

## Water Utility Cash Flow Analysis - Projected 2025-2034

City of Watertown, WI

	Budget 2025	2026	2027	2028	2029	Projected 2030	2031	2032	2033	2034
<b>Revenues</b>										
Total Revenues from User Rates <sup>1</sup>	\$5,726,316	\$6,123,707	\$6,123,707	\$6,123,707	\$6,123,707	\$6,307,418	\$6,496,641	\$6,496,641	\$6,496,641	\$6,496,641
Percent Increase to User Rates	15.28%	0.00%	0.00%	0.00%	0.00%	3.00%	3.00%	0.00%	0.00%	0.00%
Cumulative Percent Rate Increase	15.28%	15.28%	15.28%	15.28%	15.28%	18.74%	22.30%	22.30%	22.30%	22.30%
Dollar Amount Increase to Revenues	\$406,462	\$397,391	\$0	\$0	\$0	\$183,711	\$189,223	\$0	\$0	\$0
Total Other Revenues	\$355,312	\$368,940	\$253,472	\$259,087	\$253,835	\$248,133	\$253,379	\$257,274	\$284,632	\$287,017
Total Revenues	\$6,081,628	\$6,492,647	\$6,377,179	\$6,382,794	\$6,377,542	\$6,555,551	\$6,750,020	\$6,753,915	\$6,781,273	\$6,783,658
<b>Less: Expenses</b>										
Operating and Maintenance <sup>2</sup>	\$2,620,758	\$3,099,381	\$3,192,362	\$3,288,133	\$2,986,777	\$3,076,380	\$3,168,672	\$3,263,732	\$3,361,644	\$3,462,493
PILOT Payment <sup>3</sup>	\$715,227	\$736,684	\$758,784	\$781,548	\$804,994	\$829,144	\$854,018	\$879,639	\$906,028	\$933,209
Net Before Debt Service and Capital Expenditures	\$2,745,643	\$2,656,582	\$2,426,032	\$2,313,113	\$2,585,771	\$2,650,027	\$2,727,330	\$2,610,544	\$2,513,601	\$2,387,956
<b>Debt Service</b>										
Existing Debt P&I	\$878,183	\$876,721	\$870,182	\$764,998	\$766,087	\$766,855	\$767,297	\$767,562	\$630,100	\$629,999
New (2025-2034) Debt Service P&I	\$25,358	\$516,665	\$535,999	\$637,686	\$642,164	\$637,121	\$632,077	\$769,408	\$902,862	\$858,670
Total Debt Service	\$903,542	\$1,393,386	\$1,406,181	\$1,402,684	\$1,408,251	\$1,403,976	\$1,399,374	\$1,536,969	\$1,532,962	\$1,488,669
Transfer In (Out)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Less: Capital Improvements & COI	\$15,681,680	\$1,743,300	\$1,596,761	\$2,400,000	\$2,761,595	\$645,000	\$3,011,475	\$1,437,985	\$2,477,963	\$1,710,390
Debt Proceeds	\$15,430,800	\$0	\$1,265,000	\$0	\$0	\$0	\$2,010,000	\$0	\$1,505,000	\$0
<b>Net Annual Cash Flow</b>	<b>\$1,591,222</b>	<b>(\$480,104)</b>	<b>\$688,090</b>	<b>(\$1,489,571)</b>	<b>(\$1,584,075)</b>	<b>\$601,051</b>	<b>\$326,480</b>	<b>(\$364,410)</b>	<b>\$7,676</b>	<b>(\$811,103)</b>
<b>Restricted and Unrestricted Cash Balance:</b>										
Balance at first of year	\$6,090,172	\$7,681,394	\$7,201,290	\$7,889,380	\$6,399,809	\$4,815,734	\$5,416,784	\$5,743,265	\$5,378,854	\$5,386,531
Net Annual Cash Flow Addition/(subtraction)	\$1,591,222	-\$480,104	\$688,090	-\$1,489,571	-\$1,584,075	\$601,051	\$326,480	-\$364,410	\$7,676	-\$811,103
Balance at end of year	\$7,681,394	\$7,201,290	\$7,889,380	\$6,399,809	\$4,815,734	\$5,416,784	\$5,743,265	\$5,378,854	\$5,386,531	\$4,575,428
"All-in" Debt Coverage	3.04	1.91	1.73	1.65	1.84	1.89	1.95	1.70	1.64	1.60
PSC Days Cash on Hand	846	668	731	546	439	494	517	446	443	341

**Legend:**

Simplified Rate Case (projected eligibility)  
 Conventional (Full) Rate Case

**Notes:**

1) Revenues for 2025 are shown with current 15.28% increase being implemented June 2025. Revenues for 2026 are full year 2025 Revenues with the 15.28% increase for an entire year. Assumes no changes in customer count or usage beyond 2026.

2) Assumes 3.00% annual inflation beyond budget year.