

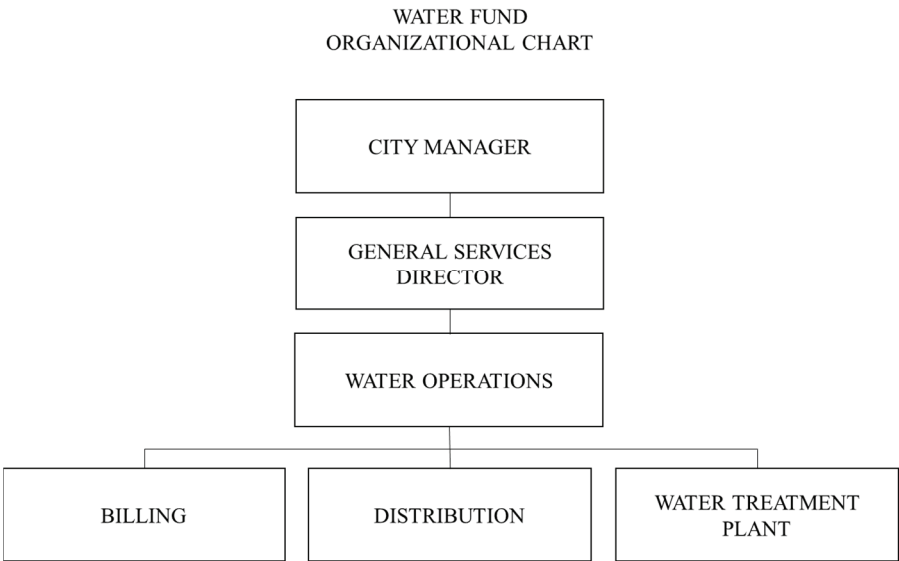
Enterprise Funds

| | | 2024 | 2025 | 2025 | 2025 | 2026 |
|----------------|------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| | | Actual | Adopted | Revised | Projected | Budget |
| Revenue | | | | | | |
| Water | | \$6,692,713 | \$7,387,578 | \$7,387,578 | \$7,228,640 | \$7,916,290 |
| Wastewater | | \$11,097,546 | \$11,244,102 | \$11,244,102 | \$10,500,332 | \$11,531,051 |
| | Sub Total | \$17,790,260 | \$18,631,680 | \$18,631,680 | \$17,728,972 | \$19,447,341 |
| Expense | | | | | | |
| Water | | \$7,181,036 | \$7,886,680 | \$7,886,680 | \$7,809,360 | \$8,066,230 |
| Wastewater | | \$11,122,664 | \$11,688,396 | \$11,688,396 | \$11,402,956 | \$13,483,116 |
| | Sub Total | \$18,303,700 | \$19,575,076 | \$19,575,076 | \$19,212,316 | \$21,549,346 |

Water Fund

Mission

To provide an adequate supply of safe, high-quality water and protect the health and well-being of customers.



Core Responsibilities

1. The Water Treatment Division is responsible for treating water from Penacook Lake and removing any contaminants to meet all federal and state standards for water quality and treatment before distributing to customers.

Water Fund

| <u>Fund Summary</u> | 2025 Revised | 2025 Projected | 2026 Budget |
|----------------------------------|-------------------------|---------------------------|------------------------|
| Revenue | \$7,387,578 | \$7,228,640 | \$7,916,290 |
| Expense | \$7,886,680 | \$7,809,360 | \$8,066,230 |
| Net Income (Loss) | | (\$580,720) | (\$149,940) |
| Beginning Working Capital | | \$2,602,438 | \$2,021,718 |
| Ending Working Capital | | \$2,021,718 | \$1,871,778 |

Reserve

This Fund has goals of attaining and maintaining the following reserves for operations, capital, and rate stabilization:

- Operations: 25% operating expense less debt service and pay-as-you-go capital.
- Capital: 25% of debt service but not less than \$500,000.
- Rate Stabilization: 10% of operating revenue or no less than \$500,000.

Water Fund

| <u>Budget Detail</u> | 2024 Actual | 2025 Adopted | 2025 Revised | 2025 Projected | 2026 Budget |
|--------------------------|------------------------|-------------------------|-------------------------|---------------------------|------------------------|
| Revenue | | | | | |
| Fines and Penalties | \$24,966 | \$27,500 | \$27,500 | \$27,500 | \$27,500 |
| Sundry Services | \$19,026 | \$15,000 | \$15,000 | \$15,000 | \$15,000 |
| Water Usage | \$4,808,193 | \$5,519,598 | \$5,519,598 | \$5,313,520 | \$5,928,480 |
| Water Availability | \$1,251,178 | \$1,338,450 | \$1,338,450 | \$1,338,450 | \$1,428,800 |
| Private Fire Service | \$122,412 | \$110,000 | \$110,000 | \$120,000 | \$120,000 |
| Other Service Charges | \$171,446 | \$152,500 | \$152,500 | \$160,000 | \$160,000 |
| Testing Services | \$5,373 | \$2,500 | \$2,500 | \$3,000 | \$3,000 |
| Utility Investment Fee | \$73,125 | \$20,000 | \$20,000 | \$80,000 | \$60,000 |
| Investment Income | \$150,666 | \$147,020 | \$147,020 | \$135,000 | \$100,000 |
| Sale of Assets | \$7,875 | \$0 | \$0 | \$0 | \$0 |
| Finance Charges | \$9 | \$300 | \$300 | \$300 | \$300 |
| Retiree Health Insurance | \$33,104 | \$33,370 | \$33,370 | \$33,370 | \$41,010 |
| Other Revenue | \$25,340 | \$21,340 | \$21,340 | \$2,500 | \$32,200 |
| Total Revenue | \$6,692,713 | \$7,387,578 | \$7,387,578 | \$7,228,640 | \$7,916,290 |

The Water Fund Commercial Sales revenue projection is based on a combination of historical data and knowledge-based forecasting. The critical factor in determining water revenue is to predict water consumption for the next fiscal year; and the Department has more than 20 years of historical data to use. This data, coupled with economic trends over the last six years, provides the basis for a conservative prediction for water consumption. Water Availability revenue is based on water meter size and is based on historical data. This revenue in conjunction with Water Usage revenue make up 92.9% of total revenue.

Water Fund

| | 2024 | 2025 | 2025 | 2025 | 2026 |
|------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Expense | Actual | Adopted | Revised | Projected | Budget |
| Full Time | \$1,455,347 | \$1,555,480 | \$1,555,480 | \$1,539,405 | \$1,673,727 |
| Part Time | \$3,932 | \$0 | \$0 | \$0 | \$0 |
| Temporary | \$12,623 | \$18,830 | \$18,830 | \$16,800 | \$19,580 |
| Overtime | \$66,465 | \$64,170 | \$64,170 | \$62,607 | \$66,740 |
| Allowance | \$1,200 | \$1,200 | \$1,200 | \$1,200 | \$600 |
| Retirement | \$208,280 | \$219,220 | \$219,220 | \$215,933 | \$221,908 |
| FICA | \$114,454 | \$121,502 | \$121,502 | \$123,841 | \$130,250 |
| Beneflex | \$535,576 | \$605,065 | \$605,065 | \$565,706 | \$590,171 |
| Retiree Health | \$114,272 | \$114,110 | \$114,110 | \$110,040 | \$124,670 |
| Worker's Compensation | \$18,700 | \$15,092 | \$15,092 | \$12,090 | \$19,760 |
| Unemployment Insurance | \$648 | \$788 | \$788 | \$787 | \$947 |
| Professional Development | \$17,043 | \$25,935 | \$25,935 | \$25,935 | \$26,440 |
| Business Expense | \$3,140 | \$2,373 | \$2,373 | \$2,373 | \$2,440 |
| Repairs and Maintenance | \$989 | \$4,270 | \$4,270 | \$4,270 | \$4,270 |
| Professional Services | \$129,663 | \$246,819 | \$246,819 | \$246,740 | \$269,285 |
| Communications | \$11,262 | \$10,138 | \$10,138 | \$10,138 | \$12,661 |
| Bond Costs | \$6,277 | \$15,880 | \$15,880 | \$15,880 | \$25,000 |
| Office Supplies | -\$1,066 | \$4,245 | \$4,245 | \$5,000 | \$4,550 |
| Departmental Supplies | \$196,398 | \$130,079 | \$130,079 | \$117,625 | \$132,480 |
| Auto Parts | \$13,818 | \$17,200 | \$17,200 | \$17,200 | \$17,200 |
| Building Supplies | \$0 | \$12,650 | \$12,650 | \$12,650 | \$13,150 |
| Chemicals | \$380,325 | \$527,240 | \$527,240 | \$527,240 | \$527,240 |
| Vehicle Fuel | \$22,723 | \$28,976 | \$28,976 | \$28,970 | \$28,610 |
| Electricity | \$204,065 | \$225,240 | \$225,240 | \$228,180 | \$230,470 |
| Natural Gas and Propane | \$21,084 | \$26,780 | \$26,780 | \$25,700 | \$25,930 |
| Heating Oil and Kerosene | \$0 | \$70,000 | \$70,000 | \$70,000 | \$70,000 |
| Property and Auto Insurance | \$33,750 | \$38,150 | \$38,150 | \$38,150 | \$37,860 |
| Liability Insurance | \$12,230 | \$12,710 | \$12,710 | \$12,450 | \$12,660 |
| Taxes - Real Estate | \$5,239 | \$6,000 | \$6,000 | \$6,000 | \$6,000 |
| Capital Outlay - GL | \$87,630 | \$124,000 | \$124,000 | \$124,000 | \$124,000 |
| Principal | \$1,640,028 | \$1,709,000 | \$1,709,000 | \$1,709,000 | \$1,804,697 |
| Interest | \$533,462 | \$515,000 | \$515,000 | \$515,000 | \$524,876 |
| Transfer Out - Trust | \$288,125 | \$260,000 | \$260,000 | \$260,000 | \$260,000 |
| Transfer Out - General | \$840,208 | \$864,218 | \$864,218 | \$864,130 | \$847,988 |
| Transfer Out - Solid Waste | \$4,350 | \$5,570 | \$5,570 | \$5,570 | \$5,570 |
| Transfer Out - Gen Cap Proj | \$63,500 | \$68,750 | \$0 | \$0 | \$0 |
| Transfer Out - Water Capital | \$135,296 | \$220,000 | \$288,750 | \$288,750 | \$204,500 |
| Total Expense | \$7,181,036 | \$7,886,680 | \$7,886,680 | \$7,809,360 | \$8,066,230 |

Water Fund

| <u>Service Indicators</u> | <u>2023 Actual</u> | <u>2024 Actual</u> | <u>2025 Estimated</u> | <u>2026 Projected</u> |
|--|------------------------|------------------------|---------------------------|---------------------------|
| 1. Residential Per Capita Gallons Used per Day | 72 | 71 | 70 | 69 |
| 2. Percentage of Turbidity Readings Below 0.1 NTUs | 99% | 99% | 99% | 99% |

2026 Goals

1. Maintain fluoride optimization to 99%, receive optimization award from NHHHS.
2. Complete design of Portsmouth Street Booster Station (Profile Avenue).
3. Apply for available grants for Spillway rehabilitation.

2025 Goals Status

1. Maintain fluoride optimization to 99%, receive optimization award from NHHHS.
9-Month Status: Optimized. Received 2023 award (12 month trailing).
2. Apply for and receive Penacook Lake spillway rehabilitation grant.
9-Month Status: Not complete. Delay at NHDES in review process. Moved to 2026.
3. Complete construction of Primrose Tank control building.
9-Month Status: Design complete. Construction to be completed in calendar year 2025.