# Affordability Framework Calculations



### Affordability Thresholds

	Monthly		Annual	
Highest fee possible for a medium burden	\$	313	\$	3,757
Highest fee possible for a low burden	\$	196	\$	2,348

## Detailed Calculation of the Affordability Framework

#### Residential Index (RI) Calculations:

Step 1: Calculate the annual household water& wastewater user fees

Monthly Reported Fee \$ 65.00 This is the reported user fee for this community for combined water and sewer services.

Annual household fee \$ 780.00

Step 2: Calculate the percentage of income the household fees account for

 Quintile
 Upper Limit

 Group of households with lowest income
 \$ 28,417

 Group of households with second lowest income
 \$ 60,250

 Middle income
 \$ 82,688

2.74%
1.29%
0.94%

Step 3: Average of RIs calculated in Step 2

Community RI 1.66%

#### Financial Capability Indicator (FCI) Calculations:

#### Step 5: Assign scores to select socio-economic indicators

Socioeconomic Indicators

Percentage Households on

SNAP

Percentage Households
under the Poverty Level

Working-age residents with
full-time employment

<u>Value</u>	FCI Score	
8.40%	3	
12.4%	2	
65.7%	3	

Step 6: Average scores from Step 5 to obtain the community FCI

FCI 2.67