

The Aqua America Sales Contract

- **\$800,000** purchase price
- **\$720,000** (up to this cap) for capital investments 8/05 > closing
- **\$78,000** annual reimbursements over 15 years (**\$1.17M**) Contingent upon target residential construction.
- **\$30,000** reimbursement for legal fees
- Reimbursement for Water Treatment Plant 2 - approximately **\$140,000**
- Reimbursement for Waste Water Treatment Plant capital expenses
- Reimbursement for cost of water meters / installations

Estimated \$1.69 million to the Association at closing.

Additionally, to the benefit of the utility customers, the liability side of the spreadsheet – future costs for the replacement of failing, inadequate and new infrastructure, conservatively estimated at \$10-12 million over next 5 years - will be far more effectively managed with Aqua America's financial resources, buying power and professional management.