

Current and Projected Rate Schedule for Water Utility			
	Rate	Description	Reason for Increase
FY22	\$50.00	Up to 3000 gallons	
	\$4.25	Per 1000 Gallons Over 3000 Gallons	
FY23	\$55.00	Up to 3000 gallons	9.8% Increase due to Wages for Water Superintendent
	\$4.55	Per 1000 Gallons Over 3000 Gallons	
FY24	\$59.40	Up to 3000 gallons	20 Year Plan Increase
	\$4.91	Per 1000 Gallons Over 3000 Gallons	8% Increase for New Well
FY25	\$64.15	Up to 3000 gallons	20 Year Plan Increase
	\$5.31	Per 1000 Gallons Over 3000 Gallons	8% Increase for New Well
FY26	\$69.28	Up to 3000 gallons	20 Year Plan Increase
	\$5.73	Per 1000 Gallons Over 3000 Gallons	8% Increase for New Well
FY27	\$74.83	Up to 3000 gallons	20 Year Plan Increase
	\$6.19	Per 1000 Gallons Over 3000 Gallons	8% Increase for New Well

City of Low Moor
5-Year Budget Projection
No Sale of Water System

	Fiscal Year Ending <u>6/30/2022</u>	Fiscal Year Ending <u>6/30/2023</u>	Fiscal Year Ending <u>6/30/2024</u>	Fiscal Year Ending <u>6/30/2025</u>	Fiscal Year Ending <u>6/30/2026</u>	Fiscal Year Ending <u>6/30/2027</u>
Total Base Water Revenue	\$35,000.00	\$35,000.00	\$38,430.00	\$41,505.00	\$44,825.00	\$48,410.00
Required Water Rate Increase	\$0.00	\$3,430.00 ⁽¹⁾	\$3,075.00 ⁽²⁾	\$3,320.00 ⁽²⁾	\$3,585.00 ⁽²⁾	\$3,870.00 ⁽²⁾
TOTAL Water REVENUE	<u>\$35,000.00</u>	<u>\$38,430.00</u>	<u>\$41,505.00</u>	<u>\$44,825.00</u>	<u>\$48,410.00</u>	<u>\$52,280.00</u>
Total Base Water Expenditures	\$25,000.00	\$15,000.00	\$40,000.00 ⁽³⁾	\$16,000.00	\$20,000.00	\$40,000.00 ⁽⁴⁾
TOTAL Water EXPENDITURES	<u>\$25,000.00</u>	<u>\$15,000.00</u>	<u>\$40,000.00</u>	<u>\$16,000.00</u>	<u>\$20,000.00</u>	<u>\$40,000.00</u>
NET PROFIT (LOSS) FROM Water	\$10,000.00	\$23,430.00	\$1,505.00	\$28,825.00	\$28,410.00	\$12,280.00

Notes:

- (1) Assumes 9.8% increase in quarterly Water rates to cover wage increase
- (2) Assumes 8% increase annually in quarterly water rates to cover future water system capital improvements
- (3) Assumes \$20,000 increase due to 7 year water tower maintenance
- (4) Assumes borrowing \$200,000 at 3% to drill new well for better water quality. Assumes estimated \$20,000 loan payment for next 19 years after 2027.