Crouse, Manager, Drinking Water Program

Each year in the May meeting of the Maine Public Drinking Water Commission (DWC), Commission members are asked to evaluate and determine if a change is needed in the annual Drinking Water Fee (Fee) (aka – Alternative Funding Mechanism (AFM) Fee). The following information is provided to help you prepare for the upcoming meeting on May 3, 2017 in Bangor.

### Background

In May 2016 the DWC approved a Fee increase of \$5 on the base fee and \$0.05 on the per capita fee. This resulted in a Fee structure of \$55 for the base fee and \$0.50 on the per capita fee.

At the time of the May 2016 meeting, the estimated revenue and expenditures for State Fiscal Year (SFY) 2017 were:

Total Estimated Expenses	- \$508,789
Carryover (previous year)	- \$109,713
Total Revenue	- \$509,587
Carryover (end of SFY2017)	- \$110,511

### Update of SFY 2017 and forecast for SFY 2018 through SFY 2022:

#### SFY 2017

With SFY 2017 being 75 percent complete, following are updates on projected revenue and expenses:

1. Actual revenues are 99 percent of budgeted revenues
2. The SFY 2017 actual expenditures appear to be 35,000 above budget estimates. Two budget items account for this overage:
  - a. DHHS indirect increase by \$24,000
  - b. Fringe benefits increased by \$11,000
3. SFY2017 will end with an estimated carryover of \$71,344.

#### SFY 2018 through SFY 2022 budget assumptions:

In addition to normal annual cost increases, following are specific changes to the budget estimates:

1. Revenue for SFY 2018 and beyond is assumed to be 99 percent of total billed.
2. DHHS indirect rates will increase by an additional \$21,000 in SFY 2018 and an additional one percent each year thereafter.

See the updated five year budget projection on page three of this document.

The DWC has an established goal of maintaining a three month reserve of cash at the end of each fiscal year. SFY2017 is expected to end with slightly over half of the three month goal. Without changes to either revenues or expenditures, SFY2018 will end approximately \$15,000 in the negative.

To address this pending short-fall, page four of this document summarizes four alternative scenarios. A list of Pros and Cons for each alternative can be found on page five. I recommend that the DWC select Alternative 4.

During our meeting on May 3, 2017, I will do my best to answer any questions you may have. See you on the 3<sup>rd</sup>.

**Maine Drinking Water Program  
Alternative Funding Mechanism  
Five Year Budget Projection**

	Position Number	Position / Expense Category	Actual	Actual	Actual	Estimate - updated April 2017	Estimate	Estimate	Estimate	Estimate	Estimate
			SFY2014	SFY2015	SFY2016	SFY2017	SFY2018	SFY2019	SFY2020	SFY2021	SFY2022
0.5	20002357	Office Asst II - Dan (50%)				16,255	16,580	16,912	17,250	17,595	17,947
0.5	20002861	Envir. Specialist III - Jed (50%)				23,946	24,515	25,741	26,256	26,781	27,317
0.5	20002359	Envir. Specialist III - Greg (50%)				25,291	25,756	26,271	26,797	27,333	27,879
0.5	20320761	Envir. Specialist III - Christine (50%)				25,254	25,756	26,271	26,797	27,333	27,879
0.5	20002316	Envir. Specialist III - Kate (50%)				25,291	25,756	26,271	26,797	27,333	27,879
0.5	20002858	Envir. Specialist III - Mark (50%)				21,330	22,397	23,517	24,693	25,927	26,446
0.5	20002555	Envir. Specialist III - Halg (50%)				25,291	25,756	26,271	26,797	27,333	27,879
0.5	20321866	Envir. Specialist III - Jason (50%)				24,274	25,487	25,997	26,517	27,047	27,588
0.5	20002387	Envir. Specialist IV - Robin (50%)				29,990	31,133	31,756	32,391	33,039	33,699
0.5	20002270	Asst Envir. Engineer - Larry (50%)				29,973	29,967	30,566	31,178	31,801	32,437
5		<b>Total Salaries</b>	197,448	264,000	235,455	244,695	253,105	259,574	265,471	271,521	276,952
		Fringe Benefits	116,962	152,121	136,426	150,764	152,950	156,009	159,129	162,312	165,558
		Travel	1,753	2,752	3,054	2,040	2,615	2,570	2,409	2,531	2,503
	eliminate	Training	-	-	-	-	-	-	-	-	-
	eliminate	Office Equipment/Computers	-	-	-	-	-	-	-	-	-
	Other	Office Space (Rent, Utilities, MIS)	36,829	30,472	31,097	37,855	38,612	39,384	40,172	40,975	41,795
		Supplies	3,759	1,955	2,659	365	1,660	1,561	1,195	1,472	1,410
		Information Technology	43,761	21,389	33,974	32,022	32,663	33,316	33,982	34,662	35,355
		Contracts	6,573	7,020	2,421	-	-	-	-	-	-
		Indirect Cost	66,829	54,991	52,188	76,116	97,000	97,970	98,950	99,939	100,939
		<b>Total Expenses</b>	<b>473,914</b>	<b>534,699</b>	<b>497,274</b>	<b>543,857</b>	<b>578,604</b>	<b>690,385</b>	<b>601,308</b>	<b>613,413</b>	<b>624,511</b>
		Other Sources	(50)	(4,355)							
		AFM Fees Billed/Collected	454,844	454,466	458,480	509,587	504,491	504,491	504,491	504,491	504,491
		<b>Total Revenues</b>	<b>454,794</b>	<b>450,111</b>	<b>458,480</b>	<b>505,488</b>	<b>504,491</b>	<b>504,491</b>	<b>504,491</b>	<b>504,491</b>	<b>504,491</b>
		Carryover	252,216	233,096	148,508	109,713	71,344	(2,769)	(88,663)	(185,480)	(294,401)
		<b>Annual Surplus / (Deficit)</b>	<b>(19,120)</b>	<b>(84,588)</b>	<b>(38,795)</b>	<b>(38,369)</b>	<b>(74,113)</b>	<b>(85,893)</b>	<b>(96,817)</b>	<b>(108,922)</b>	<b>(120,020)</b>
		<b>AFM Carryover</b>	<b>233,096.17</b>	<b>148,508</b>	<b>109,713</b>	<b>71,344</b>	<b>(2,769)</b>	<b>(88,663)</b>	<b>(185,480)</b>	<b>(294,401)</b>	<b>(414,422)</b>
		<b>AFM Fee History</b>									
		Per Capita Rate	0.45	0.45	0.45	0.50	0.50	0.50	0.50	0.50	0.50
		Minimum Fee	50.00	50.00	50.00	55.00	55.00	55.00	55.00	55.00	55.00
		Maximum Fee									
		Minimum Population	100	100	100	100	100	100	100	100	100
		Bottled Water Fee	(see below)	(see below)	(see below)	(see below)	(see below)	(see below)	(see below)	(see below)	(see below)
		<b>Estimated Revenue by Type</b>									
		Community	304,179	304,179	306,168	340,087	340,087	340,087	340,087	340,087	340,087
		Non-Transient, Non-community	34,670	34,670	35,296	38,405	38,405	38,405	38,405	38,405	38,405
		Transient, Non-community	98,984	98,984	97,127	109,106	109,106	109,106	109,106	109,106	109,106
		Bottled Water	14,010	14,010	20,210	21,990	21,990	21,990	21,990	21,990	21,990
	\$ 85	Small (up to 250,000 gallons)	750	750	750	1,020	1,020	1,020	1,020	1,020	1,020
	\$ 250	Medium (250,000 to 20 million)	900	900	900	1,500	1,500	1,500	1,500	1,500	1,500
	\$ 3,200	Large (over 20 million gallons)	12,000	12,000	18,200	19,200	19,200	19,200	19,200	19,200	19,200
	\$ 200	Out-of-State	-	-	-	-	-	-	-	-	-
	\$ 10	Water vendors (Min. \$50 Max. \$150)	360	360	360	270	270	270	270	270	270
		<b>Total Estimated Revenue (AFM Fees Billed)</b>	<b>451,843</b>	<b>451,843</b>	<b>458,800</b>	<b>509,587</b>	<b>509,587</b>	<b>509,587</b>	<b>509,587</b>	<b>509,587</b>	<b>509,587</b>

## Revenue Increase/ Expenditure Decrease Alternatives

Expectation: maintain at least a 3-month carryover at the end of each state fiscal year

	SFY17	SFY18	SFY19	SFY20	SFY21	SFY22
Expected Minimum Carryover end of year	\$135,964	\$144,000	\$147,007	\$149,828	\$152,737	\$155,522

### Alternative 1: Do Nothing (Base Fee = \$55 and Per Capita Fee = \$0.50)

Total Estimated Expenses	\$543,857	\$578,604	\$590,385	\$601,308	\$613,413	\$624,511
Carryover (previous year)	\$109,713	\$71,344	(\$2,769)	(\$88,662)	(\$185,479)	(\$294,401)
Total Revenue	\$505,488	\$504,491	\$504,491	\$504,491	\$504,491	\$504,491
Carryover (Current year)	<b>\$71,344</b>	<b>(\$2,769)</b>	<b>(\$88,662)</b>	<b>(\$185,479)</b>	<b>(\$294,401)</b>	<b>(\$414,421)</b>

### Alternative 2: Increase Base Fee by \$10 and Per Capita Fee by \$0.10

Total Estimated Expenses	\$543,857	\$575,998	\$588,030	\$599,311	\$610,947	\$622,089
Carryover (previous year)	\$109,713	\$71,344	\$101,078	\$118,780	\$125,202	\$119,987
Total Revenue	\$505,488	<b>\$605,732</b>	\$605,732	\$605,732	\$605,732	\$605,732
Carryover (Current year)	<b>\$71,344</b>	<b>\$101,078</b>	<b>\$118,780</b>	<b>\$125,202</b>	<b>\$119,987</b>	<b>\$103,631</b>

Assumes an 18 percent BW fee increase

### Alternative 3: Remove one FTE - No change to fee structure

Total Estimated Expenses	\$543,857	\$458,173	\$468,042	\$477,119	\$486,509	\$495,362
Carryover (previous year)	\$109,713	\$71,344	\$117,662	\$154,111	\$181,483	\$199,466
Total Revenue	\$505,488	\$504,491	\$504,491	\$504,491	\$504,491	\$504,491
Carryover (Current year)	<b>\$71,344</b>	<b>\$117,662</b>	<b>\$154,111</b>	<b>\$181,483</b>	<b>\$199,466</b>	<b>\$208,595</b>

### Alternative 4: Increase Base Fee by \$5 base and Per Capita Fee by \$0.05 in SFY '18, '20, and '22 and transfer \$75,000 in cash over two years from another account to the AFM account

Total Estimated Expenses	\$543,857	\$538,498	\$550,530	\$599,311	\$610,947	\$622,089
Carryover (previous year)	\$109,713	\$65,251	\$84,685	\$92,086	\$99,591	\$95,459
Total Revenue	\$499,395	<b>\$557,932</b>	\$557,932	<b>\$606,815</b>	\$606,815	<b>\$653,962</b>
Carryover (Current year)	<b>\$65,251</b>	<b>\$84,685</b>	<b>\$92,086</b>	<b>\$99,591</b>	<b>\$95,459</b>	<b>\$127,333</b>

Assumes a 10 percent BW fee increase in SFYs 18, 20 and 22

**Pros and Cons (not an exhaustive list) of Alternatives 1 through 4**

Pros	Cons
<b>Alternative 1 – Do Nothing</b>	
<ul style="list-style-type: none"> <li>No fee increase in SFY2018</li> </ul>	<ul style="list-style-type: none"> <li>Does not reach goal of three months of cash on hand at end of SFY</li> <li>AFM account will be out of cash by the close of SFY2018</li> <li>A significant fee increase will be needed in SFY 2019</li> </ul>
<b>Alternative 2 - Increase Base Fee by \$10 and Per Capita Fee by \$0.10</b>	
<ul style="list-style-type: none"> <li>Additional fee increase would probably not be needed for the next three years</li> </ul>	<ul style="list-style-type: none"> <li>This alternative represents an almost 20 percent fee increase</li> <li>Does not reach goal of three months of cash on hand at end of SFY</li> </ul>
<b>Alternative 3 – Move one FTE from the AFM fund to another DWP account - No change to fee structure</b>	
<ul style="list-style-type: none"> <li>No fee increase in SFY2018</li> <li>AFM fund would meet the goal of three months of cash on hand by the end of SFY2019.</li> <li>No fee increases would be needed during the five year budget projection period</li> </ul>	<ul style="list-style-type: none"> <li>Once we reduce the number of FTEs supported by the AFM fund, to return to five FTEs will require a significant fee increase.</li> <li></li> </ul>
<b>Alternative 4 - Increase Base Fee by \$5 base and Per Capita Fee by \$0.05 in SFY '18, '20, and '22 and transfer \$75,000 in cash over two years from another account to the AFM account</b>	
<ul style="list-style-type: none"> <li>Maintains five FTEs while keeping fee increases consistent with historical increases (albeit more frequently)</li> </ul>	<ul style="list-style-type: none"> <li>Requires fee increases of approximately 10 percent in SFY 18, 20 and 22.</li> <li>Requires cash from another DWP account</li> <li>Does not reach goal of three months of cash on hand at end of SFY</li> </ul>

## Willis, James

---

**From:** Crouse, Roger  
**Sent:** Wednesday, May 03, 2017 5:04 PM  
**To:** Brennan,Thomas,POLAND SPRING,Manufacturing; Brian Richardson (Bprassociates@aol.com); Jeff LaCasse; KATHY MORIARTY (moriarty@bangorwater.org); Lee Worcester (bcw@smugglersdencampground.com); 'Rebecca Laliberte'; ROBERT MACKINNON (ywdbob@maine.rr.com)  
**Cc:** Willis, James  
**Subject:** AFM Fee Increase  
**Attachments:** AFMfeeIncreaseAlternatives 5-3-2017.pdf

Thanks everyone for a productive meeting today. I really appreciate all the thoughtful questions and discussion.

I have updated the "Revenue Increase/ Expenditure Decrease Alternatives" table that we discussed today. Please see the attached file.

I added an Alternative 5 to show the result of an immediate \$15 and \$0.15 increase.

I also added the "Approved Alternative." As you will see we will actually meet our goal carryover in SFY2020 after increases in SFY2018 and 2019. We then dip below the goal carryover in 2021. Adding a fee increase in 2021 put us way above our goal rate so I am showing an increase in 2022 in this table.

Please let me know if you have any questions. Thank you for your continued support.

Roger

**Roger Crouse**  
Program Manager

**Department of Health and Human Services**  
***Maine Center for Disease Control and Prevention - Preserve ~Promote ~ Protect***  
**Division of Environmental and Community Health**  
**Drinking Water**

286 Water Street, 3rd Floor  
11 State House Station  
Augusta, ME 04333-0011

Tel: (207) 287-5684  
Fax: (207) 287-4172  
TTY: Call 711 (Maine Relay)

Confidentiality Notice: This e-mail message, including any attachments, is solely for the use of the intended recipient(s) and may contain confidential and privileged information. If you are not the intended recipient or an authorized agent of the intended recipient, please immediately contact the sender by reply e-mail and destroy/delete all copies of the original message. Any review, use, copying, forwarding, disclosure, or distribution of this e-mail message by other than the intended recipient or authorized agent is strictly prohibited.

## Revenue Increase/ Expenditure Decrease Alternatives

Expectation: maintain at least a 3-month carryover at the end of each state fiscal year

	SFY17	SFY18	SFY19	SFY20	SFY21	SFY22
Expected Minimum Carryover end of year	\$135,964	\$144,000	\$147,007	\$149,828	\$152,737	\$155,522

### Alternative 1: Do Nothing (Base Fee = \$55 and Per Capita Fee = \$0.50)

Total Estimated Expenses	\$543,857	\$578,604	\$590,385	\$601,308	\$613,413	\$624,511
Carryover (previous year)	\$109,713	\$71,344	(\$2,769)	(\$88,662)	(\$185,479)	(\$294,401)
Total Revenue	\$505,488	\$506,361	\$506,361	\$506,361	\$506,361	\$506,361
Carryover (Current year)	\$71,344	(\$2,769)	(\$88,662)	(\$185,479)	(\$294,401)	(\$414,421)

### Alternative 2: Increase Base Fee by \$10 and Per Capita Fee by \$0.10 (19.6% overall increase)

Total Estimated Expenses	\$543,857	\$575,998	\$588,030	\$599,311	\$610,947	\$622,089
Carryover (previous year)	\$109,713	\$71,344	\$101,078	\$118,780	\$125,202	\$119,987
Total Revenue	\$505,488	\$605,465	\$605,465	\$605,465	\$605,465	\$605,465
Carryover (Current year)	\$71,344	\$100,811	\$118,513	\$124,935	\$119,720	\$103,364

Assumes an 18 percent BW fee increase

### Alternative 3: Remove one FTE - No change to fee structure

Total Estimated Expenses	\$543,857	\$458,173	\$468,042	\$477,119	\$486,509	\$495,362
Carryover (previous year)	\$109,713	\$71,344	\$117,662	\$154,111	\$181,483	\$199,466
Total Revenue	\$505,488	\$504,491	\$504,491	\$504,491	\$504,491	\$504,491
Carryover (Current year)	\$71,344	\$117,662	\$154,111	\$181,483	\$199,466	\$208,595

### Alternative 4: Increase Base Fee by \$5 base and Per Capita Fee by \$0.05 in SFY '18, '20, and '22 and transfer \$75,000 in cash over two years (SFY 2017 and SFY 2018) from another account to the AFM account (9.8% increase for first step increase - slightly lower for subsequent stepped increases)

Total Estimated Expenses	\$506,357	\$538,498	\$550,530	\$599,311	\$610,947	\$622,089
Carryover (previous year)	\$109,713	\$108,844	\$126,601	\$132,326	\$138,481	\$132,999
Total Revenue	\$505,488	\$556,255	\$556,255	\$605,465	\$605,465	\$654,959
Carryover (Current year)	\$108,844	\$126,601	\$132,326	\$138,481	\$132,999	\$165,870

Assumes a 10 percent BW fee increase in SFYs 18, 20 and 22

### Approved Alternative: Increase Base Fee by \$5 base and Per Capita Fee by \$0.05 in each year until three-month carryover is achieved and transfer \$75,000 in cash over two years (SFY 2017 and SFY 2018) from another account to the AFM account (9.8% increase for first step increase - slightly lower for subsequent stepped increases)

Total Estimated Expenses	\$506,357	\$538,498	\$588,030	\$599,311	\$610,947	\$622,089
Carryover (previous year)	\$109,713	\$108,844	\$126,601	\$144,036	\$150,191	\$144,709
Total Revenue	\$505,488	\$556,255	\$605,465	\$605,465	\$605,465	\$654,959
Carryover (Current year)	\$108,844	\$126,601	\$144,036	\$150,191	\$144,709	\$177,580

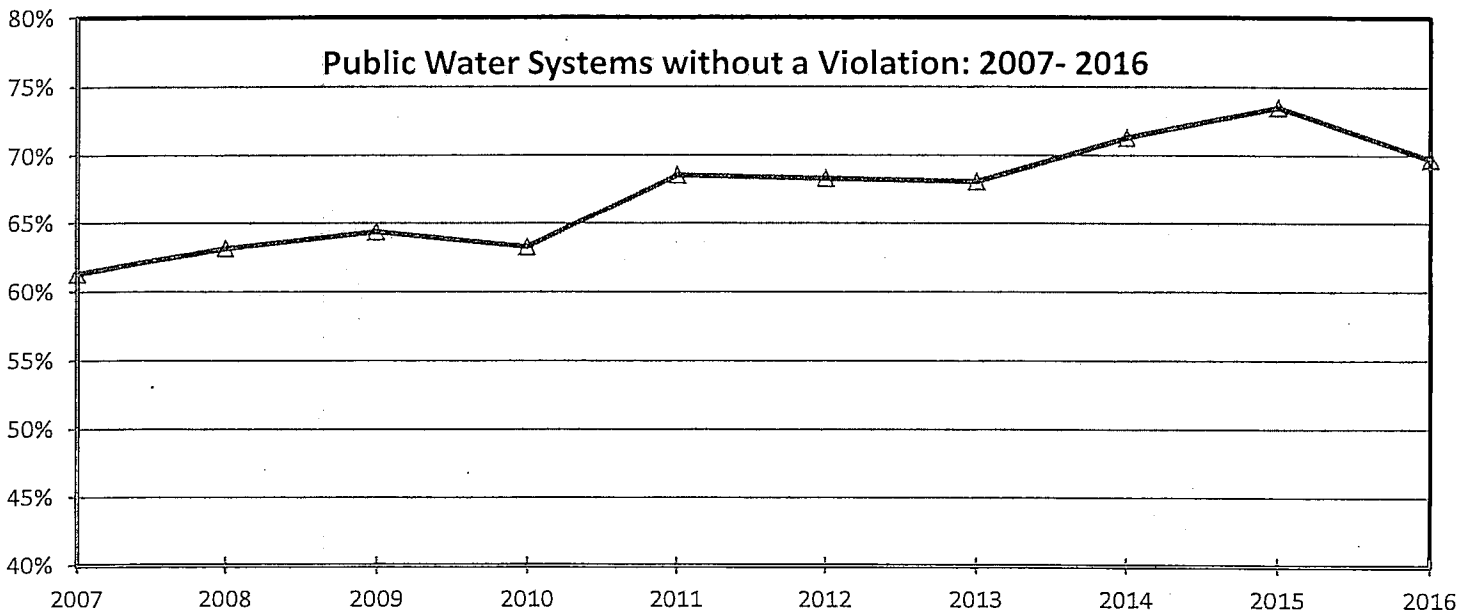
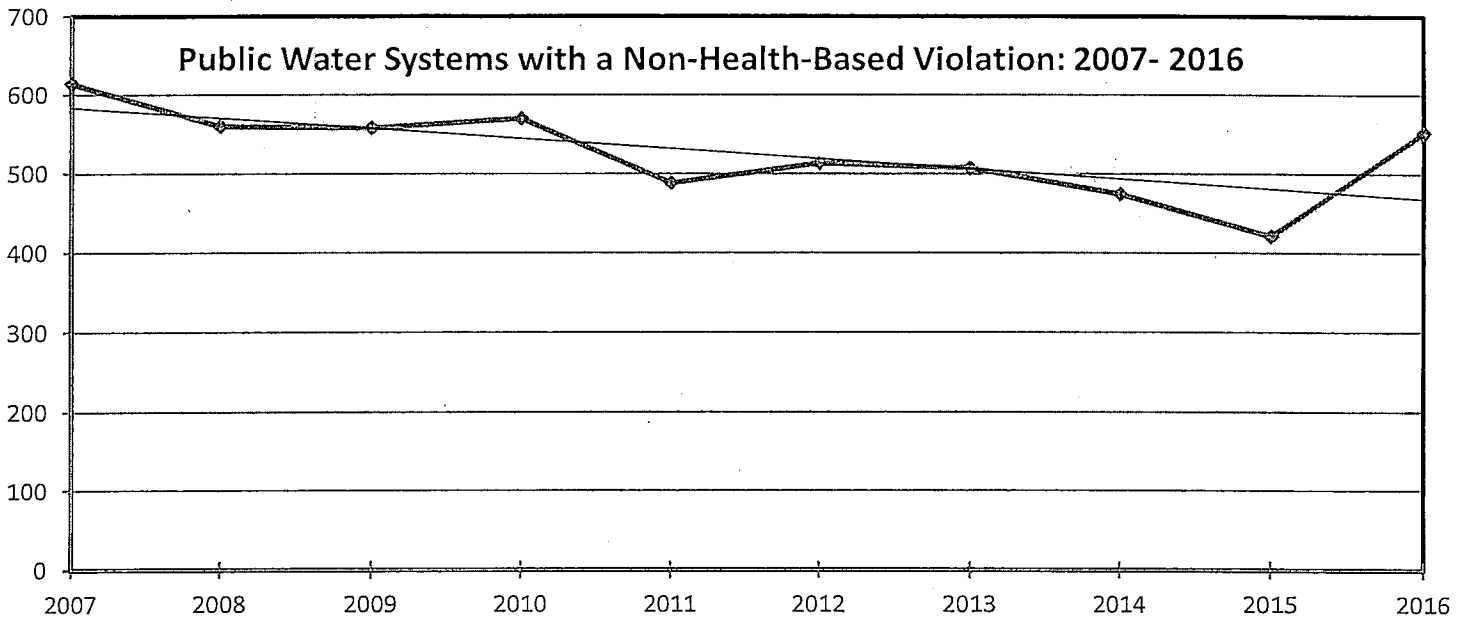
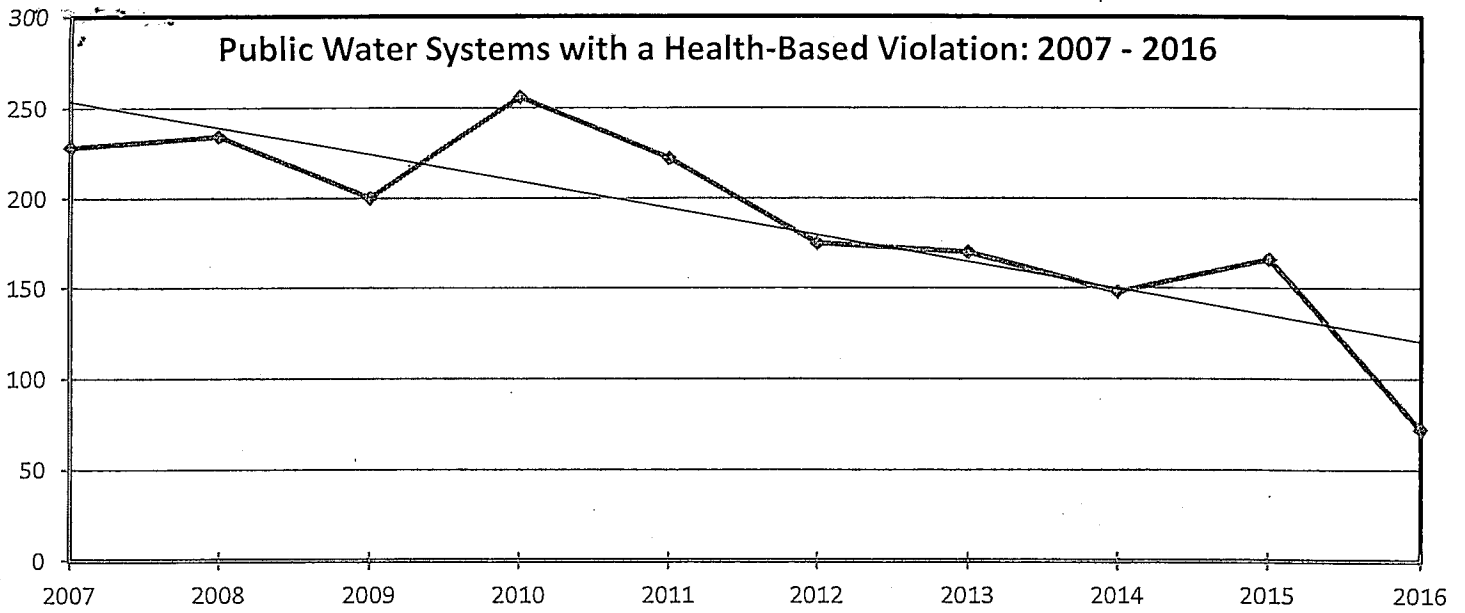
Assumes a 10 percent BW fee increase in each SFY where the base fee and per capita fee are increased.

### Alternative 5: Increase Base Fee by \$15 and Per Capita Fee by \$0.15 (29.3% overall increase)

Total Estimated Expenses	\$543,857	\$575,998	\$588,030	\$599,311	\$610,947	\$622,089
Carryover (previous year)	\$109,713	\$71,344	\$101,078	\$118,780	\$125,202	\$119,987
Total Revenue	\$505,488	\$654,959	\$654,959	\$654,959	\$654,959	\$654,959
Carryover (Current year)	\$71,344	\$150,305	\$168,007	\$174,429	\$169,214	\$152,858

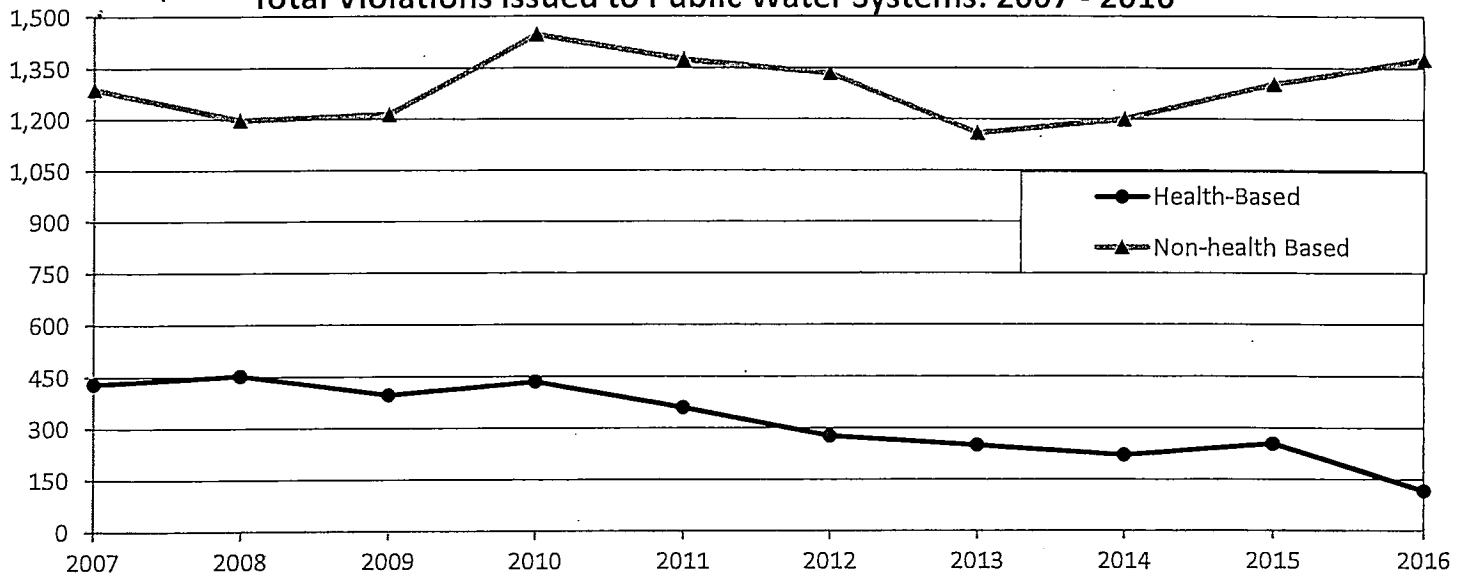
Assumes a 29 percent BW fee increase

	Indicates increase over previous year
	Indicates carryover amount at or above goal rate
	Indicates years where expenses are artificially decreased (\$37,500 each year)





**Total Violations Issued to Public Water Systems: 2007 - 2016**



**Total Violations Incurred by Year: 2007 - 2016**

