

**LEBANON UTILITIES
2026 BUDGET - FINAL**

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Lebanon Electric Utility

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Revenues

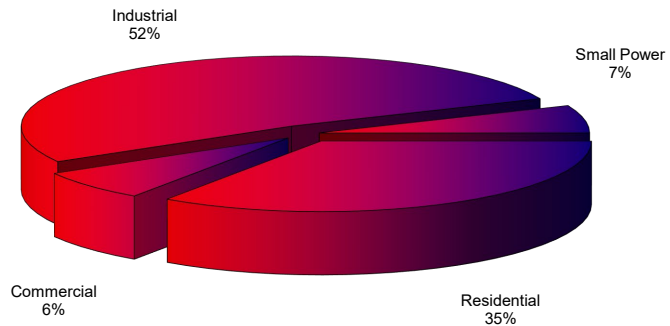
	Actual 2024	Budget 2025	9 Months 2025	Rolling 12 Months	Proposed 2026
Operating Revenue					
Residential	9,591,187	9,403,673	7,437,982	9,589,676	10,225,133
Commercial	1,878,460	1,793,492	1,480,934	1,953,809	2,059,174
Industrial	14,944,170	14,614,510	11,087,177	14,537,171	15,368,938
Small Power	1,817,209	1,774,326	1,359,306	1,786,264	1,886,345
Street & Highway Lighting	110,190	108,612	82,467	110,020	115,307
Security Lights	46,004	50,406	34,697	46,145	48,438
Interdepartmental	173,844	169,543	135,811	173,782	186,012
Late Penalties	155,455	152,598	107,349	138,713	147,737
Total Revenue from Sales	28,716,519	28,067,160	21,725,723	28,335,580	30,037,082
Other Revenue					
Interest	401,036	424,295	233,180	317,250	314,078
Other	426,916	477,077	760,554	797,477	623,890
Total Other Revenues	827,952	901,372	993,734	1,114,727	937,968
Total Revenue	29,544,471	28,968,532	22,719,457	29,450,307	30,975,051

Note: A growth factor of 2% and an estimated increase of 2.78% in purchased power was used in determining the proposed 2026 revenues.

The 10 year planning study shows growth in the range of 1.8% to 3.5%.

Rate Class	Number of Active Customers
Residential	8,305
Commercial	819
Commercial - Sm Pwr	253
Industrial - Lg Pwr	150
Municipal	64
Total	9,591
	(As of 09-25)
	Inc. of 1.5%

Projected Operating Revenue by Rate Class



	2021	2022	2023	2024	Sep-25
Number of Employees	19	19	19	19	18

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Revenues/Expenses

	Actual 2024	Budget 2025	9 Months 2025	Rolling 12 Months	Proposed 2026	
Operating Revenues						
Residential	9,591,187	9,403,673	7,437,982	9,589,676	10,225,133	(1),(2)
Commercial	1,878,460	1,793,492	1,480,934	1,953,809	2,059,174	(1),(2)
Industrial	14,944,170	14,614,510	11,087,177	14,537,171	15,368,938	(1),(2)
Small Power	1,817,209	1,774,326	1,359,306	1,786,264	1,886,345	(1),(2)
Street & Highway Lighting	110,190	108,612	82,467	110,020	115,307	(1),(2)
Security Lights	46,004	50,406	34,697	46,145	48,438	(1),(2)
Interdepartmental	173,844	169,543	135,811	173,782	186,012	(1),(2)
Late Penalties	155,455	152,598	107,349	138,713	147,737	(1),(2)
Total Operating Revenue	28,716,519	28,067,160	21,725,723	28,335,580	30,037,082	
Other Revenue						
Other	426,916	477,077	760,554	797,477	623,890	(3)
Total Other Revenue	426,916	477,077	760,554	797,477	623,890	
Total Revenue (less Interest)	29,143,435	28,544,237	22,486,277	29,133,057	30,660,972	
Purchased Services						
Purchased Power	22,723,238	22,458,559	17,196,278	22,225,413	23,668,620	(4)
Telephone	17,629	18,502	14,292	18,820	19,506	
Contractual Services - Testing	56,192	150,000	6,776	8,856	168,000	(5)
Contractual Services - IT	101,586	105,555	84,655	110,052	120,769	(6)
Contractual Services - Other	324,686	524,018	316,359	418,450	374,608	(7)
Accounting Fees	0	13,000	0	0	25,000	(8)
Engineering Fees	145,324	150,000	189,218	289,927	150,000	(9)
Legal Fees	80,749	62,921	26,786	70,493	54,697	(10)
Utilities	39,625	38,960	27,952	40,132	42,571	(11)
Total Purchased Services	23,489,029	23,521,515	17,862,316	23,182,143	24,623,771	
Wages & Benefits						
Operation Supervision	97,013	97,064	111,455	137,790	163,467	(12)
Engineering	59,927	68,754	760	13,292	1,115	(12)
Line Work	808,293	920,304	707,770	881,662	1,038,063	(12)
Line Locating	12,827	17,482	23,260	23,947	34,115	(12)
Meter Reading	69,784	66,881	52,476	75,815	76,965	(12)
Billing	33,290	37,292	25,522	32,915	37,432	(12)
Administrative	143,856	161,062	103,008	135,838	151,078	(12)
Office Personnel	129,693	123,814	113,855	157,566	166,987	(12)
Sick/Vacation Pay	298,653	287,194	185,843	285,056	272,570	(12)
FICA Taxes	116,533	122,954	93,205	124,353	136,701	(12)
Group Insurance	333,820	308,974	205,606	314,445	282,366	(13)
Pension	230,910	246,551	147,284	207,767	216,017	(14)
Miscellaneous Payroll	5,692	15,550	2,525	7,838	3,703	(12)
Total Wages & Benefits	2,340,291	2,473,876	1,772,569	2,398,284	2,580,578	

**ELECTRIC UTILITY
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Revenues/Expenses (Cont.)

	Actual 2024	Budget 2025	9 Months 2025	Rolling 12 Months	Proposed 2026	
Operating Supplies & Expense						
Station Expenses	575	711	2,937	2,937	3,529	
Street Lights and Signals	35,191	34,870	43,582	50,576	55,973	
Security Lights	1,825	2,661	1,935	2,525	2,629	
Meter Expense	13,373	14,481	25,273	29,739	35,170	(15)
Tools & Equipment	26,154	20,000	16,120	20,964	30,000	
Safety Equipment	21,790	18,000	18,678	23,732	25,048	
Rents	4,217	4,500	4,217	4,217	5,067	
Maintenance of Lines	220,849	205,691	307,816	387,646	411,005	
Maintenance of Station Equipment	2,234	2,763	74	74	89	
General Maintenance	13,487	13,835	12,176	14,982	16,077	(16)
Office Supplies	8,337	6,689	3,494	7,256	6,136	
Janitorial Services	19,621	18,900	15,355	20,587	21,557	
Exterior Landscaping	18,613	17,588	23,684	28,877	26,335	
Computer Equipment	26,154	16,063	132	387	18,109	
Software Expense	17,297	15,346	29,023	32,750	32,037	
Maintenance Agreements	80,035	91,604	69,386	104,127	101,270	(17)
Dues & Subscriptions	19,801	18,349	20,189	18,975	20,513	
Postage	991	1,200	878	1,012	1,124	
Insurance	76,642	82,125	91,253	91,253	96,728	
Conference & Training	55,171	51,657	22,911	36,757	71,657	
Promotion	383	3,180	0	0	3,180	
Employee Recognition	672	930	182	585	930	
Transportation	77,514	71,253	68,245	93,236	94,878	
Uniforms	16,820	15,715	13,917	18,991	19,337	
Payment in Lieu of Taxes	173,707	179,778	139,189	183,298	193,083	
Depreciation Expense	1,132,080	1,141,194	922,680	1,215,647	1,254,845	
Amortization of Deferred Costs	0	(12,484)	(9,363)	0	(12,484)	
Bad Debt Expense	70,745	70,168	71,324	71,324	75,093	(18)
Lease Rental Payments - Principal	40,641	0	0	0	0	(19)
Lease - Copiers/Printers	4,620	4,935	2,924	4,098	4,118	
Bank Fees - Credit Card	36,279	37,595	29,309	39,059	40,241	
Miscellaneous	48,397	50,255	67,366	79,495	87,198	
Total Operating Supplies & Expense	2,264,215	2,199,552	2,014,886	2,585,106	2,740,470	
Total Expenses	28,093,535	28,194,943	21,649,771	28,165,533	29,944,819	
Operating Income	1,049,900	349,294	836,506	967,524	716,153	
Interest						
Interest Revenue	401,036	424,295	233,180	317,250	314,078	
Interest Expense	(210,914)	(204,000)	(154,200)	(196,256)	(184,500)	(20)
Total Interest Revenue (Expense)	190,122	220,295	78,980	120,994	129,578	
Extraordinary Items						
Contributed Capital	0	0	0	0	375,000	
Gain on Sale of Assets	0	0	33,877	33,877	0	
Loss on Sale of Assets	(3,559)	(4,235)	(5,827)	(5,827)	(6,934)	
Total Extraordinary Items	(3,559)	(4,235)	28,050	28,050	368,066	
Net Margin	1,236,463	565,354	943,536	1,116,568	1,213,798	

ELECTRIC UTILITY

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Notes to Proposed Revenue and Expenses

Note	Description
(1)	A growth factor of 2% was used in determining the proposed 2026 revenues.
(2)	An estimated average increase in purchased power costs of 2.78%.
(3)	This amount includes miscellaneous revenue such as pole attachments, the sale of scrap metal, and reimbursements.
(4)	A 2.78% increase in purchased power costs has been estimated using estimates by IMPA.
(5)	Testing includes meter testing, pole testing and substation testing.
(6)	Contractual Services for IT consulting / Cyber Security.
(7)	Estimated amount for miscellaneous contractual services needed by the different departments.
(8)	Accounting fees include State Board of Accounts audit costs and arbitrage testing.
(9)	Engineering Services to be used to assist in the designing of several planned residential subdivisions. Also, includes the use of engineers on multiple projects.
(10)	General legal counsel.
(11)	Electric's portion of shared utility bills along with all utility bills for their individual facility.
(12)	Assumes an overall 10% increase in wages with the market changes to the advancement program as well as employees moving through the advancement program.
(13)	We received a 3% increase in health insurance for 2026. Used 5% to account for ancillary changes.
(14)	Funding of the Defined Benefit Plan and the Defined Contribution Plan.
(15)	Miscellaneous meter expenses only. With the implementation of AMI all meters have been capitalized, however, endpoints or other parts may need to be replaced.
(16)	Estimated and then allowed for the usual winter contingencies.
(17)	General maintenance agreements on items such as SCADATA, SCADA, NISC, Microsoft, and other misc. systems.

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Notes to Proposed Revenue and Expenses (Cont.)

Note	Description
(18)	A bad debt allowance has been set at .25%.
(19)	Lease rent on building. Lease was paid off in 2024.
(20)	Interest on 2013 Revenue Bonds.

**ELECTRIC UTILITY
2026 Budget - Final
Capital Additions**

Item	Class	Description	Code	Amount	Notes
1	C	Substation - Transformer, 69kV breakers and land acquisition for a substation on the South end of the city.	3	2,560,000	
2	A	Line Relocation - Relocation of lines along 300 north. This will include all materials, legal, engineering, permits and other fees.	2	833,000	
3	C	New and Replacement Transformers - Ongoing transformer purchase allotment for new units (customer driven).	2	500,000	
4	D	Ford F550 Work Truck - This unit will replace truck #28.	2	360,000	(a),(b)
5	A	Annexation Loop Feed - Const. of a distribution line to create a loop feed to the annexed area. This will include all materials, legal, engineering, permits and other fees.	2	200,000	
6	C	System Upgrades and Improvements - Includes but is not limited to reclosures for the annexation, wire, poles, omni switches, switchgears, capacitor banks and other equipment.	2	200,000	
7	C	John Shaw Road -3 Phase Line - Upgrade the single phase primary line to a 3 phase line for growth in the area.	2	200,000	
8	C	AMI - Ongoing program for replacement of meter	2	190,000	
9	A	Transmission Line Repair - Repairs to the transmission	2	172,000	
10	C	Service to New Facilities - Ongoing service extensions for new customers.	1	150,000	
11	B	Reconductoring - Reconductor and replace poles and equipment on circuits 1261, 1233 and 1272.	2	100,000	
12	A	Witt Road - City is widening the road which will require the relocation of the 1262 circuit.	2	120,000	
13	A	Scada Upgrades. - Upgrades to our Scada System. Scada alerts us to power outages, circuit and substation loading and other information.	2	100,000	
14	A	I65 and Mt. Zion Bore - Boring three 4" conduits under I65 and installing 1,000mcm primary underground wire to replace damaged OH.	2	80,000	
15	D	Ford F550 Work Truck - This unit will replace truck #28.	2	80,000	(a),(b)
16	C	Electric's Portion of the IT Budget - The estimated cost to the Electric Utility for IT Functions.	1	4,650	

ELECTRIC UTILITY

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Capital Additions

Item	Class	Description	Code	Amount	Notes
17	D	Electric's Portion of Administration Vehicles - Electric's portion of administrative vehicle replacements in agreement with our vehicle replacement program.	1	-	(a),(b)
TOTAL				5,849,650	
TIF/Bond				-	
LU Total				5,849,650	
Operational Cash Flow				154,650	
Reserves				3,135,000	
Other				2,560,000	
TOTAL				5,849,650	

Code:	Class:		
1	Operational Cash Flow	A	Must Accomplish This Year
2	Reserves	B	Accomplish for Improvement of System Integrity
3	Bonding	C	Ongoing Program - Accomplish for Improvement of System Integrity
4	Other	D	Ongoing Program - Long Term/Short Term & Vehicles/Equipment

- Notes:**
- (a) Cost does not reflect money received from sale of old vehicle/equipment.
 - (b) Included in 10 year replacement plan.
 - (c) Cost estimates provided by engineering consultant.
 - (d) May include capitalized labor.

****These figures do not include any future or anticipated annexation.**

ELECTRIC UTILITY

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Capital Projects - 5 Years Beyond Fiscal Year 2026

Item	Description	Projected 2027	Projected 2028	Projected 2029	Projected 2030	Projected 2031	Total Amount
1	Transmission Line Loop Upgrading portions of the transmission loop involving 6901 and 6907.	1,500,000	1,500,000	0	1,800,000	1,700,000	6,500,000
2	AMI Replacement Program On-going program to replace old AMR Meters and upgrade to AMI and for new business.	175,000	175,000	3,175,000	100,000	100,000	3,725,000
3	Substation Install a substation on the south side of Lebanon.	2,000,000	1,500,000	0	0	0	3,500,000
4	New and Replacement Transformers Both O.H. and pad mounted types.	300,000	300,000	300,000	300,000	200,000	1,400,000
5	10 Year Vehicle Replacement Program Ongoing program and includes electric's portion of multi-departmental vehicle/equipment replacement program- five of ten years.	52,900	463,333	356,667	366,667	0	1,239,567
6	Service to New Facilities Install electric utility service facilities for residential, commercial and industrial customers.	150,000	150,000	150,000	150,000	150,000	750,000
7	System Upgrades and Improvements On-going system improvements to provide operational flexibility. Includes capacitors, capacitor controls, reclosures, wire, poles, etc.	150,000	150,000	150,000	150,000	150,000	750,000
8	IT Budget On-going program. See IT 5-year capital budget for breakdown.	36,682	0	4,650	4,650	6,820	52,802
Totals		4,364,582	4,238,333	4,136,317	2,871,317	2,306,820	17,917,369
TIF/Other		0	0	0	0	0	0
LU Total		<u>4,364,582</u>	<u>4,238,333</u>	<u>4,136,317</u>	<u>2,871,317</u>	<u>2,306,820</u>	<u>17,917,369</u>

****These figures do not include any future or anticipated annexation.**

Electric Utility
Projected Cash Analysis

	2026	2027	2028	2029	2030	2031
Total Cash & Investments - Beginning of Year Not Restricted by Ordinance/Regulation	5,106,419	9,870,486	6,248,334	2,355,736	(1,845,961)	(5,180,638)
Add:						
Projected Operating Income (A)	30,660,972	30,992,111	31,326,826	31,665,155	32,007,139	32,352,816
2025 Bond Issue	9,235,000	0	0	0	0	0
Interest	314,078	197,410	124,967	47,115	0	0
Depreciation	1,254,845	1,279,942	1,305,541	1,331,651	1,358,284	1,385,450
Contributions in aid of Construction	375,000	375,000	375,000	375,000	375,000	375,000
Less:						
Projected Operational Expenses (B)	(29,944,819)	(30,615,583)	(31,301,372)	(32,002,523)	(32,719,379)	(33,452,293)
Bond Principal and Interest - 2025	(431,859)	(637,050)	(636,525)	(635,048)	(636,173)	(636,459)
Bond Principal and Interest - 2013	(849,500)	(849,400)	(848,700)	(846,731)	(848,231)	(848,612)
Estimated Cash & Investments Before Capital Expenditures Not Restricted by Ordinance/Regulation	15,720,136	10,612,916	6,594,070	2,290,356	(2,309,321)	(6,004,736)
Less:						
Projected Capital Expenditures (Non TIF)	(5,849,650)	(4,364,582)	(4,238,333)	(4,136,317)	(2,871,317)	(2,306,820)
Estimated Cash & Investments - End of Year Not Restricted by Ordinance/Regulation	9,870,486	6,248,334	2,355,736	(1,845,961)	(5,180,638)	(8,311,556)
Less: Two Months of Average Operating Income	(4,990,803)	(5,102,597)	(5,216,895)	(5,333,754)	(5,453,230)	(5,575,382)
Available Cash & Investments - End of Year Not Restricted by Ordinance/Regulation	<u>4,879,683</u>	<u>1,145,737</u>	<u>(2,861,159)</u>	<u>(7,179,715)</u>	<u>(10,633,868)</u>	<u>(13,886,938)</u>

(A) Prior year plus increase of 1.08% which is the average change in the last 10 years. Takes into account 2 highest years/2 lowest years/rate adjustments.

(B) Prior year plus increase of 2.24% which is the average change in the last 10 years. Takes into account 2 highest years/2 lowest years/rate adjustments.

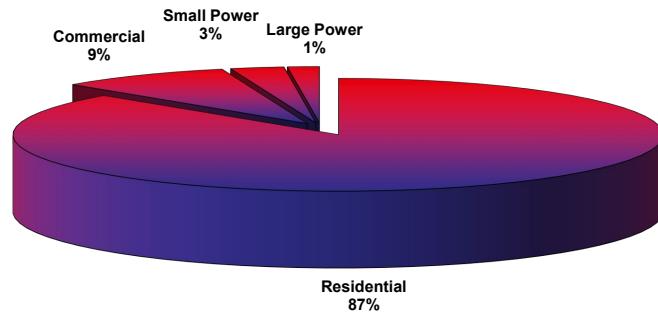
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Statistics

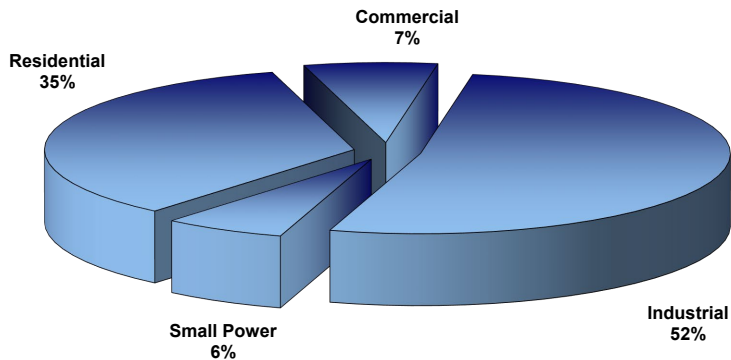
Number of Customers

Residential	8,305
Commercial	819
Small Power	253
Lg Power	150
Municipal	64

Customers



Projected 2026 Revenue



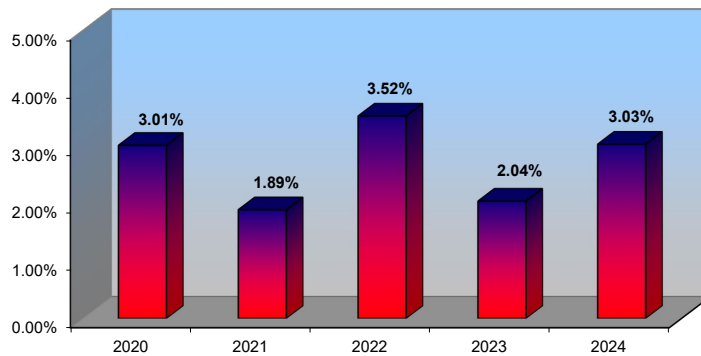
Projected 2026 Revenue

Residential	10,225,133
Commercial	2,059,174
Industrial	15,368,938
Small Power	1,886,345

Line Loss Factor

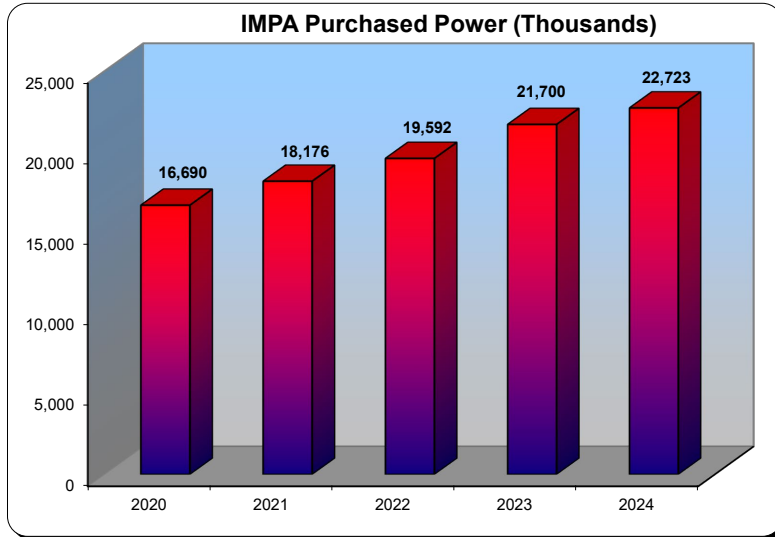
2020	3.01%
2021	1.89%
2022	3.52%
2023	2.04%
2024	3.03%

Energy Loss



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Statistics

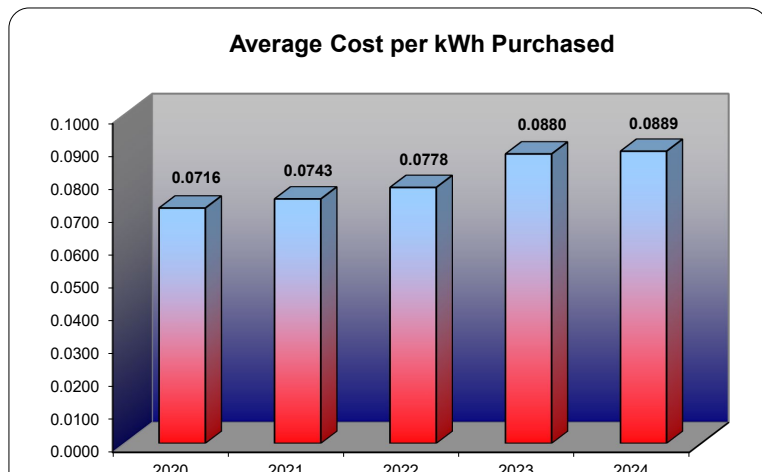
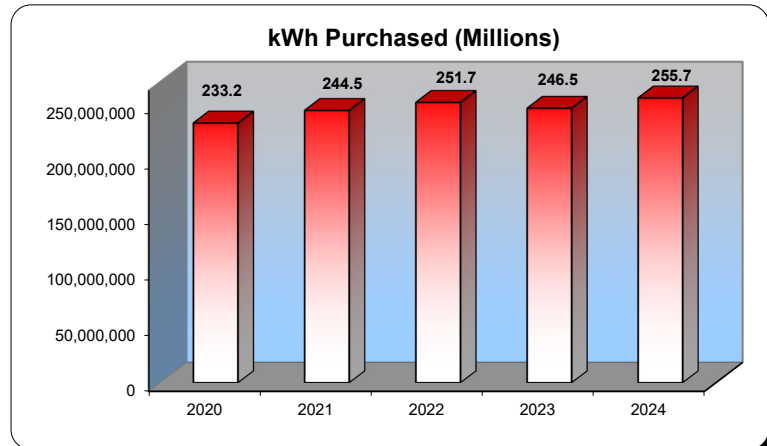


IMPA Power Bill

2020	16,689,781
2021	18,175,882
2022	19,592,242
2023	21,699,658
2024	22,723,238
**2025 Year to Date Thru Sept.	21,793,778

kWh Purchased

2020	233,207,942
2021	244,498,237
2022	251,697,880
2023	246,489,672
2024	255,707,793
**2025 Year to Date Thru Sept.	203,907,679



Average Cost per kWh Purchased

2020	0.0716
2021	0.0743
2022	0.0778
2023	0.0880
2024	0.0889
**2025 Year to Date Thru Sept.	0.1069

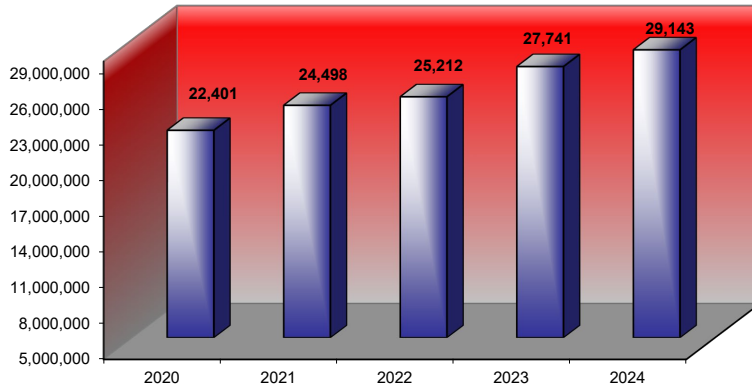
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Statistics

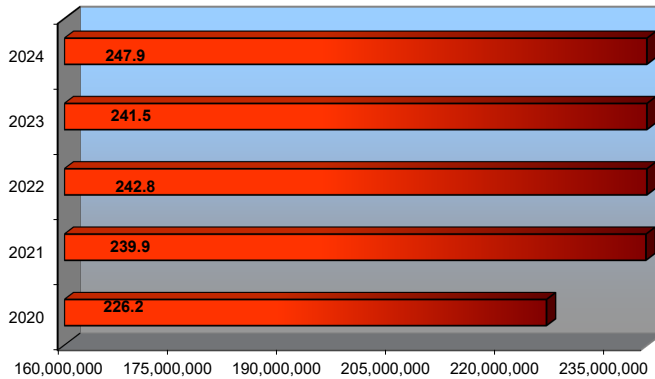
Revenue From Sales

2020	22,400,600
2021	24,497,942
2022	25,212,069
2023	27,741,466
2024	29,143,435
**2025 Year to Date Thru Sept.	22,486,277

Revenue From Sales (Thousands)



kWh Sold (Millions)



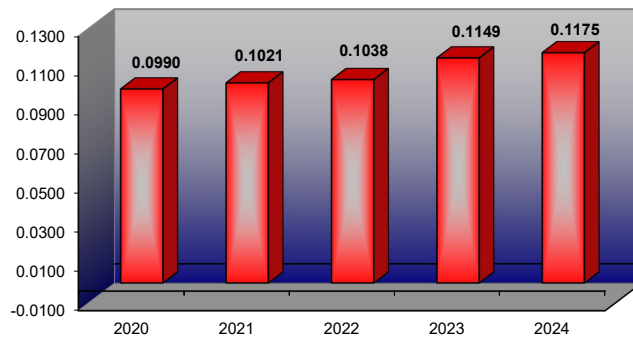
Kilowatt Hours Sold

2020	226,195,125
2021	239,865,786
2022	242,835,378
2023	241,462,072
2024	247,947,325
**2025 Year to Date Thru Sept.	198,889,024

Average Revenue per kWh Sold

2020	0.0990
2021	0.1021
2022	0.1038
2023	0.1149
2024	0.1175
**2025 Year to Date Thru Sept.	0.1131

Average Revenue Per kWh Sold



Lebanon Water Utility

2026 Budget - Final

WATER UTILITY 2026 Budget - Final

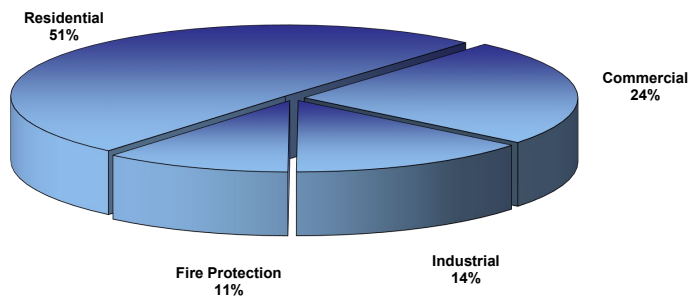
Revenues - Civil

	<u>Actual 2024</u>	<u>Budget 2025</u>	<u>9 Months 2025</u>	<u>Rolling 12 Months</u>	<u>Proposed 2026</u>
Operating Revenue					
Residential	2,686,418	2,735,270	2,082,752	2,749,864	2,818,702
Commercial	1,823,806	1,832,875	951,663	1,399,646	1,360,950
Industrial	399,972	414,264	634,192	724,874	800,936
Fire Protection	586,828	588,273	452,057	605,291	616,097
Rent	11,862	11,381	10,331	14,323	14,330
Late Penalties	27,980	28,441	19,391	26,408	26,654
Total Revenue from Sales	<u>5,536,866</u>	<u>5,610,504</u>	<u>4,150,386</u>	<u>5,520,406</u>	<u>5,637,670</u>
Other Revenue					
Availability Fees	1,115,100	75,000	2,243,300	2,544,800	188,600
Interest	660,473	589,984	487,970	647,068	556,824
Other	227,286	133,528	319,335	373,295	256,528
Total Other Revenues	<u>2,002,859</u>	<u>798,512</u>	<u>3,050,605</u>	<u>3,565,163</u>	<u>1,001,953</u>
Total Revenue	<u><u>7,539,725</u></u>	<u><u>6,409,016</u></u>	<u><u>7,200,991</u></u>	<u><u>9,085,569</u></u>	<u><u>6,639,622</u></u>

Note: A growth factor of 2% for residential, commercial and industrial was used in determining the proposed 2026 revenues.

<u>Rate Class</u>	<u>Number of Customers</u>
Residential	6,300
Commercial	764
Industrial	54
Municipal	17
Total	<u>7,135</u>
	(As of 09/25)
	Inc. of 1.6%

Projected Operating Revenue by Rate Class



	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>Sep-25</u>
Number of Employees	14	13	13	14	13

WATER UTILITY 2026 Budget - Final

Revenues/Expenses - Civil

	<u>Actual 2024</u>	<u>Budget 2025</u>	<u>9 Months 2025</u>	<u>Rolling 12 Months</u>	<u>Proposed 2026</u>	
Operating Revenues						
Residential	2,686,418	2,735,270	2,082,752	2,749,864	2,818,702	(1)
Commercial	1,823,806	1,832,875	951,663	1,399,646	1,360,950	(1)
Industrial	399,972	414,264	634,192	724,874	800,936	(1)
Fire Protection	586,828	588,273	452,057	605,291	616,097	(1)
Rent	11,862	11,381	10,331	14,323	14,330	(1)
Late Penalties	27,980	28,441	19,391	26,408	26,654	(1)
Total Operating Revenue	<u>5,536,866</u>	<u>5,610,504</u>	<u>4,150,386</u>	<u>5,520,406</u>	<u>5,637,670</u>	
Other Revenue						
Other	227,286	133,528	319,335	373,295	256,528	
Total Other Revenue	<u>227,286</u>	<u>133,528</u>	<u>319,335</u>	<u>373,295</u>	<u>256,528</u>	
Total Revenue (less Interest)	<u>5,764,152</u>	<u>5,744,032</u>	<u>4,469,721</u>	<u>5,893,701</u>	<u>5,894,198</u>	
Purchased Services						
Engineering Fees	201,206	265,000	205,813	279,709	275,000	(2)
Accounting Fees	0	10,000	0	0	10,000	(3)
Legal Fees	70,381	57,258	36,044	69,746	60,669	(4)
Contractual Services - Testing	14,102	35,000	25,547	32,020	50,000	
Contractual Services - IT	101,586	105,555	87,355	112,752	120,769	(5)
Contractual Services - Other	198,452	474,868	127,775	158,162	394,458	(6)
Telephone Expense	22,529	23,916	14,255	19,862	19,577	
Utilities	199,219	246,761	157,549	213,779	233,114	
Total Purchased Services	<u>807,475</u>	<u>1,218,358</u>	<u>654,338</u>	<u>886,030</u>	<u>1,163,588</u>	
Wages & Benefits						
Salaries WT	216,018	224,859	150,599	210,465	220,879	(7)
Salaries WD	262,817	272,796	195,266	268,641	286,390	(7)
Meter Reading	69,389	66,384	52,387	75,676	76,834	(7)
Billing Salaries	32,281	36,161	24,748	31,917	36,297	(7)
Administrative Salaries	196,145	207,985	199,273	250,984	292,267	(7)
Office Salaries	156,743	162,193	112,816	156,925	165,463	(7)
Line Locating	12,773	17,407	23,209	23,894	34,040	(7)
Sick/Vacation Leave	214,949	227,246	135,991	193,130	199,453	(7)
FICA Taxes	78,445	80,441	62,996	85,579	92,394	(7)
Pension	139,247	142,443	102,588	142,916	150,462	(8)
Group Insurance	256,708	229,825	194,379	283,739	266,947	(9)
Total Wages & Benefits	<u>1,635,515</u>	<u>1,667,740</u>	<u>1,254,252</u>	<u>1,723,866</u>	<u>1,821,428</u>	

WATER UTILITY 2026 Budget - Final

Revenues/Expenses - Civil (Cont.)

	Actual 2024	Budget 2025	9 Months 2025	Rolling 12 Months	Proposed 2026
Operating Supplies & Expense					
Chemicals	166,439	185,686	134,179	166,056	177,655
Materials & Supplies	24,435	36,445	50,453	49,860	60,322
Meter Expense	3,319	4,141	9,690	9,705	14,152
Office Supplies	7,809	7,313	3,625	6,385	5,777
Janitorial Services	6,734	5,884	4,897	6,992	7,099
Exterior Landscaping	2,692	1,093	7,457	9,418	9,971
Sand / Gravel / Pavement	0	403	913	913	1,097
SCADA Expense	15,129	12,697	12,713	17,575	17,781
Safety Equipment	6,286	3,956	1,071	4,158	2,877
Miscellaneous Equipment	29,385	35,297	7,681	10,578	10,722
Tools	4,924	3,927	15,282	17,456	19,483
Transportation	57,180	37,687	19,080	50,389	39,052
Insurance	76,598	81,896	99,859	99,859	102,855
Regulatory Expense	4,530	5,683	4,644	4,530	5,522
Well Expense	120,922	32,212	3,115	98,612	52,924
Dues & Subscriptions	10,706	13,239	13,325	11,713	21,413
Promotional Expense	383	3,180	27	27	3,380
Employee Recognition	556	930	128	531	930
Bad Debt Expense	13,607	14,026	14,026	14,026	14,094 (10)
Postage	1,161	1,442	957	1,147	1,248
Conferences & Training	22,690	27,757	13,398	20,910	27,257
Uniforms - Cleaning	11,046	11,610	10,471	13,788	14,291
General Maintenance	84,837	88,358	131,126	141,236	162,776
Computer Equipment	7,803	16,063	3,450	4,680	18,109
Software Expense	17,968	15,346	23,393	27,120	32,037
Maintenance Agreements	80,098	82,053	53,010	86,734	81,068 (11)
Payment in Lieu of Taxes	234,549	250,336	177,933	235,824	243,630
Depreciation	680,262	692,104	529,700	701,062	720,392
Lease Rental Payments - Principal	40,641	0	0	0	0 (12)
Lease - Copiers/Printers	4,620	4,935	2,924	4,098	4,118
Bank Fees - Credit Card	35,229	36,512	28,460	37,926	39,074
Miscellaneous	49,520	55,863	40,006	47,207	51,782
Total Operating Supplies & Expense	1,822,058	1,768,074	1,416,993	1,900,515	1,962,890
Total Expenses	4,265,048	4,654,172	3,325,583	4,510,411	4,947,905
Operating Income	1,499,104	1,089,860	1,144,138	1,383,290	946,293
Interest					
Interest Revenue	660,473	589,984	487,970	647,068	556,824
Interest Expense	(180,186)	(170,770)	(128,646)	(173,019)	(161,660) (13)
Total Interest Revenue (Expense)	480,287	419,214	359,324	474,049	395,164
Extraordinary Items					
Availability Fees	1,115,100	75,000	2,243,300	2,544,800	188,600 (14)
Gain on Sale of Assets	0	0	0	0	0
Loss on Sale of Assets	(58,579)	(62,094)	(529)	(529)	(561)
Total Extraordinary Items	1,056,521	12,906	2,242,771	2,544,271	188,039
Net Margin	3,035,912	1,521,980	3,746,233	4,401,610	1,529,497

WATER UTILITY 2026 Budget - Final

Notes to Proposed Revenue and Expenses - Civil

Note	Description
(1)	An overall growth factor of 2% was used in determining the proposed 2026 revenues.
(2)	Engineering fees for GIS updates, TAC Meetings, on-call services, CIP Updates, Etc.
(3)	Accounting fees include State Board of Accounts audit costs and arbitrage testing.
(4)	General legal counsel.
(5)	Contractual Services for IT consulting / Cyber Security.
(6)	Estimated amount for miscellaneous contractual services needed by the different departments.
(7)	Assumes an overall 10% increase in wages with the market changes to the advancement program as well as employees moving through the advancement program.
(8)	Funding of the Defined Benefit Plan and the Defined Contribution Plan.
(9)	We received a 3% increase for 2026.
(10)	A bad debt allowance has been set at .25%.
(11)	General maintenance agreements on items such as NISC, Microsoft and other misc. systems.
(12)	Lease rental principal on the municipal building. Lease was paid off in 2024.
(13)	Interest on the 2019 and 2021 SRF loan.
(14)	Estimated 41 EDU's at the current rate.

WATER UTILITY
2026 Budget - Final
Capital Additions - Civil

Item	Class	Description	Code	Amount	Notes
1	B	Chicago Street WTP Improvements - Replacement of backwash holding tank, new wellhouse and bulk water	2	1,600,000	
2	B	Chicago Street WTP Electric Upgrades - Upgrades to electrical system and back-up generator.	4	1,500,000	
3	A	Lead/Galvanized Water Service Line Replacement Program - Replacement of lead/galvanized water service lines per EPA requirements.	2	500,000	
4	A	Chicago St. Pole Barn/Well House Upgrades - Upgrade the pole barn/well house at the WTP to be IDEM compliant.	2	500,000	
5	A	State Road 39 Water Main Replacement - Replacement of failing water main in the system.	2	295,730	
6	C	Automated Meter Infrastructure - Annual amount for meter replacements as needed. This is year 5 of a 5 year program.	2	165,000	
7	B	Park Street Bridge Water Main Corrections - Improvements to the water main hanging from Park Street	1	150,000	
8	C	Facility Rehab & Improvements - Miscellaneous facility improvements as deemed necessary.	2	150,000	
9	C	Well Improvement, Rehab and Upgrades - Program to upgrade, maintain and clean wells.	4	105,000	
10	C	Unforeseen Distribution System Repairs & Upgrades - Misc. distribution system improvements as deemed necessary.	4	95,000	
11	C	Unforeseen Equipment Repair & Replacement - Allows for misc. equipment repair or replacement.	4	95,000	
12	D	Vehicle #10 - Replacement of vehicle #10.	2	75,000	(a),(b)
13	D	Vehicle #15 - Replacement of vehicle #15.	2	75,000	(a),(b)
14	D	Pull behind Air Compressor - Replacement of a 2003 air compressor.	2	30,000	(a),(b)

WATER UTILITY 2026 Budget - Final

Capital Additions - Civil (Cont)

Item	Class	Description	Code	Amount	Notes
15	C	Water's Portion of the IT Budget - The estimated cost to the Water Utility for IT Functions.	1	4,650	
16	D	Water's Portion of Administration Vehicles - Water's portion of administrative vehicle replacements in agreement with our vehicle replacement program.	2	-	(a),(b)

TOTAL 5,340,380

Operational Cash Flow 154,650

Reserves 3,390,730

Bond -

Availability Fees 1,795,000

TOTAL 5,340,380

Code:

Class:

1	Operational Cash Flow	A	Must Accomplish This Year
2	Reserves	B	Accomplish for Improvement of System Integrity
3	Bonding	C	Ongoing Program - Accomplish for Improvement of System Integrity
4	Availability Fees	D	Ongoing Program - Long Term/Short Term & Vehicles/Equipment

Notes:

- (a) Cost does not reflect money received from sale of old vehicle/equipment.
- (b) Included in 10 year replacement plan.
- (c) Cost estimates provided by engineering consultant.
- (d) May include capitalized labor.

****These figures do not include any future or anticipated annexation.**

WATER UTILITY 2026 Budget - Final

Capital Projects - 5 Years Beyond Fiscal Year 2026 - Civil

Item	Description	2027	2028	2029	2030	2031	Total Amount
1	Park Street Elevated Storage Tank Water Main Extension 16" water main along Williams Street and up Park Street to the tank.	0	2,500,000	0	0	0	2,500,000
2	Indianapolis Avenue Water Main Extension 16" water main extension along Indianapolis Avenue.	1,500,000	0	0	0	0	1,500,000
3	Spencer Avenue Water Main Loop Replacement and extension of water mains along Spencer Avenue.	0	900,000	0	0	0	900,000
4	Automated Meter Infrastructure Ongoing Program for AMR/AMI System.	170,000	175,000	175,000	180,000	185,000	885,000
5	Facility Rehab & Improvements Miscellaneous improvements as deemed necessary by staff.	150,000	150,000	150,000	150,000	150,000	750,000
6	Well Improvement, Rehab & Upgrades Program to maintain and clean wells. We have 10 active wells and work on two wells per year.	105,000	110,000	110,000	115,000	115,000	555,000
7	Unforeseen Equipment Repair & Replacement Miscellaneous repairs and replacement.	95,000	100,000	105,000	105,000	105,000	510,000
8	Chicago Street WTP Electric Upgrades Generator for the Chicago Street WTP electric upgrades.	500,000	0	0	0	0	500,000
9	Lead/Galvanized Water Service Line Replacement Program Replacement of Lead/Galvanized Water Service Lines per EPA Requirements.	500,000	0	0	0	0	500,000
10	Unforeseen Distribution System Repairs & Upgrades Miscellaneous distribution system improvements as deemed necessary.	100,000	100,000	100,000	100,000	100,000	500,000
11	10 Year Vehicle/Mower Replacement Program Ongoing program including support departments, IT, Meter Engineering.	122,900	41,833	16,667	16,667	25,000	223,067
12	IT Budget See IT capital budget for breakdown.	36,682	0	4,650	4,650	6,820	52,802
Total		<u>3,279,582</u>	<u>4,076,833</u>	<u>661,317</u>	<u>671,317</u>	<u>686,820</u>	<u>9,375,869</u>

****These figures do not include any future or anticipated annexation.**

Water Utility
Projected Cash Analysis - Civil

	2026	2027	2028	2029	2030	2031
Total Cash & Investments - Beginning of Year Not Restricted by Ordinance/Regulation	17,037,833	13,485,902	12,586,063	11,255,846	14,126,798	17,026,788
Add:						
Projected Operating Income (A)	5,894,198	6,061,593	6,233,742	6,410,781	6,592,847	6,780,084
Interest	556,824	269,718	251,721	225,117	282,536	340,536
Availability Fee Proceeds Civil City	188,600	1,076,400	1,473,840	2,300,000	2,300,000	2,300,000
Depreciation	720,392	734,800	749,496	764,486	779,775	795,371
Less:						
Projected Operational Expenses (B)	(4,947,905)	(5,139,389)	(5,338,283)	(5,544,875)	(5,759,461)	(5,982,352)
Bond Principal and Interest - Current	(623,660)	(623,380)	(623,900)	(623,240)	(624,390)	(623,320)
Estimated Cash & Investments Before Capital Expenditures Not Restricted by Ordinance/Regulation	18,826,282	15,865,645	15,332,679	14,788,114	17,698,104	20,637,106
Less:						
Projected Capital Expenditures	(5,340,380)	(3,279,582)	(4,076,833)	(661,317)	(671,317)	(686,820)
Estimated Cash & Investments - End of Year Not Restricted by Ordinance/Regulation	13,485,902	12,586,063	11,255,846	14,126,798	17,026,788	19,950,286
Less: Two Months of Average Operation Expense	(824,651)	(856,565)	(889,714)	(924,146)	(959,910)	(997,059)
Available Cash & Investments - End of Year Not Restricted by Ordinance/Regulation	<u>12,661,252</u>	<u>11,729,498</u>	<u>10,366,132</u>	<u>13,202,652</u>	<u>16,066,878</u>	<u>18,953,227</u>

(A) Prior year plus increase of 2.84% which is the average change in the last 10 years (taking out availability fees). Takes into account 2 highest years/2 lowest years/rate adjustments.

(B) Prior year plus increase of 3.87% which is the average change in the last 10 years. Takes into account 2 highest years/2 lowest years/rate adjustments.

WATER UTILITY
2026 Budget - Final
Capital Additions - LEAP

Item	Class	Description	Code	Amount	Notes
1	A	Wholesale Water Supply Phase I (LEAP) - Connection point 1, transmission lines & elevated storage tank.	3	37,175,000	
2	A	Wholesale Water Supply Phase II (LEAP) - Connection point 2 & transmission lines.	3	35,000,000	
TOTAL				<u>72,175,000</u>	
Operational Cash Flow				-	
Reserves				-	
Bond				72,175,000	
Availability Fees				-	
TOTAL				<u>72,175,000</u>	

Code:

Class:

1	Operational Cash Flow	A	Must Accomplish This Year
2	Reserves	B	Accomplish for Improvement of System Integrity
3	Bonding	C	Ongoing Program - Accomplish for Improvement of System Integrity
4	Availability Fees	D	Ongoing Program - Long Term/Short Term & Vehicles/Equipment

Notes:

- (a) Cost does not reflect money received from sale of old vehicle/equipment.
- (b) Included in 10 year replacement plan.
- (c) Cost estimates provided by engineering consultant.
- (d) May include capitalized labor.

****These figures do not include any future or anticipated annexation.**

**WATER UTILITY
2026 Budget - Final**

Capital Projects - 5 Years Beyond Fiscal Year 2026 - LEAP

Item	Description	2027	2028	2029	2030	2031	Total Amount
1	Wholesale Water Supply Phase III (LEAP) Connection point 3, transmission lines & elevated storage tank.	0	10,000,000	40,000,000	25,000,000	1,950,000	76,950,000
2	Wholesale Water Supply Phase II (LEAP) Connection point 2 & transmission lines.	25,650,000	0	0	0	0	25,650,000
Total		<u>25,650,000</u>	<u>10,000,000</u>	<u>40,000,000</u>	<u>25,000,000</u>	<u>1,950,000</u>	<u>102,600,000</u>

****These figures do not include any future or anticipated annexation.**

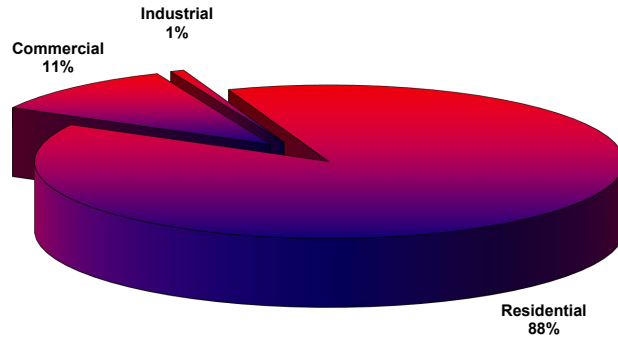
WATER UTILITY 2026 Budget - Final

Statistics - Civil

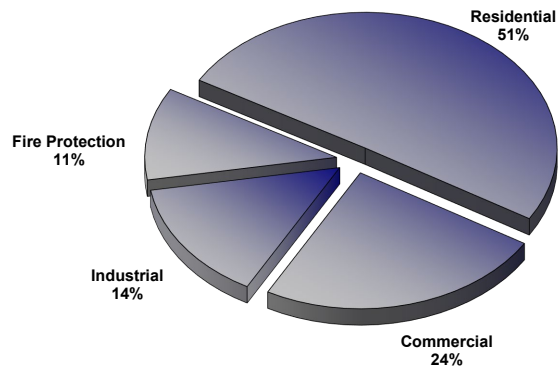
Number of Customers

Residential	6,300
Commercial	764
Industrial	54
Municipal	17

Customers



Projected 2026 Revenue



Projected 2026 Revenue

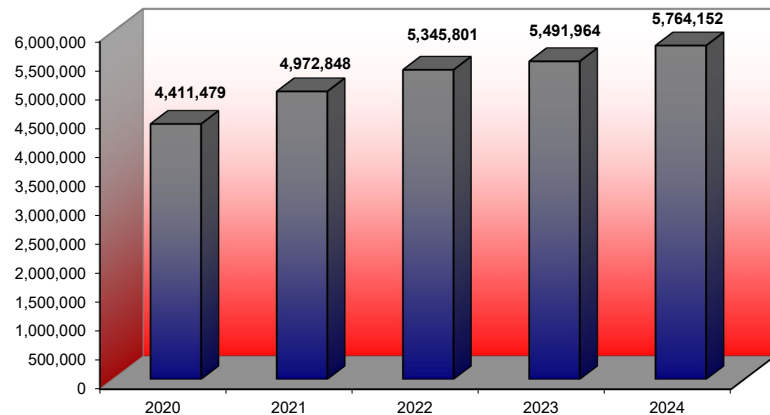
Residential	2,818,702
Commercial	1,360,950
Industrial	800,936
Fire Protection	616,097

Revenue From Sales

2020	4,411,479
2021	4,972,848
2022	5,345,801
2023	5,491,964
2024	5,764,152
**2025 Year to Date Thru Sept.	4,469,721

***Does not include Availability Fees or non-recurring fees.

Revenue From Sales



WATER UTILITY 2026 Budget - Final

Statistics - Civil

Gallons Pumped (Series 1)

2020	619,007,000
2021	626,956,000
2022	654,704,000
2023	708,677,000
2024	737,427,000

**2025 Year to Date Thru Sept.

563,194,000

Gallons Sold (Series 2)

2020	549,594,000 *
2021	554,947,000 *
2022	575,071,999 *
2023	600,310,000 *
2024	635,385,509 *

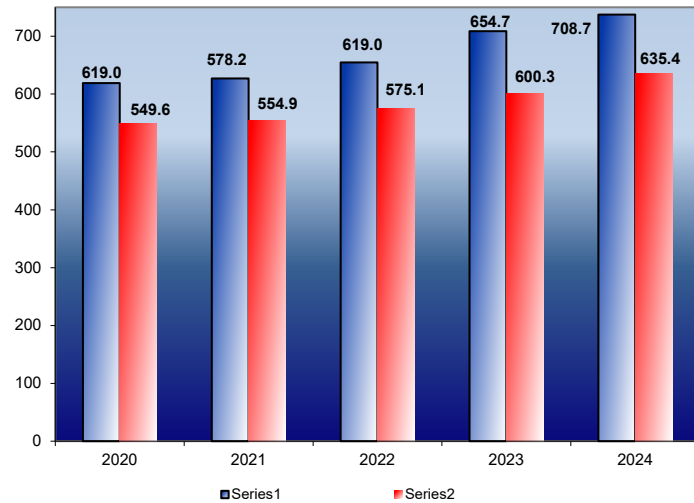
**2025 Year to Date Thru Sept.

466,360,789 *

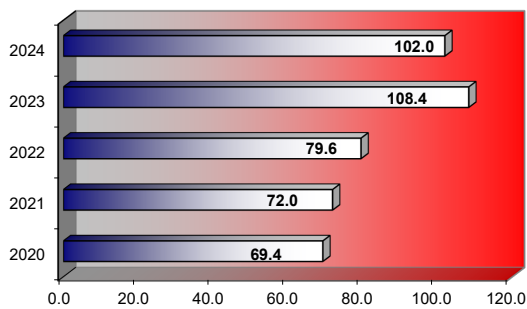
Yearly Backflush

Add *	15,157,000
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Gallons Pumped (Millions)



Water Loss (Millions)



Water Loss (Millions)

2020	69,413,000
2021	72,009,000
2022	79,632,001
2023	108,367,000
2024	102,041,491
**2025 Year to Date Thru Sept.	96,833,211

Lebanon Wastewater Utility

2026 Budget - Final

WASTEWATER UTILITY 2026 Budget - Final

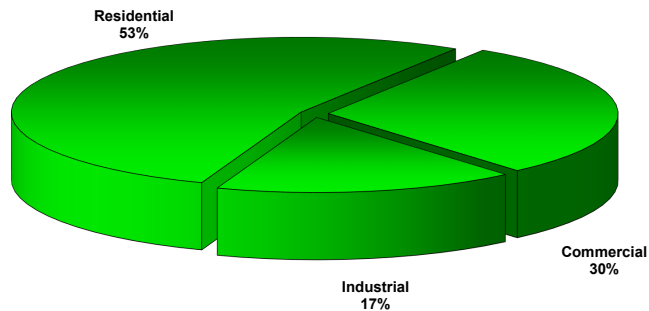
Revenues - Civil

	<u>Actual 2024</u>	<u>Budget 2025</u>	<u>9 Months 2025</u>	<u>Rolling 12 Months</u>	<u>Proposed 2026</u>
Operating Revenue					
Residential	2,967,143	3,025,424	2,294,158	3,029,484	3,105,064
Commercial	2,254,385	2,303,791	1,226,127	1,756,667	1,729,667
Industrial	375,273	391,455	785,803	870,035	978,064
Surcharges	164,734	163,738	88,264	124,544	123,537
Inspection Fees	12,080	13,204	4,675	6,435	6,461
Late Penalties	98,024	99,074	67,681	92,393	93,144
Total Revenue from Sales	<u>5,871,639</u>	<u>5,996,686</u>	<u>4,466,708</u>	<u>5,879,558</u>	<u>6,035,936</u>
Other Revenue					
Availability Fees	606,500	0	2,706,000	2,821,200	196,800
Contributions	0	620,000	440,490	440,490	440,490
Interest	919,422	1,084,601	454,096	649,547	617,571
Other	149,910	179,247	64,759	80,234	86,345
Total Other Revenues	<u>1,675,832</u>	<u>1,883,848</u>	<u>3,665,345</u>	<u>3,991,471</u>	<u>1,341,206</u>
Total Revenue	<u><u>7,547,471</u></u>	<u><u>7,880,534</u></u>	<u><u>8,132,053</u></u>	<u><u>9,871,029</u></u>	<u><u>7,377,142</u></u>

Note: A growth factor of 2% for residential, commercial and industrial was used in determining the proposed 2026 revenues.

<u>Rate Class</u>	<u>Number of Customers</u>
Residential	6,136
Commercial	736
Industrial	53
Total	<u><u>6,925</u></u>
	(As of 09/25)
	Inc. of 1.6%

Projected Revenue by Rate Class



	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>Sep-25</u>
Number of Employees	15	16	16	17	17

WASTEWATER UTILITY

2026 Budget - Final

Revenues/Expenses - Civil

	Actual 2024	Budget 2025	9 Months 2025	Rolling 12 Months	Proposed 2026	
Operating Revenues						
Residential	2,967,143	3,025,424	2,294,158	3,029,484	3,105,064	(1)
Commercial	2,254,385	2,303,791	1,226,127	1,756,667	1,729,667	(1)
Industrial	375,273	391,455	785,803	870,035	978,064	(1)
Surcharges	164,734	163,738	88,264	124,544	123,537	(1)
Inspection Fees	12,080	13,204	4,675	6,435	6,461	(1)
Late Penalties	98,024	99,074	67,681	92,393	93,144	(1)
Total Operating Revenues	5,871,639	5,996,686	4,466,708	5,879,558	6,035,936	
Other Revenues						
Other	149,910	179,247	64,759	80,234	86,345	
Total Other Revenue	149,910	179,247	64,759	80,234	86,345	
Total Revenue (less Interest)	6,021,549	6,175,933	4,531,467	5,959,792	6,122,281	
Purchased Services						
Engineering Fees	160,782	265,000	317,726	369,391	265,000	(2)
Accounting Fees	0	10,000	0	0	10,000	(3)
Legal Fees	82,969	55,276	28,321	72,755	56,916	(4)
Contractual Services - Sludge Removal	102,702	100,000	73,405	100,136	120,000	
Contractual Services - IT	101,586	105,555	84,655	110,052	120,769	(5)
Contractual Services - Other	97,565	244,868	92,990	130,245	259,458	(6)
Telephone Expense	18,052	18,866	12,279	16,941	17,156	
Utilities	295,639	285,930	218,289	311,276	331,280	
Total Purchased Services	859,295	1,085,495	827,665	1,110,796	1,180,580	
Wages & Benefits						
Salaries WWC	273,416	289,028	197,026	269,728	288,971	(7)
Salaries WWT	269,048	248,111	226,245	322,994	331,826	(7)
Meter Reading	69,389	66,384	52,387	75,676	76,834	(7)
Line Locating	12,773	17,407	23,209	23,894	34,040	(7)
Billing Salaries	32,281	36,161	24,748	31,917	36,297	(7)
Laboratory Salaries	36,553	47,955	57,228	60,479	83,934	(7)
Administrative Salaries	196,145	207,985	199,273	250,984	292,267	(7)
Office Salaries	156,743	162,193	112,816	156,925	165,463	(7)
Vacation/Sick Leave	217,835	224,620	145,022	206,871	212,699	(7)
FICA Taxes	87,935	88,988	74,799	100,937	109,705	(7)
Pension	170,685	174,506	111,660	161,160	163,768	(8)
Group Insurance	294,491	261,360	223,014	327,194	306,273	(9)
Total Wages & Benefits	1,817,294	1,824,698	1,447,427	1,988,759	2,102,078	

WASTEWATER UTILITY
2026 Budget - Final

Revenues/Expenses - Civil (Cont.)

	Actual 2024	Budget 2025	9 Months 2025	Rolling 12 Months	Proposed 2026
Chemicals	56,019	63,705	74,448	85,169	94,983
Materials & Supplies	44,410	44,560	30,081	39,261	40,875
Lab	16,215	17,731	11,799	14,819	15,734
Liftstations	57,732	52,185	24,269	40,601	37,574
Office Supplies	9,462	7,939	3,067	6,985	5,703
Janitorial Services	6,734	5,884	4,897	6,992	7,099
Exterior Landscaping	2,692	1,093	7,382	9,343	9,881
Meter Expense	11,851	15,810	13,135	13,150	18,292
Safety Equipment	2,634	3,420	6,545	6,545	7,865
SCADA Equipment	18,170	22,218	19,337	19,591	23,367
Sand / Gravel / Pavement	0	0	0	0	0
Miscellaneous Equipment	7,807	8,572	1,773	2,906	2,714
General Maintenance	77,946	79,377	94,153	114,298	123,515
Transportation	23,529	23,534	19,305	25,871	26,580
Computer Equipment	15,229	16,063	5,087	6,484	18,109
Software Expense	22,639	15,346	24,736	30,638	32,037
Maintenance Agreements	85,995	89,672	52,022	85,892	79,956 (10)
Insurance	79,975	85,476	86,222	86,222	88,809
Promotional Expense	383	3,180	2,721	2,721	6,180
Employee Recognition	951	930	128	531	930
Regulatory Expense	12,826	15,716	12,437	12,395	14,923
Bad Debt Expense	14,759	14,992	14,992	14,992	15,090 (11)
Dues & Subscriptions	11,090	15,239	13,618	11,955	19,413
Postage	1,054	1,298	1,210	1,345	1,524
Conferences & Training	24,463	32,757	17,806	24,490	30,257
Uniforms	13,148	13,399	11,826	16,295	16,512
Safety Training Expense	3,671	3,838	36	1,257	672
Payment in Lieu of Taxes	280,285	295,102	231,665	302,607	314,919
Depreciation Expense	1,024,677	1,034,922	807,689	1,071,394	1,098,457
Amortization - Deferred Costs	0	(1,572)	(1,653)	(475)	0
Lease Rental Payments - Principal	40,641	0	0	0	0 (12)
Lease - Copiers/Printers	4,620	4,935	2,924	4,098	4,118
Bank Fees - Credit Card	35,229	36,412	28,460	37,926	39,074
Pump Expense	26,958	0	4,328	31,286	19,084
Miscellaneous	61,376	69,404	34,203	47,660	48,031
Total Operating Supplies & Expense	2,095,170	2,093,137	1,660,648	2,175,244	2,262,278
Total Expenses	4,771,759	5,003,330	3,935,740	5,274,799	5,544,936
Operating Income	1,249,790	1,172,603	595,727	684,993	577,346
Interest					
Interest Revenue	919,422	1,084,601	454,096	649,547	617,571
Interest Expense	(366,536)	(351,912)	(118,388)	(207,226)	(194,359) (13)
Total Interest Revenue (Expense)	552,886	732,689	335,708	442,321	423,212
Extraordinary Items					
Availability Fees	606,500	0	2,706,000	2,821,200	196,800 (14)
Contributed Capital	0	620,000	440,490	440,490	440,490
Gain on Sale of Assets	0	0	0	0	0
Loss on Sale of Assets	(33,462)	(41,381)	(63,087)	(63,087)	(78,018)
Total Extraordinary Items	573,038	578,619	3,083,403	3,198,603	559,272
NET MARGIN	2,375,714	2,483,911	4,014,838	4,325,917	1,559,830

WASTEWATER UTILITY 2026 Budget - Final

Notes to Proposed Revenue and Expenses - Civil

Note	Description
(1)	An overall growth factor of 2% was used in determining the proposed 2026 revenues.
(2)	This includes amounts for GIS, pretreatment, lining, biosolids, development projects, system evaluation and other misc. engineering services.
(3)	Accounting fees include State Board of Accounts audit costs and arbitrage testing.
(4)	General legal counsel.
(5)	Contractual Services for IT consulting / Cyber Security.
(6)	Estimated amount for miscellaneous contractual services needed by the different departments. Includes the FROGS Program.
(7)	Assumes an overall 10% increase in wages with the market changes to the advancement program as well as employees moving through the advancement program.
(8)	Funding of the Defined Benefit Plan and the Defined Contribution Plan.
(9)	We received a 3% increase for 2026.
(10)	General maintenance agreements on items such as NISC, Microsoft and other misc. systems.
(11)	A bad debt allowance has been set at .25%.
(12)	Lease rental principal on municipal building. Lease was paid off in 2024.
(13)	Interest on the 2025 refunding bond through SRF. .
(14)	Estimated 41 EDU's at the current rate.

WASTEWATER UTILITY

2026 Budget - Final

Capital Additions - Civil

Item	Class	Description	Code	Amount	Notes
1	A	Hickory Junction Lift Station - Phase 2 - Pump upgrades and forcemain extension to expand LS capacity.	4	7,500,000	
2	A	Replacement of 4H Fairgrounds Lift Station - New lift station to replace the outdated 4H fairgrounds lift station.	4	1,600,000	
3	A	Edwards Drive Lift Station Improvements - Upgrades to the Edwards Drive liftstation.	2	1,500,000	
4	C	Sanitary Sewer Lining & Gravity Sewer Reroute Program - Ongoing project to help reduce I & I.	4	1,000,000	
5	A	Reese Park Lift Station & Gravity Sewer Improvements Phase 2 - Final Phase - This phase will continue to help improve aging infrastructure and diminish the amount of re-occurring SSO's in the area.	4	500,000	
6	C	Collection System Repairs & Upgrades - Used for various repairs and upgrades in the collection system.	4	300,000	
7	D	Ford F450 - Replaces the crane truck vehicle #2.	2	165,000	(a),(b)
8	C	Automated Meter Infrastructure - Annual amount for meter replacements as needed.	2	165,000	
9	C	WWTP Unforeseen Repairs & Upgrades - Various repairs and upgrades to the WWTP.	4	100,000	
10	D	Pull behind Generator - This would be a new addition in case we lose power at a lift station.	1	48,000	(a),(b)
11	D	Pull behind Air Compressor - Replacement of a 2002 air compressor.	1	30,000	(a),(b)
12	C	Wastewater's Portion of the IT Budget - The estimated cost to the Water Utility for IT Functions.	1	4,650	

WASTEWATER UTILITY 2026 Budget - Final

Capital Additions - Civil (Cont)

Item	Class	Description	Code	Amount	Notes
13	D	Wastewater's Portion of Administration Vehicles - Wastewater's portion of administrative vehicle replacements in agreement with our vehicle replacement program.	2	-	(a),(b)
TOTAL				<u>12,912,650</u>	
Operational Cash Flow				82,650	
Reserves				1,830,000	
Bonding				0	
Availability Fees				<u>11,000,000</u>	
TOTAL				<u>12,912,650</u>	

Code:

Class:

1	Operational Cash Flow	A	Must Accomplish This Year
2	Reserves	B	Accomplish for Improvement of System Integrity
3	Bonding	C	Ongoing Program - Accomplish for Improvement of System Integrity
4	Availability Fees	D	Ongoing Program - Long Term/Short Term & Vehicles/Equipment

Notes:

- (a) Cost does not reflect money received from sale of old vehicle/equipment.
- (b) Included in 10 year replacement plan.
- (c) Cost estimates provided by engineering consultant.
- (d) May include capitalized labor.

****These figures do not include any future or anticipated annexation.**

**WASTEWATER UTILITY
2026 Budget Final**

Capital Projects - 5 Years Beyond Fiscal Year 2026 - Civil

Item	Description	2027	2028	2029	2030	2031	Total Amount
1	Southeast Regional Lift Station & Force Main Construction of a new regional lift station east of the fairgrounds and a force main from the lift station to WWTP. <small>Possible TIF</small>	14,500,000	0	0	0	0	14,500,000
2	Sanitary Sewer Lining & Gravity Sewer Reroute Program Ongoing project to help reduce I&I.	800,000	850,000	900,000	950,000	1,000,000	4,500,000
3	Hickory Junction Lift Station - Phase 3 Pump Upgrades and Force Main Extension to expand LS Capacity.	0	500,000	2,000,000	0	0	2,500,000
4	Collection System Repairs & Upgrades Various repairs and upgrades to the collections system.	300,000	300,000	300,000	300,000	300,000	1,500,000
5	Automated Meter Infrastructure Ongoing Program for AMR/AMI System.	170,000	175,000	175,000	180,000	185,000	885,000
6	WWTP Unforeseen Repairs & Upgrades Various repairs and upgrades to the WWTP.	100,000	100,000	100,000	100,000	100,000	500,000
7	Pre-Treatment & FROGS Program Capital expense for the pre-treatment & Fats, Rags, Oils and Grease program.	85,000	85,000	85,000	90,000	80,000	425,000
8	10 Year Vehicle/Equipment Replacement Program Ongoing program and includes wastewater's portion of multi-departmental equipment replacement program- five of ten years.	144,900	38,333	16,667	83,667	25,000	308,567
9	IT Budget See IT capital budget for breakdown.	36,682	0	4,650	4,650	6,820	52,802
Total		16,136,582	2,048,333	3,581,317	1,708,317	1,696,820	25,171,369
TIF		(14,500,000)	0	0	0	0	(14,500,000)
LU Total		<u>1,636,582</u>	<u>2,048,333</u>	<u>3,581,317</u>	<u>1,708,317</u>	<u>1,696,820</u>	<u>10,671,369</u>

****These figures do not include any future or anticipated annexation.**

WASTEWATER UTILITY
Projected Cash Analysis - Civil

	2026	2027	2028	2029	2030	2031
Total Cash & Investments - Beginning of Year						
Not Restricted by Ordinance/Regulation	15,606,930	4,619,366	5,562,459	6,067,001	6,413,075	8,303,606
Add:						
Projected Operating Income (A)	6,122,281	6,312,684	6,509,009	6,711,439	6,920,165	7,135,382
Interest	617,571	242,387	111,249	121,340	128,262	166,072
Availability Fee Proceeds Civil City	196,800	1,136,160	1,140,480	2,400,000	2,400,000	2,400,000
Contributions	440,490	440,490	440,490	440,490	0	0
Depreciation & Amortization	1,098,457	1,120,426	1,142,835	1,165,691	1,189,005	1,212,785
Less:						
Projected Operational Expenses (B)	(5,544,936)	(5,662,488)	(5,782,533)	(5,905,123)	(6,030,311)	(6,158,154)
Bond Principal and Interest - Current	(1,005,577)	(1,009,985)	(1,008,654)	(1,006,447)	(1,008,273)	(1,001,241)
Estimated Cash & Investments Before Capital Expenditures						
Not Restricted by Ordinance/Regulation	17,532,016	7,199,041	8,115,334	9,994,392	10,011,922	12,058,450
Less:						
Projected Capital Expenditures	(12,912,650)	(1,636,582)	(2,048,333)	(3,581,317)	(1,708,317)	(1,696,820)
Estimated Cash & Investments - End of Year						
Not Restricted by Ordinance/Regulation	4,619,366	5,562,459	6,067,001	6,413,075	8,303,606	10,361,630
Less: Two Months of Average Operation Expense	(924,156)	(943,748)	(963,756)	(984,187)	(1,005,052)	(1,026,359)
Available Cash & Investments - End of Year						
Not Restricted by Ordinance/Regulation	<u>3,695,210</u>	<u>4,618,711</u>	<u>5,103,246</u>	<u>5,428,888</u>	<u>7,298,554</u>	<u>9,335,271</u>

(A) Prior year plus increase of 3.11% which is the average change in the last 10 years.
Takes into account 2 highest years/2 lowest years/rate adjustments.

(B) Prior year plus increase of 2.12% which is the average change in the last 10 years. Takes into account 2 highest years/2 lowest years/rate adjustments.

WASTEWATER UTILITY

2026 Budget - Final

Capital Additions - LEAP

Item	Class	Description	Code	Amount	Notes
1	A	WWTP Expansion - Phase I (LEAP) - Expansion of WWTP from 5MGD to 10 MGD.	3	65,000,000	
2	A	Collections System Improvements (LEAP) - Regional lift station, force main & interceptor sewer within LEAP	3	50,000,000	
3	A	WWTP Expansion - Phase II (LEAP) - Expansion of WWTP from 10MGD to 15 MGD.	3	30,000,000	
4	A	WWTP Expansion - Effluent Return Line (LEAP) - Pump station and force main to return effluent WWTP flows to the CEG system.	3	5,000,000	
TOTAL				150,000,000	
Operational Cash Flow				0	
Reserves				0	
Bonding				150,000,000	
Availability Fees				0	
TOTAL				150,000,000	

Code:

Class:

1	Operational Cash Flow	A	Must Accomplish This Year
2	Reserves	B	Accomplish for Improvement of System Integrity
3	Bonding	C	Ongoing Program - Accomplish for Improvement of System Integrity
4	Availability Fees	D	Ongoing Program - Long Term/Short Term & Vehicles/Equipment

Notes:

- (a) Cost does not reflect money received from sale of old vehicle/equipment.
- (b) Included in 10 year replacement plan.
- (c) Cost estimates provided by engineering consultant.
- (d) May include capitalized labor.

****These figures do not include any future or anticipated annexation.**

**WASTEWATER UTILITY
2026 Budget Final**

Capital Projects - 5 Years Beyond Fiscal Year 2026 - LEAP

Item	Description	2027	2028	2029	2030	2031	Total Amount
1	WWTP Expansion - Effluent Return Line (LEAP) Pump station and force main to return effluent WWTP flows to the CEG system.	25,000,000	70,000,000	10,000,000	0	0	105,000,000
2	WWTP Expansion - Phase III (LEAP) Expansion of WWTP from 15MGD to 20MGD.	0	0	40,000,000	25,000,000	4,580,000	69,580,000
3	WWTP Expansion - Phase II (LEAP) Expansion of WWTP from 10MGD to 15MGD.	20,000,000	2,420,000	0	0	0	22,420,000
4	WWTP Expansion - Phase I (LEAP) Expansion of WWTP from 5MGD to 10MGD.	5,000,000	0	0	0	0	5,000,000
Total		<u>50,000,000</u>	<u>72,420,000</u>	<u>50,000,000</u>	<u>25,000,000</u>	<u>4,580,000</u>	<u>202,000,000</u>

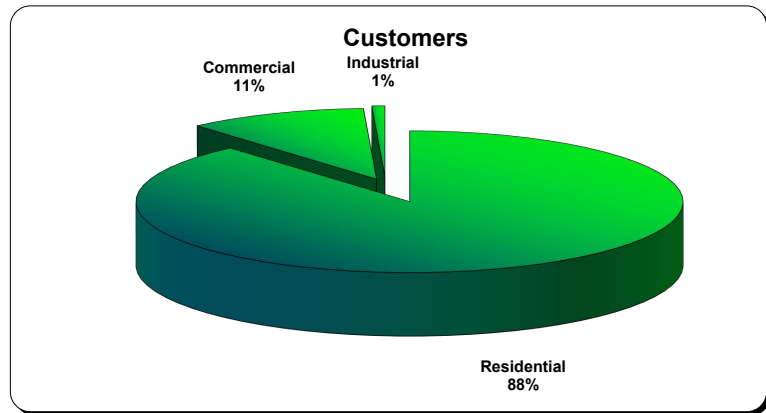
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WASTEWATER UTILITY 2026 Budget - Final

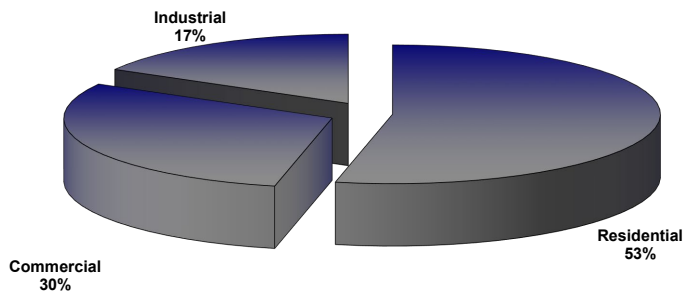
Statistics - Civil

Number of Customers

Residential	6,136
Commercial	736
Industrial	53



Projected 2026 Revenue



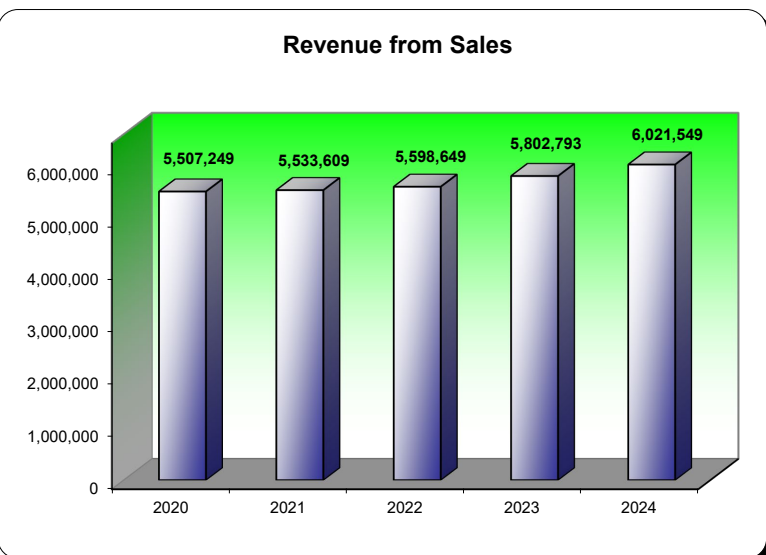
Projected 2026 Revenue

Residential	3,105,064
Commercial	1,729,667
Industrial	978,064

Revenue From Sales

2020	5,507,249
2021	5,533,609
2022	5,598,649
2023	5,802,793
2024	6,021,549
**2025 Year to Date Thru Sept.	4,531,467

***Does not include Availability Fees.



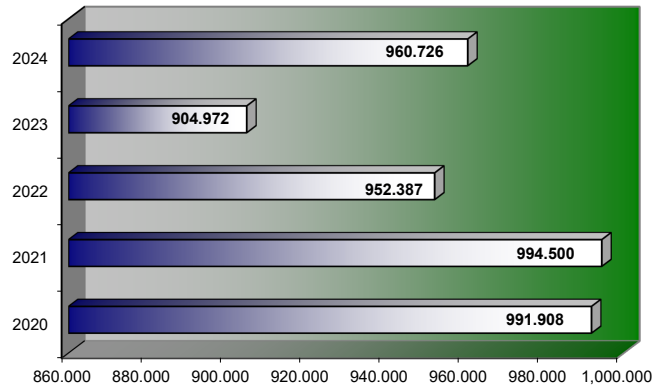
WASTEWATER UTILITY 2026 Budget - Final

Statistics - Civil

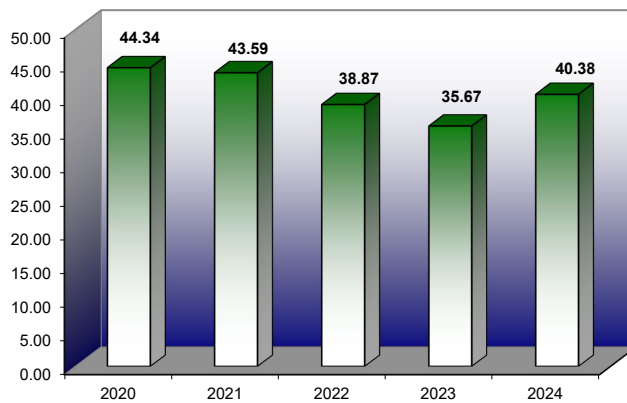
Effluent (1,000,000 Gallons)

2020	991.908
2021	994.500
2022	952.387
2023	904.972
2024	960.726
**2025 Year to Date Thru Sept.	799.031

Effluent (Millions per Year)



Rainfall (Inches)



Rainfall (Inches)

2020	44.34
2021	43.59
2022	38.87
2023	35.67
2024	40.38
**2025 Year to Date Thru Sept.	29.35

Telecommunications Division

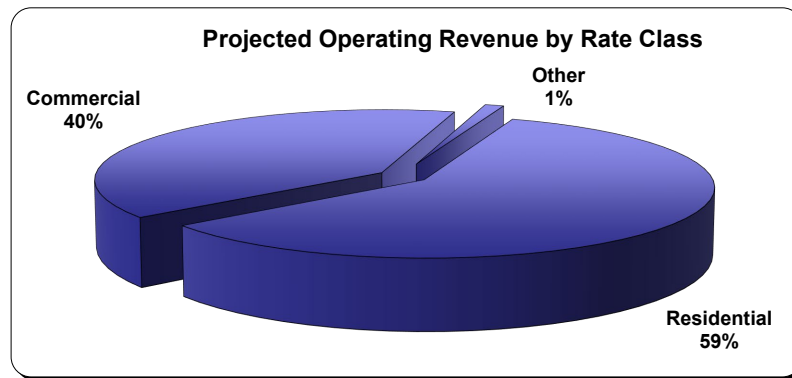
2026 Budget - Final

TELECOMMUNICATIONS DIVISION
2026 Budget - Final

Revenues

	<u>Actual 2024</u>	<u>Budget 2025</u>	<u>9 Months 2025</u>	<u>Rolling 12 Months</u>	<u>Proposed 2026</u>
Operating Revenue					
Residential	510,052	517,189	357,156	480,597	478,403
Commercial	266,891	269,261	194,398	259,897	259,547
Custom Commercial	63,970	64,051	47,603	63,539	63,505
Installations	1,759	1,178	4,278	5,087	2,698
Set-up Charges	2,619	1,977	1,670	2,929	2,578
Late Penalties	4,976	4,984	3,090	4,367	4,244
Total Revenue from Sales	<u>850,267</u>	<u>858,640</u>	<u>608,195</u>	<u>816,416</u>	<u>810,974</u>
Other Revenue					
Interest	59,319	60,924	41,673	55,896	57,402
Other	58,669	64,537	31,793	42,059	42,391
Total Other Revenues	<u>117,988</u>	<u>125,461</u>	<u>73,466</u>	<u>97,955</u>	<u>99,793</u>
Total Revenue	<u>968,255</u>	<u>984,101</u>	<u>681,661</u>	<u>914,371</u>	<u>910,766</u>

Note: An average growth factor of 0% was used in determining the proposed 2026 revenues.



<u>Rate Class</u>	<u>Number of Customers</u>
Wireless - Residential	802
Wireless - Commercial	251
Fiber	<u>2</u>
Total	<u>1,055</u>
	(As of 9-25)
	Dec. of 5.3%

	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>Sep-25</u>
Number of Employees	2	2	2	3	3

TELECOMMUNICATIONS DIVISION
2026 Budget - Final

Revenues/Expenses

	<u>Actual 2024</u>	<u>Budget 2025</u>	<u>9 Months 2025</u>	<u>Rolling 12 Months</u>	<u>Proposed 2026</u>	
Operating Revenues						
Residential	510,052	517,189	357,156	480,597	478,403	(1)
Commercial	266,891	269,261	194,398	259,897	259,547	(1)
Custom Commercial	63,970	64,051	47,603	63,539	63,505	(1)
Installations	1,759	1,178	4,278	5,087	2,698	(1)
Set-up Charges	2,619	1,977	1,670	2,929	2,578	(1)
Late Penalties	4,976	4,984	3,090	4,367	4,244	(1)
Total Operating Revenue	<u>850,267</u>	<u>858,640</u>	<u>608,195</u>	<u>816,416</u>	<u>810,974</u>	
Other Revenue						
Other	58,669	64,537	31,793	42,059	42,391	
Total Other Revenue	<u>58,669</u>	<u>64,537</u>	<u>31,793</u>	<u>42,059</u>	<u>42,391</u>	
Total Revenue (less Interest)	<u>908,936</u>	<u>923,177</u>	<u>639,988</u>	<u>858,475</u>	<u>853,364</u>	
Purchased Services						
Bandwidth	60,547	71,802	42,854	52,441	56,434	
Telephone	3,268	3,278	2,653	3,614	3,683	
Contractual Services - Other	12,124	34,682	18,313	23,830	25,226	(2)
Contractual Services - IT	22,939	23,835	19,116	24,851	27,272	(3)
Accounting Fees	0	3,000	0	0	3,000	(4)
Legal Fees	1,752	1,081	0	1,248	643	(5)
Utilities	29,258	9,374	23,150	46,260	39,720	
Total Purchased Services	<u>129,888</u>	<u>147,052</u>	<u>106,086</u>	<u>152,244</u>	<u>155,977</u>	
Wages & Benefits						
Customer Install	46,869	47,377	48,124	62,092	70,582	(6)
Billing	3,026	3,390	2,319	2,991	3,401	(6)
Administrative	103,397	112,720	84,620	109,739	124,109	(6)
Office Personnel	24,739	23,432	21,077	29,544	30,913	(6)
Sick/Vacation Pay	46,093	50,437	23,510	34,577	34,481	(6)
FICA Taxes	14,795	15,264	12,881	17,076	18,892	(6)
Group Insurance	68,041	47,684	84,394	117,714	115,901	(7)
Pension	31,514	33,489	22,086	30,344	32,393	(8)
Total Wages & Benefits	<u>338,474</u>	<u>333,793</u>	<u>299,011</u>	<u>404,077</u>	<u>430,673</u>	

TELECOMMUNICATIONS DIVISION
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Revenues/Expenses (Cont.)

	Actual 2024	Budget 2025	9 Months 2025	Rolling 12 Months	Proposed 2026
Operating Supplies & Expense					
Tools & Equipment	4,607	5,139	511	1,570	1,159
Installation Supplies	5,426	5,736	2,459	3,707	3,598
Tower Rent	24,112	13,598	21,208	35,818	33,009
Maintenance of Equipment	304	0	300	604	517
General Maintenance	1,152	1,191	362	653	585
Office Supplies	1,515	1,452	765	1,299	1,194
Janitorial Services	1,520	1,327	1,105	1,577	1,601
Interior Landscaping	0	0	0	0	0
Exterior Landscaping	828	567	1,544	2,207	2,197
Fiber Lease	34,500	54,000	31,258	40,258	54,000
Communications Equipment	10,725	12,187	9,239	10,435	11,718
Computer Equipment	2,494	3,412	536	2,216	3,874
Software Expense	4,282	10,654	9,581	10,439	17,469
Maintenance Agreements	16,895	16,704	9,551	17,445	15,543
Dues & Subscriptions	16,496	16,810	16,413	19,836	16,045
Postage	194	237	190	211	239
Insurance	6,093	6,459	6,668	6,668	7,068
Conference & Training	5,915	3,445	1,994	2,274	6,445
Promotion	86	460	0	0	460
Employee Recognition	126	210	12	103	210
Transportation	3,423	4,009	2,403	2,974	3,182
Freight / Shipping	2,138	2,552	1,495	1,871	1,990
Payment in Lieu of Taxes	1,700	1,830	1,586	1,999	2,119
Depreciation Expense	34,931	34,996	31,166	40,365	42,386
Bad Debt Expense	2,322	2,147	2,147	2,147	2,027 (9)
Lease Rental Payments - Principal	9,177	0	0	0	0 (10)
Lease - Copiers/Printers	1,043	1,114	660	925	930
Bank Fees - Credit Card	3,301	3,422	2,649	3,536	3,640
Miscellaneous	26,823	32,825	13,712	18,777	19,086
Total Operating Supplies & Expense	222,128	236,483	169,514	229,914	252,290
Total Expenses	690,490	717,328	574,611	786,235	838,940
Operating Income	218,446	205,849	65,377	72,240	14,424
Interest					
Interest Revenue	59,319	60,924	41,673	55,896	57,402
Interest Expense	(112)	0	0	0	0 (11)
Total Interest Revenue (Expense)	59,207	60,924	41,673	55,896	57,402
Extraordinary Items					
Gain on Sale of Assets	0	0	0	0	0
Loss on Sale of Assets	0	0	0	0	0
Total Extraordinary Items	0	0	0	0	0
Net Margin	277,653	266,773	107,050	128,136	71,826

TELECOMMUNICATIONS DIVISION

2026 Budget - Final

Notes to Proposed Revenue and Expenses

Note	Description
(1)	The revenue numbers are based on a 0% increase in revenue for 2026. In 2025 customers were lost to LEAP and to federally funded businesses.
(2)	Estimated amount for miscellaneous contractual services needed by the different departments.
(3)	Contractual Services for IT consulting / Cyber Security.
(4)	Accounting fees include State Board of Accounts audit costs.
(5)	General legal counsel.
(6)	Assumes an overall 10% increase in wages with the market changes to the advancement program as well as employees moving through the advancement program.
(7)	We received a 3% increase for 2026.
(8)	Funding of the Defined Benefit Plan and the Defined Contribution Plan.
(9)	A bad debt allowance has been set at .25%.
(10)	Lease rental principal on municipal building. This was paid off in 2024.
(11)	Interest on the lease for the municipal building. This was paid off in 2024.

TELECOMMUNICATIONS DIVISION
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Capital Additions

Item	Class	Description	Code	Amount	Notes
1	A	Wireless Customer Upgrades - Testing, selecting and migrating up to half of our customers to a new technology.	2	260,000	
2	A	Tower AP Upgrades - Additional access points, antennas or upgrade access points to provide faster service.	2	50,000	
3	C	Wireless Installs/Maintenance - Annual amount for routine break/fix and required upgrades. This will cover approx. 50 customers.	2	20,000	
4	C	Backhaul Upgrades - To maintain or upgrade the radios that feed the different locations.	2	5,000	
5	C	Router/Switch Upgrades - Upgrade routing and switching infrastructure for the internet service.	2	5,000	
6	C	Telecom's Portion of the IT Budget - The estimated cost to the Telecommunication Utility for IT Functions.	2	1,050	
7	D	Telecom's Portion of the Administration Vehicles - Telecom's portion of administrative vehicle replacements in agreement with our vehicle replacement program.	2	-	(a),(b)

TOTAL

341,050

Operational Cash Flow

-

Reserves

341,050

Bonding

-

Outside Funding

-

TOTAL

341,050

Code:

Class:

1	Operational Cash Flow	A	Must Accomplish This Year
2	Reserves	B	Accomplish for Improvement of System Integrity
3	Bonding	C	Ongoing Program - Accomplish for Improvement of System Integrity
		D	Ongoing Program - Long Term/Short Term & Vehicles/Equipment

Notes:

- (a) Cost does not reflect money received from sale of old vehicle/equipment.
- (b) Included in 10 year replacement plan.
- (c) Cost estimates provided by engineering consultant.
- (d) May include capitalized labor.

TELECOMMUNICATIONS DIVISION
2026 Budget - Final

Capital Projects - 5 Years Beyond Fiscal Year 2026

Item	Description	Projected 2027	Projected 2028	Projected 2029	Projected 2030	Projected 2031	Total Amount
1	10 Year Vehicle Replacement Program Ongoing program and includes telecoms portion of multi-departmental equipment replacement program - five of ten years.	56,300	50,000	0	0	0	106,300
2	Wireless Customer Upgrades Cost to migrate to a new fixed-wireless platform.	0	0	50,000	50,000	0	100,000
3	Tower AP Upgrades Additional access points, antennas or upgrade access points to provide for faster service for half our towers.	0	50,000	50,000	0	0	100,000
4	Wireless Installs/Maintenance Equipment on customer premises.	20,000	20,000	20,000	20,000	20,000	100,000
5	Backhaul Upgrades To maintain or upgrade the radios that feed the remote locations.	0	8,000	0	0	8,000	16,000
6	IT Budget See IT capital budget for breakdown.	8,283	0	1,050	1,050	1,540	11,923
7	Router/Switch Upgrades Upgrade routing and switching infrastructure for the internet service.	0	5,000	0	5,000	0	10,000
Total		<u>84,583</u>	<u>133,000</u>	<u>121,050</u>	<u>76,050</u>	<u>29,540</u>	<u>444,223</u>

Telecommunications Division

Projected Cash Analysis

	2026	2027	2028	2029	2030	2031
Total Cash & Investments - Beginning of Year						
Not Restricted by Ordinance/Regulation	1,532,461	1,305,622	1,288,030	1,205,420	1,134,108	1,089,816
Add:						
Projected Operating Income (A)	853,364	853,364	853,364	853,364	853,364	853,364
Interest	57,402	26,112	25,761	24,108	22,682	21,796
Depreciation & Amortization	42,386	43,233	44,098	44,980	45,880	46,797
Less:						
Projected Operational Expenses (B)	<u>(838,940)</u>	<u>(855,719)</u>	<u>(872,834)</u>	<u>(872,714)</u>	<u>(890,169)</u>	<u>(907,972)</u>
Estimated Cash & Investments Before Capital Expenditures						
Not Restricted by Ordinance/Regulation	1,646,672	1,372,613	1,338,420	1,255,158	1,165,866	1,103,802
Less:						
Projected Capital Expenditures	<u>(341,050)</u>	<u>(84,583)</u>	<u>(133,000)</u>	<u>(121,050)</u>	<u>(76,050)</u>	<u>(29,540)</u>
Estimated Cash & Investments - End of Year						
Not Restricted by Ordinance/Regulation	1,305,622	1,288,030	1,205,420	1,134,108	1,089,816	1,074,262
Less: Two Months of Average Operation Expense	<u>(139,823)</u>	<u>(142,620)</u>	<u>(145,472)</u>	<u>(145,452)</u>	<u>(148,361)</u>	<u>(151,329)</u>
Available Cash & Investments - End of Year						
Not Restricted by Ordinance/Regulation	<u><u>1,165,799</u></u>	<u><u>1,145,410</u></u>	<u><u>1,059,947</u></u>	<u><u>988,656</u></u>	<u><u>941,454</u></u>	<u><u>922,933</u></u>

(A) Prior year plus increase of 0% in 2027 - 2031.

(B) Prior year plus increase of 2% in 2027 - 2031 which will need to be monitored by staff.

IT Capital Program

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**IT
2026 Budget - Final**

Capital Additions

Item	Class	Description	Code	Amount	Department
1	A	Core Switch Replacement - Current core switches will reach end of life in 2025. We will replace the current Cisco switches with Ubiquiti switches and move all vlan configurations to our Fortigate firewall.	2	15,000	IT
TOTAL				<u>15,000</u>	
Operational Cash Flow				-	
Other				<u>15,000</u>	
TOTAL				<u>15,000</u>	

Class:

- A Must Accomplish This Year
- B Accomplish for Improvement of System Integrity
- C Ongoing Program - Accomplish for Improvement of System Integrity
- D Ongoing Program - Long Term/Short Term & Vehicles/Equipment

Code:

- 1 Operational Cash Flow
- 2 Reserves
- 3 Bonding
- 4 Other

Notes:

- (a) Cost does not reflect money received from sale of old vehicle/equipment.
- (b) Included in 10 year replacement plan.
- (c) Cost estimates provided by consultant.
- (d) May include capitalized labor.

IT 2026 Budget - Final

Capital Projects - 5 Years Beyond Fiscal Year 2026

Item	Description	Projected 2027	Projected 2028	Projected 2029	Projected 2030	Projected 2031	Total Amount
1	Server Hardware Replace server hardware.	103,329	0	0	0	0	103,329
2	Firewall Hardware Firewall will be close to EOL.	0	0	15,000	15,000	6,000	36,000
3	Switch Replacement Replace switch.	15,000	0	0	0	16,000	31,000
Total		<u>118,329</u>	<u>0</u>	<u>15,000</u>	<u>15,000</u>	<u>22,000</u>	<u>170,329</u>
Electric		36,682	0	4,650	4,650	6,820	52,802
Water		36,682	0	4,650	4,650	6,820	52,802
Sewer		36,682	0	4,650	4,650	6,820	52,802
Telecom		<u>8,283</u>	<u>0</u>	<u>1,050</u>	<u>1,050</u>	<u>1,540</u>	<u>11,923</u>
		<u>118,329</u>	<u>0</u>	<u>15,000</u>	<u>15,000</u>	<u>22,000</u>	<u>170,329</u>

Vehicle Replacement Plan

2026 Budget - Final

ALL UTILITIES
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Vehicles - 10 Year Replacement Plan

Dept.	Year	No.	Description	Cycle Years	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035
Electric:														
Electric Distribution														
I. Light Vehicles														
	2023	31	Ford F250 4X4	10								60,000		
	2018	91	Ford F150	10			80,000							
	2015	28	Chevy 2500	10	80,000									
	2024	81	Chevy 3500 HD	10										80,000
	2024	88	GMC	10									60,000	
II. Bucket Trucks														
	2019	42	Ford F550	10										
	2018	17	Freightliner M2106 Dig/Der	10					350,000					
	2016	3	Freightliner M2106	10			350,000							
	2013	11	Ford F750	10	360,000									
	2024	8	Ford 550 (Service Bucket)	10									280,000	
III. Line Trucks														
	2018	22	Freightliner M2106	10				340,000						
	2024	19	Freightliner M2106 Dig/Der	10										
IV. Misc. Trucks														
	2024	7	Ford F550	10									60,000	
V. Other Equipment														
	2024		Backyard Machine	None										
	2024		Backyard Machine Trailer	None										
	2020		New Wire Trailer	None										
	2025		Vermeer Vac Trailer	None										
	2009		Cable Puller	None										
	2008		Forklift Clark	None		25,000								
	2003		Trencher Trailer	10										
	2002		Pole Trailer	None										
	2002		Case DBH4 Trencher	10										
	1997		1PL Wire Trailer	None										
	1985		2PL Wire Trailer	None										
	N/A		4PL Wire Trailer	None										
Subtotal Vehicles					440,000	0	430,000	340,000	350,000	0	0	0	400,000	80,000
Subtotal Other Equipment					0	25,000	0	0	0	0	0	0	0	0
Total					<u>440,000</u>	<u>25,000</u>	<u>430,000</u>	<u>340,000</u>	<u>350,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>400,000</u>	<u>80,000</u>

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Vehicles - 10 Year Replacement Plan

Dept.	Year	No.	Description	Cycle Years	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035
Water:														
Administration:														
I. Vehicles														
	2020	93	Ford F250	10						25,000				
	2014	20	Ford Escape (1/2)	10		30,000								
Water Plant:														
I. Vehicles														
	2016	15	Dodge W/Snow Plow	10	75000									
	2025	34	Ford 350 XL	10										60,000
	2024	92	Dodge Ram 2500	10									60,000	
II. Other Equipment														
	2020		Toro ZTR	None										
	2005		John Deere Z930M	None			8,500							
	2003		John Deere Lawn Mower	None										
Water Distribution:														
I. Vehicles														
	2015	10	1T Service Truck	10	75,000									
	2015	6	Ford F 350 Service Truck	10		65,000								
II. Dump Trucks														
	2023	29	Chevy Siverado 4500	15									85,000	
	2002	18	GMC 2T Dump Truck	10										
III. Other Equipment														
	2023		Vacuum Excavator on Trailer	None										
	2021		Case Backhoe	None										
	2003		Sullair - Air Compressor	None	30,000									
	1997		Trailer	None										
	1977		Bame Backhoe Trailer	None										
Subtotal Vehicles					180,000	95,000	0	0	0	25,000	0	0	145,000	60,000
Subtotal Other Equipment					30,000	0	8,500	0	0	0	0	0	0	0
Total					<u>210,000</u>	<u>95,000</u>	<u>8,500</u>	<u>0</u>	<u>0</u>	<u>25,000</u>	<u>0</u>	<u>0</u>	<u>145,000</u>	<u>60,000</u>

ALL UTILITIES
2026 Budget - Final
Vehicles - 10 Year Replacement Plan

Dept.	Year	No.	Description	Cycle Years	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035
Wastewater:														
Administration:														
I. Vehicles														
	2020	93	Ford F250	10						25,000				
	2014	20	Ford Escape (1/2)	10		30,000								
Wastewater Treatment Plant:														
I. Vehicles														
	2020	35	Operations Vehicle	10					50,000					
	2007	37	GMC Sierra	10										
	2001	12	Dodge Ram with Snow Plow	10										
II. Other Equipment														
	2024		Skid Steer	10									100,000	
	2022		Kubota Mower Z78li	None										
	2022		Kubota MX5400	None										
	2020		Front Deck Mower - Kubota F3990	None					17,000					
	2015	E49	Com PRO Trailer	None			5,000							
	2011	E46	Toro Z Master	10										
	2008	E48	Kubota Mower ZG327	None										
	2008	E47	Kubota RTV900	None										
Sewer Maintenance:														
I. Vehicles														
	2016	2	Ford F450 Super Duty	10	165,000									
	2015	27	Ford F550	10										
	2014	24	Ford Escape	10									50,000	
	2008	26	Ford F 350 Super Duty	10										
	2025	23	3/4T Camera Van	10									300,000	
II. Dump Trucks														
	2009	25	Ford F 450 Dump	10		75,000								
	2002	13	Ford F 650 2T Dump	10										
III. Other Equipment														
	2026		Pull Behind Generator	10	48,000								100,000	
	2024	96	Freightliner Vac Truck	10									100,000	
	2022	94	Crane Truck											
	2009		Case Backhoe 580 Super	10										
	2002		Air Compressor	None	30,000									
	2002		Liftstation Generator	None		12,000								
	2002		Case 85 XT Skid Steer	None										
	2002		Skid Steer Trailer	None										
	2000	36	Vactor	10										
Subtotal Vehicles					195,000	105,000	0	0	50,000	25,000	0	0	350,000	0
Subtotal Other Equipment					78,000	12,000	5,000	0	17,000	0	0	0	300,000	0
Total					<u>273,000</u>	<u>117,000</u>	<u>5,000</u>	<u>0</u>	<u>67,000</u>	<u>25,000</u>	<u>0</u>	<u>0</u>	<u>650,000</u>	<u>0</u>

**ALL UTILITIES
2026 Budget - Final**

Vehicles - 10 Year Replacement Plan

<u>Dept.</u>	<u>Year</u>	<u>No.</u>	<u>Description</u>	<u>Cycle Years</u>	<u>FY 2026</u>	<u>FY 2027</u>	<u>FY 2028</u>	<u>FY 2029</u>	<u>FY 2030</u>	<u>FY 2031</u>	<u>FY 2032</u>	<u>FY 2033</u>	<u>FY 2034</u>	<u>FY 2035</u>
Telecommunications														
I. Vehicles														
	2014	52	Ford E Series E150	10		50,000								
	2014	85	Ford E Series E150	10			50,000							
Total					<u>0</u>	<u>50,000</u>	<u>50,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

ALL UTILITIES
2026 Budget - Final

Vehicles - 10 Year Replacement Plan

Dept.	Year	No.	Description	Dept.	Cycle Years	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035
Miscellaneous:															
Meter Technicians:															
I. Vehicles															
	2018	21	Ford F150	Metering	10				50,000						
	2017	16	Ford F150	Metering	10			50,000							
	2017	80	Ford F150	Metering	10			50,000							
II. Locator Vehicles															
	2025	32	Chevy Colorado	Metering	10										50,000
	2020	33	Ford Ranger	Metering	10					50,000					
Administration:															
I. Vehicles															
	2010	90	GMC Pick-Up	Facility	10		50,000								
	2006	14	Ford Escape	Security	10		40,000								
Total						<u>0</u>	<u>90,000</u>	<u>100,000</u>	<u>50,000</u>	<u>50,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>50,000</u>
					E	0	27,900	33,333	16,667	16,667	0	0	0	0	16,667
					W	0	27,900	33,333	16,667	16,667	0	0	0	0	16,667
					WW	0	27,900	33,333	16,667	16,667	0	0	0	0	16,667
					T	0	6,300	0	0	0	0	0	0	0	0
						<u>0</u>	<u>90,000</u>	<u>100,000</u>	<u>50,000</u>	<u>50,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>50,000</u>