

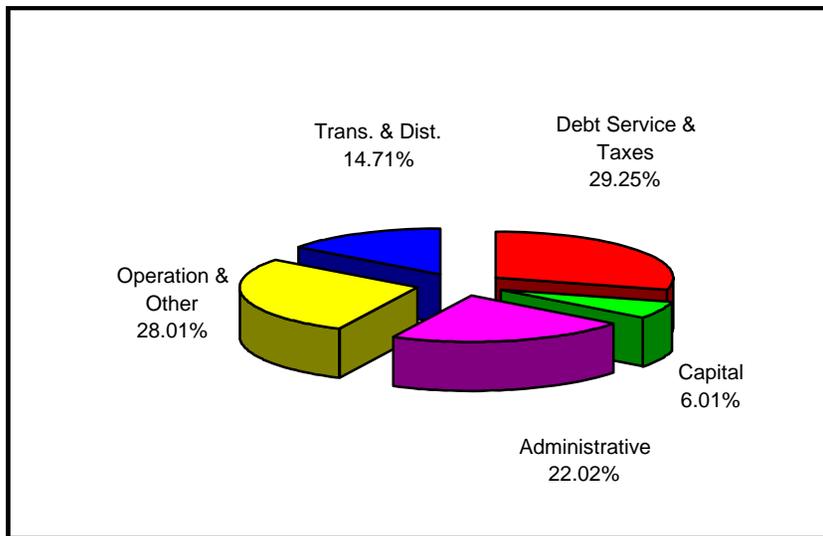
**WATER FUND**

**STATEMENT OF MISSION, ACCOMPLISHMENTS AND MAJOR OBJECTIVES**

<p><b>STATEMENT OF MISSION</b></p>	<p>The mission of the Danbury Water Department (DWD) is to provide our customers with adequate quantities of high quality water that meets or exceeds the standards established for the protection of Public Health. The DWD is committed to operating and maintaining a water utility infrastructure that will serve the demands of homes and businesses as well as provide sufficient fire flows for the protection of public and private property both now and in the future.</p>
<p><b>FISCAL YEAR 2005-2006 ACCOMPLISHMENTS</b></p>	<ul style="list-style-type: none"><li>◆ Continued Meter System Upgrade Project.</li><li>◆ Continued Fire Hydrant Replacement Program.</li><li>◆ Completed installation of 20" Transmission Main from Scuppo Road to Segar Street.</li></ul>
<p><b>MAJOR OBJECTIVES 2006-2007</b></p>	<ul style="list-style-type: none"><li>◆ Complete upgrade of Meter System for Radio Read Technology.</li><li>◆ Continue to upgrade fire hydrants to reduce the number of hydrants out of service.</li><li>◆ Continue to upgrade distribution piping in former community systems and evaluate raw water supply piping improvements.</li></ul>

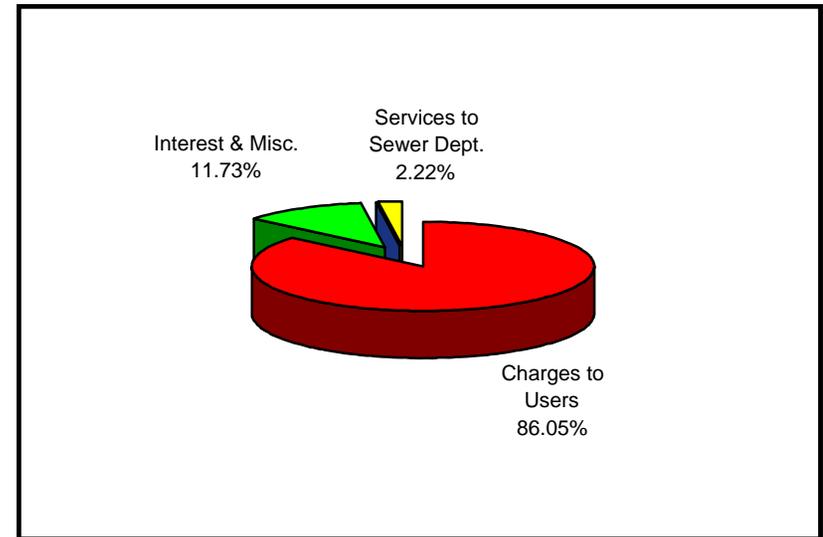
# CITY OF DANBURY WATER FUND 2006-2007 ADOPTED BUDGET

## EXPENSES



Debt Service & Taxes	\$2,032,173
Capital	417,700
Administrative	1,530,034
Operation & Other	1,945,937
Trans. & Dist.	1,022,318
<b>Total</b>	<b>\$6,948,162</b>

## REVENUES



Charges to Users	\$5,979,162
Interest & Misc.	815,000
Fund Balance	0
Services to Sewer Dept.	154,000
<b>Total</b>	<b>\$6,948,162</b>

**CITY OF DANBURY, CONNECTICUT  
WATER FUND  
2006-2007 ADOPTED BUDGET**

	<u>ACTUAL</u> <u>2004-05</u>	<u>BUDGET</u> <u>2005-06</u>	<u>BUDGET</u> <u>2006-07</u>
<b><u>REVENUES</u></b>			
<b><u>SALE OF WATER</u></b>			
CHARGES TO USERS	\$5,909,914	\$5,538,694	\$5,979,162
<b><u>OTHER INCOME</u></b>			
SERVICES TO SEWER DEPT.	238,040	243,000	154,000
INTEREST & MISC.	2,522,039	743,000	815,000
<b><u>OTHER RESOURCES</u></b>			
FUND BALANCE	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
TOTAL	\$8,669,993	\$6,524,694	\$6,948,162
<b><u>EXPENSES</u></b>			
OPERATIONS, MAINTENANCE & CAPITAL	\$3,334,161	\$4,468,698	\$4,915,989
DEBT SERVICE	<u>3,198,516</u>	<u>2,055,996</u>	<u>2,032,173</u>
TOTAL	\$6,532,677	\$6,524,694	\$6,948,162

*Rate increase required.*

**CITY OF DANBURY, CONNECTICUT ADOPTED BUDGET  
FISCAL YEAR 2006-2007**

REVENUE CODE-9800	WATER DEPARTMENT	ACTUAL 2004-05	BUDGET AS OF 02/28/06	PROPOSED BY MAYOR 2006-2007	ADOPTED BUDGET 07/01/06
9800.4130	INTEREST & LIENS	123,930	100,000	125,000	125,000
9800.4401	INTEREST ON INVESTMENTS	25,540	25,000	50,000	50,000
9800.4640	TAX LIEN ADMIN FEE	275	0	0	0
9800.4655	MISCELLANEOUS CHARGES	2,333,795	575,000	575,000	575,000
9800.4658	METERED SALES	5,909,914	5,538,694	5,979,162	5,979,162
9800.4659.90	OTHER REVENUES	238,040	243,000	154,000	154,000
9800.4569.95	PERMIT FEES	38,500	43,000	65,000	65,000
	<b>TOTAL</b>	<b>8,669,993</b>	<b>6,524,694</b>	<b>6,948,162</b>	<b>6,948,162</b>

**CITY OF DANBURY, CONNECTICUT ADOPTED BUDGET  
FISCAL YEAR 2006-2007**

**Water Department** is responsible for managing, operating and monitoring the water utility to insure quality drinking water for Danbury citizens. It also insures that there are adequate quantities of water for fire protection, inspects the City's watershed to protect its reservoirs, and inspects commercial and industrial facilities to insure that contaminants do not enter the City's drinking water supply.

EXPENSE CODE	WATER DEPARTMENT	ACTUAL 2004-05	BUDGET AS OF 02/28/06	PROJECTED EXPENSES 2005-2006	PROPOSED BY DEPT 2006-2007	PROPOSED BY MAYOR 2006-2007	ADOPTED BUDGET 07/01/06
<b>9801</b>	<b>LONG TERM DEBT-BONDS</b>						
9801.5901	INTEREST ON DEBT	1,860	0	0	0	0	0
9801.5904	REDEMPTION OF DEBT	1,163,650	1,135,000	1,135,000	1,208,650	1,208,650	1,208,650
9801.8026	DEPRECIATION EXPENSE	1,271,149	0	0	0	0	0
	<b>SUBTOTAL</b>	<b>2,436,658</b>	<b>1,135,000</b>	<b>1,135,000</b>	<b>1,208,650</b>	<b>1,208,650</b>	<b>1,208,650</b>
<b>9802</b>	<b>UTILITY PLANT</b>						
9802.8005	IMPOUNDING RESERVOIR	1,204	52,700	52,700	20,000	20,000	20,000
9802.8007	STRCTRES&IMPR-PUMPING PUM	0	33,000	33,000	20,000	20,000	20,000
9802.8008	ELECTRIC PUMPING EQ	124	56,242	56,242	35,000	35,000	35,000
9802.8010	WATER TREATMENT EQ	30	65,000	65,000	65,000	65,000	65,000
9802.8013	DIST RESV & STAND PIPES	0	15,000	15,000	15,000	15,000	15,000
9802.8014	TRANS & DIST MAINS	9,536	50,000	50,000	73,000	73,000	73,000
9802.8015	SERVICES-T & D MAINS	435	2,500	2,500	2,500	2,500	2,500
9802.8016	METERS	2,001	0	0	25,000	25,000	25,000
9802.8017	HYDRANTS	10,200	64,518	64,518	56,000	56,000	56,000
9802.8019	OFFICE FURNITURE & EQ	0	1,000	1,000	1,000	1,000	1,000
9802.8020	TRANSPORTATION EQ	0	20,000	20,000	70,000	70,000	70,000
9802.8021	STORES EQUIPMENT	0	1,000	1,000	1,200	1,200	1,200
9802.8022	TOOLS, SHOP, GARAGE EQUIPMENT	454	15,000	15,000	1,000	1,000	1,000
9802.8023	LABORATORY EQ	3,702	5,000	5,000	9,000	9,000	9,000
9802.9803	POWER OPERATED EQUIPMENT	0	30,300	30,300	24,000	24,000	24,000
	<b>SUBTOTAL</b>	<b>27,685</b>	<b>411,259</b>	<b>411,260</b>	<b>417,700</b>	<b>417,700</b>	<b>417,700</b>
<b>9803</b>	<b>UTILITY PLANT-OPERATION</b>						
9803.5862	TAXES OTHER THAN INCOME	21,050	25,000	25,000	30,000	30,000	30,000
9803.5901	INTEREST ON BONDS	740,809	895,996	985,996	692,523	793,523	793,523
	<b>SUBTOTAL</b>	<b>761,858</b>	<b>920,996</b>	<b>1,010,996</b>	<b>722,523</b>	<b>823,523</b>	<b>823,523</b>

**CITY OF DANBURY, CONNECTICUT ADOPTED BUDGET  
FISCAL YEAR 2006-2007**

<b>EXPENSE CODE</b>	<b>WATER DEPARTMENT</b>	<b>ACTUAL 2004-05</b>	<b>BUDGET AS OF 02/28/06</b>	<b>PROJECTED EXPENSES 2005-2006</b>	<b>PROPOSED BY DEPT 2006-2007</b>	<b>PROPOSED BY MAYOR 2006-2007</b>	<b>ADOPTED BUDGET 07/01/06</b>
<b>9804</b>	<b>SOURCE OF SUPPLY</b>						
9804.5339	OPERATION SUPV & ENGR	31,146	197,200	197,200	243,500	213,500	213,500
	<b>SUBTOTAL</b>	<b>31,146</b>	<b>197,200</b>	<b>197,200</b>	<b>243,500</b>	<b>213,500</b>	<b>213,500</b>
<b>9805</b>	<b>PUMPING OPERATION</b>						
9805.5326	UTILITY SERVICE	226,896	241,500	241,500	81,500	81,500	81,500
9805.5552	MAINTENANCE OF STRUCTURES	2,466	5,000	5,000	5,000	5,000	5,000
9805.5553	MAINT OF PUMPING EQ	28,767	29,447	29,447	30,000	30,000	30,000
	<b>SUBTOTAL</b>	<b>258,130</b>	<b>275,947</b>	<b>275,947</b>	<b>116,500</b>	<b>116,500</b>	<b>116,500</b>
<b>9806</b>	<b>WATER TREATMENT OPERATION</b>						
9806.5025	OPERATION LABOR	579,069	599,897	604,897	596,675	600,823	600,823
9806.5032	OVERTIME SERVICES	74,861	63,600	63,600	65,000	65,000	65,000
9806.5326	UTILITY SERVICE	0	0	0	210,000	210,000	210,000
9806.5554	MAINT STRUCTURES & IMP	7,835	14,000	21,000	25,000	25,000	25,000
9806.5555	MAINT WATER TREATMENT EQ	28,205	34,950	34,950	37,000	37,000	37,000
9806.5682	OPERATION EXPENSES	217,523	234,989	234,989	190,000	190,000	190,000
9806.5683	MISC EXPENSE	6,867	6,200	6,200	5,400	5,400	5,400
9806.5689	CHEMICALS	254,800	347,627	347,627	375,200	375,200	375,200
9806.5713	SAFETY EQUIPMENT	0	0	0	1,000	1,000	1,000
	<b>SUBTOTAL</b>	<b>1,169,159</b>	<b>1,301,263</b>	<b>1,313,263</b>	<b>1,505,275</b>	<b>1,509,423</b>	<b>1,509,423</b>
<b>9807</b>	<b>TRANS &amp; DIST OPERATION</b>						
9807.5026	OPERATION LABOR-T&D	489,755	619,555	654,555	681,471	663,468	663,468
9807.5027	OPERATION LABOR-METER	84,941	96,215	96,215	92,450	92,450	92,450
9807.5033	OVERTIME SERVICES- T&D	109,321	79,000	100,000	100,000	100,000	100,000
9807.5034	OVERTIME-METERS	7,451	5,200	5,200	5,200	5,200	5,200
9807.5326	UTILITY SERVICE	0	0	0	27,000	27,000	27,000

**CITY OF DANBURY, CONNECTICUT ADOPTED BUDGET  
FISCAL YEAR 2006-2007**

<b>EXPENSE CODE</b>	<b>WATER DEPARTMENT</b>	<b>ACTUAL 2004-05</b>	<b>BUDGET AS OF 02/28/06</b>	<b>PROJECTED EXPENSES 2005-2006</b>	<b>PROPOSED BY DEPT 2006-2007</b>	<b>PROPOSED BY MAYOR 2006-2007</b>	<b>ADOPTED BUDGET 07/01/06</b>
9807.5344	CUSTOMER INSTALLATION EXPENSE	0	2,000	2,000	2,000	2,000	2,000
9807.5556	MAINTENANCE OF STRUCTURES	10,356	17,550	17,550	17,000	17,000	17,000
9807.5557	MAINTENANCE DISTRB TANKS	3,890	21,500	21,500	20,000	20,000	20,000
9807.5558	MAINTENANCE OF METERS	5,921	8,247	8,247	6,200	6,200	6,200
9807.5559	MAINTENANCE-HYDRANTS	1,913	4,200	4,200	5,000	5,000	5,000
9807.5684	T & D LINES EXP-MATERIALS	5,777	65,818	65,808	60,000	60,000	60,000
9807.5685	METER-MATERIALS	7,944	7,200	7,200	2,000	2,000	2,000
9807.5686	MISCELLANEOUS EXPENSE	36,062	26,100	26,100	20,000	20,000	20,000
9807.5713	SAFETY EQUIPMENT	0	0	0	2,000	2,000	2,000
	<b>SUBTOTAL</b>	<b>763,332</b>	<b>952,585</b>	<b>1,008,575</b>	<b>1,040,321</b>	<b>1,022,318</b>	<b>1,022,318</b>
<b>9809</b>	<b>CUSTOMER ACCTS OPERATION</b>						
9809.5028	CUSTOMER RECORDS LABOR	64,118	70,564	70,564	73,508	73,508	73,508
9809.5688	MISC CUST ACCT EXPENSES	30,641	35,774	31,964	33,006	33,006	33,006
	<b>SUBTOTAL</b>	<b>94,759</b>	<b>106,338</b>	<b>102,528</b>	<b>106,514</b>	<b>106,514</b>	<b>106,514</b>
<b>9810</b>	<b>ADM &amp; GENERAL OPERATION</b>						
9810.5029	ADMINISTRATIVE SALARIES	166,051	207,170	320,623	313,856	323,179	323,179
9810.5035	OVERTIME-ADMINISTRATIVE	416	236	4,200	4,200	4,200	4,200
9810.5220	FICA	118,568	85,625	117,856	115,000	128,000	128,000
9810.5231	UNION WELFARE CONTRIBUTION	208,939	140,990	285,621	321,784	321,784	321,784
9810.5233	CONT TO EMP GROUP INSURANCE	99,767	83,157	145,190	160,000	160,000	160,000
9810.5243	WORKERS COMP INSURANCE	20,916	13,965	24,058	25,000	25,000	25,000
9810.5312	INDEPENDENT ACCTG-AUDIT	12,000	13,000	13,000	14,000	14,000	14,000
9810.5334	OUTSIDE SERVICES	35,021	8,748	20,584	11,000	11,000	11,000
9810.5506	MAINTAIN AUTOMOTIVE EQ	33,020	28,056	38,468	40,000	40,000	40,000
9810.5601	OFFICE SUPPLIES	6,547	2,600	8,900	9,000	9,000	9,000
9810.5620	FUEL	31,856	26,897	30,000	30,000	30,000	30,000
9810.5622	TIRES	3,059	783	4,200	5,000	5,000	5,000
9810.5687	MISC EXPENSE ADMINISTRATION	20,669	8,875	0	30,000	30,000	30,000
9810.5713	SAFETY EQUIPMENT	0	0	30,270	200	200	200
9810.5813	PROPERTY INSURANCE	151,887	113,915	151,888	174,671	174,671	174,671

**CITY OF DANBURY, CONNECTICUT ADOPTED BUDGET  
FISCAL YEAR 2006-2007**

EXPENSE CODE	WATER DEPARTMENT	ACTUAL 2004-05	BUDGET AS OF 02/28/06	PROJECTED EXPENSES 2005-2006	PROPOSED BY DEPT 2006-2007	PROPOSED BY MAYOR 2006-2007	ADOPTED BUDGET 07/01/06
9810.5817	WORKERS COMP DEDUCT EXP	51,595	5,120	100,000	144,000	144,000	144,000
9810.5819	PUBLIC LIABILITY DEDUCTIBLE	29,640	485	40,000	60,000	60,000	60,000
9810.5853	CONTINGENCY	0	0	33,000	50,000	50,000	50,000
	<b>SUBTOTAL</b>	<b>989,949</b>	<b>739,622</b>	<b>1,367,858</b>	<b>1,507,711</b>	<b>1,530,034</b>	<b>1,530,034</b>
	<b>GRAND TOTAL</b>	<b>6,532,677</b>	<b>6,040,210</b>	<b>6,822,627</b>	<b>6,868,694</b>	<b>6,948,162</b>	<b>6,948,162</b>

WATER DEPARTMENT TABLE OF ORGANIZATION	NUMBER OF POSITIONS		FY 06-07 BUDGET	PRESENT RATES	PROPOSED BY MAYOR
	FY 05-06 BUDGET	CHANGE (+or-)			
SUPERINTENDENT OF PUBLIC UTILITIES	1		1	85,278	85,278
CHIEF OF OPERATIONS	1		1	76,137	76,137
CHIEF OF WATER QUALITY & TECHNICAL SE	1		1	66,228	66,228
FOREMAN I MAINTENANCE	1		1	63,966	63,966
ENGINEER I	1		1	61,894	61,894
ADMINISTRATIVE MANAGER	1		1	61,635	61,635
EQUIPMENT MECHANIC	1		1	* 22.51	* 23.19
UTILITY MECHANIC	1		1	* 22.51	* 23.19
SECRETARY	1		1	* 22.36	* 23.03
LAB TECHNICIAN	1		1	* 21.59	* 22.24
OPERATOR REPAIRPERSON	2		2	* 21.21	* 21.85
PIPE INSTALLER	5		5	* 21.15	* 21.78
PARTS ATTENDANT	1		1	* 20.06	* 21.27
CROSS CONNECTOR	1		1	* 20.25	* 20.86
OPERATOR	6		6	* 19.00	* 19.57
PUBLIC UTILITIES TECHNICIAN	2		2	* 19.00	* 19.57
METER READER/INSTALLER	1		1	* 18.83	* 19.39
LABORER	4		4	* 18.61	* 19.17
CLERK TYPIST II	1		1	* 18.08	* 18.62
TOTAL	33		33		

**COMBINED SCHEDULE OF BONDED DEBT THROUGH MATURITY  
WATER FUND  
AS OF MAY 31, 2006**

<u>Fiscal Year</u>	<u>Principal Payments</u>	<u>Interest Payments</u>	<u>Total Debt Service</u>
2005-2006	-	-	-
2006-2007	1,278,650	692,524	1,971,174
2007-2008	1,278,650	636,947	1,915,597
2008-2009	1,314,650	579,727	1,894,377
2009-2010	1,313,650	520,498	1,834,148
2010-2011	1,313,650	460,646	1,774,296
2011-2012	1,310,650	400,718	1,711,368
2012-2013	1,305,000	340,183	1,645,183
2013-2014	1,306,000	277,815	1,583,815
2014-2015	1,161,000	212,749	1,373,749
2015-2016	1,049,000	154,398	1,203,398
2016-2017	1,052,000	103,438	1,155,438
2017-2018	1,043,000	59,214	1,102,214
2018-2019	716,000	26,252	742,252
2019-2020	103,000	10,602	113,602
2020-2021	53,000	7,505	60,505
2021-2022	53,000	5,340	58,340
2022-2023	25,000	3,719	28,719
2023-2024	25,000	2,656	27,656
2024-2025	25,000	1,594	26,594
2025-2026	25,000	531	25,531
<b>Total</b>	<b>15,750,900</b>	<b>4,497,056</b>	<b>20,247,956</b>