

CITY OF BANGOR WATER RATE CALCULATION REPORT CAPITAL IN BASE AND SIZE EQ. SEPTEMBER 2024'



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YOUR RATE EVALUATION SHOULD BE REVIEWED BY A CERTIFIED FINANCIAL PLANNER AND YOUR ATTORNEY

**CITY OF BANGOR
WATER RATE
CALCULATION REPORT**

DATE SEPTEMBER 2024'

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INTRODUCTION

Quality drinking water is an essential public service provided to residents. Without a water system the community would cease to exist. Over many years your community has invested in the essential infrastructure and services necessary to provide it's residents with safe and reliability drinking water.

The construction and maintenance of this infrastructure is one of the most costly investments the residents in your community will make. Community officials strive to ensure that the resident's investment in these facilities is based on sound judgment, cost effectiveness, and sustainable financing for the present and future. The purpose of analyzing utility rates is to ensure;

- a) Compliance with federal and state regulations governing utility rates, and
- b) That adequate revenue is collected through service charges to support the cost of providing the service and
- c) That the rates are equitable to all users of the service.

That is, each user's share of the cost is proportionate to their use of the system.

REVENUE REQUIREMENT = TOTAL SYSTEM COST

Ensuring that the revenue covers the total system cost means the service is "sustainable". That is, the system will serve the present needs and will continue to meet future needs.

Total system cost is comprised of the following cost components:

Operation & Maintenance (O&M) expenses. These are the daily costs of labor, materials, supplies, utilities, etc. necessary to operate and maintain the facilities.

Replacement expenses. These are costs to replace operating equipment with a useful life of 20 years or less. The sum of O&M expense and replacement expense is referred to as OM&R.

Capital improvements. These are costs to replace structural components with useful life greater than 20 years and or to expand and improve the current facilities.

Administrative expenses. These are the costs of general management, financial management, meter reading, and billing & collections.

Debt service expenses. These are the annual costs of loans or bond repayment used to finance construction and generally includes facilities and structures with a useful life of 20 years or more.

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9 UNITS OF WATER INVOICED TO CUSTOMERS

BACKGROUND / STARTING INFORMATION	
Name of Community :	BANGOR WATER
PHYSICAL ADDRESS	257 W. Monroe Street
MAILING?	257 W. Monroe Street
ZIP CODE	49013
OFFICE PHONE NUMBER	269-427-5831
BUDGET FOR FISCAL YEARS <i>STARTING</i>	2024
PRIMARY WATER SOURCE	WELLS
PRIMARY TREATMENT TYPE	NO/LOW TREATMENT CHLORINE
PRIMARY DISTRIBUTION TYPE	GRAVITY & TOWER
<u>Current Rate Structure</u>	
Are bills based on 1,000 gallons units or 100 cubic feet units?	100
Number of Customer Invoices per Year	12
What are the dates of the Fiscal Year	July 1st
List the names of the different Entities Served OR RATE CLASSES - Originating Entity - RATE CLASS 1	BANGOR WATER
2nd Entity	TOWNSHIP WATER
3rd Entity	IRRIGATION METERS

BANGOR WATER				
CURRENT RATE CHARGES & NUMBER OF CUSTOMERS				
Customers Are Invoice MONTHLY PER				
BANGOR WATER				
TYPE OF WATER UNITS	100 CUFT	684 5/8 customers with 692 REU's. There is a \$5.00 charge added to the base rate for capital improvements. This is calculated in non sales. There was 5 more customers 9 REU's added from the AR list		
COST PER 100 CUBIC FT.	\$4.66			
INVOICES PER YEAR	12			
METER SIZE IN INCHES	CURRENT "BASE RATE" CHARGE	NUMBER OF METERS / REU'S	INVOICES PER YEAR	ANNUAL INCOME
3/4	\$21.50	769	12	\$198,402
1	\$32.50	24	12	\$9,360
1 1/2	\$93.00	0	12	\$0
2	\$123.00	13	12	\$19,188
3	\$185.00	1	12	\$2,220
4	\$275.00	3	12	\$9,900
6			12	\$0
8			12	\$0
TOTALS		810		\$239,070
NAME OF PERSON PROVIDING # OF METERS COUNT		Stephanie Cagle		
WAS A REPORT USED TO GENERATE THIS DATA?		Yes		
WAS REPORT COPIED INTO THIS FILE?		No, but electronic copy was saved		

TOWNSHIP WATER							IRRIGATION METERS						
TYPE OF WATER UNITS	100 CUFT		Ratio Entity # 2 vs. 1	31 total township water customers There are 25 customers being charged the old ready to serve charge of \$13.50			TYPE OF WATER UNITS	100 CUFT		Ratio Entity # 3 vs 1			
COST PER WATER UNIT	\$6.99		1.50				COST PER WATER UNIT	\$4.66		1.00			
INVOICES PER YEAR	12							INVOICES PER YEAR	12				
METER SIZE IN INCHES	CURRENT "BASE RATE" CHARGE	Ratio Entity # 2 vs. 1	Ratio Entity # 2 vs. 1	NUMBER OF METERS / REU'S	INVOICES PER YEAR	ANNUAL INCOME	METER SIZE IN INCHES	CURRENT "BASE RATE" CHARGE	Ratio Entity # 3 vs. 1	Ratio Entity # 3 vs 1	NUMBER OF METERS / REU'S	INVOICES PER YEAR	ANNUAL INCOME
3/4	\$24.75	1.15	1.15	25	12	\$7,425	3/4	\$14.00	0.65	0.65	14	12	\$2,352
1	\$41.25	1.27		0	12	\$0	1		0.00			12	\$0
1 1/2	\$132.00	1.42			12	\$0	1 1/2		0.00			12	\$0
2	\$177.00	1.44			12	\$0	2		0.00			12	\$0
3	\$270.00	1.46			12	\$0	3		0.00			12	\$0
4	\$405.00	1.47			12	\$0	4		0.00			12	\$0
6		0			12	\$0	6		0			12	\$0
8		0			12	\$0	8		0			12	\$0
				25		\$7,425					14		\$2,352

ADDITIONAL REU'S - APARTMENTS		
Account # or Address of Apartment	Size of Meter	# of REU's
508 morrison	5/8	2
301North Center	5/8	2
233 west monroe	5/8	2
241 west monroe	5/8	4
12 main street	5/8	2
111 charles street	5/8	2
555 Railroad	1	2
610 north center	2	2
21 west monroe	2	2
TOTAL ADDITIONAL REU'S		

MICHIGAN RURAL WATER ASSOCIATION RATE EVALUATION PROGRAM

METER EQUIVALENTS BY SIZE AND COST RATIO										100%	1.00
2024 YEAR 1	CURRENT CHARGES RATE CLASS 1		RATE CLASS 2		RATE CLASS 3		NEW RATES				
	BANGOR WATER		TOWNSHIP WATER		IRRIGATION METERS		BANGOR WATER				
METER SIZE IN INCHES	NUMBER OF METERS / REU'S	INVOICE FREQUENCY	NUMBER OF METERS / REU'S	INVOICE FREQUENCY	NUMBER OF METERS / REU'S	TOTAL CUSTOMERS ALL ENTITIES	SELECTED METER EQUIVALENT	CALCULATED METER EQUIVALENT USED	ANNUAL METER EQUIVALENTS	ORIGINAL ENTITY 1	
3/4	769	12	25	12	14	808	1.00	1.00	9,683	\$20.97	
1	24	12	0	12	0	24	1.78	1.78	512	\$37.28	
1 1/2	0	12	0	12	0	0	4.00	4.00		\$83.88	
2	13	12	0	12	0	13	7.11	7.11	1,109	\$149.12	
3	1	12	0	12	0	1	16.00	16.00	192	\$335.53	
4	3	12	0	12	0	3	28.44	28.44	1,024	\$596.50	
TOTAL	810		25		14	849					
ANNUAL METER EQUIVALENTS USED FOR RATE CALCULATION									12,520		
<input checked="" type="checkbox"/> CHECK BOX TO CONFIRM THAT METER EQUIVALENT RATIOS WERE DISCUSSED AND CHOSEN BY COMMUNITY											

This table list the number of water meters being invoiced for each size water meter. It then calculates the annual meter equivalent REU's (Residential Equivalent Meters). This figure will be used to calculate the Ready to Serve Charge for each meter size.

BANGOR WATER						UNITS OF WATER INVOICED TO CUSTOMERS					FOR THIS EVALUATION WE WILL USE THE		AVERAGE
USAGE REPORTED IN						CUBIC FEET							
USAGE REPORTED IN						FISCAL YEARS							
	2019/2020	2020/2021	2021/2022	2022/2023	2023/2024	AVERAGE	MAX. YEAR	MIN. YEAR	PERCENT DIFFERENCE FROM MAX. TO MIN. YEAR	ANTICIPATED PERCENT INCREASE NEXT YEAR	UNITS USED IN RATE EVALUATION		
BANGOR WATER	6,613,804	5,240,695	6,792,069	6,739,310	6,642,910	6,405,758	6,792,069	5,240,695	23%	0.0%	6,405,758		
TOWNSHIP WATER	155,748	139,592	163,407	177,416	149,890	157,211	177,416	139,592	21%	0.0%	157,211		
IRRIGATION METERS										0.0%	0		
TOTALS	6,769,552	5,380,287	6,955,476	6,916,726	6,792,800	6,562,968	6,969,485	5,380,287	22%		6,562,968		
WHO PROVIDED UNITS INVOICED REPORT						Stephanie Cagle							
WAS THE REPORT COPIED INTO THIS EXCEL FILE?						No							
WAS AN ELECTRONIC COPY OF THE ORIGINAL KEPT ?						Yes							
											GALLONS INCREASE	(1,182,681)	
											GALLONS / VOLUME USED FOR EVALUATION	6,562,968	

The Volumes listed above are only those gallons that are a revenue source.
The gallons listed above were generated by the COMMUNITY. The COMMUNITY takes full responsibility for the accuracy of these numbers. And the anticipated units of water invoiced used to calculate the user rates.
PER

CHECK BOX TO CONFIRM THAT UNITS USED FOR EVALUATION WAS DISCUSSED AND CHOSEN BY COMMUNITY

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13 EXPENSES

14 NON-SALES & OTHER REVENUE

BANGOR WATER

BALANCE PER BOOKS

BALANCES WERE OBTAINED ON DATE OF **Aug-24**

CHECKING ACCOUNTS

Name of Account / Description	Purpose	Balance
WATER		\$ 655,740
Total Balance		\$655,740

GENERAL CHECKING \$655,740

GENERAL RESERVE \$0

TOTAL AVAILABLE UNRESTRICTED	\$655,740
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RESTRICTED \$0

TOTAL CASH BALANCE	\$655,740
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APPLIED TO RESERVE ACCOUNTS

EQUIPMENT REPLACEMENT # 1 \$150,000

CAPITAL IMPROVEMENT \$150,000

TOTAL APPLIED TO RESERVE ACCOUNTS **\$300,000**

BALANCE REMAINING FOR ANNUAL EXPENSES	\$355,740
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GENERAL RESERVE ACCOUNTS

INCLUDING RRI, INTEREST & REDEMPTION - ETC

Name of Account / Description	Purpose	Balance
Total Balance		\$0

RESTRICTED MONEY - RESTRICTED RESERVE ACCOUNTS

ONLY BOND RESERVE TYPE ACCOUNTS

Name of Account / Description	Purpose	Balance
Total Balance		\$0

CURRENT REVENUE BASED ON CURRENT RATE CHARGES				
BANGOR WATER		RATE CLASS 2	RATE CLASS 3	2024
	BANGOR WATER	TOWNSHIP WATER	IRRIGATION METERS	REVENUE
	New Cost per Unit of Water Sold			NEW RATES
\$ PER 100 CUFT	\$4.660	\$6.990	\$4.660	
UNITS Sold	66,429	1,499	0	67,928
Income	\$309,560	\$10,477	\$0	\$320,037
METER SIZE				
NEW BASE RATE PER MONTH				
3/4	\$21.500	\$24.750	\$14.000	\$208,179
NO. CUSTOMERS	769	25	14	
INCOME	\$198,402.00	\$7,425.00	\$2,352.00	
1	\$32.50	\$41.25	\$0.00	\$9,360
NO. CUSTOMERS	24	0	0	
INCOME	\$9,360.00	\$0.00	\$0.00	
1 1/2	\$93.00	\$132.00	\$0.00	\$0
NO. CUSTOMERS	0	0	0	
INCOME	\$0.00	\$0.00	\$0.00	
2	\$123.00	\$177.00	\$0.00	\$19,188
NO. CUSTOMERS	13	0	0	
INCOME	\$19,188.00	\$0.00	\$0.00	
3	\$185.00	\$270.00	\$0.00	\$2,220
NO. CUSTOMERS	1	0	0	
INCOME	\$2,220.00	\$0.00	\$0.00	
4	\$275.00	\$405.00	\$0.00	\$9,900
NO. CUSTOMERS	3	0	0	
INCOME	\$9,900.00	\$0.00	\$0.00	
6	\$0.00	\$0.00	\$0.00	\$0
NO. CUSTOMERS	0	0	0	
INCOME	\$0.00	\$0.00	\$0.00	
CURRENT Fixed Income "RTS"				\$248,847
CURRENT VOLUME "UNITS WATER INVOICED" INCOME				\$320,037
CURRENT INCOME - GENERATED WITH CURRENT RATES RTS & UNITS INVOICED				\$568,884
LAST YEARS NON-SALES INCOME				\$81,360
LAST YEARS TOTAL COMBINED INCOME				\$650,244

MICHIGAN RURAL WATER ASSOCIATION RATE EVALUATION PROGRAM

PRIOR YEAR ACTUALS EXPENSES (COMPARISON PURPOSES ONLY)			ACCT #	BANGOR WATER EXPENSES	PROPOSED BUDGET FOR FISCAL YEAR	YEAR 2	YEAR 3	YEAR 4	YEAR 5
						PROJECTED BUDGET	PROJECTED BUDGET	PROJECTED BUDGET	PROJECTED BUDGET
2021/2022	2022/2023	2023/2024			ANNUAL PERCENT INCREASE	2.00%	2.00%	2.00%	2.00%
					2024	2025	2026	2027	2028
\$93,327	\$88,775	\$64,908	591-556-703.000	SALARY	\$65,000	\$66,300	\$67,626	\$68,979	\$70,358
\$43,759	\$29,138	\$37,633	591-556-706.000	HOURLY WAGES	\$40,000	\$40,800	\$41,616	\$42,448	\$43,297
\$1,376	\$521	\$626	591-556-706.001	OVERTIME	\$2,000	\$2,040	\$2,081	\$2,122	\$2,165
\$0	\$0	\$0	591-556-714.000	FRINGE BENEFITS	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	591-556-714.027	PAYMENT IN LEIU OF TAXES	\$0	\$0	\$0	\$0	\$0
\$10,527	\$9,225	\$6,587	591-556-715.000	FICA & MEDICARE	\$7,000	\$7,140	\$7,283	\$7,428	\$7,577
\$2,046	\$2,339	\$786	591-556-716.000	HEALTH INSURANCE	\$3,750	\$3,825	\$3,902	\$3,980	\$4,059
\$122,130	\$0	\$0	591-556-716.100	HEALTH INSURANCE-RETIREE	\$0	\$0	\$0	\$0	\$0
\$458	\$0	\$0	591-556-723.000	RETIREMENT CONTRIBUTIONS	\$0	\$0	\$0	\$0	\$0
\$19	\$209	\$101	591-556-724.000	UNEMPLOYMENT	\$500	\$510	\$520	\$531	\$541
\$808	\$5,450	\$429	591-556-725.000	WORK COMP	\$500	\$510	\$520	\$531	\$541
\$2,379	\$2,203	\$3,025	591-556-727.000	OFFICE SUPPLIES	\$4,800	\$4,896	\$4,994	\$5,094	\$5,196
\$12,997	\$13,859	\$20,579	591-556-740.000	OPERATING SUPPLIES	\$15,000	\$15,300	\$15,606	\$15,918	\$16,236
\$12,731	\$16,742	\$15,551	591-556-740.011	OPERATING SUPPLIES-WTR TRTMT	\$15,000	\$15,300	\$15,606	\$15,918	\$16,236
\$68,125	\$98,088	\$75,220	591-556-775.000	REPAIRS & MAINT	\$20,000	\$20,400	\$20,808	\$21,224	\$21,649
\$0	\$0	\$0	591-556-802.000	ENGINEERING	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$4,952	591-556-808.000	AUDIT	\$5,000	\$5,100	\$5,202	\$5,306	\$5,412
\$31,654	\$87,985	\$43,422	591-556-818.000	CONTRACTUAL SERVICES	\$20,000	\$20,400	\$20,808	\$21,224	\$21,649
\$0	\$1,098	\$7,954	591-556-818.001	CONTRACTUAL SERVICES LEAK-expense for service	\$10,000	\$10,200	\$10,404	\$10,612	\$10,824
\$0	\$0	\$0	591-556-818.004	MRWAWELLHEAD PROTECTION GRANT	\$0	\$0	\$0	\$0	\$0
\$566	\$203	\$5,426	591-556-818.005	CONTRACTUAL SERVICES	\$3,000	\$3,060	\$3,121	\$3,184	\$3,247
\$0	\$8,796	\$0	591-556-826.000	LEGAL FEES	\$0	\$0	\$0	\$0	\$0
\$908	\$2,736	\$1,952	591-556-850.000	COMMUNICATIONS	\$2,000	\$2,040	\$2,081	\$2,122	\$2,165
\$2,145	\$1,008	\$613	591-556-864.000	MEMBERSHIP AND DUES	\$1,000	\$1,020	\$1,040	\$1,061	\$1,082
\$1,295	\$1,073	\$133	591-556-900.000	PRINTING & PUBLISHING	\$500	\$510	\$520	\$531	\$541
\$334	\$9,026	\$4,458	591-556-910.000	INSURANCE & BONDS	\$5,000	\$5,100	\$5,202	\$5,306	\$5,412
\$22,709	\$26,638	\$25,384	591-556-920.000	UTILITIES	\$27,000	\$27,540	\$28,091	\$28,653	\$29,226
\$32,000	\$70,000	\$0	591-556-943.000	EQUIPMENT RENTAL Motor	\$75,000	\$76,500	\$78,030	\$79,591	\$81,182
\$3,786	\$2,875	\$931	591-556-956.001	EDUCATION & TRAINING	\$5,000	\$5,100	\$5,202	\$5,306	\$5,412
\$0	\$0	\$0	591-556-964.000	REFUNDS AND REBATES	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	591-556-967.000	GRANT EXPENDITURES-DWAM	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	591-556-968.000	DEPRECIATION	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	591-556-976.000	BUILDING IMPROVEMENTS	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	591-556-977.000	NEW EQUIPMENT	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0	591-556-996.000	INTEREST	\$0	\$0	\$0	\$0	\$0
\$0	\$0	\$0			\$0	\$0	\$0	\$0	\$0
\$466,079	\$477,986	\$320,669		TOTAL	\$327,050	\$333,591	\$340,263	\$347,068	\$354,009

MICHIGAN RURAL WATER ASSOCIATION RATE EVALUATION PROGRAM

BANGOR WATER						YEAR 2	YEAR 3	YEAR 4	YEAR 5
ACCOUNT #	NON-SALES & OTHER REVENUE	2022/2023	2023/2024	2023/2024	2024	2025	2026	2027	2028
	Leak protection fee				\$360				
591-000-452.000	PLUMBING PERMITS	\$0	\$0	\$0	\$0				
591-000-529.003	STATE GRANT REVENUE	\$0	\$0	\$0	\$0				
591-000-529.004	STATE GRANTS - DWAM	\$0	\$0		\$0				
591-000-545.000	FEDERAL GRANTS	\$0	\$0	\$0	\$0				
591-000-642.000	CHARGES FOR SERVICE	\$0	\$0	\$0	\$0				
591-000-642.001	LEAK PROTECTION	\$13,800	\$13,284	\$12,486	\$15,000				
591-000-642.002	WATER LINE REPLACEMENT	\$2,317	\$2,243	\$2,493	\$2,500				
591-000-642.003	CAPITAL IMPROVEMENT	\$0	\$47,605	\$46,525	\$45,000				
591-000-646.000	DELINQUENT FEES	\$13,334	\$11,420	-\$8,331	\$15,000				
591-000-647.000	WATER ON/OFF	\$1,290	\$4,103	\$750	\$2,000				
591-000-665.000	INTEREST INCOME	\$0	\$0	\$0	\$0				
591-000-669.000	EQUIPMENT RENTAL								
591-000-670.000	DEVELOPER CONTRIBUTIONS	\$0	\$0	\$0	\$0				
591-000-673.000	CONTRIBUTIONS FROM OTHER	\$0	\$0	\$0	\$0				
591-000-694.000	MISCELLANEOUS INCOME	\$1,150	\$2,265	\$5,350	\$1,000				
591-000-695.000	INCOME (DECREASE IN OPEB LIABILITY)	\$0	\$0	\$0	\$0				
591-000-695.001	ADMINISTRATION FEE	\$386	\$371	\$350	\$500				
591-000-699-500	Transfer from fund balance				\$0				
TOTAL INCOME (NON SALES)		\$32,278	\$81,291	\$59,622	\$81,360	\$0	\$0	\$0	\$0
AVERAGE NON SALES INCOME			\$56,785	\$57,731	\$63,638	\$55,568	\$35,246	\$20,340	\$0
Portion of (Non Sales) Revenue Guaranteed :						\$0	\$0	\$0	\$0
Percent Applied Towards Fixed Rate RTS Charge - PERCENT applied per REU					41%	41%	41%	41%	41%
ANNUAL DOLLARS APPLIED TOWARDS FIXED BUDGET - BASE RATE - RTS					\$0	\$0	\$0	\$0	\$0
TOTAL ANNUAL RESIDENTIAL EQUIVALENT UNITS "REU'S"					12,520	12,520	12,520	12,520	12,520
REDUCTION PER REU PER BILLING PERIOD					\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ANNUAL DOLLARS APPLIED TOWARDS VARIABLE BUDGET - PER UNIT					\$0	\$0	\$0	\$0	\$0
ANNUAL UNITS OF WATER OR SEWER INVOICED					65,630	65,630	65,630	65,630	65,630
REDUCTION PER UNIT OF WATER OR SEWER					\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

Capital Improvement fee is now included in the RTS

A portion of this revenue will be re-applied back to the water budget to help lower the water rates.

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**BANGOR WATER
EQUIPMENT REPLACEMENT SHORT LIVED ASSETS**

2024

SHORT LIVED ASSETS SOMEWHERE BETWEEN 0-15 OR 20 YEARS

YOUR ANTICIPATED NORMAL INTENDED USEFUL LIFE OR YEARS BETWEEN REHAB SHOULD BE BASED ON PAST MAINTENANCE HISTORY, WELL MAINTENANCE RECORDS AND WATER TOWER INSPECTION REPORTS. - A COPY OF THESE REPORTS SHOULD BE INCLUDED IN YOUR RATE EVALUATION AS AN ATTACHMENT OR APPENDIX --- ALSO NOTE; IF YOU ARE APPLYING FOR A USDA RURAL DEVELOPMENT GRANT OR HOPE TO GET A USDA GRANT - THE REMAINING YEARS OF LIFE FOR ANY EQUIPMENT CAN NOT EXCEED 15 YEARS. FOR ANYTHING - WATER METERS WATER TOWER PAINTING ETC. ONCE THE USEFUL LIFE OR NEXT ANTICIPATED MAINTENANCE IS LESS THAN 15 YEARS AWAY IT CAN BE LISTED HERE,

FIXED ASSET INVENTORY		ASSET REPLACEMENT SCHEDULE							
EQUIPMENT LIST / MAINTENANCE ACTIVITY	DESCRIPTION / MAINTENANCE HISTORY	ORIGINAL INSTALLATION YEAR OR <u>LAST REHAB YEAR</u>	ESTIMATED NORMAL INTENDED USEFUL LIFE	CURRENT AGE	NEXT ANTICIPATED REPLACEMENT YEAR	REMAINING LIFE - YEARS BEFORE REPLACEMENT	TOTAL REPLACEMENT COST	PERCENT OF ASSET LEFT	REPLACEMENT MONEY RESERVED ANNUALLY
Well #7 Cleaning	Chemical Cleaning	2020	10	4	2030	6	\$10,000	60%	\$1,000
Well #7 Pump Rehab	In need of rehab	2012	15	12	2027	3	\$15,000	20%	\$1,000
Well #7 Motor Replacement	Motor is getting old	2010	20	14	2030	6	\$15,000	30%	\$750
Well # 7 Panel Updates	Panel needs updates	2010	15	14	2025	1	\$15,000	7%	\$1,000
Well #7 SCADA	Updates needed	2015	15	9	2030	6	\$10,000	40%	\$667
Well #7 VFD	New VFD	2024	10	0	2034	10	\$10,000	100%	\$1,000
Well House #7 Building Maintenance	New Roof and Paint	2010	20	14	2030	6	\$20,000	30%	\$1,000
Well #3 Cleaning	Chemical Cleaning	2017	10	7	2027	3	\$15,000	30%	\$1,500
Well #3 Pump Rehab	In need of rehab	2010	15	14	2025	1	\$15,000	7%	\$1,000
Well #3 Motor Replacement	Motor is getting old	2012	20	12	2032	8	\$15,000	40%	\$750
Well House #3 Building Maintenance	New Roof and Paint	2005	20	19	2025	1	\$20,000	5%	\$1,000
Well #8 Cleaning	Chemical Cleaning	2023	10	1	2033	9	\$15,000	90%	\$1,500
Well #8 Pump Rehab	In need of rehab	2023	15	1	2038	14	\$15,000	93%	\$1,000
Well #8 Motor Replacement	Motor is New	2023	15	1	2038	14	\$15,000	93%	\$1,000
Well House #8 Building Maintenance	New Roof and Paint	2023	20	1	2043	19	\$20,000	95%	\$1,000

BANGOR WATER
EQUIPMENT REPLACEMENT SHORT LIVED ASSETS

2024

SHORT LIVED ASSETS SOMEWHERE BETWEEN 0-15 OR 20 YEARS

YOUR ANTICIPATED NORMAL INTENDED USEFUL LIFE OR YEARS BETWEEN REHAB SHOULD BE BASED ON PAST MAINTENANCE HISTORY, WELL MAINTENANCE RECORDS AND WATER TOWER INSPECTION REPORTS. - A COPY OF THESE REPORTS SHOULD BE INCLUDED IN YOUR RATE EVALUATION AS AN ATTACHMENT OR APPENDIX --- ALSO NOTE; IF YOU ARE APPLYING FOR A USDA RURAL DEVELOPMENT GRANT OR HOPE TO GET A USDA GRANT - THE REMAINING YEARS OF LIFE FOR ANY EQUIPMENT CAN NOT EXCEED 15 YEARS. FOR ANYTHING - WATER METERS WATER TOWER PAINTING ETC. ONCE THE USEFUL LIFE OR NEXT ANTICIPATED MAINTENANCE IS LESS THAN 15 YEARS AWAY IT CAN BE LISTED HERE,

FIXED ASSET INVENTORY		ASSET REPLACEMENT SCHEDULE							
EQUIPMENT LIST / MAINTENANCE ACTIVITY	DESCRIPTION / MAINTENANCE HISTORY	ORIGINAL INSTALLATION YEAR OR LAST REHAB YEAR	ESTIMATED NORMAL INTENDED USEFUL LIFE	CURRENT AGE	NEXT ANTICIPATED REPLACEMENT YEAR	REMAINING LIFE - YEARS BEFORE REPLACEMENT	TOTAL REPLACEMENT COST	PERCENT OF ASSET LEFT	REPLACEMENT MONEY RESERVED ANNUALLY
Well #9 Cleaning	Chemical Cleaning	2015	10	9	2025	1	\$15,000	10%	\$1,500
Well #9 Pump Rehab	In need of rehab	2015	15	9	2030	6	\$15,000	40%	\$1,000
Well #9 Motor Replacement	Motor is getting old	2012	15	12	2027	3	\$15,000	20%	\$1,000
Well #9 Building Maintenance	New Roof and Paint	2010	20	14	2030	6	\$20,000	30%	\$1,000
Well #9 Panel Updates	In need of rehab	2015	15	9	2030	6	\$10,000	40%	\$667
Well #9 SCADA	New VFD	2024	10	0	2034	10	\$10,000	100%	\$1,000
Water Tower Inter wet painting		2012	20	12	2032	8	\$75,000	40%	\$3,750
Water Tower paint ext		2012	20	12	2032	8	\$75,000	40%	\$3,750
Water Tower Alarms		2012	15	12	2027	3	\$5,000	20%	\$333
GENERATOR		2012	20	12	2032	8	\$5,000	40%	\$250
RELIABILITY STUDY		2015	5	9	2020	-4	\$10,000	-80%	\$2,000
METERS AT WELL 7		2010	20	14	2030	6	\$5,000	30%	\$250
METERS AT WELL 3		2010	20	14	2030	6	\$5,000	30%	\$250
METERS AT WELL 8		2010	20	14	2030	6	\$5,000	30%	\$250
METERS AT WELL 9		2010	20	14	2030	6	\$5,000	30%	\$250
AMP		2018	5	6	2023	-1	\$10,000	-20%	\$2,000
WELL HEAD PROTECTION		2018	5	6	2023	-1	\$10,000	-20%	\$2,000
CUSTOMER METERS	50/50 SPLIT W/ SEWER	2024	15	0	2039	15	\$165,000	100%	\$11,000

							\$685,000	37%	\$ 47,417
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EQUIPMENT REPLACEMENT SHORT LIVED ASSETS - RUNNING BALANCE SHEET				
			COST OF LIVING INCREASE	2.00%
			CURRENT RESERVE BALANCE APPLIED TO THIS ACCOUNT - INCLUDES RRI BALANCE	\$150,000
			AVG. INTEREST RATE IN SAVINGS	0.10%
ANNUAL COLA ADJUSTMENT AS ADOPTED BY COUNCIL			0.00%	
Annual Funding Applied to Budget / Rates			\$50,000	
YEAR	PURPOSE	ANNUAL REPLACEMENT EXPENDITURES WITH C.O.L.	FUNDING WITH COLA	RUNNING BALANCE
2024	SEE EQUIPMENT LIST FOR DETAILS OF ANTICIPATED PURCHASES	\$0	\$50,000	\$200,200
2025		\$76,500	\$50,000	\$173,900
2026		\$0	\$50,000	\$224,074
2027		\$53,000	\$50,000	\$221,298
2028		\$21,600	\$50,000	\$249,919
2029		\$0	\$50,000	\$300,169
2030		\$145,600	\$50,000	\$204,870
2031		\$0	\$50,000	\$255,074
2032		\$197,200	\$50,000	\$108,130
2033		\$41,300	\$50,000	\$116,938
2034		\$24,000	\$50,000	\$143,055
2035		\$30,500	\$50,000	\$162,698
2036		\$0	\$50,000	\$212,860
2037		\$18,900	\$50,000	\$244,173
2038		\$64,000	\$50,000	\$230,417
2039		\$214,500	\$50,000	\$66,148
2040		\$66,000	\$50,000	\$50,214
2041		\$0	\$50,000	\$100,264
2042		\$47,600	\$50,000	\$102,764
2043		\$75,900	\$50,000	\$76,967
2044		\$28,000	\$50,000	\$99,044
				\$231,000

BANGOR WATER		2024				
CAPITAL IMPROVEMENT PROJECTS SUMMARY			PERCENT DOWNPAYMENT		10%	
CAPITAL IMPROVEMENT IDEAS WERE GENERATED FROM						
MRWA DOES NOT RECOMMEND OR SUGGEST FINANCING OPTIONS. IT IS UP TO THE COMMUNITY AND THEIR ADVOCATES TO DECIDE WHAT FINANCING OPTIONS WORK BEST FOR THEM AND THEIR FUTURE PROJECTS.						
ENTER ITEMS ON THIS PAGE FIRST - THEN SEE INDIVIDUAL PAGES FOR ENTERING DETAILS ON EACH PROJECT -						
CAPITAL PROJECTS - FOR DETAILS OF EACH PROJECT SEE INDIVIDUAL PAGES	ESTIMATED PROJECT COST	CASH CONTRIBUTION FROM RATES	AMOUNT FINANCED	COMPLETE IN YEAR OF	IS THIS YEAR FLEXIBLE?	MONEY NEEDED ANNUALLY
HYDRANT REPLACEMENTS - 5 PER YEAR	\$300,000	\$300,000	\$0	2035		\$27,273
			\$0			\$0
			\$0			\$0
			\$0			\$0
			\$0			\$0
			\$0			\$0
			\$0			\$0
			\$0			\$0
			\$0			\$0
			\$0			\$0
			\$0			\$0
			\$0			\$0
			\$0			\$0
INDUSTRIAL PARK LOOP EXT	\$1,200,000	\$600,000	\$600,000	2026		\$300,000
SERVICE LINE REPLACEMENTS	\$5,250,000	\$2,625,000	\$2,625,000	2040		\$164,063
			\$0			\$0
			\$0			\$0
			\$0			\$0
			\$0			\$0
			\$0			\$0
			\$0			\$0
	\$6,750,000	\$3,525,000	\$3,225,000			\$491,335

CAPITAL IMPROVEMENT RUNNING BALANCE PROJECTIONS & ANNUAL FUNDING			
ANNUAL COST OF LIVING INCREASE TO PROJECTS		2.00%	
RESERVE BALANCE APPLIED TO CAPITAL IMPROVEMENTS		\$150,000	
AVG. INTEREST RATE IN SAVINGS		0.00%	
IF AN ANNUAL COLA RATE ADJUSTMENT PERCENT OF		2.00%	
<p>RUNNING BALANCE COLUMN REFLECTS THIS FUND ONLY. THE AVERAGE ANNUAL FUNDING DOES NOT REFLECT ANY EXTRA REVENUE GENERATED BY FUTURE ANNUAL RATE INCREASES. FOR A TRUE RUNNING BALANCE OF THE OVERALL HEALTH OF THE WATER SYSTEM SEE THE 10 YEAR</p>			
YEAR	ANNUAL EXPENDITURES	AVERAGE ANNUAL FUNDING AMOUNT IN RATE BUDGET	RUNNING BALANCE
2024	\$0	\$195,000	\$345,000
2025	\$0	\$198,900	\$547,800
2026	\$624,000	\$202,878	\$130,656
2027	\$0	\$206,936	\$341,649
2028	\$0	\$211,074	\$556,862
2029	\$0	\$215,296	\$776,379
2030	\$0	\$219,602	\$1,000,287
2031	\$0	\$223,994	\$1,228,673
2032	\$0	\$228,474	\$1,461,626
2033	\$0	\$233,043	\$1,699,239
2034	\$0	\$237,704	\$1,941,603
2035	\$366,000	\$242,458	\$1,822,815
2036	\$0	\$247,307	\$2,074,972
2037	\$0	\$252,253	\$2,332,171
2038	\$0	\$257,298	\$2,594,515
2039	\$0	\$262,444	\$2,862,105
2040	\$3,465,000	\$267,693	(\$329,953)
2041	\$0	\$273,047	(\$51,552)
2042	\$0	\$278,508	\$232,417
2043	\$0	\$284,078	\$522,065
2044	\$0	\$289,760	\$817,507

CITY OF BANGOR

WATER RATE

CALCULATION REPORT

PAGE #

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28 CONCLUSION OF ANALYSIS

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MICHIGAN RURAL WATER ASSOCIATION RATE EVALUATION PROGRAM

FINAL ANALYSIS RATE CALCULATION - CURRENT FISCAL YEAR		2024				RTS CHARGE		VOLUME CHARGE	
BANGOR WATER		ANNUAL BUDGET		PERCENT FIXED EXPENSES	ASSIGNED AS FIXED EXPENSES	COST PER METER EQUIVALENT	ASSIGNED AS VARIABLE EXPENSES	\$ COST PER 100 CUBIC FEET	
EXPENSES		\$327,050		41%	\$133,158	\$10.64	\$193,892	\$2.919	
OPERATION & MAINTENANCE EXPENSES		\$327,050			\$133,158	\$10.64	\$193,892	\$2.919	
DEBT - PRINCIPAL & INTEREST ANNUAL PAYMENTS									
	\$0		100%	\$0	\$0.00	\$0	\$0.00		
NEW ANTICIPATED CAPITAL LOANS									
	\$0		100%	\$0	\$0.00	\$0	\$0.00		
ANNUAL DEBT PAYMENTS PRINCIPAL & INTEREST		\$0			\$0	\$0.00	\$0	\$0.00	
ANNUAL O & M + DEBT		\$327,050			\$133,158	\$10.64	\$193,892	\$2.92	
NON SALES INCOME		\$0			\$0	0.000	\$0	0.000	
REVENUE COLLECTED THROUGH RATES		\$327,050			\$133,158		\$193,892		
CALCULATED RATE O & M + DEBT		METER EQUIVALENT		MONTH		\$10.64		\$2.92	
				CURRENT RATE		\$21.50		\$4.66	
				INCREASE		(\$10.86)		(\$1.74)	
				PERCENT INCREASE		-51%		-37%	
OVERALL PERCENT INCREASE FOR GALLONS OF		4,000		0%					
RESERVES									
EQUIPMENT REPLACEMENT AVERAGE ANNUAL BUDGETED AMOUNT		\$50,000		100%	\$50,000	\$3.99	\$0	\$0.00	
EQUIPMENT REPLACEMENT & RESERVE REQUIREMENTS		\$50,000			\$50,000	\$3.99	\$0	\$0.00	
CAPITAL IMPROVEMENT AVERAGE ANNUAL BUDGETED AMOUNT		\$195,000		41%	\$79,394	\$6.34	\$115,606	\$1.74	
PREP FOR FUTURE LOAN		\$0			\$0				
BUDGETED ADDITIONAL REVENUE FROM VOLUME SALES		\$0					\$0	\$0.00	
CAPITAL + ADDITIONAL FUNDING		\$195,000			\$79,394	\$6.34	\$115,606	\$1.74	
CAPITAL + EQUIPMENT & RRI RESERVES		\$245,000			\$129,394	\$10.33	\$115,606	\$1.74	
ADOPTED BUDGET		\$572,050			\$262,553		\$309,497		
				40.72%	46%		54%		
REVENUE COLLECTED CALCULATED RATES		\$572,050			\$262,553		\$309,497		
REVENUE COLLECTED CURRENT RATES		\$568,884							
CALCULATED RATE PER METER EQUIVALENT				PER MONTH		\$20.97	RATE PER 100 CUFT	\$4.66	
ANNUAL METER EQUIVALENTS / REU'S COUNT 12,520				CURRENT RATES		\$21.50		\$4.66	
ANTICIPATED EQUIVALENT GALLONS / UNITS 66,416				PERCENT INCREASE		-2.5%		0.0%	
INVOICES PER YEAR 12				INCREASE OF		(\$0.53)		\$0.00	
NOTES		PERCENT RESERVE 42.8%							

SUMMARY OF NEW CHARGES "ALL ENTITIES"

BANGOR WATER						TOWNSHIP WATER		IRRIGATION METERS	
	CURRENT	NEW	DIFFERENCE			CURRENT	NEW	CURRENT	NEW
PER 100 CUFT	\$4.66	\$4.66	\$0.00			\$6.99	\$6.99	\$4.66	\$4.66
2024	CURRENT	NEW	DIFFERENCE PER MONTH		DIFFERENCE / 3	CURRENT	NEW	CURRENT	NEW
METER SIZE IN INCHES	READY TO SERVE PER MONTH	READY TO SERVE PER MONTH	METER RATIO FACTOR - REU'S PER METER SIZE			READY TO SERVE PER MONTH	READY TO SERVE PER MONTH	READY TO SERVE PER MONTH	
3/4	\$21.50	\$20.97	1.00	-\$0.53	-\$0.18	\$24.75	\$24.14	\$14.00	\$13.66
1	\$32.50	\$37.28	1.78	\$4.78	\$1.59	\$41.25	\$42.92	\$0.00	\$24.28
1 1/2	\$93.00	\$83.88	4.00	-\$9.12	-\$3.04	\$132.00	\$96.56	\$0.00	\$54.62
2	\$123.00	\$149.12	7.11	\$26.12	\$8.71	\$177.00	\$171.67	\$0.00	\$97.10
3	\$185.00	\$335.53	16.00	\$150.53	\$50.18	\$270.00	\$386.25	\$0.00	\$218.48
4	\$275.00	\$596.50	28.44	\$321.50	\$107.17	\$405.00	\$686.66	\$0.00	\$388.42
6	\$0.00	\$1,342.11	64.00	\$1,342.11	\$447.37	\$0.00	\$1,544.99	\$0.00	\$873.93
8	\$0.00	\$0.00	0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

These are the rates calculated for each meter size. Also for the cost per unit of water sold for each entity.

TYPICAL BILL COMPARISON USING NEW RATES							
BANGOR WATER							
		<u>CURRENT RATES</u>		<u>NEW / CALCULATED RATES</u>			
		RTS	\$21.50	\$20.97			
		COST PER UNIT	\$4.66	\$4.66			
		COST PER UNIT OF WATER	\$4.66	MONTHLY			\$ PER 100 CUFT
METER SIZE IN INCHES	CUBIC FT USED	VOLUME CHARGE	BASE RATE CHARGE	NEW BILL	OLD BILL	CHANGE IN BILL	PERCENT INCREASE
3/4	1,000	\$46.60	\$20.97	\$67.57	\$68.10	(\$0.53)	-0.8%
3/4	3,000	\$139.80	\$20.97	\$160.77	\$161.30	(\$0.53)	-0.3%
3/4	4,000	\$186.40	\$20.97	\$207.37	\$207.90	(\$0.53)	-0.3%
3/4	6,000	\$279.60	\$20.97	\$300.57	\$301.10	(\$0.53)	-0.2%
3/4	10,000	\$466.00	\$20.97	\$486.97	\$487.50	(\$0.53)	-0.1%
1	50,000	\$2,330.00	\$37.28	\$2,367.28	\$2,362.50	\$4.78	0.2%
1 1/2	75,000	\$3,495.00	\$83.88	\$3,578.88	\$3,588.00	(\$9.12)	-0.3%
2	25,000	\$1,165.00	\$149.12	\$1,314.12	\$1,288.00	\$26.12	2.0%
3	200,000	\$9,320.00	\$335.53	\$9,655.53	\$9,505.00	\$150.53	1.6%
4	100,000	\$4,660.00	\$596.50	\$5,256.50	\$4,935.00	\$321.50	7%
6	400,000	\$18,640.00	\$1,342.11	\$19,982.11	\$18,640.00	\$1,342.11	7%
8	500,000	\$23,300.00	\$0.00	\$23,300.00	\$23,300.00	\$0.00	0%
GALLONS INCLUDED MIN BILL				0	0		

CALCULATED REVENUE		PERCENT INCREASE ON "RTS"									
		2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	
	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5	YEAR 6	YEAR 7	YEAR 8	YEAR 9	YEAR 10	
CALCULATED RATE CHARGE PER "METER EQUIVALENT" / REU	\$20.97	\$21.39	\$21.82	\$22.25	\$22.70	\$23.15	\$23.62	\$24.09	\$24.57	\$25.06	
ANNUAL METER EQUIVALENTS / REU'S COUNT	12,520	12,520	12,520	12,520	12,520	12,520	12,520	12,520	12,520	12,520	
REVENUE FROM METER EQUIVALENT CHARGE (RTS)	\$262,552.68	\$267,803.73	\$273,159.81	\$278,623.00	\$284,195.46	\$289,879.37	\$295,676.96	\$301,590.50	\$307,622.31	\$313,774.75	
		PERCENT INCREASE ON COST PER UNIT									
		2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	
CALCULATED RATE CHARGE PER UNIT OF WATER / SEWER	\$4.66	\$4.75	\$4.85	\$4.95	\$5.04	\$5.15	\$5.25	\$5.35	\$5.46	\$5.57	
REVENUE FROM VOLUME SALES	\$309,497.32	\$315,687.27	\$322,001.01	\$328,441.03	\$335,009.85	\$341,710.05	\$348,544.25	\$355,515.14	\$362,625.44	\$369,877.95	
NON-SALES / OTHER REVENUE											
TOTAL NON-SALES & OTHER INCOME	\$62,860	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
TOTAL NON-SALES & OTHER INCOME APPLIED TO WATER BUDGET	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
TOTAL COMBINED REVENUE	\$572,050	\$583,491	\$595,161	\$607,064	\$619,205	\$631,589	\$644,221	\$657,106	\$670,248	\$683,653	

EXPENSES	BUDGET FOR FISCAL YEARS STARTING					2029	2030	2031	2032	2033
	2024	2025	2026	2027	2028					
	PERCENT INCREASE (COST OF LIVING ETC) <i>ON BUDGET</i>									
EXPENSES		2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%
EXPENSES	\$327,050	\$333,591	\$340,263	\$347,068	\$354,009	\$361,090	\$368,311	\$375,678	\$383,191	\$390,855
TOTAL O&M EXPENSES	\$327,050	\$333,591	\$340,263	\$347,068	\$354,009	\$361,090	\$368,311	\$375,678	\$383,191	\$390,855
DEBT EXPENSES - PRINCIPAL & INTEREST		2025	2026	2027	2028	2029	2030	2031	2032	2033
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<i>NEW ANTICIPATED CAPITAL LOANS</i>										
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
ANNUAL DEBT PAYMENTS PRINCIPAL & INTEREST	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
NEW BUDGET LINE ITEMS STARTING YEAR 2			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
NEW BUDGET LINE ITEMS STARTING YEAR 2			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
MINIMUM REQUIRED EXPENSES / BUDGET	\$327,050	\$333,591	\$340,263	\$347,068	\$354,009	\$361,090	\$368,311	\$375,678	\$383,191	\$390,855
GAINS / LOSSES <i>BEFORE</i> EQUIPMENT & CAPITAL EXPENSES	\$245,000	\$249,900	\$254,898	\$259,996	\$265,196	\$270,500	\$275,910	\$281,428	\$287,057	\$292,798
EQUIPMENT REPLACEMENT ANTICIPATED ACTUAL EXPENDITURES	\$0	\$76,500	\$0	\$53,000	\$21,600	\$0	\$145,600	\$0	\$197,200	\$41,300
CAPITAL IMPROVEMENT <i>ANTICIPATED EXPENDITURES</i>	\$0	\$0	\$624,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL COMBINED EQUIPMENT & CAPITAL ACTICIPATED EXPENDITURES	\$0	\$76,500	\$624,000	\$53,000	\$21,600	\$0	\$145,600	\$0	\$197,200	\$41,300
TOTAL ANTICIPATED ACTUAL CASH ANNUAL EXPENDITURES	\$327,050	\$410,091	\$964,263	\$400,068	\$375,609	\$361,090	\$513,911	\$375,678	\$580,391	\$432,155
GAINS / LOSS FOR FISCAL YEAR - <i>AFTER</i> EQUIPMENT & CAPITAL EXPENDITURES	\$245,000	\$173,400	-\$369,102	\$206,996	\$243,596	\$270,500	\$130,310	\$281,428	\$89,857	\$251,498
<i>STARTING</i> CASH AVAILABLE / BANK BALANCE	\$655,740									
<i>ENDING</i> CASH AVAILABLE / BANK BALANCE	\$900,740	\$1,074,140	\$705,038	\$912,034	\$1,155,630	\$1,426,130	\$1,556,439	\$1,837,867	\$1,927,724	\$2,179,222

BANGOR WATER

COST PER	CURRENT RATES	CALCULATED RATES	DIFFERENCE
100 CUFT	\$4.66	\$4.660	\$0.00
READY TO SERVE (RTS) CHARGES PER MONTH			
METER SIZE IN INCHES	CURRENT RATES	CALCULATED RATES	DIFFERENCE
3/4	\$21.50	\$20.971	(\$0.53)
1	\$32.50	\$37.28	\$4.78
1 1/2	\$93.00	\$83.88	(\$9.12)
2	\$123.00	\$149.12	\$26.12
3	\$185.00	\$335.53	\$150.53
4	\$275.00	\$596.50	\$321.50

The above rates are based on an input budget of	\$572,050
The above rates are based on invoicing the following gallons of water / sewer	6,562,968
The above rates are based on the following number of customers	849
The above rates are based on the following number of Residential Equivalent Units (REU's)	12,520

If all numbers listed above stay true the new calculated rates will generate the input budget "exactly". Not a penny more or a penny less.

This Rate Analysis uses "Full Cost Pricing" to determine the user fees.

The above table shows the Current Rate, the new Calculated Rate, and the difference between the current and new rate changes.

Full Cost Pricing Is:

Maintaining your system's financial stability by ensuring a sufficient revenue stream.

Collect and reserve the funds needed to cover the costs of future asset rehabilitation and compliance with future regulations, among other things.

Plan ahead for reasonable, gradual rate increases when necessary.

Deliver a fair priced, high-quality drinking water to your customers now and in the future.

NOTE:

The above CALCULATED RATES will generate only enough to meet the current budge input into the rate analysis program. In order to charge a lesser amount, the budget must first be reduced.

This page provides confirmation of income based on the results of the rate analysis, if the calculated rates below are adopted. It only applies to this current or upcoming fiscal year. See five year projections for additional information.					
CONFIRMATION OF INCOME - BASED ON CALCULATED RATES - ALL EN					
BANGOR WATER			RATE CLASS 2	RATE CLASS 3	2024
	BANGOR WATER	TOWNSHIP WATER	IRRIGATION METERS	REVENUE	
	New Cost per Unit of Water Sold			NEW RATES	
\$ PER 100 CUFT	\$4.660	\$6.990	\$4.660		
UNITS Sold	64,058	1,572	0	65,630	
Income	\$298,508	\$10,989	\$0	\$309,497	
NON SALES INCOME APPLIED TO VARIABLE BUDGET				\$0	
TOTAL ANTICIPATED REVENUE PER UNIT SALES				\$309,497	
METER SIZE	NEW BASE RATE PER MONTH				
3/4	\$20.971	\$24.140	\$13.655		
NO. CUSTOMERS	769	25	14		
INVOICES PER YEAR	12	12	12		
ANNUAL INVOICES	9,228	300	168		
INCOME	\$193,516.06	\$7,242.15	\$2,294.08	\$203,052	
1	\$37.28	\$42.92	\$24.28		
NO. CUSTOMERS	24	0	0		
INVOICES PER YEAR	12	12	12		
ANNUAL INVOICES	288	0	0		
INCOME	\$10,736.91	\$0.00	\$0.00	\$10,737	
1 1/2	\$83.88	\$96.56	\$54.62		
NO. CUSTOMERS	0	0	0		
INVOICES PER YEAR	12	12	12		
ANNUAL INVOICES	0	0	0		
INCOME	\$0.00	\$0.00	\$0.00	\$0	
2	\$149.12	\$171.67	\$97.10		
NO. CUSTOMERS	13	0	0		
INVOICES PER YEAR	12	12	12		
ANNUAL INVOICES	156	0	0		
INCOME	\$23,263.31	\$0.00	\$0.00	\$23,263	
3	\$335.53	\$386.25	\$218.48		
NO. CUSTOMERS	1	0	0		
INVOICES PER YEAR	12	12	12		
ANNUAL INVOICES	12	0	0		
INCOME	\$4,026.34	\$0.00	\$0.00	\$4,026	
4	\$596.50	\$686.66	\$388.42		
NO. CUSTOMERS	3	0	0		
INVOICES PER YEAR	12	12	12		
ANNUAL INVOICES	36	0	0		
INCOME	\$21,473.82	\$0.00	\$0.00	\$21,474	
6	\$1,342.11	\$1,544.99	\$873.93		
NO. CUSTOMERS	0	0	0		
INVOICES PER YEAR	12	12	12		
ANNUAL INVOICES	0	0	0		
INCOME	\$0.00	\$0.00	\$0.00	\$0	
Fixed Income				\$262,553	
NON SALES INCOME APPLIED TO FIXED BUDGET				\$0	
TOTAL ANTICIPATED REVENUE BASE RATE / RTS + NONE SALES INCOME				\$262,553	
TOTAL COMBINED CUSTOMER INCOME = BASE RATE + VOLUME INCOME				\$572,050	
TOTAL COMBINED CUSTOMER INCOME				\$572,050	
Budget Goal				\$572,050	
Difference				\$0	