

**UTILITY DEPARTMENT CAPITAL NEEDS
NOT PREVIOUSLY BUDGETTED**

DEPARTMENT	CAPITAL NEEDS	COST
ELECTRIC	SUBSTATION UPGRADES	\$ 9,250,000.00
GAS	CAST IRON REPLACEMENT	\$ 4,000,000.00
WATER	COUNTY ROAD 33 WATER MAIN	\$ 2,000,000.00
WASTEWATER	LIFT STATION UPGRADES	\$ 800,000.00
	PIPE LINING/YEAR	\$ 750,000.00
	MANHOLE REHAB/YEAR	\$ 250,000.00
WASTEWATER TOTAL		\$ 3,800,000.00
GENERAL	RENOVATION	
	PECAN STREET BUILDING	\$ 2,000,000.00
TOTAL NEEDS (3 YEAR PLAN CAPITAL SPENDING PLAN)		\$21,050,000.00

DEBT SERVICE

THE PROPOSED IMPROVEMENTS ARE ITEMS THAT WILL BE DEPRECIATED ON A 25 YEAR TO 50 YEAR DEPRECIATION SCHEDULE.

25 YEAR DEBT SERVICE AT 3.5 PERCENT INTEREST

ANNUAL PAYMENT - \$1,380,000.00 (\$115,000.00+/-PER MONTH)

WEIGHTED AVERAGE OF COST/MONTH/PER UTILITY

ELECTRIC.....	46.5%, OR	\$53,475.00
GAS.....	21.5%, OR	\$24,725.00
WATER.....	12.0%, OR	\$13,800.00
WASTEWATER....	20.0%, OR	\$23,000.00
TOTAL.....	100%	\$115,000.00

ELECTRIC REVENUE (OPTION)

RESIDENTIAL ELECTRIC RAISE BASE CHARGE FROM \$9.22 TO \$12.75 = \$20,140.00

RAISE FIRST 300KWH FROM \$0.10337/KWH TO \$0.1173 = \$22,240.40

TOTAL RESIDENTIAL INCREASE = \$7.42/CUSTOMER = \$42,380.40

COMMERCIAL ELECTRIC RAISE BASE FROM \$29.95 TO \$40.00 = \$8,721.00

RAISE FIRST 1,000KWH FROM \$0.1096 TO \$0.1173 = \$3,988.64

TOTAL COMMERCIAL INCREASE = \$15.24/CUSTOMER = \$12,709.64

TOTAL ELECTRIC INCREASE \$ 55,090.04

GAS REVENUE (OPTION)

RESIDENTIAL/COMM. GAS - RAISE BASE CHARGE \$1.50/MONTH	= \$13,519.50
ALL CUSTOMERS - RAISE UNIT COST PER CCF \$0.004	= \$13,000.00
TOTAL INCREASE	<u>\$26,519.50</u>

WATER REVENUE (OPTION 1)

ALL CUSTOMERS; CHANGE BASE CHARGE TO INCLUDE ONLY 1,000 GALLONS, NOT 2,000 GALLONS	<u>\$44,689.65</u>
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WATER REVENUE (OPTION 2)

ALL CUSTOMERS; RAISE BASE CHARGE \$2.00	<u>\$36,206.00</u>
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SEWER REVENUE (OPTION 1)

ALL S-1 AND S-3 CUSTOMERS; CHANGE BASE CHARGE TO INCLUDE ONLY 1,000 GALLONS, NOT 2,000 GALLONS	<u>\$33,360.98</u>
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SEWER REVENUE (OPTION 2)

ALL CUSTOMERS; RAISE BASE CHARGE \$2.00	<u>\$20,864.00</u>
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TOTAL ADDED REVENUE (OPTION 1 FOR WATER AND SEWER)	<u>\$159,541.77</u>
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TOTAL ADDED REVENUE (OPTION 2 FOR WATER AND SEWER)	<u>\$138,679.54</u>
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