

## SUMMARY OF THE JOINT CONSOLIDATION AGREEMENT

The Joint Consolidation Agreement is to be entered into by the Town of Moreau with WATER DISTRICT NO. 1; WATER DISTRICT NO.1, EXT. NO. 1; WATER DISTRICT NO.1, EXT. 2; WATER DISTRICT NO. 1, EXT. NO. 3; WATER DISTRICT NO. 2; WATER DISTRICT NO. 3; WATER DISTRICT NO. 4; WATER DISTRICT NO.4, EXT. NO. 1; WATER DISTRICT NO. 4, EXT. NO. 2; WATER DISTRICT NO. 5; WATER DISTRICT NO. 5, EXT. NO. 1; WATER DISTRICT NO. 5, EXT. NO. 2; WATER DISTRICT NO. 6; WATER DISTRICT NO. 6, EXT. NO. 1; AND WATER DISTRICT NO. 6, EXT. NO. 2. The Town will as of January 1, 2022, be consolidating these six water districts and nine water district extensions into one consolidated water district. All property of the six water districts and the nine water district extensions will be transferred to the consolidated water district and any liabilities paid from the consolidated water district balances. Any existing and future bonded indebtedness and any capital improvements of the consolidated water district will be paid for based upon the following formula: a fraction, the numerator for which is the annual debt service for all districts less the rent received from the cellular tower and the denominator for which is the Equivalent Dwelling Units (EDU) within the entire consolidated water district. The annual debt service charge shall be \$36.47 per EDU during the first year of consolidation and then adjusted annually thereafter. Annual operation and maintenance expenses for the consolidated water district will be determined by the following formula: a fraction, the numerator for which is the operation and maintenance costs derived from all districts and extensions from 2019, and the denominator for which is the total 2019 total metered water consumption in gallons, and

then multiplied by 1000. Operation and maintenance costs will be billed at \$2.60 per 1,000 gallons during the first year of consolidation and then adjusted annually thereafter.

A public hearing upon the consolidation will be held by the Town Board at Moreau Town Hall, 351 Reynolds Road, Moreau, New York, not less than 35 days or more than 90 days after May 27, 2021. Notice of the date and time of the public hearing will be posted and published pursuant to Section 754 of the General Municipal Law of the State of New York.

A copy of the Joint Consolidation Agreement, this summary and the map, plan and report describing the consolidation may be reviewed at the Town Clerk's Office, 351 Reynolds Road, Moreau, New York, on the Town Clerk's bulletin board or on the town's website.

Moreau, New York  
May 27, 2021