

STREET LIGHTS
ANNUAL EXPENSES and DEBT SERVICE

Location: Plantation Lakes POA
Lights owned and serviced by: Santee Cooper
Original value of system as provided by Santee Cooper: \$717,000
Number of outdoor light poles: 220

ANNUAL EXPENSES:

Insurance *	\$6,000
Maintenance * (25 lights/year@ \$325/light)	\$8,125
Interest * (6% average; diminishing principal)	\$21,500
Management, Overhead *	\$5,000
TOTAL	<u>\$40,625</u>

DEBT SERVICE:

Annual lease payment (\$7,700/mo x 12)	\$92,400
Less annual expenses	- <u>\$40,625</u>
Annual amount available for debt retirement	<u>\$51,775</u>

RECOMMENDED MONTHLY PAYMENTS FOR LEASE AND ENERGY COSTS:

Adjusted lease payment (Insurance, maintenance, mgt, overhead)	\$1,594
Energy/electricity (no adjustment needed)	+ <u>\$1,100</u>
Total adjusted payment:	<u>\$2,277</u>

NOTES:

- * “Annual expenses” are an attempt to provide generous, good faith estimates in each listed category. These figures can be refined should specific data be provided by Santee Cooper or other reliable source(s).
- Number of years to pay off the initial cost: **13.85 years** (\$717,000 divided by \$51,775/year)
- \$92,400/year x 13.85 years = **\$1,279,740**. Total amount paid to Santee Cooper, enabling them to recoup **estimated total costs**. This is 1.78 times the original value of the lighting system.