



Water Rate Presentation

JULY 16, 2024

FY24 Recap

- ▶ We invoiced \$10,929,033 in Water & Sewer charges in FY24.
- ▶ We saw a less than 1% (.86%) increase in usage last year, which combined with Lien collection accounted for a water/sewer revenue surplus of \$117,441
- ▶ We collected 98% of the amount billed in FY24

FY25 Water Rate

	FY 2025	FY 2024	\$ Change	% Change	Total Rate increase	
	Total Water and Sewer Budget	Total Water and Sewer Budget	Increase (Decrease)	Increase (Decrease)	Attributable by Function	Percent of Rate by function
<i>Funded by Water Revenues</i>						
Personnel	1,190,143.07	1,118,806.00	71,337.07	6.4%	\$0.17	17.00%
Health Insurance, Workers Comp. and Pension	602,767.00	557,580.00	45,187.00	8.1%	\$0.11	11.00%
Purchased Services & Supplies	926,680.00	909,188.00	17,492.00	1.9%	\$0.04	4.00%
MWRA & DEP Assessments	6,087,937.00	5,910,765.00	177,172.00	3.0%	\$0.41	41.00%
Property Insurance and Other	163,496.00	163,496.00	-	0.0%	\$0.00	0.00%
Debt - Principal and Interest	1,668,124.46	1,625,452.00	42,672.46	2.6%	\$0.10	10.00%
Capital Projects	220,000.00	220,000.00	-		\$0.00	0.00%
Indirect Costs	379,024.47	306,304.00	72,720.47	23.7%	\$0.17	17.00%
<i>Total funded by Water Revenues</i>	<u>11,238,172.00</u>	<u>10,811,591.00</u>	<u>426,581.00</u>	3.9%	<u>\$1.00</u>	<u>100.00%</u>

FY 24 Water Rate (Cont.)

- ▶ FY25 rate increase will be \$1.00 over FY24
- ▶ New Combined Water/Sewer Rate for FY25 will be \$26.27
- ▶ This is a 3.96% increase over last year's rate (The FY24 Rate was \$25.27)

Impact to Rate Payer

Town of Winthrop Examples of Bill Change Related to Rate Increase

<u>Usage per Household</u>	<u>Annual Usage Cubic feet</u>	<u>Annual Usage Gallons</u>	<u>\$25.27 Bill at Old Rate</u>	<u>\$26.27 Bill at New Rate</u>	<u>Increase (\$1.00)</u>
Family of one:					
8.021 cubic feet (60 gallons) per person per day	2,927.67	21,900	\$739.82	\$769.10	\$29.28
10.694 cubic feet (80 gallons) per person per day	3,903.31	29,200	\$986.37	\$1,025.40	\$39.03
13.368 cubic feet (100 gallons) per person per day	4,879.32	36,500	\$1,233.00	\$1,281.80	\$48.79
Family of two:					
8.021 cubic feet (60 gallons) per person per day	5,855.33	43,800	\$1,479.64	\$1,538.20	\$58.55
10.694 cubic feet (80 gallons) per person per day	7,806.62	58,400	\$1,972.73	\$2,050.80	\$78.07
13.368 cubic feet (100 gallons) per person per day	9,758.64	73,000	\$2,466.01	\$2,563.59	\$97.59
Family of four:					
8.021 cubic feet (60 gallons) per person per day	11,710.66	87,600	\$2,959.28	\$3,076.39	\$117.11
10.694 cubic feet (80 gallons) per person per day	15,613.24	116,800	\$3,945.47	\$4,101.60	\$156.13
13.368 cubic feet (100 gallons) per person per day	19,517.28	146,000	\$4,932.02	\$5,127.19	\$195.17

1 cubic foot equals 7.48052 gallons of water

Moving Forward

- ▶ We will continue to use Water/Sewer Retained Earnings to fund Unanticipated Capital projects in FY25 if we exceed the capital funds included in the FY25 budget (\$220,000)
- ▶ We are looking at bonding opportunities to fund FY25 Capital projects and will be back in front of the Town Council over the next few months for authorization. Projects to be funded with Water Stabilization Funds. (Current Balance \$858,000)
- ▶ We continue to look for low—or no-interest opportunities offered by the MWRA and State, similar to the SRF Loans for the lead pipe replacement program, to fund our capital projects.