

Email From Troy Adams, MPU General Manager

Jim,

Total, MPU would need approximately \$26.6M to \$30.4M. See Rob's comments below. I'll follow up with you when I get back to town.

Best regards,
Troy

Email From Rob Michaelson, MPU Water Systems Manager

Hi Troy-
Great news...I did not know about this.

There are two elements to consider:

- Curb stop to the home
 - Considering funding this is straightforward, since we have been doing this since 2017 using WDNR funds at \$3000 each.
 - As of today, there are about 3600 water services that have lead or galvanized iron from the curb stop to the home. Assuming this work costs \$3000-3500 each, this will cost \$10,800,000 to \$12,600,000.
- Watermain to the curb stop
 - The WDNR did not permit their funding to be used for this portion, since this portion is typically owned by the Utility. Since 2017, the homeowners have been responsible for this cost.
 - Considering funding this would be controversial, since previous LSL replacements did not get funding for this portion.
 - As of today, there are about 3960 water services that have lead or galvanized iron from the watermain to the curb stop. Assuming this work costs \$4000-4500 each, this will cost \$15,840,000 to \$17,820,000.

So all in we would be at about \$26.6M to \$30.4M.

Rough numbers to start the discussion...

Hope this helps; feel free to contact me with any other questions or concerns, thanks.

-Rob