

**Project Debt Service Adjustment (PDSA).** (based on data through 11/30/12)

The PDSA calculation annually reapportions all of the previously paid debt service amongst the participants. SBRSA administers this calculation in accordance with the service contract and amendments. **It is important to note that SBRSA does not receive any revenue from this calculation. The total of these adjustments add to zero.**

The cumulative debt service paid from 1979 through 2013 is \$94,113,651. This cumulative debt service is apportioned according to each Participant's percent of the total flow and is recalculated at the beginning of each fiscal year and is either added or subtracted from the base charge to arrive at a total estimated charge for each participant for the ensuing fiscal year.

Because the PDSA was providing large adjustments to the Participants annual charge, the formula to calculate this charge was unanimously amended in 2003 for first use in 2004. The amendment provided for using a 7 year average flow percentage versus a one year flow percentage. In addition the amendment provided for the PDSA to be paid over a seven year period versus a 5 year period. Since 2004 we have been using a hybrid calculation because the payment installments calculated under the old system still needed to be paid by each participant. In 2010 we began to be fully operational under the new system.

12 month calculation	<b><u>PDSA</u></b> <b><u>2012</u></b>	<b><u>PDSA</u></b> <b><u>2013</u></b>	<b><u>\$ Change</u></b>
<b>Princeton Boro</b>	\$ (169,447)	\$ (167,115)	\$ 2,333
<b>Princeton Township</b>	\$ (113,705)	\$ (103,923)	\$ 9,782
<b>Princeton's Consolidated</b>	\$ (283,152)	\$ (271,038)	\$ 12,114
<b>South Brunswick</b>	\$ 58,029	\$ 41,208	\$ (16,821)
<b>West Windsor</b>	\$ 231,771	\$ 241,274	\$ 9,503
<b>Hopewell Boro</b>	\$ 8,425	\$ 6,790	\$ (1,635)
<b>Pennington Boro</b>	\$ (15,073)	\$ (18,234)	\$ (3,161)
<b>Totals</b>	\$ 0	\$ 0	\$ (0)