

Summary of Rate Revenue Requirements

The Town's objective in establishing the Wastewater rates is to avoid large fluctuations from year to year and to ensure that rates are set at a level to adequately cover current operating costs, maintain and repair the Town's existing asset base and replace assets where appropriate.

Efforts are being made in this plan to gradually grow/maintain the reserves to provide a source of funding for the ongoing replacement/refurbishment of capital assets. The following table reflect the forecasted rate revenue requirements.

	2021 Budget	2022	2023	2024	2025	2026
Water Rate Revenue Requirement	\$ 2,817,848	\$ 2,926,442	\$ 3,039,221	\$ 3,156,346	\$ 3,277,985	\$ 3,404,311
Wastewater Rate Revenue Requirement	\$ 2,648,131	\$ 2,723,144	\$ 2,800,283	\$ 2,879,607	\$ 2,961,178	\$ 3,045,059
Total Rate Revenue Requirement	\$ 5,465,979	\$ 5,649,586	\$ 5,839,504	\$ 6,035,953	\$ 6,239,162	\$ 6,449,370
\$ Change		\$ 183,608	\$ 189,918	\$ 196,449	\$ 203,210	\$ 210,208
% Change		3.4%	3.4%	3.4%	3.4%	3.4%

As shown above the annual increases in consolidated water and wastewater rate revenue requirements is 3.4% from 2022 to 2026.