

February 8, 2006

TO: General File
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THRU: Pamela Grubaugh-Littig, Permit Supervisor

FROM: Wayne H. Western, Senior Environmental Scientist

RE: 2006 Escalation Factor 1.6%

The following are the index numbers and escalation factors from the Means Historical Cost Index for Site Construction, National Average

Year	Index	Escalation (Actual)
2003	119.2	1.71
2004	120.2	0.84
2005	125.0	3.99

The escalation factor for bond estimated from this date forward in 2006 will use the 1.6% escalation factor.

Note: On November 14, 2005, the Division changed the index from the Mean Historical Cost Index to Site Construction. The average escalation for Site Construction for the previous three years for that index was 1.2%

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