



2025 NEW Water Budget

December 4, 2024

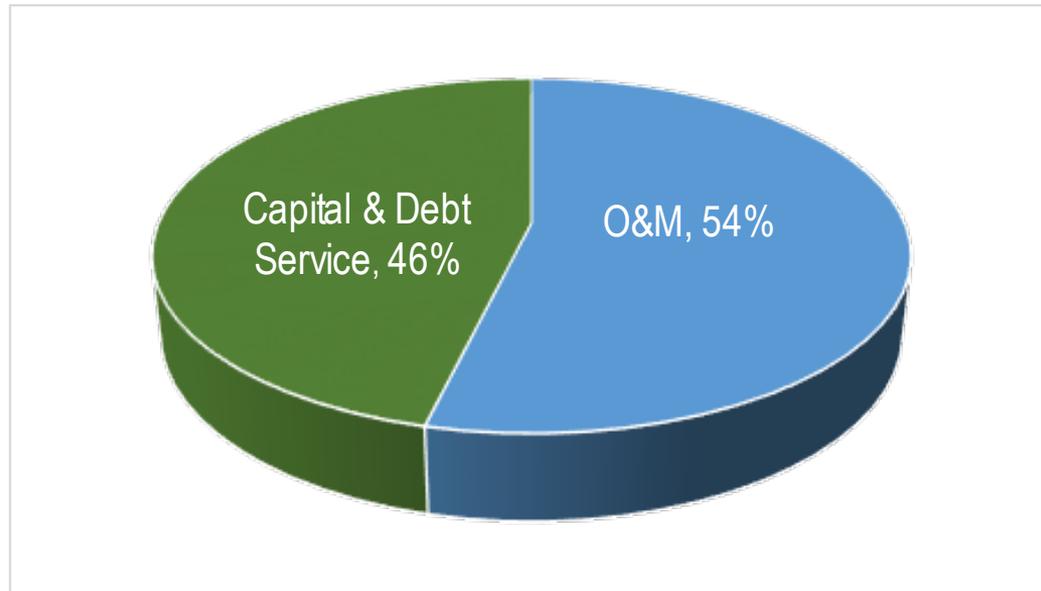


Changes to 2025 Budget from October 23, 2024 Presentation

- Net increases in Expenses of \$8K
 - Decrease in Health Insurance premium
 - Increase in Annual Capital
 - Shifted CIP spend from 2026 to 2025 on the GBF:
Administration Building North HVAC Improvements

2025 Proposed Expenses

Budget Category	2024 Budget	2025 Budget	% Change
Operations & Maintenance (O&M)	\$ 28,282,276	\$ 28,811,808	1.9%
Debt Service and Annual Capital	\$ 23,312,522	\$ 24,777,184	6.3%
Total Expenses	\$ 51,594,798	\$ 53,588,992	3.9%



2025 Revenue

Budget Categories	2024 Budget	2025 Budget	% Change
Municipal User Fees	\$ 43,590,078	\$ 45,970,269	5.5%
Mill User Fees and Direct Charges	\$ 3,204,798	\$ 2,963,050	-7.5%
Mill Capital Charges	\$ 2,316,104	\$ 2,112,463	-8.8%
General Reserve Interest	\$ 25,076	\$ 25,076	0.0%
Other Revenues	\$ 1,270,921	\$ 1,324,346	4.2%
ICR and Debt Reserve Transfers	\$ 1,212,897	\$ 1,218,864	0.5%
Contribution to Capital Reserve	\$ (25,076)	\$ (25,076)	0.0%
Total Revenues	\$ 51,594,798	\$ 53,588,992	3.9%

Municipal User Fees are 86% of Total Revenues

Municipal Rate Comparison

Capital Charge included in Parameter Rate (Fully loaded rates)			
Parameter	2024 Budget	2025 Budget	% Change
Volume (1,000 gals)	\$ 1.00924	\$ 1.29313	28.1%
Biochemical Oxygen Demand (lbs)	\$ 0.60090	\$ 0.58524	-2.6%
Suspended Solids (lbs)	\$ 0.69949	\$ 0.60936	-12.9%
Phosphorus (lbs)	\$ 2.60560	\$ 2.69000	3.2%
Total Kjeldahl Nitrogen (lbs)	\$ 0.84167	\$ 1.07094	27.2%

Capital Charge NOT included in Parameter Rate (Billed rates)			
Parameter	2024 Budget	2025 Budget	% Change
Volume (1,000 gals)	\$ 0.72145	\$ 0.72877	1.0%
Biochemical Oxygen Demand (lbs)	\$ 0.30504	\$ 0.30578	0.2%
Suspended Solids (lbs)	\$ 0.31258	\$ 0.32944	5.4%
Phosphorus (lbs)	\$ 1.25554	\$ 1.34133	6.8%
Total Kjeldahl Nitrogen (lbs)	\$ 0.53014	\$ 0.51682	-2.5%

Capital Charge	\$ 19,643,411	\$ 21,292,745	8.40%
----------------	---------------	---------------	-------

Note: Allocation of R2E2 debt (capital charge) was analyzed and adjusted for 2025 Budget to align all capital allocation consistently for all capital debt. This debt was formerly treated as a separate allocation while the project was constructed. The change in the allocation is a one-time adjustment in the year it is made (2025) allocating an increase to Volume and a decrease to TSS.

Parameter rates billed to customers do not include capital charge; that is billed separately

2025 DRAFT Budget Summary

2025 DRAFT Budget compared to 2024 Budget	Percentage
TOTAL Expenses increased	3.9%
O&M Expenses increased	1.9%
Capital Expenses increased	6.3%
Municipal User Fees increased	5.5%
Note: A portion of the Interceptor Debt Service was offset through the use of ICR Reserves	

NEW Water Cost for a Typical Household



For the 2025 budget, a typical household will pay **about \$27 per month** for NEW Water services*

This is an increase of about \$1.16 per month over the 2024 budget.

* NEW Water provides continuous service throughout the year as a wholesale provider, servicing 15 municipal customers. Rates are the same for each municipal customer and NEW Water does not bill residents directly. Each municipality calculates their bills according to wastewater services they require of their residents, businesses, and industries. Bills from municipalities will also include other costs such as the municipalities' cost to operate and maintain their neighborhood sewer system, which then connects to the NEW Water system.

Next Steps

- Commission adoption of 2025 Budget
- Customer notification