



DEPARTMENT *of*
PUBLIC UTILITIES



BUDGET

FISCAL YEAR 2026 - 2027

WATER | SEWER | STORMWATER | STREET LIGHTING

SALT LAKE CITY DEPARTMENT OF PUBLIC UTILITIES
RECOMMENDED BUDGET FOR FISCAL YEAR 2027



Salt Lake City Department of Public Utilities (SLCDPU)

I recommend for approval, rates, operations, personnel changes and the capital program as herein presented as the SLCDPU FY 2027 Proposed Budget:

Laura Briefer, Director_____

Public Utilities Advisory Committee (PUAC)

The PUAC concurs with and supports the Salt Lake City Department of Public Utilities FY 2027 Proposed Budget presentation:

Christopher Shope, Chair_____

Dated: March 26, 2026

Table of Contents

BUDGET SUMMARY FISCAL YEAR 2026-2027.....	1
WATER UTILITY ENTERPRISE FUND.....	6
WATER INFRASTRUCTURE BACKGROUND	6
WATER UTILITY REVENUES & EXPENDITURES	7
SEWER UTILITY ENTERPRISE FUND	10
SEWER INFRASTRUCTURE BACKGROUND	10
SEWER UTILITY REVENUES & EXPENDITURES.....	11
STORMWATER UTILITY ENTERPRISE FUND	14
STORMWATER INFRASTRUCTURE BACKGROUND.....	14
STORMWATER REVENUES & EXPENDITURES	14
STREET LIGHTING UTILITY ENTERPRISE FUND.....	17
STREET LIGHTING INFRASTRUCTURE BACKGROUND.....	17
STREET LIGHTING REVENUES & EXPENDITURES	18
COMBINED UTILITIES- BUDGET SUMMARY AND CASH FLOW.....	21
WATER UTILITY- BUDGET SUMMARY AND CASH FLOW.....	27
SEWER UTILITY- BUDGET SUMMARY AND CASH FLOW	41
STORMWATER UTILITY- BUDGET SUMMARY AND CASH FLOW	49
STREET LIGHTING UTILITY- BUDGET SUMMARY AND CASH FLOW.....	57
APPENDIX A: RATE CHANGE COMPARISONS AND CUSTOMER IMPACTS.....	63
APPENDIX B: SUPPLEMENTAL INFORMATION	75

BUDGET SUMMARY FISCAL YEAR 2026-2027

The Salt Lake City Department of Public Utilities (SLCDPU) presents its recommended Fiscal Year 2027 (FY 2027) budget, which funds operations, maintenance, and capital investments for the City's water, sewer, stormwater, and street lighting utilities. Each utility operates as a separate enterprise fund. The budget also includes a multi-year outlook through FY 2030-2031.

Budget Priorities and Key Insights

The FY 2027 budget has continued with several priorities in recent years:

- Aging infrastructure replacement remains a major priority to ensure public health, safety, and regulatory compliance.
- Federal and state regulations are the primary drivers of operational and capital costs for water, sewer, and stormwater utilities.
- Inflation has increased costs for infrastructure replacement, regulatory compliance, and major capital projects such as water and wastewater treatment facilities.
- A rate study will be conducted to update cost-of-service models and rate structures designed to improve revenue stability while supporting equity, affordability, and water conservation.
- SLCDPU priorities align with the Mayor's goals for resiliency and organizational efficiency.

Utility Programs and Regulatory Requirements

The FY 2027 budget supports numerous programs required under federal and state regulations.

Key drinking water programs include:

- Federal Lead and Copper Rule compliance, including the replacement of lead service lines
- Safe Drinking Water Act compliance
- Unregulated Contaminant Monitoring Rule
- Source water protection for surface and groundwater
- Watershed protection
- Water conservation

- Water supply planning
- Great Salt Lake protection
- Water right administration and adjudication
- Water resiliency planning

Key wastewater and stormwater programs include:

- Implementation of the Municipal Separate Storm Sewer System (MS4) Permit
- Compliance with the City's Utah Pollutant Discharge Elimination System sewer permit
- Maintenance and rehabilitation of sewer collection systems

Major capital investments will continue for critical infrastructure improvements, including the Water Reclamation Facility reconstruction and rehabilitation of the City Creek Water Treatment Plant.

Street Lighting Utility

The Street Lighting Utility supports public safety and livability through public way lighting. FY 2027 priorities include:

- Converting lighting to energy-efficient fixtures and meeting Dark Skies compliance
- Implementing the Street Lighting Master Plan
- Implementation of rate study findings

Copper wire theft remains a major challenge, causing infrastructure damage and increasing maintenance costs.

Budget Overview

The total proposed FY 2027 budget is \$421.5 million, a 44.89% decrease from the FY 2026 amended budget of \$764.8 million.

- Operating Budget: \$186.1 million (5% increase from FY 2026)
 - Reflects increased operational costs and startup and commissioning of the new water reclamation facility.

- Includes increased interdepartmental charges and a 6% rate increase from the Metropolitan Water District of Salt Lake and Sandy
- Capital Budget: \$172 million for infrastructure investments.
- Debt Service: \$63.3 million.

Capital projects will be funded through rate revenue, bond proceeds, a federal grant, and federal loans.

Rate Changes

Proposed rate increases for Water, Sewer, Stormwater, and Street Lighting utilities reflect rate study findings and are intended to support infrastructure investment, regulatory compliance, and long-term financial stability. Customer rate impacts are summarized in Appendix A.

The following tables represent the combined utilities budget by fund and by category.

Summary of Utilities Fund Budgets FY 2027

Funds	Operations	Capital	Debt	Fund Totals
Water	\$115,521,789	\$123,889,819	\$25,364,708	\$264,776,316
Sewer	\$51,914,026	\$35,976,765	\$38,887,180	\$126,777,971
Storm	\$14,521,524	\$8,365,251	\$1,173,465	\$24,060,240
Street	\$4,210,772	\$3,765,000	\$155,366	\$8,131,138
Total	\$186,168,111	\$171,996,835	\$65,580,719	\$423,745,665

Projected Public Utilities Revenues FY 2026-27

Revenue	Adopted 2025-26	Amended 2025-26	Proposed 2026-27	Change	Percent Change
Operating Sales	277,591,150	276,833,456	330,237,595	53,404,139	19.29%
Interest	1,716,741	1,713,683	2,157,657	443,974	25.91%
Permits	267,500	267,500	267,500	0	0.00%
Interfund Charges	4,824,996	4,824,996	4,824,996	0	0.00%
Other Revenues	3,529,952	3,529,812	4,188,520	658,708	18.66%
Impact Fees	4,475,000	4,475,000	4,640,000	165,000	3.69%
Contributions	5,895,000	8,695,000	590,000	-8,105,000	-93.21%
Bond/Loan Proceeds	282,073,801	332,353,201	190,008,000	-142,345,201	-42.83%
From (To) Reserves	-169,856,133	132,105,655	-113,168,603	-245,274,258	-185.67%
Total	\$410,518,007	\$764,798,303	\$423,745,665	-\$341,052,638	-44.59%

Proposed Public Utilities Expenditures FY2026-27

Major Expenditure Categories	Adopted 2025-26	Amended 2025-26	Proposed 2026-27	Change	Percent Change
Personal Services	69,738,005	69,738,005	66,460,500	-3,277,505	-4.70%
Materials and Supplies	13,434,407	13,692,383	18,412,678	4,720,295	34.47%
Charges for Services	94,153,640	101,526,778	101,294,933	-231,845	-0.23%
Debt Service	56,326,112	56,353,428	65,580,719	9,227,291	16.37%
Capital Outlay	14,211,519	21,524,557	17,042,070	-4,482,487	-20.82%
Capital Improvements	162,654,324	501,963,152	154,954,765	-347,008,387	-69.13%
Total	\$410,518,007	\$764,798,303	\$423,745,665	-\$341,052,638	-44.59%

Summary of Additional Proposed Positions/Personnel Changes

SLCDPU currently has 499 FTEs, inclusive of seasonal and part-time employees, and is not proposing any additional FTE positions.

Water Utility Enterprise Fund

Water Infrastructure Background

Salt Lake City operates one of the oldest and largest water systems west of the Mississippi River, with more than 1,326 miles of pipe across over 50 pressure zones. The system serves Salt Lake City and portions of Millcreek, Cottonwood Heights, Holladay, Murray, Midvale, and South Salt Lake, covering about 141 square miles from the east side of the Salt Lake Valley to the mouth of Little Cottonwood Canyon.

Through its asset management program, SLCDPU evaluates critical infrastructure including transmission and distribution mains, treatment and pumping facilities, reservoirs, tanks, wells, and canals. Addressing aging infrastructure is a key priority in the FY 2027 budget.

The City's three water treatment plants, originally built in the 1950s, have undergone multiple upgrades. SLCDPU is now developing a long-term replacement strategy to maintain reliability, protect public health, and improve seismic resilience. Continued pipe repair and replacement are also necessary to maintain service and reduce emergency repairs and community impacts.

Water Utility Revenues and Expenditures

The revenue budget includes the use of debt and a grant to finance major infrastructure rehabilitation, including the City Creek Water Treatment Plant, lead service line replacements, and other regulatory-driven capital projects. The debt schedule for the Water Utility is shown below:

Water Planned Debt

Fiscal Year	Bonds
2026-2027	74,000,000
2027-2028	50,000,000
2028-2029	50,000,000
Total	\$174,000,000

The revenue budget is proposed to decrease by \$73,694,209 or 21.77% from the FY 2026 amended budget. The proposed revenue budget for FY 2027 by major category is provided in the following table.

Projected Water Revenues FY 2026-27

Revenue	Adopted 2025-26	Amended 2025-26	Proposed 2026-27	Change	Percent Change
Operating Sales	143,182,162	143,182,162	166,736,519	23,554,357	16.45%
Interest	468,629	468,629	473,315	4,686	1.00%
Interfund Charges	4,824,996	4,824,996	7,388,065	2,563,069	53.12%
Other Revenues	2,325,645	2,325,645	4,231,132	1,905,487	81.93%
Impact Fees	2,000,000	2,000,000	2,000,000	0	0.00%
Contributions	5,750,000	6,550,000	570,000	-5,980,000	-91.30%
Bond Proceeds	33,459,000	83,738,400	89,038,000	5,299,600	6.33%
From (To) Reserves	24,601,383	95,380,693	-7,929,715	-103,310,408	-108.31%
Total	\$216,611,815	\$338,470,525	\$262,507,316	-\$75,963,209	-22.44%

Revenues from water sales are expected to increase based on proposed rates for FY 2027. Interfund charges include reimbursements from other funds for current billing costs and the new utility billing software. A bond issuance of \$74,000,000 is anticipated during FY 2027.

The budget plans to transfer \$7,929,715 to reserves for future needs.

Expenditures in the Water Utility include operational and capital programs. This includes wholesale water costs through the Metropolitan Water District of Salt Lake and Sandy, which are projected to increase in FY 2026 by 6.0%.

SLCDPU plans to invest \$113,710,000 in capital improvements for Water Utility infrastructure in FY 2027. The capital improvement program includes a prioritized balance of needed improvements to treatment plants, water lines, dams, meter replacements, pump stations, wells, and other infrastructure.

The expenditure budget for the Water Utility is proposed to decrease by \$75,963,209 or 22.44% from the FY 2026 amended budget. The proposed budget for FY 2027 by major expenditure category is provided in the following table.

Proposed Water Expenditures FY2026-27

Major Expenditure Categories	Adopted 2025-26	Amended 2025-26	Proposed 2026-27	Change	Percent Change
Personal Services	42,125,279	42,125,279	41,010,000	-1,115,279	-2.65%
Materials and Supplies	7,662,206	7,691,484	9,552,117	1,860,633	24.19%
Charges for Services	61,954,227	67,187,843	64,959,672	-2,228,171	-3.32%
Debt Service	17,596,432	17,623,748	23,095,708	5,471,960	31.05%
Capital Outlay	6,923,671	9,499,689	10,179,819	680,130	7.16%
Capital Improvements	80,350,000	194,342,482	113,710,000	-80,632,482	-41.49%
Total	\$216,611,815	\$338,470,525	\$262,507,316	-\$75,963,209	-22.44%

Materials and supplies include increased preventative maintenance programs on the distribution system. The budget also includes operational costs for the new campus. Debt service is increasing in anticipation of an additional revenue bond issuance during the year to finance capital construction.

A capital project summary by facility type is listed in the following table.

Proposed Water Capital Improvements FY2026-27

Type of Project	Proposed 2026-27
Treatment Plants	48,800,000
Water Service Connections	9,250,000
Pumping Plant Upgrades	500,000
Reservoirs	5,475,000
Water Mains and Hydrants	23,185,000
Wells	1,000,000
Culverts, Flumes, and Bridges	1,500,000
Buildings	24,000,000
Total	\$113,710,000

Sewer Utility Enterprise Fund

Sewer Infrastructure Background

Salt Lake City's Water Reclamation Facility (WRF), originally built in 1965, is currently being replaced to comply with nutrient removal regulations adopted by the Utah Department of Environmental Quality in 2015. Construction of the new facility is underway and scheduled for completion at the end of 2026. Due to inflation, projected costs have increased to nearly \$860 million, requiring additional financing and deferral of some project components.

The City maintains 683 miles of sewer pipeline and multiple pump stations. SLCDPU's asset management program monitors system conditions to prioritize repairs and replacements while minimizing public impacts. Sewer capacity expansions have largely supported City growth, with improvements for new developments typically funded by developers.

Sewer Utility Revenues and Expenditures

The construction of the WRF is the largest public works project in the City's history and is nearing its completion date of December 2026. The estimated project cost to complete the WRF is \$860,000,000.

Financing for the WRF is accomplished using a combination of revenue bonds, user rates, and a federal loan through the Water Infrastructure Finance and Innovation Act (WIFIA). The loan will provide up to 49% of the anticipated cost of the new WRF as submitted in 2020 (\$711,725,000). The interest rate at loan closing in 2020 was extremely favorable at 1.34%. This is expected to save SLCDPU's ratepayers more than \$100 million over the life of the project compared to revenue bonds. Debt plans have been revised due to increased estimated project costs.

Sewer Planned Debt

Fiscal Year	WIFIA	Bonds	Total
2026-2027	26,970,800	7,400,000	27,000,000
Total	\$26,970,800	\$7,400,000	\$27,000,000

The total revenue budget is expected to decrease by \$248,901,194 or 66.25% from the FY 2026 amended budget. The proposed revenue budget for FY 2027 by major category is provided in the following table.

Projected Sewer Revenues FY 2026-27

Revenue	Adopted 2025-26	Amended 2025-26	Proposed 2026-27	Change	Percent Change
Operating Sales	110,630,000	110,630,000	130,899,999	20,269,999	18.32%
Interest	900,556	900,556	1,057,667	157,111	17.45%
Permits	0	0	0	0	#DIV/0!
Other Revenues	1,399,502	1,399,502	1,007,370	-392,132	-28.02%
Bond/Loan Proceeds	242,580,801	242,580,801	101,383,800	-141,197,001	-58.21%
Impact Fees	1,650,000	1,650,000	1,650,000	0	0.00%
Contribution	0	0	0	0	0.00%
From (To) Reserves	-198,138,825	18,518,306	-109,220,865	-127,739,171	-689.80%

Total	\$159,022,034	\$375,679,165	\$126,777,971	-\$248,901,194	-66.25%
--------------	----------------------	----------------------	----------------------	-----------------------	----------------

Rate increases are proposed for sewer fees in FY 2027. Permit fees are presented as part of other revenues. The budget anticipates the issuance of \$74,000,000 of revenue bonds and utilizing the remaining balance of the WIFIA loan.

The budget plans to transfer \$33,306,765 to reserves for future operational and capital needs.

Expenditures in the Sewer Utility include operational and capital programs. The proposed sewer budget for FY 2027 includes \$33,306,765 in planned projects.

The sewer utility's FY 2027 budget proposes a decrease of \$248,901,194 or 66.25% from the FY 2026 amended budget. The proposed budget for FY 2027 by major expenditure category is provided in the following table.

Proposed Sewer Expenditures FY2026-27

Major Expenditure Categories	Adopted 2025-26	Amended 2025-26	Proposed 2026-27	Change	Percent Change
Personal Services	20,005,102	20,005,102	18,080,000	-1,925,102	-9.62%
Materials and Supplies	5,078,457	5,280,655	8,070,467	2,789,812	52.83%
Charges for Services	21,410,033	22,647,469	25,763,559	3,116,090	13.76%
Debt Service	36,794,073	36,794,073	38,887,180	2,093,107	5.69%
Capital Outlay	2,504,045	4,286,838	2,670,000	-1,616,838	-37.72%
Capital Improvements	73,230,324	286,665,028	33,306,765	-253,358,263	-88.38%
Total	\$159,022,034	\$375,679,165	\$126,777,971	-\$248,901,194	-66.25%

Supplies and charges for services will increase due to the operation of both treatment plants during the startup and commissioning process. Temporary staffing is included in these costs.

Debt service payments will increase with additional debt issuances anticipated during the year.

A capital project summary by facility type is listed in the following table.

Proposed Sewer Capital Improvements FY2026-27

Type of Project	Proposed 2026-27
Treatment Plant (WRF)	19,021,603
Collection System	14,285,162
Lift Stations	0
Buildings	0
Total	\$33,306,765

Stormwater Utility Enterprise Fund

Stormwater Infrastructure Background

Salt Lake City's stormwater system includes 350 miles of collection lines, 76 miles of canals and drainage ditches, 32 miles of open channel creeks and rivers, culverts, 27 lift stations, and 63 detention basins. SLCDPU maintains this system to prevent flooding and comply with water quality requirements under the Municipal Separate Storm Sewer System (MS4) permit, while ensuring all City facilities meet MS4 standards.

Stormwater Utility Revenues and Expenditures

The revenue budget does not anticipate the use of debt to finance infrastructure rehabilitation in FY 2027. The funding for all operational needs and capital projects will come from operating revenues.

The revenue budget is proposed to decrease by \$16,755,370 or 41.05% from the FY 2026 amended budget. The proposed revenue budget for FY 2027 by major category is provided in the following table.

Projected Stormwater Revenues FY 2026-27

Revenue	Adopted 2025-26	Amended 2025-26	Proposed 2026-27	Change	Percent Change
Operating Sales	17,970,000	17,970,000	21,564,000	3,594,000	20.00%
Interest	301,904	301,904	394,371	92,467	30.63%
Other Revenues	72,065	72,065	582,463	510,398	708.25%
Impact Fees	825,000	825,000	990,000	165,000	20.00%
Contributions	125,000	2,125,000	0	-2,125,000	-100.00%
Bond Proceeds	6,034,000	6,034,000	0	-6,034,000	100.00%
From (To) Reserves	1,137,831	13,487,641	529,406	-12,958,235	-96.07%
Total	\$26,465,800	\$40,815,610	\$24,060,240	-\$16,755,370	-41.05%

Revenue from stormwater fees is expected to increase based on a proposed 20% rate increase. Other revenues include allocated interest earnings. The budget anticipates utilizing \$529,406 from reserves for stormwater system improvements.

Expenditures in the Stormwater Utility include operational and capital programs. The Stormwater Utility's FY 2027 budget proposes capitalizing \$6,498,000 to renovate portions of the stormwater collection system.

The expenditure budget for the Stormwater Utility is proposed to decrease \$16,755,370 or 41.05%. The proposed budget for FY 2027 by major expenditure category is provided in the following table.

Proposed Stormwater Expenditures FY2026-27

Major Expenditure Categories	Adopted 2025-26	Amended 2025-26	Proposed 2026-27	Change	Percent Change
Personal Services	7,186,214	7,186,214	6,984,000	-202,214	-2.81%
Materials and Supplies	710,250	710,250	780,100	69,850	9.83%
Charges for Services	6,873,850	7,628,005	6,757,424	-870,581	-11.41%
Debt Service	1,726,499	1,726,499	1,173,465	-553,034	-32.03%
Capital Outlay	2,334,987	4,065,414	1,867,251	-2,198,163	-54.07%
Capital Improvements	7,634,000	19,499,228	6,498,000	-13,001,228	-66.68%
Total	\$26,465,800	\$40,815,610	\$24,060,240	-\$16,755,370	-41.05%

The capital project summary by facility type is listed in the following table.

Proposed Stormwater Capital Improvements FY2026-27

Type of Project	Proposed 2026-27
Lines and Riparian Corridor Projects	5,602,000
Lift Stations	766,000
Landscaping	50,000
Buildings	0
Detention Basins	80,000
Total	\$6,498,000

Street Lighting Utility Enterprise Fund

Street Lighting Infrastructure Background

The Street Lighting Master Plan supports safety, neighborhood character, environmental and public health, and equity. SLCDPU maintains nearly 16,000 street lights, more than 65% of which are energy efficient.

The FY 2027 budget supports implementation of the 2020 Master Plan, including updates to the cost-of-service and rate study and continued conversion to energy-efficient lighting.

Street Lighting Utility Revenues and Expenditures

An updated rate structure and rates are included in the budget proposal. A street lighting rate study has recently been completed.

Continuation of the private lights program is proposed in the FY 2026 budget. The program includes a \$20,000 transfer from the General Fund and indicates the ongoing desire of the City to provide matching support to reduce the capital costs to neighborhoods installing private street lighting. SLCDPU administers this program and encourages Dark Skies lighting on private lights in the program.

The revenue budget is proposed to decrease by \$1,686,285 or 17.18% from the FY 2026 budget. The proposed revenue budget for FY 2027 by major category is provided in the following table.

Projected Street Lighting Revenues FY 2026-27

Revenue	Adopted 2025-26	Amended 2025-26	Proposed 2026-27	Change	Percent Change
Operating Sales	5,808,988	5,051,294	11,037,077	5,985,783	118.50%
Interest	45,652	42,594	232,304	189,710	445.39%
Other Revenues	240	100	667	567	567.00%
General Fund Contributions	20,000	20,000	20,000	0	0.00%
From (To) Reserves	2,543,478	4,703,435	-3,158,910	-7,862,345	-167.16%
Total	\$8,418,358	\$9,817,423	\$8,131,138	-\$1,686,285	-17.18%

Revenue from rates is expected to increase in FY 2027. The implementation of rates from the rate study is anticipated above. The budget anticipates transferring \$3,158,910 to reserves.

Expenditures include operational and capital programs. Street Lighting Utility capital improvements totaling \$1,440,000 are planned in the FY 2027 budget. The Street Lighting capital program focuses on high efficiency and system upgrades in neighborhood, arterial and collector streets per the Street Lighting Master Plan. This includes replacement of outdated induction lighting with LED and replacement of cactus poles. A pilot project for lighting controls is also included.

The expenditure budget for the Street Lighting Utility is proposed to decrease by \$1,686,285 or 17.18% from the FY 2026 amended budget. The proposed budget for FY 2027 by major expenditure category is provided in the following table.

Proposed Street Lighting Expenditures FY2026-27

Major Expenditure Categories	Adopted 2025-26	Amended 2025-26	Proposed 2026-27	Change	Percent Change
Personal Services	421,410	421,410	386,500	-34,910	-8.28%
Materials and Supplies	9,994	9,994	9,994	0	0.00%
Charges for Services	3,930,810	4,063,461	3,814,278	-249,183	-6.13%
Debt Service	193,528	193,528	155,366	-38,162	-19.72%
Capital Outlay	2,422,616	3,672,616	2,325,000	-1,347,616	
Capital Improvements	1,440,000	1,456,414	1,440,000	-16,414	-1.13%
Total	\$8,418,358	\$9,817,423	\$8,131,138	-\$1,686,285	-17.18%

One FTE is being reallocated from this program to other areas in the department. Capital improvement projects are anticipated across the system.

Proposed Sewer Capital Improvements FY2026-27

Type of Project	Proposed 2026-27
System upgrades for high efficiency and uniformity	1,440,000
Total	\$1,440,000

Combined Utilities- Budget Summary and Cash Flow

*The following pages compare current (2026) Public Utilities combined budgets with proposed (2027) budgets. **Capital project and capital purchase information is also presented.***

Combined Summary compares the following with details:

Actual financial results (2025)
City Council adopted budget (2026)
Amended budget (2026)
Anticipated financial results (2026)
Proposed Budget (2027)
Forecast Budgets (2028 and 2029)

Combined Cash Flow compares the following items (sources and uses format):

Actual financial results (2025)
Anticipated financial results (2026)
Proposed Budget (2027)
Forecast Budgets (2028, 2029, 2030 and 2031)

PUBLIC UTILITIES
WATER, SEWER, STORMWATER, AND STREET LIGHTING COMBINED BUDGET SUMMARY
FY 2027-2029

<u>SOURCES</u>	ACTUAL 2024-25	COUNCIL ADOPTED 2025-26	AMENDED BUDGET 2025-26	PROJECTED ACTUAL 2025-26	PROPOSED BUDGET 2026-27	PROPOSED BUDGET 2027-28	PROPOSED BUDGET 2028-29
REVENUE & OTHER SOURCES							
REVENUES							
WATER SERVICE	\$151,834,644	\$143,182,162	\$143,182,162	\$147,228,714	\$166,736,519	\$176,657,342	\$187,168,454
SEWER SERVICE	95,719,411	110,630,000	110,630,000	103,888,888	130,899,999	138,753,999	147,079,239
STORM WATER FEES	17,613,531	17,970,000	17,970,000	17,970,000	21,564,000	23,073,480	24,688,624
STREET LIGHTING FEES	5,428,320	5,808,988	5,808,988	5,808,988	11,037,077	12,140,785	13,354,864
UTILITY SERVICE REVENUE	270,595,906	277,591,150	277,591,150	274,896,590	330,237,595	350,625,606	372,291,181
INTEREST INCOME	12,382,898	1,716,742	1,716,742	1,977,419	2,059,570	2,386,853	2,446,081
OTHER REVENUES	8,346,170	8,529,683	8,529,683	10,061,058	10,317,994	10,323,714	10,329,837
TOTAL REVENUES	\$291,324,974	\$287,837,575	\$287,837,575	\$286,935,067	\$342,615,159	\$363,336,173	\$385,067,099
OTHER SOURCES							
GRANTS & OTHER RELATED REVENUES	\$15,962,314	\$5,875,000	\$8,675,000	\$25,791,758	\$570,000	\$570,000	\$570,000
IMPACT FEES	5,067,894	4,475,000	4,475,000	4,475,000	4,640,000	4,709,300	4,783,451
SALE OF EQUIPMENT	(3,160)	92,765	92,765	735,065	591,703	591,822	591,950
BOND PROCEEDS	199,928,030	87,007,000	137,286,400	79,813,000	163,451,000	59,804,000	59,104,000
WIFIA LOAN	114,357,394	195,066,801	195,066,801	195,066,801	26,970,800	-	-
TRANSFERS FROM GENERAL FUND	-	20,000	20,000	20,000	2,320,000	25,778,501	5,693,078
TOTAL OTHER SOURCES	\$335,312,472	\$292,536,566	\$345,615,966	\$305,901,624	\$198,543,503	\$91,453,623	\$70,742,479
TOTAL REVENUE & OTHER SOURCES	\$626,637,446	\$580,374,141	\$633,453,541	\$592,836,691	\$541,158,662	\$454,789,796	\$455,809,578
EXPENSES & OTHER USES							
EXPENDITURES							
PERSONNEL SERVICES	\$49,260,736	\$69,738,005	\$69,738,005	\$69,738,005	\$66,460,500	\$72,040,310	\$78,123,624
OPERATING & MAINTENANCE	11,054,353	13,462,991	13,692,383	13,677,383	18,412,678	20,251,769	22,312,524
TRAVEL & TRAINING	180,439	555,983	555,983	555,983	636,875	702,427	775,750
UTILITIES	5,289,656	8,547,892	8,553,045	7,953,045	10,537,933	11,587,441	12,762,907
TECHNICAL SERVICES	12,155,425	35,998,106	42,708,680	42,608,680	38,247,113	42,303,532	46,841,981
IMS SERVICES	6,532,851	5,525,183	5,525,183	5,525,183	5,594,663	6,168,849	6,802,515
FLEET MAINTENANCE	1,734,617	2,889,730	2,900,457	2,900,457	3,281,730	3,620,624	3,999,736
ADMINISTRATIVE SERVICE FEE	2,305,251	2,618,782	2,618,782	2,618,782	2,686,871	2,965,767	3,273,983
PAYMENT IN LIEU OF TAXES	1,870,814	1,845,796	1,845,796	1,845,796	1,944,416	1,932,399	2,156,345
FRANCHISE FEES	-	-	-	-	-	-	-
RISK MANAGEMENT	2,367,209	1,257,705	1,257,705	1,257,705	2,130,600	2,345,823	2,584,679
PUBLIC SERVICES / STREET SWEEPING	236,000	236,000	236,000	236,000	236,000	269,040	306,706
TRANSFERS TO GENERAL FUND	-	-	-	-	-	-	-
METRO. WATER PURCH & TREAT	18,479,440	19,469,531	19,469,531	19,469,531	19,627,997	20,805,677	22,262,074
METRO ASSESSMENT (CAPITAL)	7,021,892	7,866,115	7,866,115	7,866,115	7,866,115	7,866,115	7,866,115
BILLING COST	2,861,030	2,861,030	2,861,030	2,861,030	3,065,348	3,235,598	3,418,998
OTHER CHARGES AND SERVICES	5,764,236	4,747,067	5,128,551	5,416,253	5,439,272	16,570,798	9,902,722
NEW PLANT O&M COSTS	-	-	-	-	-	-	-
TOTAL EXPENDITURES	\$127,113,949	\$177,619,916	\$184,957,246	\$184,529,948	\$186,168,111	\$212,666,169	\$223,390,659
OTHER USES							
CAPITAL OUTLAY	\$8,144,146	\$14,185,319	\$21,524,557	\$14,258,635	\$17,042,070	\$36,339,232	\$27,927,195
CAPITAL IMPROVEMENT BUDGET	296,706,927	162,654,324	501,963,152	414,246,874	154,954,765	173,321,020	134,567,300
COST OF DEBT ISSUANCE	1,019,372	432,000	711,400	413,000	826,000	279,000	279,000
DEBT SERVICES	40,570,237	55,626,448	55,626,448	46,982,882	62,485,719	69,645,052	81,807,151
TOTAL OTHER USES	\$346,440,682	\$232,898,091	\$579,825,557	\$475,901,391	\$235,308,554	\$279,584,304	\$244,580,646
TOTAL EXPENSE & OTHER USES	\$473,554,631	\$410,518,007	\$764,782,803	\$660,431,339	\$421,476,665	\$492,250,473	\$467,971,305
EXCESS REVENUE AND OTHER SOURCES OVER (UNDER) USES							
	\$153,082,815	\$169,856,134	-\$131,329,262	-\$67,594,648	\$119,681,997	-\$37,460,677	-\$12,161,727
OPERATING CASH BALANCES							
BEGINNING JULY 1	\$183,745,068	\$336,827,883	\$336,827,883	\$336,827,883	\$269,233,235	\$388,915,232	\$351,454,555
RESTRICTED / DESIGNATED	-	-	-	-	-	-	-
ENDING JUNE 30	\$336,827,883	\$506,684,017	\$205,498,621	\$269,233,235	\$388,915,232	\$351,454,555	\$339,292,828
Cash Reserve Ratio	265%	285%	111%	146%	209%	165%	152%

PUBLIC UTILITIES
COMBINED WATER, SEWER, STORMWATER, AND STREET LIGHTING CASH FLOW
FY 2027 BUDGET AND FY 2028-2031 FORECAST

	ACTUAL YEAR FY25	PROJECTED YEAR FY26	BUDGET YEAR FY27	BUDGET YEAR FY28	BUDGET YEAR FY29	BUDGET YEAR FY30	BUDGET YEAR FY31
REVENUE							
WATER SALES	\$ 151,834,644	\$ 147,228,714	\$ 166,736,519	\$ 176,657,342	\$ 187,168,454	\$ 198,304,977	\$ 207,575,735
SEWER CHARGES	95,719,411	103,888,888	130,899,999	138,753,999	147,079,239	152,962,409	159,080,905
STORMWATER FEES	17,613,531	17,970,000	21,564,000	23,073,480	24,688,624	26,416,828	28,266,006
STREET LIGHTING FEES	5,428,320	5,808,988	11,037,077	12,140,785	13,354,864	14,690,350	15,424,868
TOTAL SERVICES FEES AND CHARGES	\$ 270,595,906	\$ 274,896,590	\$ 330,237,595	\$ 350,625,606	\$ 372,291,181	\$ 392,374,564	\$ 410,347,514
OTHER INCOME	\$ 8,346,170	\$ 10,061,058	\$ 10,317,994	\$ 10,323,714	\$ 10,329,837	\$ 10,336,390	\$ 10,343,361
INTEREST INCOME	12,382,898	1,977,419	2,059,570	2,386,853	2,446,081	2,440,659	2,506,078
TOTAL OPERATING INCOME	\$ 291,324,974	\$ 286,935,067	\$ 342,615,159	\$ 363,336,173	\$ 385,067,099	\$ 405,151,613	\$ 423,196,953
OPERATING EXPENDITURES							
OPERATING EXPENDITURES	\$ (127,113,949)	\$ (184,529,948)	\$ (186,168,111)	(212,666,169)	(223,390,659)	(242,245,287)	(258,305,190)
NET INCOME EXCLUDING DEP.	\$ 164,211,025	\$ 102,405,119	\$ 156,447,048	\$ 150,670,004	\$ 161,676,440	\$ 162,906,326	\$ 164,891,763
OTHER INCOME & EXPENSE							
WIFIA LOAN	\$ 114,357,394	\$ 195,066,801	\$ 26,970,800	\$ -	\$ -	\$ -	\$ -
NET BOND PROCEEDS	199,366,188	74,000,000	148,000,000	50,000,000	50,000,000	-	-
BIC Borrowed	1,019,372	413,000	826,000	279,000	279,000	-	-
BIC Paid	(1,019,374)	(413,000)	(826,000)	(279,000)	(279,000)	-	-
BRIC Grant	14,842,076	23,096,758	-	-	-	-	-
IMPACT FEES	5,067,894	4,475,000	4,640,000	4,709,300	4,783,451	4,862,793	4,947,689
OTHER CONTRIBUTIONS	1,120,238	2,715,000	2,890,000	26,348,501	6,263,078	1,063,192	1,082,120
SALE OF EQUIPMENT	(3,160)	735,065	591,703	591,822	591,950	592,087	592,233
CAPITAL OUTLAY	(8,036,737)	(9,108,635)	(12,567,070)	(31,226,830)	(23,503,655)	(13,844,557)	(12,789,991)
WATERSHED PURCHASES	(35,000)	(2,150,000)	(2,150,000)	(2,150,000)	(2,150,000)	(2,150,000)	(2,150,000)
STATE LOAN DEBT SERVICE	-	-	-	-	-	-	-
WIFIA LOAN REPAYMENT	-	-	(1,826,059)	(4,805,099.0)	(14,790,489.0)	(14,790,490.0)	(14,790,490.0)
DEBT SERVICE	(40,570,236)	(44,552,882)	(52,595,660)	(52,428,953)	(52,739,662)	(53,056,249)	(53,331,617)
NEW DEBT SERVICE	-	(2,430,000)	(8,064,000)	(12,411,000)	(14,277,000)	(17,105,000)	(18,061,000)
OTHER INCOME & EXPENSE	\$ 286,108,655	\$ 241,847,107	\$ 105,889,714	\$ (21,372,259)	\$ (45,822,327)	\$ (94,428,224)	\$ (94,501,056)
CAPITAL GENERATION							
GENERATED FOR CAPITAL	\$ 450,319,680	\$ 344,252,226	\$ 262,336,762	\$ 129,297,745	\$ 115,854,113	\$ 68,478,102	\$ 70,390,707
CAPITAL IMPROVEMENTS							
CAPITAL IMPROVEMENTS	\$ (296,706,927)	\$ (414,246,874)	\$ (154,954,765)	\$ (173,321,020)	\$ (134,567,300)	\$ (175,494,255)	\$ (136,336,700)
OPERATING CASH BALANCES							
BEGINING CASH BALANCE	\$ 181,039,188	\$ 316,293,724	\$ 248,699,076	\$ 368,381,073	\$ 330,920,396	\$ 318,758,669	\$ 209,625,721
CASH INCREASE/(DECREASE)	153,612,753	(69,994,648)	107,381,997	(44,023,275)	(18,713,187)	(107,016,153)	(65,945,993)
RESTRICTED / DESIGNATED	-	-	-	-	-	-	-
ENDING BALANCES	\$ 334,651,941	\$ 246,299,076	\$ 356,081,073	\$ 324,357,798	\$ 312,207,209	\$ 211,742,516	\$ 143,679,728
CASH RESERVE RATIO	263.3%	133.5%	191.3%	152.5%	139.8%	87.4%	55.6%
DEBT SERVICE COVERAGE	4.05	2.18	2.50	2.16	1.98	1.92	1.91
DEBT SERVICE % OF GROSS OPERATING REVENUE	14.7%	16.7%	18.0%	17.0%	17.5%	17.6%	17.1%

**PUBLIC UTILITIES FEES AND CHARGES PAID TO THE GENERAL FUND
FOR SERVICES RENDERED OR COLLECTED BY CITY ORDINANCE**

DESCRIPTION OF SERVICES	JUNE 30, 2025	JUNE 30, 2025	JUNE 30, 2025	JUNE 30, 2025	JUNE 30, 2025	FY 2026 BUDGET	FY 2027 PROPOSED BUDGET
	ACTUALS WATER	ACTUALS SEWER	ACTUALS STORM	ACTUALS STREET LIGHT	ACTUALS TOTALS		
ADMINISTRATIVE SERVICE FEES (GENERAL FUND)							
Total Administrative Service Fees	\$ 1,299,649	\$ 925,446	\$ 240,810	\$ 55,937	\$ 2,521,842	\$ 2,618,781	\$ 2,686,870
TAX OR FEE AUTHORIZED							
Payment in Lieu-of-Taxes (General Fund)	\$ 413,934	\$ 1,284,847	\$ 171,522	\$ 511	\$ 1,870,814	\$ 1,845,796	\$ 1,943,966
Franchise Fees (General Fund)	4,715,285	5,165,305	947,047	288,848	\$ 11,116,485	13,290,000	15,010,189
Total Tax or Fee Authorized	\$ 5,129,219	\$ 6,450,152	\$ 1,118,569	\$ 289,359	\$ 12,987,299	\$ 15,135,796	\$ 16,954,155
INTERNAL SERVICE FUND SERVICES							
Fleet Mgt Services	\$ 1,150,035	\$ 398,133	\$ 186,450	\$ -	\$ 1,734,618	\$ 3,086,043	774,843
City Data Processing (IMS)	2,727,431	769,584	289,125	12,001	3,798,141	5,169,561	4,547,181
Risk Management	1,222,349	4,665	4,189	-	1,231,203	1,257,705	1,814,418
Total Internal Service Fund Services	\$ 5,099,815	\$ 1,172,382	\$ 479,764	\$ 12,001	\$ 6,763,962	\$ 9,513,309	\$ 7,136,442
SPECIAL ASSOCIATED CHARGES (INDIRECT BENEFIT)							
Street Sweeping	-	-	236,000	-	236,000	236,000	236,000
Total Special Associated Charges	\$ -	\$ -	\$ 236,000	\$ -	\$ 236,000	\$ 236,000	\$ 236,000
TOTAL FEES, TAXES AND CHARGES	\$ 11,528,683	\$ 8,547,980	\$ 2,075,143	\$ 357,297	\$ 22,509,103	\$ 27,503,886	\$ 27,013,467

Water Utility- Budget Summary and Cash Flow

The following pages compare current (2026) water budgets with proposed (2027) budgets. Capital project and capital purchase information are also presented.

Water Budget Summary compares the following with details:

Actual financial results (2025)
City Council adopted budget (2026)
Amended budget (2026)
Anticipated financial results (2026)
Proposed Budget (2027)
Forecast Budgets (2028 and 2029)

Water Utility Cash Flow compares the following items (sources and uses format):

Actual financial results (2025)
Anticipated financial results (2026)
Proposed Budget (2027)
Forecast Budgets (2028, 2029, 2030 and 2031)

Water Utility CIP Budget provides planned capital project spending for 2027 through 2031.

Water Utility Capital Purchases lists proposed capital outlay for the coming budget year (2027)

**WATER UTILITY BUDGET SUMMARY
FY 2027-2029**

SOURCES	ACTUAL FY25	COUNCIL ADOPTED FY26	AMENDED BUDGET FY26	PROJECTED ACTUAL FY26	PROPOSED BUDGET FY27	FORECAST BUDGET FY28	FORECAST BUDGET FY29
REVENUE & OTHER SOURCES							
REVENUES							
WATER SERVICE	\$151,834,644	\$143,182,162	\$143,182,162	\$147,228,714	\$166,736,519	\$176,657,342	\$187,168,454
INTEREST INCOME	5,843,023	468,629	468,629	468,629	473,315	506,447	541,898
OTHER REVENUES	9,969,065	7,110,641	7,110,641	9,016,128	9,279,197	9,279,197	9,279,197
TOTAL REVENUES	\$167,646,732	\$150,761,432	\$150,761,432	\$156,713,471	\$176,489,031	\$186,442,986	\$196,989,549
OTHER SOURCES							
GRANTS & OTHER RELATED REVENUES	\$15,431,482	\$5,750,000	\$6,550,000	\$23,666,758	\$570,000	\$570,000	\$570,000
IMPACT FEES	1,768,841	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
SALE OF EQUIPMENT	7,341	40,000	40,000	40,000	40,000	40,000	40,000
TRANSFER FROM OTHER FUNDS	-	-	-	-	2,300,000	25,758,501	5,673,078
DEBT PROCEEDS	100,465,352	33,459,000	83,738,400	55,679,000	89,038,000	59,804,000	59,104,000
TOTAL OTHER SOURCES	\$117,673,016	\$41,249,000	\$92,328,400	\$81,385,758	\$93,948,000	\$88,172,501	\$67,387,078
TOTAL REVENUE & SOURCES	\$285,319,748	\$192,010,432	\$243,089,832	\$238,099,229	\$270,437,031	\$274,615,487	\$264,376,627
EXPENSES & OTHER USES							
EXPENDITURES							
PERSONNEL SERVICES	\$29,667,001	\$42,125,279	\$42,125,279	\$42,125,279	\$41,010,000	\$44,194,800	\$47,634,384
OPERATING & MAINTENANCE	6,843,788	7,664,290	7,691,484	7,691,484	9,552,117	10,506,229	11,556,855
TRAVEL & TRAINING	70,116	314,273	314,273	314,273	354,980	390,478	429,526
UTILITIES	2,787,407	3,461,320	3,461,320	2,861,320	4,726,320	5,198,952	5,718,848
TECHNICAL SERVICES	6,073,985	21,455,625	26,372,078	26,272,078	21,992,700	24,151,970	26,527,167
IMS SERVICES	5,462,141	3,712,243	3,712,243	3,712,243	3,271,930	3,599,123	3,959,035
FLEET MAINTENANCE	1,150,035	1,849,190	1,849,190	1,849,190	1,849,190	2,034,110	2,237,522
ADMINISTRATIVE SERVICE FEE	1,069,778	1,342,538	1,342,538	1,342,538	1,377,444	1,515,188	1,666,707
PAYMENT IN LIEU OF TAXES	413,934	489,292	489,292	489,292	669,190	538,221	736,109
FRANCHISE FEES	-	-	-	-	-	-	-
METRO. WATER PURCH & TREAT	18,479,440	19,469,531	19,469,531	19,469,531	19,627,997	20,805,677	22,262,074
METRO ASSESSMENT (CAPITAL)	7,021,892	7,866,115	7,866,115	7,866,115	7,866,115	7,866,115	7,866,115
RISK MANAGEMENT	2,365,631	934,300	934,300	934,300	1,638,450	1,802,295	1,982,525
TRANSFERS TO GENERAL FUND	-	-	-	-	-	-	-
OTHER CHARGES AND SERVICES	4,593,631	1,309,800	1,376,963	1,376,963	1,585,356	1,478,129	1,625,943
TOTAL EXPENDITURES	\$85,998,779	\$111,993,796	\$117,004,606	\$116,304,606	\$115,521,789	\$124,081,287	\$134,202,810
OTHER USES							
CAPITAL OUTLAY	\$4,889,716	\$6,923,671	\$9,499,689	\$7,774,096	\$10,179,819	\$8,786,249	\$8,571,004
CAPITAL IMPROVEMENTS	\$73,081,785	\$80,350,000	\$194,342,482	\$118,491,432	\$113,710,000	\$129,595,000	\$87,660,000
COST OF DEBT ISSUANCE	561,842	134,000	413,400	279,000	413,000	279,000	279,000
DEBT SERVICES	9,518,884	17,210,348	17,210,348	12,921,783	22,682,708	24,245,663	25,947,324
TOTAL OTHER USES	\$88,052,227	\$104,618,019	\$221,465,919	\$139,466,311	\$146,985,527	\$162,905,912	\$122,457,328
TOTAL EXPENSE & OTHER USES	\$174,051,006	\$216,611,815	\$338,470,525	\$255,770,917	\$262,507,316	\$286,987,199	\$256,660,138
EXCESS REVENUE AND OTHER SOURCES OVER (UNDER) USES							
	\$111,268,742	-\$24,601,383	-\$95,380,693	-\$17,671,688	\$7,929,715	-\$12,371,712	\$7,716,489
OPERATING CASH BALANCES							
BEGINNING JULY 1	\$102,115,491	\$210,575,633	\$210,575,633	\$210,575,633	\$192,903,945	\$200,833,660	\$188,461,948
RESTRICTED / DESIGNATED	-	-	-	-	-	-	-
AVAILABLE JUNE 30	\$210,575,633	\$185,974,250	\$115,194,940	\$192,903,945	\$200,833,660	\$188,461,948	\$196,178,437
CASH RESERVE RATIO	245%	166%	98%	166%	174%	152%	146%

WATER UTILITY CASH FLOW
FY 2027 BUDGET / FY 2028-2031 BUDGET FORECAST

	ACTUAL YEAR FY25	PROJECTED YEAR FY26	BUDGET YEAR FY27	BUDGET YEAR FY28	BUDGET YEAR FY29	BUDGET YEAR FY30	BUDGET YEAR FY31
REVENUE							
WATER SALES	\$151,834,644	\$147,228,714	\$166,736,519	\$176,657,342	\$187,168,454	\$198,304,977	\$207,575,735
OTHER INCOME	9,969,065	9,016,128	9,279,197	9,279,197	9,279,197	9,279,197	9,279,197
INTEREST INCOME	5,843,023	468,629	473,315	506,447	541,898	579,831	611,722
OPERATING INCOME	\$167,646,732	\$156,713,471	\$176,489,031	\$186,442,986	\$196,989,549	\$208,164,005	\$217,466,654
OPERATING EXPENDITURES							
METROPOLITAN WATER ASSESSMENT	-\$7,021,892	-\$7,866,115	-\$7,866,115	-\$7,866,115	-\$7,866,115	-\$7,866,115	-\$7,866,115
METROPOLITAN WATER PURCHASES	-18,479,440	-19,469,531	-19,627,997	-20,805,677	-22,262,074	-23,597,798	-25,013,666
OPERATING EXPENDITURES	-60,497,447	-88,968,960	-88,027,677	-95,409,495	-104,074,621	-113,175,727	-119,753,498
TOTAL OPERATING EXPENSES	-\$85,998,779	-\$116,304,606	-\$115,521,789	-\$124,081,287	-\$134,202,810	-\$144,639,640	-\$152,633,279
NET INCOME EXCLUDING DEP.	\$81,647,953	\$40,408,865	\$60,967,242	\$62,361,699	\$62,786,739	\$63,524,365	\$64,833,375
OTHER INCOME & EXPENSE							
NET BOND PROCEEDS	\$99,903,510	\$50,000,000	\$74,000,000	\$50,000,000	\$50,000,000	\$0	\$0
BIC BORROWED	561,842	279,000	413,000	279,000	279,000	0	0
BIC PAID	-561,842	-279,000	-413,000	-279,000	-279,000	0	0
LEAD AND COPPER STATE LOAN	0	5,400,000	14,625,000	9,525,000	8,825,000	0	0
BRIC & OTHER GRANTS	14,842,076	23,096,758	0	0	0	0	0
IMPACT FEES	1,768,841	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
OTHER CONTRIBUTIONS	589,406	570,000	2,870,000	26,328,501	6,243,078	1,043,192	1,062,120
OTHER SOURCES	7,341	40,000	40,000	40,000	40,000	40,000	40,000
CAPITAL OUTLAY	-4,854,716	-5,624,096	-8,029,819	-6,636,249	-6,421,004	-7,021,229	-7,365,034
WATERSHED AND WATER RIGHTS PURCHASES	-35,000	-2,150,000	-2,150,000	-2,150,000	-2,150,000	-2,150,000	-2,150,000
DEBT SERVICE	-9,518,884	-11,035,783	-17,473,708	-16,456,663	-16,768,324	-18,922,614	-20,376,763
NEW DEBT SERVICE	0	-1,886,000	-5,209,000	-7,789,000	-9,179,000	-10,593,000	-11,549,000
OTHER INCOME & EXPENSE	\$102,702,574	\$60,410,879	\$60,672,473	\$54,861,589	\$32,589,750	-\$35,603,651	-\$38,338,677
CAPITAL GENERATION							
GENERATED FOR CAPITAL	\$184,350,527	\$100,819,744	\$121,639,715	\$117,223,288	\$95,376,489	\$27,920,714	\$26,494,698
CAPITAL IMPROVEMENTS							
CAPITAL IMPROVEMENTS	-\$73,081,785	-\$118,491,432	-\$113,710,000	-\$129,595,000	-\$87,660,000	-\$118,692,205	-\$88,559,000
OPERATING CASH BALANCES							
BEGINING CASH BALANCE	\$99,409,611	\$210,575,633	\$192,903,945	\$200,833,660	\$188,461,948	\$196,178,437	\$105,406,946
CASH INCREASE/(DECREASE)	111,268,742	-17,671,688	7,929,715	-12,371,712	7,716,489	-90,771,491	-62,064,302
RESTRICTED / DESIGNATED	-	-	-	-	-	-	-
ENDING CASH	\$210,575,633	\$192,903,945	\$200,833,660	\$188,461,948	\$196,178,437	\$105,406,946	\$43,342,644
S&P COVERAGE	5.36	2.32	2.25	2.19	2.09	1.91	1.83
DEBT SERVICE COVERAGE	8.58	3.13	2.69	2.57	2.42	2.15	2.03
REVENUE PERCENT CHANGE	18%	20%	25%	80%	7%	7%	5.5%
CASH RESERVE RATIO (TOTAL CASH)	245%	166%	174%	152%	146%	73%	28%
DEBT SERVICE % OF GROSS OPERATING REVENUE	6%	8%	13%	11%	13%	14%	14%

WATER UTILITY CIP BUDGET
Five Year Projected Budget 2024-2029

PROJECT DESCRIPTION	PAST BUDGET YEAR 2025-26	2026-27	<u>2027-28</u>	<u>2028-29</u>	<u>2029-30</u>	<u>2030-31</u>	<u>2031-32</u>	DELAYED
TOTAL MAINTENANCE & REPAIR SHOPS	\$0	\$24,000,000	\$52,000,000	\$10,220,000	\$0	\$522,000	\$535,500	\$9,324,500
TOTAL TREATMENT PLANTS	\$63,140,000	\$48,800,000	\$13,125,000	\$43,450,000	\$40,115,000	\$37,120,000	\$44,625,000	\$1,068,099,000
TOTAL CULVERTS FLUMES & BRIDGES	\$100,000	\$1,500,000	\$315,000	\$220,000	\$508,500	\$348,000	\$357,000	\$19,948,600
TOTAL STORAGE RESERVOIRS	\$1,760,000	\$1,150,000	\$4,042,500	\$3,850,000	\$0	\$0	\$0	\$30,791,000
TOTAL PUMPING PLANTS AND PUMP HOUSES	\$0	\$500,000	\$0	\$715,000	\$4,975,955	\$9,488,800	\$5,414,500	\$66,510,650
TOTAL DEEP PUMP WELLS	\$500,000	\$1,000,000	\$157,500	\$1,210,000	\$2,260,000	\$696,000	\$714,000	\$62,968,750
TOTAL DISTRIBUTION RESERVOIRS	\$1,000,000	\$4,325,000	\$3,885,000	\$770,000	\$2,994,500	\$3,074,000	\$2,969,050	\$54,450,500
TOTAL DISTRIBUTION MAINS & HYDRANTS	\$5,950,000	\$23,185,000	\$47,722,500	\$18,480,000	\$56,594,016	\$26,587,200	\$81,907,700	\$616,960,848
TOTAL WATER SERVICE CONNECTIONS	\$7,450,000	\$9,250,000	\$8,347,500	\$8,745,000	\$8,983,500	\$9,222,000	\$9,460,500	\$0
TOTAL LANDSCAPING	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$328,000
TOTAL CAPITAL IMPROVEMENTS	\$79,900,000	\$113,710,000	\$129,595,000	\$87,660,000	\$116,431,471	\$87,058,000	\$145,983,250	\$1,929,381,848

WATER UTILITY CAPITAL PURCHASES
Projected Budget 2026-27

<u>Asset Description</u>	<u>Budget Year 2026-27</u>
<u>AUTOMOBILES & TRUCKS</u>	\$3,126,867.00
<u>FIELD MAINTENANCE EQUIPMENT</u>	\$1,357,000.00
<u>OTHER NON-MOTIVE EQUIPMENT</u>	\$342,400.00
<u>COMPUTER SOFTWARE</u>	\$3,300,000.00
<u>WATER RIGHTS & SUPPLY</u>	\$500,000.00
<u>LAND</u>	\$1,650,000.00
Total	\$ 10,276,267.00

Sewer Utility- Budget Summary and Cash Flow

The following pages compare current (2026) sewer budgets with proposed (2027) budgets. Capital project and capital purchase information are also presented.

Sewer Budget Summary compares the following with details:

Actual financial results (2025)
City Council adopted budget (2026)
Amended budget (2026)
Anticipated financial results (2026)
Proposed Budget (2027)
Forecast Budgets (2028 and 2029)

Sewer Utility Cash Flow compares the following items (sources and uses format):

Actual financial results (2025)
Anticipated financial results (2026)
Proposed Budget (2027)
Forecast Budgets (2028, 2029, 2030 and 2031)

Sewer Utility CIP Budget provides planned capital project spending for 2027 through 2031.

Sewer Utility Capital Purchases lists proposed capital outlay for the coming budget year (2027)

SEWER UTILITY BUDGET SUMMARY
FY 2027-2029

SOURCES	CASH BASIS ACTUAL FY25	COUNCIL ADOPTED FY26	AMENDED BUDGET FY26	PROJECTED ACTUAL FY26	PROPOSED BUDGET FY27	FORECAST BUDGET FY28	FORECAST BUDGET FY29
REVENUE & OTHER SOURCES							
REVENUES							
SEWER SERVICE	\$95,719,411	\$110,630,000	\$110,630,000	\$103,888,888	\$130,899,999	\$138,753,999	\$147,079,239
OTHER REVENUES	(1,904,994)	1,349,502	1,349,502	977,279	957,370	957,370	957,370
INTEREST INCOME	5,162,656	900,556	900,556	900,556	1,057,667	1,329,150	1,410,405
TOTAL REVENUES	98,977,073	112,880,058	112,880,058	105,766,723	132,915,036	141,040,519	149,447,014
OTHER SOURCES							
IMPACT FEES	1,844,477	1,650,000	1,650,000	1,650,000	1,650,000	1,650,000	1,650,000
GRANTS & LEGAL SETTLEMENT	530,832	-	-	-	-	-	-
SALE OF EQUIPMENT	1,527	50,000	50,000	50,000	50,000	50,000	50,000
WIFIA LOAN	114,357,394	195,066,801	195,066,801	195,066,801	26,970,800	-	-
NON BOND FINANCING	-	-	-	-	-	-	-
BOND PROCEEDS	99,462,678	47,514,000	47,514,000	24,134,000	74,413,000	-	-
TOTAL OTHER SOURCES	216,196,908	244,280,801	244,280,801	220,900,801	103,083,800	1,700,000	1,700,000
TOTAL REVENUE & OTHER SOURCES	\$315,173,981	\$357,160,859	\$357,160,859	\$326,667,524	\$235,998,836	\$142,740,519	\$151,147,014
EXPENSES & OTHER USES							
EXPENDITURES							
PERSONNEL SERVICES	\$14,544,941	\$20,005,102	\$20,005,102	\$20,005,102	\$18,080,000	\$19,494,400	\$21,021,952
OPERATING & MAINTENANCE	4,131,662	5,078,457	5,280,655	5,265,655	8,070,467	8,845,231	9,729,754
TRAVEL & TRAINING	99,241	170,552	170,552	170,552	209,335	229,431	252,374
UTILITIES	1,881,387	4,017,377	4,022,530	4,022,530	4,738,118	5,192,978	5,712,277
TECHNICAL SERVICES	2,885,088	8,347,426	9,477,427	9,477,427	10,519,756	11,622,754	12,884,989
IMS SERVICES	769,584	1,403,075	1,403,075	1,403,075	1,946,563	2,141,219	2,355,341
FLEET MAINTENANCE	398,132	666,680	677,407	677,407	1,058,680	1,160,314	1,276,346
ADMINISTRATIVE SERVICE FEE	925,446	955,986	955,986	955,986	980,842	1,078,926	1,186,819
PAYMENT IN LIEU OF TAXES	1,284,847	1,156,661	1,156,661	1,156,661	1,164,280	1,267,700	1,276,051
FRANCHISE FEES	-	-	-	-	-	-	-
BILLING COST	1,029,730	1,029,730	1,029,730	1,029,730	1,225,000	1,249,500	1,274,490
RISK MANAGEMENT	1,578	283,500	283,500	283,500	396,250	434,290	477,719
TRANSFERS TO GENERAL FUND	-	-	-	-	-	-	-
NEW PLANT O&M COSTS	-	-	-	-	-	-	-
OTHER CHARGES AND SERVICES	1,130,933	3,379,046	3,470,601	3,737,235	3,524,735	14,717,549	7,849,303
TOTAL EXPENDITURES	\$29,082,569	\$46,493,592	\$47,933,226	\$48,184,860	\$51,914,026	\$67,434,292	\$65,297,415
OTHER USES							
CAPITAL OUTLAY	\$1,392,976	\$2,504,045	\$4,286,838	\$2,083,612	\$2,670,000	\$17,622,927	\$5,606,338
CAPITAL IMPROVEMENT BUDGET	216,287,362	73,230,324	286,665,028	286,665,028	33,306,765	35,627,720	38,349,300
COST OF DEBT ISSUANCE	457,530	264,000	264,000	134,000	413,000	0	-
DEBT SERVICES	29,354,071	36,530,073	36,530,073	32,498,830	38,474,180	44,454,933	54,915,338
TOTAL OTHER USES	\$247,491,939	\$112,528,442	\$327,745,939	\$321,381,470	\$74,863,945	\$97,705,580	\$98,870,976
TOTAL EXPENSE & OTHER USES	\$276,574,508	\$159,022,034	\$375,679,165	\$369,566,330	\$126,777,971	\$165,139,872	\$164,168,391
EXCESS REVENUE AND OTHER SOURCES OVER (UNDER) USES							
	\$38,599,473	\$198,138,825	-\$18,518,306	-\$42,898,806	\$109,220,865	-\$22,399,353	-\$13,021,377
OPERATING CASH BALANCES							
BEGINNING JULY 1	\$49,005,387	\$69,879,301	\$69,879,301	\$69,879,301	\$26,980,495	\$136,201,360	\$113,802,007
RESTRICTED / DESIGNATED AVAILABLE JUNE 30	-	-	-	-	-	-	-
	\$69,879,301	\$268,018,126	\$51,360,995	\$26,980,495	\$136,201,360	\$113,802,007	\$100,780,630
CASH RESERVE RATIO	240%	576%	107%	56%	262%	169%	154%

SEWER UTILITY CASH FLOW
FY 2027 BUDGET / FY 2028-2031 FORECAST

	ACTUAL YEAR FY25	PROJECTED YEAR FY26	BUDGET YEAR FY27	BUDGET YEAR FY28	BUDGET YEAR FY29	BUDGET YEAR FY30	BUDGET YEAR FY31
REVENUE							
SEWER SALES	\$95,719,411	\$103,888,888	\$130,899,999	\$138,753,999	\$147,079,239	\$152,962,409	\$159,080,905
OTHER INCOME	(1,904,994)	977,279	957,370	957,370	957,370	957,370	957,370
INTEREST INCOME	5,162,656	900,556	1,057,667	1,329,150	1,410,405	1,494,470	1,554,142
OPERATING INCOME	\$98,977,073	\$105,766,723	\$132,915,036	\$141,040,519	\$149,447,014	\$155,414,249	\$161,592,417
OPERATING EXPENSES							
NEW PLANT O&M COSTS	\$0	\$0	-\$3,235,000	-\$14,400,000	-\$7,500,000	-\$7,500,000	-\$7,500,000
OPERATING EXPENSES	(29,082,569)	(48,184,860)	(48,679,026)	(53,034,292)	(57,797,415)	(63,110,462)	(67,657,794)
TOTAL OPERATING EXPENSE	-\$29,082,569	-\$48,184,860	-\$51,914,026	-\$67,434,292	-\$65,297,415	-\$70,610,462	-\$75,157,794
NET INCOME EXCLUDING DEP.	\$69,894,504	\$57,581,863	\$81,001,010	\$73,606,227	\$84,149,599	\$84,803,787	\$86,434,623
OTHER INCOME & EXPENSE							
IMPACT FEES	\$1,844,477	\$1,650,000	\$1,650,000	\$1,650,000	\$1,650,000	\$1,650,000	\$1,650,000
WIFIA LOAN	114,357,394	195,066,801	26,970,800	-	-	-	-
NET BOND PROCEEDS	99,462,678	24,000,000	74,000,000	-	-	-	-
ISSUE COSTS (PROCEEDS)	457,530	134,000	413,000	-	-	-	-
ISSUE COSTS (EXP)	(457,530)	(134,000)	(413,000)	-	-	-	-
OTHER CONTRIBUTIONS	530,832	-	-	-	-	-	-
SALE OF EQUIPMENT	1,527	50,000	50,000	50,000	50,000	50,000	50,000
CAPITAL OUTLAY	(1,392,976)	(2,083,612)	(2,670,000)	(17,622,927)	(5,606,338)	(2,899,422)	(3,126,266)
STATE LOAN DEBT REPAYMENT	-	-	-	-	-	-	-
WIFIA LOAN REPAYMENT	-	-	(1,826,059)	(4,805,099)	(14,790,489)	(14,790,490)	(14,790,490)
NEW DEBT SERVICE	-	(544,000)	(2,855,000)	(4,622,000)	(5,098,000)	(6,512,000)	(6,512,000)
DEBT SERVICE	(29,354,071)	(31,954,830)	(33,793,121)	(35,027,834)	(35,026,849)	(33,189,196)	(32,010,383)
OTHER INCOME & EXPENSE	\$185,449,861	\$186,184,359	\$61,526,620	-\$60,377,860	-\$58,821,676	-\$55,691,108	-\$54,739,139
CAPITAL GENERATION							
GENERATED FOR CAPITAL	\$255,344,365	\$243,766,222	\$142,527,630	\$13,228,367	\$25,327,923	\$29,112,679	\$31,695,484
CAPITAL IMPROVEMENTS							
CAPITAL IMPROVEMENTS	-\$216,287,362	-\$286,665,028	-\$33,306,765	-\$35,627,720	-\$38,349,300	-\$47,684,750	-\$38,249,700
BEGINING CASH BALANCE	\$49,005,387	\$69,879,301	\$26,980,495	\$136,201,360	\$113,802,007	\$100,780,630	\$82,208,559
CASH INCREASE/(DECREASE)	\$39,057,003	-\$42,898,806	\$109,220,865	-\$22,399,353	-\$13,021,377	-\$18,572,071	-\$6,554,216
RESTRICTED/DESIGNATED	\$0	\$0	\$0	\$0	\$0	\$0	\$0
ENDING BALANCE	\$69,879,301	\$26,980,495	\$136,201,360	\$113,802,007	\$100,780,630	\$82,208,559	\$75,654,343
DEBT SERVICE COVERAGE	2.38	1.77	2.11	1.66	1.53	1.56	1.62
REVENUE CHANGE	15%	22%	40.0%	35.0%	6.0%	4.0%	4.0%
CASH RESERVE RATIO	303%	56%	262%	169%	154%	116%	101%
DEBT SERVICE % OF GROSS OPERATING REVENUE	30%	31%	28%	28%	27%	26%	24%

SEWER UTILITY CIP BUDGET
Five Year Projected Budget FY2026-FY2030

PROJECT DESCRIPTION	PAST BUDGET YEAR 2025-26	2026-27	2027-28	2028-29	2029-30	2030-31	2031-32	DELAYED
TOTAL BUILDINGS	\$50,915,324	\$19,021,603	\$10,300,500	\$12,320,000	\$9,760,050	\$29,281,700	\$12,239,150	\$995,763,174
TOTAL COLLECTION SYSTEM ASSET MANAGEMENT PROGRAM	\$200,000	\$0	\$0	\$0	\$0	\$236,000	\$1,452,000	\$266,000
TOTAL FLOW MONITORING/I&I PROGRAM	\$0	\$0	\$0	\$0	\$0	\$0	\$363,000	\$1,162,000
TOTAL CITY, COUNTY, STATE AND MISC. DRIVEN PROJECTS	\$200,000	\$200,000	\$210,000	\$220,000	\$230,000	\$236,000	\$242,000	\$9,511,800
TOTAL PIPE RENEWAL & REPLACEMENT PROGRAM	\$17,200,000	\$10,160,162	\$7,140,170	\$6,600,000	\$11,510,350	\$7,080,000	\$28,885,120	\$133,026,778
TOTAL POINT REPAIR PROGRAM (VARIOUS LOCATIONS)	\$500,000	\$500,000	\$525,000	\$550,000	\$575,000	\$590,000	\$605,000	\$1,103,900
TOTAL MAINTENANCE ACCESS REHAB PROGRAM (VARIOUS LOCATIONS)	\$520,000	\$400,000	\$420,000	\$440,000	\$460,000	\$0	\$605,000	\$3,436,200
TOTAL OTHER PROJECTS	\$620,000	\$935,000	\$735,000	\$770,000	\$805,000	\$826,000	\$847,000	\$0
TOTAL MASTER PLAN IMPLEMENTATION PROGRAM	\$2,845,000	\$2,090,000	\$16,297,050	\$17,449,300	\$24,344,350	\$0	\$11,770,880	\$463,547,250
TOTAL CAPITAL IMPROVEMENTS	\$73,000,324	\$33,306,765	\$35,627,720	\$38,349,300	\$47,684,750	\$38,249,700	\$57,009,150	\$1,607,817,102

SEWER UTILITY CAPITAL PURCHASES
Projected Budget 2026-27

<u>Asset Description</u>	<u>Budget Year 2026-27</u>
<u>AUTOMOBILES & TRUCKS</u>	\$1,766,000.00
<u>FIELD MAINTENANCE EQUIPMENT</u>	\$324,000.00
<u>OTHER NON-MOTIVE EQUIPMENT</u>	\$25,000.00
<u>CAPITAL SOFTWARE</u>	\$580,000.00
Total	\$2,695,000.00

Stormwater Utility- Budget Summary and Cash Flow

The following pages compare current (2026) stormwater budgets with proposed (2027) budgets. Capital project and capital purchase information are also presented.

Stormwater Budget Summary compares the following with details:

Actual financial results (2025)
City Council adopted budget (2026)
Amended budget (2026)
Anticipated financial results (2026)
Proposed Budget (2027)
Forecast Budgets (2028 and 2029)

Stormwater Utility Cash Flow compares the following items (sources and uses format):

Actual financial results (2025)
Anticipated financial results (2026)
Proposed Budget (2027)
Forecast Budgets (2028, 2029, 2030 and 2031)

Stormwater Utility CIP Budget provides planned capital project spending for 2027 through 2031.

Stormwater Utility Capital Purchases lists proposed capital outlay for the coming budget year (2027)

STORMWATER UTILITY BUDGET SUMMARY
FY2027-2029

SOURCES	ACTUAL FY25	COUNCIL ADOPTED FY26	AMENDED BUDGET FY26	PROJECTED ACTUAL FY26	PROPOSED BUDGET FY27	FORECAST BUDGET FY28	FORECAST BUDGET FY29
REVENUE & OTHER SOURCES							
REVENUES							
STORM WATER FEES	\$17,613,531	\$17,970,000	\$17,970,000	\$17,970,000	\$21,564,000	\$23,073,480	\$24,688,624
INTEREST INCOME	1,172,060	301,904	301,904	453,596	394,371	386,430	294,687
OTHER REVENUES	281,872	69,300	69,300	67,300	80,760	86,413	92,463
TOTAL REVENUES	\$19,067,463	\$18,341,204	\$18,341,204	\$18,490,896	\$22,039,131	\$23,546,323	\$25,075,774
OTHER SOURCES							
GRANTS & OTHER RELATED REVENUES	\$0	\$125,000	\$2,125,000	\$2,125,000	\$0	\$0	\$0
OTHER SOURCES	(12,028)	2,765	2,765	645,065	501,703	\$ 501,822	\$ 501,950
IMPACT FEES	1,454,576	825,000	825,000	825,000	990,000	1,059,300	1,133,451
BOND PROCEEDS	-	6,034,000	6,034,000	-	-	-	-
TOTAL OTHER SOURCES	\$1,442,548	\$6,986,765	\$8,986,765	\$3,595,065	\$1,491,703	\$1,561,122	\$1,635,401
TOTAL REVENUE & OTHER SOURCES	\$20,510,011	\$25,327,969	\$27,327,969	\$22,085,961	\$23,530,834	\$25,107,445	\$26,711,175
EXPENSES & OTHER USES							
EXPENDITURES							
PERSONNEL SERVICES	\$4,806,048	\$7,186,214	\$7,186,214	\$7,186,214	\$6,984,000	\$7,937,260	\$9,023,977
OPERATING & MAINTENANCE	75,886	710,250	710,250	710,250	780,100	889,316	1,013,823
TRAVEL & TRAINING	11,082	66,158	66,158	66,158	67,560	77,018	87,800
UTILITIES	105,228	362,345	362,345	362,345	366,645	417,976	476,493
TECHNICAL SERVICES	(474)	3,625,355	4,156,824	4,156,824	3,485,357	4,016,293	4,625,859
PUBLIC SERVICES / STREET SWEEPING	236,000	236,000	236,000	236,000	236,000	269,040	306,706
IMS SERVICES	289,125	393,521	393,521	393,521	368,000	419,520	478,253
FLEET MAINTENANCE	186,450	373,860	373,860	373,860	373,860	426,200	485,868
ADMINISTRATIVE SERVICE FEE	240,810	248,757	248,757	248,757	255,225	290,957	331,691
PAYMENT IN LIEU OF TAXES	172,033	182,976	182,976	182,976	110,946	126,478	144,185
FRANCHISE FEES	-	-	-	-	-	-	-
BILLING COST	1,291,300	1,291,300	1,291,300	1,291,300	1,074,648	1,182,113	1,300,324
RISK MANAGEMENT	-	38,855	38,855	38,855	93,700	106,818	121,773
OTHER CHARGES AND SERVICES	36,076	54,723	277,489	286,804	325,483	371,052	423,001
TOTAL EXPENDITURES	\$7,449,564	\$14,770,314	\$15,524,549	\$15,533,864	\$14,521,524	\$16,530,041	\$18,819,753
OTHER USES							
CAPITAL OUTLAY	\$1,789,045	\$2,334,987	\$4,065,414	\$1,400,927	\$1,867,251	\$6,967,654	\$11,476,313
CAPITAL IMPROVEMENTS	6,396,914	7,634,000	19,499,228	7,634,000	6,498,000	6,958,300	7,418,000
COST OF DEBT ISSUANCE	-	34,000	34,000	-	-	-	-
DEBT SERVICES	1,503,755	1,692,499	1,692,499	1,465,499	1,173,465	767,628	767,590
TOTAL OTHER USES	\$9,689,714	\$11,695,486	\$25,291,141	\$10,500,426	\$9,538,716	\$14,693,582	\$19,661,903
TOTAL EXPENSE & OTHER USES	\$17,139,278	\$26,465,800	\$40,815,690	\$26,034,290	\$24,060,240	\$31,223,623	\$38,481,656
EXCESS REVENUE AND OTHER SOURCES OVER (UNDER) USES							
	\$3,370,733	-\$1,137,831	-\$13,487,721	-\$3,948,329	-\$529,406	-\$6,116,178	-\$11,770,481
OPERATING CASH BALANCES							
BEGINNING JULY 1	\$26,868,999	\$30,239,732	\$30,239,732	\$30,239,732	\$26,291,403	\$25,761,997	\$19,645,819
RESTRICTED / DESIGNATED	-	-	-	-	-	-	-
AVAILABLE JUNE 30	\$30,239,732	\$29,101,901	\$16,752,011	\$26,291,403	\$25,761,997	\$19,645,819	\$7,875,338
CASH RESERVE RATIO	406%	197%	108%	169%	177%	119%	42%

STORMWATER UTILITY CASH FLOW
FY 2027 BUDGET / FY 2028-2031 FORECAST

	ACTUAL YEAR FY25	PROJECTED YEAR FY26	BUDGET YEAR FY27	BUDGET YEAR FY28	BUDGET YEAR FY29	BUDGET YEAR FY30	BUDGET YEAR FY31
REVENUE							
STORMWATER CHARGES	\$17,613,531	\$17,970,000	\$21,564,000	\$23,073,480	\$24,688,624	\$26,416,828	\$28,266,006
OTHER INCOME	281,872	67,300	80,760	86,413	92,463	98,935	105,861
INTEREST INCOME	1,172,060	453,596	394,371	386,430	294,687	118,130	33,380
OPERATING INCOME	\$19,067,463	\$18,490,896	\$22,039,131	\$23,546,323	\$25,075,774	\$26,633,893	\$28,405,247
OPERATING EXPENDITURES							
OPERATING EXPENDITURES	-\$7,449,564	-\$15,533,864	-\$14,521,524	-\$16,530,041	-\$18,819,753	-\$21,430,018	-\$24,405,718
NET INCOME EXCLUDING DEP.	\$11,617,899	\$2,957,032	\$7,517,607	\$7,016,282	\$6,256,021	\$5,203,875	\$3,999,529
OTHER INCOME & EXPENSE							
IMPACT FEES	\$1,454,576	\$825,000	\$990,000	\$1,059,300	\$1,133,451	\$1,212,793	\$1,297,689
NET BOND PROCEEDS	-	-	-	-	-	-	-
COST OF ISSUANCE (PROCEEDS)	-	-	-	-	-	-	-
COST OF ISSUANCE (EXP.)	-	-	-	-	-	-	-
OTHER CONTRIBUTIONS	-	2,125,000	-	-	-	-	-
OTHER SOURCES	(12,028)	645,065	501,703	501,822	501,950	502,087	502,233
CAPITAL OUTLAY	(1,789,045)	(1,400,927)	(1,867,251)	(6,967,654)	(11,476,313)	(3,923,906)	(2,298,691)
SHORT-TERM DEBT	-	-	-	-	-	-	-
DEBT SERVICE (NEW)	-	-	-	-	-	-	-
DEBT SERVICE	(1,503,755)	(1,465,499)	(1,173,465)	(767,628)	(767,590)	(767,538)	(767,561)
OTHER INCOME & EXPENSE	-\$1,850,252	\$728,639	-\$1,549,013	-\$6,174,160	-\$10,608,502	-\$2,976,564	-\$1,266,330
CAPITAL GENERATION							
GENERATED FOR CAPITAL	\$9,767,647	\$3,685,671	\$5,968,594	\$842,122	-\$4,352,481	\$2,227,311	\$2,733,199
CAPITAL IMPROVEMENTS							
CAPITAL IMPROVEMENTS	-\$6,396,914	-\$7,634,000	-\$6,498,000	-\$6,958,300	-\$7,418,000	-\$7,877,300	-\$8,188,000
BEGINING CASH BALANCE	\$26,868,999	\$30,239,732	\$26,291,403	\$25,761,997	\$19,645,819	\$7,875,338	\$2,225,349
CASH INCREASE/(DECREASE) RESTRICTED/DESIGNATED	\$3,370,733	-\$3,948,329	-\$529,406	-\$6,116,178	-\$11,770,481	-\$5,649,989	-\$5,454,801
ENDING CASH AVAILABLE	\$30,239,732	\$26,291,403	\$25,761,997	\$19,645,819	\$7,875,338	\$2,225,349	-\$3,229,452
CASH RESERVE RATIO	406%	169%	177%	119%	42%	10%	-13%
DEBT SERVICE COVERAGE	7.73	2.02	6.41	9.14	8.15	6.78	5.21
REVENUE CHANGE	15%	10%	20%	40%	7%	7%	7%
DEBT SERVICE % OF GROSS OPERATING REVENUE	8%	8%	5%	3%	3%	3%	3%

STORMWATER UTILITY CIP BUDGET
Six Year Projected Budget FY2027-FY2032

PROJECT DESCRIPTION	PAST BUDGET YEAR 2025-26	2026-27	2027-28	2028-29	2029-30	2030-31	2031-32	DELAYED
TOTAL LIFT STATIONS	\$1,837,000	\$766,000	\$105,000	\$220,000	\$920,000	\$0	\$479,700	\$21,129,240
TOTAL DETENTION BASINS	\$100,000	\$80,000	\$315,000	\$2,059,200	\$345,000	\$2,400,000	\$0	\$19,974,840
TOTAL COLLECTION MAINS	\$2,087,000	\$567,000	\$2,616,600	\$3,308,800	\$1,683,600	\$1,620,000	\$1,549,800	\$100,176,840
TOTAL CITY, COUNTY, STATE AND MISC. DRIVEN PROJECTS	\$1,660,000	\$3,550,000	\$2,419,200	\$770,000	\$391,000	\$2,328,000	\$1,872,060	\$11,146,800
TOTAL PUBLIC UTILITY DEFINED PROJECTS	\$600,000	\$485,000	\$420,000	\$440,000	\$460,000	\$480,000	\$492,000	\$2,541,000
TOTAL RIPARIAN CORRIDOR PROJECTS	\$450,000	\$450,000	\$472,500	\$0	\$3,447,700	\$720,000	\$3,690,000	\$2,319,420
TOTAL LOCAL AREA PROJECTS (* WORK BY CITY CREWS)	\$550,000	\$550,000	\$557,500	\$565,000	\$572,500	\$580,000	\$584,500	\$0
TOTAL LANDSCAPING	\$50,000	\$50,000	\$52,500	\$55,000	\$57,500	\$60,000	\$61,500	\$0
TOTAL CAPITAL IMPROVEMENTS	\$7,334,000	\$6,498,000	\$6,958,300	\$7,418,000	\$7,877,300	\$8,188,000	\$8,729,560	\$157,288,140

STORMWATER UTILITY CAPITAL PURCHASES
Projected Budget 2026-27

<u>Asset Description</u>	<u>Budget Year 2026-27</u>
MOTIVE REPLACEMENT AUTOS & TRUCKS	\$948,268.00
FIELD MAINTENACE EQUIPMENT	\$343,983.00
CAPITAL SOFTWARE	\$575,000.00
Total	\$1,867,251.00

Street Lighting Utility- Budget Summary and Cash Flow

The following pages compare current (2026) streetlighting budgets with proposed (2027) budgets. Capital project and capital purchase information are also presented.

Street Lighting Budget Summary compares the following with details:

Actual financial results (2025)
City Council adopted budget (2026)
Amended budget (2026)
Anticipated financial results (2026)
Proposed Budget (2027)
Forecast Budgets (2028 and 2029)

Street Lighting Utility Cash Flow compares the following items (sources and uses format):

Actual financial results (2025)
Anticipated financial results (2026)
Proposed Budget (2027)
Forecast Budgets (2028, 2029, 2030 and 2031)

Street Lighting Utility CIP Budget provides planned capital project spending for 2027 through 2031.

Street Lighting Utility Capital Purchases lists proposed capital outlay for the coming budget year (2027)

.

STREET LIGHTING UTILITY BUDGET SUMMARY
FY2027 - FY2029

SOURCES	ACTUAL CASH BASIS FY25	COUNCIL ADOPTED FY26	AMENDED BUDGET FY26	PROJECTED ACTUAL FY26	PROPOSED BUDGET FY27	FORECAST BUDGET FY28	FORECAST BUDGET FY29
REVENUE & OTHER SOURCES							
REVENUES							
STREET LIGHTING FEES	\$5,428,320	\$5,808,988	\$5,808,988	\$5,808,988	\$11,037,077	\$12,140,785	\$13,354,864
INTEREST INCOME	205,159	45,653	45,653	154,638	134,217	164,826	199,091
OTHER REVENUES	227	240	240	351	667	734	807
TOTAL REVENUES	\$5,633,706	\$5,854,881	\$5,854,881	\$5,963,977	\$11,171,961	\$12,306,345	\$13,554,762
OTHER SOURCES							
GRANTS & OTHER RELATED REVENUES	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TRANSFERS FROM GENERAL FUND	-	20,000	20,000	20,000	20,000	20,000	20,000
IMPACT FEES	-	-	-	-	-	-	-
BOND PROCEEDS	-	-	-	-	-	-	-
TOTAL OTHER SOURCES	\$0	\$20,000	\$20,000	\$20,000	\$20,000	\$20,000	\$20,000
TOTAL REVENUE & SOURCES	\$5,633,706	\$5,874,881	\$5,874,881	\$5,983,977	\$11,191,961	\$12,326,345	\$13,574,762
EXPENSES & OTHER USES							
EXPENDITURES							
PERSONNEL SERVICES	\$242,746	\$421,410	\$421,410	\$421,410	\$386,500	\$413,850	\$443,311
OPERATING & MAINTENANCE	3,017	9,994	9,994	9,994	9,994	10,993	12,092
TRAVEL & TRAINING	-	5,000	5,000	5,000	5,000	5,500	6,050
UTILITIES	515,634	706,850	706,850	706,850	706,850	777,535	855,289
TECHNICAL SERVICES	3,196,826	2,569,700	2,702,351	2,702,351	2,249,300	2,512,515	2,803,966
IMS SERVICES	12,001	16,344	16,344	16,344	8,170	8,987	9,886
FLEET MAINTENANCE	-	-	-	-	-	-	-
ADMINISTRATIVE SERVICE FEE	69,217	71,501	71,501	71,501	73,360	80,696	88,766
PAYMENT IN LIEU OF TAXES	-	16,867	16,867	16,867	-	-	-
RISK MANAGEMENT	-	1,050	1,050	1,050	2,200	2,420	2,662
TRANSFERS TO GENERAL FUND	-	-	-	-	-	-	-
BILLING COST	540,000	540,000	540,000	540,000	765,700	803,985	844,184
OTHER CHARGES AND SERVICES	3,596	3,498	3,498	15,251	3,698	4,068	4,475
TOTAL EXPENDITURES	\$4,583,037	\$4,362,214	\$4,494,865	\$4,506,618	\$4,210,772	\$4,620,549	\$5,070,681
OTHER USES							
CAPITAL OUTLAY	\$72,409	\$2,422,616	\$3,672,616	\$3,000,000	\$2,325,000	\$2,962,402	\$2,273,540
CAPITAL IMPROVEMENTS	940,866	1,440,000	1,456,414	1,456,414	1,440,000	1,140,000	1,140,000
DEBT SERVICES	193,527	193,528	193,528	96,770	155,366	176,828	176,899
TOTAL OTHER USES	\$1,206,802	\$4,056,144	\$5,322,558	\$4,553,184	\$3,920,366	\$4,279,230	\$3,590,439
TOTAL EXPENSE & OTHER USES	\$5,789,839	\$8,418,358	\$9,817,423	\$9,059,802	\$8,131,138	\$8,899,779	\$8,661,120
EXCESS REVENUE AND OTHER							
SOURCES OVER (UNDER) USES	-\$156,133	-\$2,543,477	-\$3,942,542	-\$3,075,825	\$3,060,823	\$3,426,566	\$4,913,642
OPERATING CASH BALANCES							
BEGINNING JULY 1	\$5,755,191	\$5,599,058	\$5,599,058	\$5,599,058	\$2,523,233	\$5,584,056	\$9,010,622
RESTRICTED / DESIGNATED	-	-	-	-	-	-	-
AVAILABLE JUNE 30	\$5,599,058	\$3,055,581	\$1,656,516	\$2,523,233	\$5,584,056	\$9,010,622	\$13,924,264
CASH RESERVE RATIO	122%	70%	37%	56%	133%	195%	275%

Street Lighting Utility Cash Flow
FY 2027 Budget / FY 2028-2031 Forecast

	ACTUAL YEAR FY25	PROJECTED YEAR FY26	BUDGET YEAR FY27	BUDGET YEAR FY28	BUDGET YEAR FY29	BUDGET YEAR FY30	BUDGET YEAR FY31
REVENUE							
STREET LIGHTING SERVICE REVENUE	\$5,428,320	\$5,808,988	\$11,037,077	\$12,140,785	\$13,354,864	\$14,690,350	\$15,424,868
OTHER INCOME	227	351	667	734	807	888	933
INTEREST INCOME	205,159	154,638	134,217	164,826	199,091	248,228	306,834
OPERATING INCOME	\$5,633,706	\$5,963,977	\$11,171,961	\$12,306,345	\$13,554,762	\$14,939,466	\$15,732,635
OPERATING EXPENSES							
OPERATING EXPENSES	-\$4,583,037	-\$4,506,618	-\$4,210,772	-\$4,620,549	-\$5,070,681	-\$5,565,167	-\$6,108,399
NET INCOME EXCLUDING DEP.	\$1,050,669	\$1,457,359	\$6,961,189	\$7,685,796	\$8,484,081	\$9,374,299	\$9,624,236
OTHER INCOME & EXPENSE							
BOND PROCEEDS	\$0	\$0	\$0	\$0	\$0	\$0	\$0
OTHER CONTRIBUTIONS	-	20,000	20,000	20,000	20,000	20,000	20,000
CAPITAL OUTLAY	(72,409)	(3,000,000)	(2,325,000)	(2,962,402)	(2,273,540)	(2,116,795)	(2,128,475)
DEBT SERVICE	(193,527)	(96,770)	(155,366)	(176,828)	(176,899)	(176,901)	(176,910)
OTHER INCOME & EXPENSE	-\$265,936	-\$3,076,770	-\$2,460,366	-\$3,119,230	-\$2,430,439	-\$2,273,696	-\$2,285,385
CAPITAL GENERATION							
GENERATED FOR CAPITAL	\$784,733	-\$1,619,411	\$4,500,823	\$4,566,566	\$6,053,642	\$7,100,603	\$7,338,851
CAPITAL IMPROVEMENTS							
CAPITAL IMPROVEMENTS	-\$940,866	-\$1,456,414	-\$1,440,000	-\$1,140,000	-\$1,140,000	-\$1,240,000	-\$1,340,000
OPERATING CASH BALANCES							
BEGINING CASH BALANCE	\$5,755,191	\$5,599,058	\$2,523,233	\$5,584,056	\$9,010,622	\$13,924,264	\$19,784,867
CASH INCREASE/(DECREASE)	-\$156,133	(3,075,825)	3,060,823	3,426,566	4,913,642	5,860,603	5,998,851
RESTRICTED/DESIGNATED	-	-	-	-	-	-	-
ENDING BALANCE	\$5,599,058	\$2,523,233	\$5,584,056	\$9,010,622	\$13,924,264	\$19,784,867	\$25,783,718
CASH RESERVE RATIO	122%	56%	133%	195%	275%	356%	422%
DEBT SERVICE COVERAGE	5.43	15.06	44.81	43.46	47.96	52.99	54.40
REVENUE CHANGE	10%	10%	90.0%	10%	10%	10%	5%
DEBT SERVICE % OF GROSS OP. REV.	3.4%	1.6%	1.4%	1.4%	1.3%	1.2%	1.1%

STREET LIGHTING UTILITY CIP BUDGET
Five Year Projected Budget 2027 - 2031

PROJECT DESCRIPTION	CURRENT BUDGET YEAR <u>2025-26</u>	<u>2026-2027</u>	<u>2027-2028</u>	<u>2028-2029</u>	<u>2029-2030</u>	<u>2030-2031</u>
STREET LIGHTING PROJECTS	\$ 1,440,000	\$ 1,440,000	\$ 1,140,000	\$ 1,240,000	\$ 1,340,000	\$ 1,340,000

STREET LIGHTING UTILITY CAPITAL PURCHASES
Projected Budget 2026-27

<u>Asset Description</u>	<u>Budget Year 2026-27</u>
CAPITAL SOFTWARE	\$ 575,000.00
Total	\$ 575,000.00

APPENDIX A: Rate Change Comparisons and Customer Impacts

Water Rate Change Comparisons

Water Base Rates

The following tables compare current (2026) base account water rates with proposed (2027) rates.

Definitions

- **Meter Size** – shown in inches - size of connection to Public Utilities water system
- **Base rate** – monthly service fee based on meter size

City Base Monthly Water Rate Comparison

Meter Size	2026 Monthly Rate	2027 Monthly Rate	Change
3/4	\$22.48	\$37.26	+\$14.78
1	\$28.57	\$47.35	+\$18.78
1 1/2	\$43.66	\$72.36	+\$28.70
2	\$61.85	\$102.50	+\$40.65
3	\$110.40	\$182.96	+\$72.56
4	\$164.95	\$273.37	+\$108.42
6	\$316.43	\$524.40	+\$207.97
8	\$498.28	\$825.76	+\$327.48
10	\$710.49	\$1,177.62	+\$467.13
12	\$1,036.26	\$1,717.33	+\$681.07

County Base Monthly Water Rate Comparison

Meter Size	2026 Monthly Rate	2027 Monthly Rate	Change
3/4	\$30.35	\$50.30	+\$19.95
1	\$38.57	\$63.92	+\$25.35
1 1/2	\$58.94	\$97.69	+\$38.75
2	\$83.50	\$138.38	+\$54.88
3	\$149.04	\$247.00	+\$97.96
4	\$222.68	\$369.05	+\$146.37
6	\$427.18	\$707.94	+\$280.76
8	\$672.68	\$1,114.78	+\$442.10
10	\$959.16	\$1,589.79	+\$630.63
12	\$1,398.95	\$2,318.40	+\$919.45

Residential Rates

The following tables compare current (2026) commercial, industrial, and institutional account water rates with proposed (2027) rates.

Definitions

- **CCF** – Hundred Cubic Feet of water (volume unit) -all rates shown are per CCF
- **Block** – Amount of water used- may also be referred to as tier.
- **Residential** – single-family, duplex, and triplex

City Residential Account Monthly Water Rate Comparison

Block Rate	2026 Rate	2027 Rate	Change
Block 1	\$2.84	\$3.19	+\$0.35
Block 2	\$3.49	\$3.92	+\$0.43
Block 3	\$4.46	\$5.01	+\$0.55
Block 4	\$4.92	\$5.52	+\$0.60

County Residential Account Monthly Water Rate Comparison

Block Rate	2026 Rate	2027 Rate	Change
Block 1	\$3.83	\$4.31	+\$0.48
Block 2	\$4.71	\$5.30	+\$0.59
Block 3	\$6.03	\$6.77	+\$0.74
Block 4	\$6.65	\$7.46	+\$0.81

Residential Rate Structure

Block	Current
Block 1	1 - 5 CCF
Block 2	6 - 10 CCF
Block 3	11 - 40 CCF
Block 4	Greter than 40 CCF

Commercial, Industrial, and Institutional Rates

The following tables compare current (2026) commercial, industrial, and institutional account water rates with proposed (2027) rates.

Definitions

- **CCF** – Hundred Cubic Feet of water (volume unit) -all rates shown are per CCF
- **CII** – Commercial, Industrial, and Institutional account type

City CII Account Monthly Water Rate Comparison

Seasonal Rate	2026 Rate	2027 Rate	Change
Winter Rate (November - March)	\$2.18	\$2.45	+\$0.27
Summer Rate (April - October)	\$3.53	\$3.96	+\$0.43

County CII-Account Monthly Water Rate Comparison

Seasonal Rate	2026 Rate	2027 Rate	Change
Winter Rate (November - March)	\$2.94	\$3.31	+\$0.37
Summer Rate (April - October)	\$4.77	\$5.35	+\$0.58

City CII Rate Structure

Rate Type	2026 Rate	2027 Rate
Winter Rate	\$2.18	\$2.45
Commercial Summer	\$3.53	\$3.96
Multi-Family Summer	\$3.35	\$3.76

County CII Rate Structure

Rate Type	2026 Rate	2027 Rate
Winter Rate	\$2.94	\$3.31
Commercial Summer	\$4.77	\$5.35
Multi-Family Summer	\$4.52	\$5.08

Irrigation Rates

The following tables compare current (2026) irrigation account water rates with proposed (2027) rates.

Definitions

CCF – Hundred Cubic Feet of water (volume unit) -all rates shown are per CCF

Irrigation account

- Established for applying water for irrigation and landscaping only
- Requires a separate connection to Public Utilities water main

Target Budget

- Estimated amount of water consumed by acre
- Different target budget established for each month of the irrigation season

Account and target budget determined by the Public Utilities Director or designee

City Irrigation Account Monthly Water Rate Comparison

Flat Rate or Block	2026 Rate	2027 Rate	Change
Winter Rate (November - March)	\$2.93	\$3.29	+\$0.36
Summer Rate (April - October) Block 1	\$2.93	\$3.29	+\$0.36
Summer Rate (April - October) Block 2	\$4.09	\$4.59	+\$0.50
Summer Rate (April - October) Block 3	\$4.30	\$4.83	+\$0.53

County Irrigation Account Monthly Water Rate Comparison

Flat Rate or Block	2026 Rate	2027 Rate	Change
Winter Rate (November - March)	\$3.96	\$4.45	+\$0.49
Summer Rate (April - October) Block 1	\$3.96	\$4.45	+\$0.49
Summer Rate (April - October) Block 2	\$5.53	\$6.20	+\$0.67
Summer Rate (April - October) Block 3	\$5.81	\$6.53	+\$0.72

Irrigation Account Rate Structure

Block	Current
Flat Rate	All Usage
Block 1	1CCF-Target Budget
Block 2	Target Budget up to 300% of Target Budget
Block 3	Over 300% of Target Budget

Proposed Water Rate Change Customer Impacts

The following tables compare current (2026) water rates with proposed (2027) rates for example customers on a monthly and annual basis. All rates shown include the base and usage rates.

Definitions

- **CCF** – Hundred Cubic Feet of water (volume unit) -all rates shown are per CCF
- **Meter Size** – shown in inches - size of connection to Public Utilities water system

Annual Impact on Example City Customers

Account Type	Annual Usage	Meter Size	2026 Annual Rate	2027 Annual Rate	Annual Change
Residential Minimum Use	72 CCF	3/4	\$488.54	\$692.86	+\$204.32
Residential Low Use	96 CCF	3/4	\$565.80	\$779.64	+\$213.84
Residential Medium Use	255 CCF	3/4	\$1,257.18	\$1,556.19	+\$299.01
Residential High Use	730 CCF	1	\$3,650.24	\$4,280.40	+\$630.16
Industrial Use	96,476 CCF	2	\$296,452.78	\$333,109.74	+\$36,656.96
Commercial Use	11,597 CCF	2	\$35,576.26	\$40,327.41	+\$4,751.15

Monthly Impact on Example City Customers

Account Type	Monthly Usage	Meter Size	2026 Monthly Rate	2027 Monthly Rate	Monthly Change
Residential Minimum Use	6 CCF	3/4	\$40.71	\$57.74	+\$17.03
Residential Low Use	8 CCF	3/4	\$47.15	\$64.97	+\$17.82
Residential Medium Use	21 CCF	3/4	\$104.77	\$129.68	+\$24.92
Residential High Use	61 CCF	1	\$304.19	\$356.70	+\$52.51
Industrial Use	8,040 CCF	2	\$24,704.40	\$27,759.15	+\$3,054.75
Commercial Use	966 CCF	2	\$2,964.69	\$3,360.62	+\$395.93

Annual Impact on Example County Customers

Account Type	Annual Usage	Meter Size	2026 Annual Rate	2027 Annual Rate	Annual Change
Residential Minimum Use	72 CCF	3/4	\$659.53	\$935.36	+\$275.83
Residential Low Use	96 CCF	3/4	\$763.83	\$1,052.51	+\$288.68
Residential Medium Use	255 CCF	3/4	\$1,697.19	\$2,100.86	+\$403.66
Residential High Use	730 CCF	1	\$4,927.82	\$5,778.54	+\$850.72
Industrial Use	96,476 CCF	2	\$400,211.25	\$449,698.15	+\$49,486.90
Commercial Use	11,597 CCF	2	\$48,027.95	\$54,442.00	+\$6,414.05

Monthly Impact on Example County Customers

Account Type	Monthly Usage	Meter Size	2026 Monthly Rate	2027 Monthly Rate	Monthly Change
Residential Minimum Use	6 CCF	3/4	\$54.96	\$77.95	+\$22.99
Residential Low Use	8 CCF	3/4	\$63.65	\$87.71	+\$24.06
Residential Medium Use	21 CCF	3/4	\$141.43	\$175.07	+\$33.64
Residential High Use	61 CCF	1	\$410.65	\$481.55	+\$70.89
Industrial Use	8,040 CCF	2	\$33,350.94	\$37,474.85	+\$4,123.91
Commercial Use	966 CCF	2	\$4,002.33	\$4,536.83	+\$534.50

Sewer Rate Change Comparisons

The following tables compare current (2026) sewer charges with proposed (2027) rates by customer class.

Definitions

- **DU** – Dwelling Unit
- **CCF** – Hundred Cubic Feet of water (volume unit)
- **ERU** – Equivalent Residential Unit and is calculated. Four (4) CCF of an average monthly flow equals one (1) ERU.

Sewer Base Fee

Fixed monthly sewer charge based on customer class.

Customer Class	2026 Base Fee	2027 Base Fee	Change
Single Family	\$3.70	\$9.58	\$5.88
Duplex	\$7.40	\$19.16	\$11.76
Triplex	\$11.10	\$28.74	\$17.64
Multi-Family (per DU)	\$3.70	\$48.94	\$45.24
Commercial (per ERU)	\$3.70	\$9.59	\$5.89

Volumetric Rate – Flow

Charge applied to wastewater flow.

Customer Class	2026 Rate per CCF	2027 Rate per CCF	Change
Single Family	\$8.56	\$9.84	\$1.28
Duplex	\$8.56	\$9.84	\$1.28
Triplex	\$8.56	\$9.84	\$1.28
Multi-Family (per DU)	\$8.56	\$0.00	-\$8.56
Commercial (per ERU)	\$9.54	\$10.97	\$1.43

Flow Calculation- Methodology

Residential customers – single-family, duplex, triplex

- Flow based on **average winter water consumption (AWC)**
- Winter period: **December through February** of the evaluation year.

Commercial and multi-family customers

- Wastewater flow is calculated as 70% of total water consumption.

High Strength Charges

Applicable to monitored customers with wastewater exceeding standard pollutant concentrations.

Category	Cost per pound of Discharge	Rate per CCF
Biochemical Oxygen Demand (BOD >306 mg/L)	\$0.53	—
Total Suspended Solids (TSS >273 mg/L)	\$0.55	—
Ammonia (NH ₃ >28 mg/L)	\$2.88	—
Phosphorous (>6 mg/L)	\$14.52	—
Flow Charge	—	\$9.54

Proposed Sewer Rate Change Customer Impacts

The following tables compare current (2026) water rates with proposed (2027) rates for example customers on a monthly and annual basis. All rates shown include the base and volumetric rates.

Definitions

- **AWC** – Average Winter Water Consumption
- **CCF** – Hundred Cubic Feet of water (volume unit)

Annual Impact on Example City Customers

Account Type	Annualized AWC	2026 Annual Rate	2027 Annual Rate	Annual Change
Residential Minimum Use	24 CCF	\$249.84	\$366.12	+\$116.28
Residential Low Use	48 CCF	\$455.28	\$602.28	+\$147.00
Residential Medium Use	96 CCF	\$866.16	\$1,074.60	+\$208.44
Residential High Use	180 CCF	\$1,585.20	\$1,901.16	+\$315.96

Monthly Impact on Example City Customers

Account Type	Monthly AWC	2026 Monthly Rate	2027 Monthly Rate	Monthly Change
Residential Minimum Use	2 CCF	\$20.82	\$30.51	+\$9.69
Residential Low Use	4 CCF	\$37.94	\$50.19	+\$12.25
Residential Medium Use	8 CCF	\$72.18	\$89.55	+\$17.37
Residential High Use	15 CCF	\$132.10	\$158.43	+\$26.33

Stormwater Rate Changes

The following tables compare current (2026) stormwater charges with proposed (2027) rates by customer type.

Equivalent Residential Unit (ERU): 1(one) residential property or **2,500 square feet** of impervious area.

Monthly Stormwater Rate Comparison

Customer Type	ERU Basis	2026 Monthly Rate	2027 Monthly Rate	Change
Single and Duplex (less than 0.25 acre)	All ERUs	\$8.75	\$10.50	+\$1.75
Single and Duplex (more than 0.25 acre)	All ERUs	\$12.25	\$14.70	+\$2.45
Triplex and Fourplex	All ERUs	\$17.50	\$21.00	+\$3.50
Commercial and all other parcels	Per ERU	\$8.75	\$10.50	+\$1.75

Proposed Stormwater Rate Change Customer Impacts

Annual Impact on Example City Customers

Customer Type	Example ERUs	2026 Annual Rate	2027 Annual Rate	Annual Change
Residential (less than 0.25 acre)	Any ERU	\$105.00	\$126.00	+\$21.00
Residential (more than 0.25 acre)	Any ERU	\$147.00	\$176.40	+\$29.40
Industrial	300 ERUs	\$2,625.00	\$3,150.00	+\$525.00
Commercial	120 ERUs	\$1,050.00	\$1,260.00	+\$210.00

Monthly Impact on Example City Customers

Customer Type	Example ERUs	2026 Monthly Rate	2027 Monthly Rate	Monthly Change
Residential (less than 0.25 acre)	Any ERU	\$8.75	\$10.50	+\$1.75
Residential (more than 0.25 acre)	Any ERU	\$12.25	\$14.70	+\$2.45
Industrial	25 ERUs	\$218.75	\$262.50	+\$43.75
Commercial	10 ERUs	\$87.50	\$105.00	+\$17.50

Streetlighting Rate Change Comparisons

Streetlighting Usage Rates for City Lighting Customers

Equivalent Residential Unit (ERU): 1 residential property or 75 feet of street frontage for non-residential property.

Residential enhanced lighting fees (Groups 2 and 3) are transitioning to the base service fee.

Monthly Street Lighting Usage Rate

Flat Rate or Block	2026 Rate per ERU	2027 Rate per ERU	Change
Base	\$5.19	\$9.86	+\$4.67
Group1	\$7.89	\$9.86	+\$1.97
Group 2	\$22.17	\$9.86	-\$12.31
Group 3	\$60.97	\$131.61	+\$70.64

Annual Street Lighting Usage Rate

Flat Rate or Block	2026 Rate per ERU	2027 Rate per ERU	Change
Base	\$62.28	\$118.33	+\$56.05
Group 1	\$94.68	\$118.33	+\$23.65
Group 2	\$266.04	\$118.33	-\$147.71
Group 3	\$731.64	\$1,579.32	+\$847.68

Street Lighting Rate Structure

Block	Current	Proposed
Flat Rate	All usage per month	All usage per month
Block 1 Enhanced	Residential per month	Residential per month
Block 2 Enhanced	Residential per month	Residential per month
Block 3 Enhanced	Commercial per month	Commercial per month

Combined Rate Change Comparisons

The following tables compare current (2026) combined rates with proposed (2027) rates for example customers on a monthly and annual basis. All rates shown include the base and usage rates.

Calculation Notes

- Sewer is based on prior year average winter water consumption (December – February evaluation period)
- Proposed streetlighting rates transition Groups 1 and 2 to Base
- Medium use calculation includes a summer month with higher water consumption

Combined Annual Impact on Example City Customers

Account Type	Fund	Annual Usage	Meter Size Fee Type	2026 Rate	2027 Rate	Annual Change
Residential Minimum Use	Water	72 CCF	3/4	\$488.54	\$692.86	\$204.32
	Sewer	24 CCF	Combined Fee	\$249.84	\$366.12	\$116.28
	Storm	< 0.25 acre	Flat Fee	\$105.00	\$126.00	\$21.00
	Street Lighting	Base	Flat Fee	\$62.28	\$118.33	\$56.05
	Total			\$905.66	\$1,303.31	\$397.65
Residential Low Use	Water	96 CCF	3/4	\$565.80	\$779.64	\$213.84
	Sewer	48 CCF	Combined Fee	\$455.28	\$602.28	\$147.00
	Storm	< 0.25 acre	Flat Fee	\$105.00	\$126.00	\$21.00
	Street Lighting	Group 1	Flat Fee	\$94.68	\$118.33	\$23.65
	Total			\$1,220.76	\$1,626.25	\$405.49
Residential Medium Use	Water	255 CCF	3/4	\$1,257.18	\$1,556.19	\$299.01
	Sewer	96 CCF	Combined Fee	\$866.16	\$1,074.60	\$208.44
	Storm	> 0.25 acre	Flat Fee	\$147.00	\$176.40	\$29.40
	Street Lighting	Group 1	Flat Fee	\$94.68	\$118.33	\$23.65
	Total			\$2,365.02	\$2,925.52	\$560.50
Residential High Use	Water	730 CCF	1	\$3,650.24	\$4,280.40	\$630.16
	Sewer	180 CCF	Combined Fee	\$1,585.20	\$1,901.16	\$315.96
	Storm	> 0.25 acre	Flat Fee	\$147.00	\$176.40	\$29.40
	Street Lighting	Group 2	Flat Fee	\$266.04	\$118.33	-\$147.71
	Total			\$5,648.48	\$6,476.29	\$827.81

Combined Monthly Average Impact on Example City Customers

Account Type	Fund	Monthly Usage	Meter Size Fee Type	2026 Rate	2027 Rate	Monthly Change
Residential Minimum Use	Water	6 CCF	3/4	\$40.71	\$57.74	\$17.03
	Sewer	2 CCF	Combined Fee	\$20.82	\$30.51	\$9.69
	Storm	< 0.25 acre	Flat Fee	\$8.75	\$10.50	\$1.75
	Street Lighting	Base	Flat Fee	\$5.19	\$9.86	\$4.67
	Total			\$75.47	\$108.61	\$33.14
Residential Low Use	Water	8 CCF	3/4	\$47.15	\$64.97	\$17.82
	Sewer	4 CCF	Combined Fee	\$37.94	\$50.19	\$12.25
	Storm	< 0.25 Acre	Flat Fee	\$8.75	\$10.50	\$1.75
	Street Lighting	Group 1	Flat Fee	\$7.89	\$9.86	\$1.97
	Total			\$101.73	\$135.52	\$33.79
Residential Medium Use	Water	21 CCF	3/4	\$104.77	\$129.68	\$24.92
	Sewer	8 CCF	Combined Fee	\$72.18	\$89.55	\$17.37
	Storm	> 0.25 Acre	Flat Fee	\$12.25	\$14.70	\$2.45
	Street Lighting	Group 1	Flat Fee	\$7.89	\$9.86	\$1.97
	Total			\$197.09	\$243.79	\$46.71
Residential High Use	Water	61 CCF	1	\$304.19	\$356.70	\$52.51
	Sewer	15 CCF	Combined Fee	\$132.10	\$158.43	\$26.33
	Storm	> 0.25 acre	Flat Fee	\$12.25	\$14.70	\$2.45
	Street Lighting	Group 2	Flat Fee	\$22.17	\$9.86	-\$12.31
	Total			\$470.71	\$539.69	\$68.98

APPENDIX B: Supplemental Information

