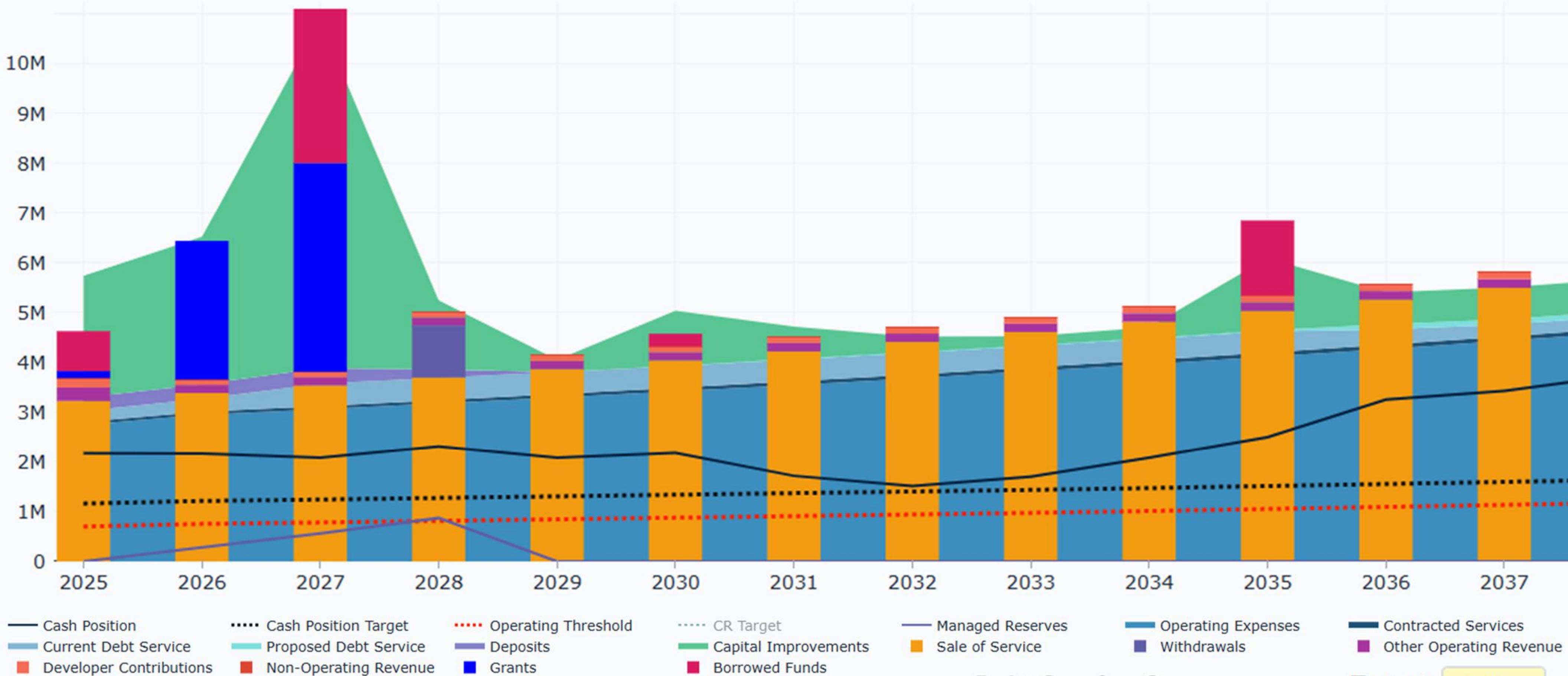
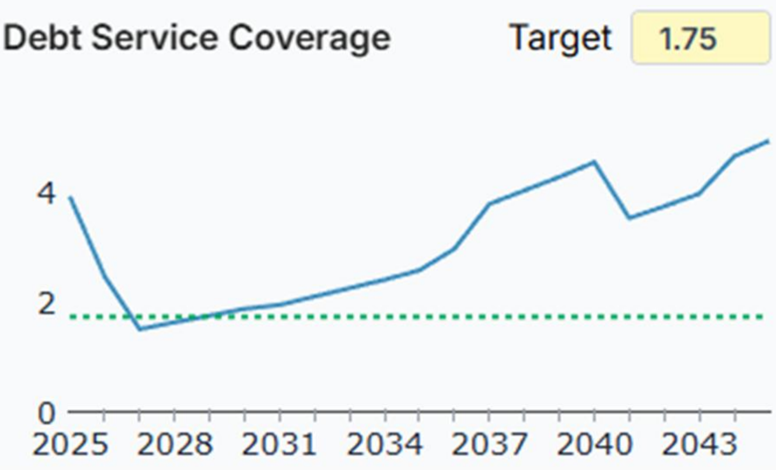
Current Rate Design – 600/2500/Infinity

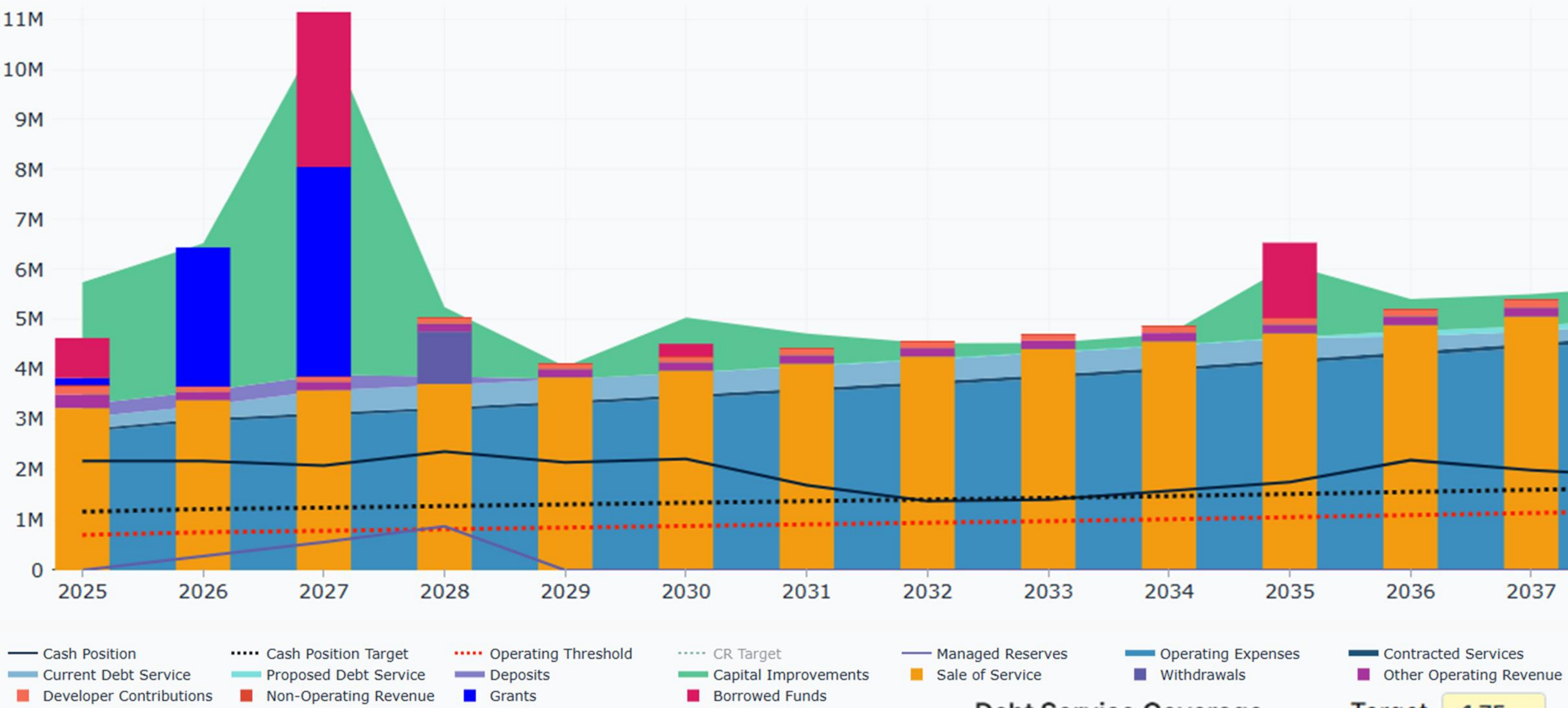


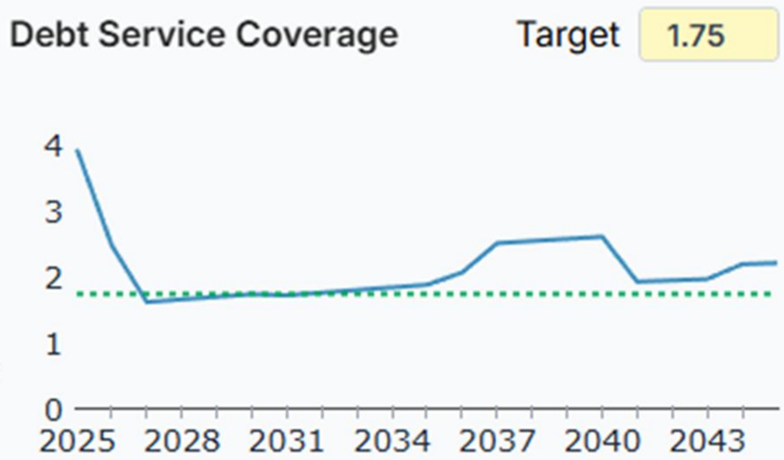


Key Points to Note:

- Maintain $460,000 Contingency (Black Dotted Line + Red Dotted Line)
- Discontinued Capital Surplus contributions in 2028
- 4.5% Rate Increases YOY
- 1.53 Debt Service Coverage in 2027
- 2026 Budgeted Revenue in Sales = $3,385,455
- 2027 Projected Revenue in Sales = $3,537,800

600 Base/1800 Tier 1/Infinity Tier 2

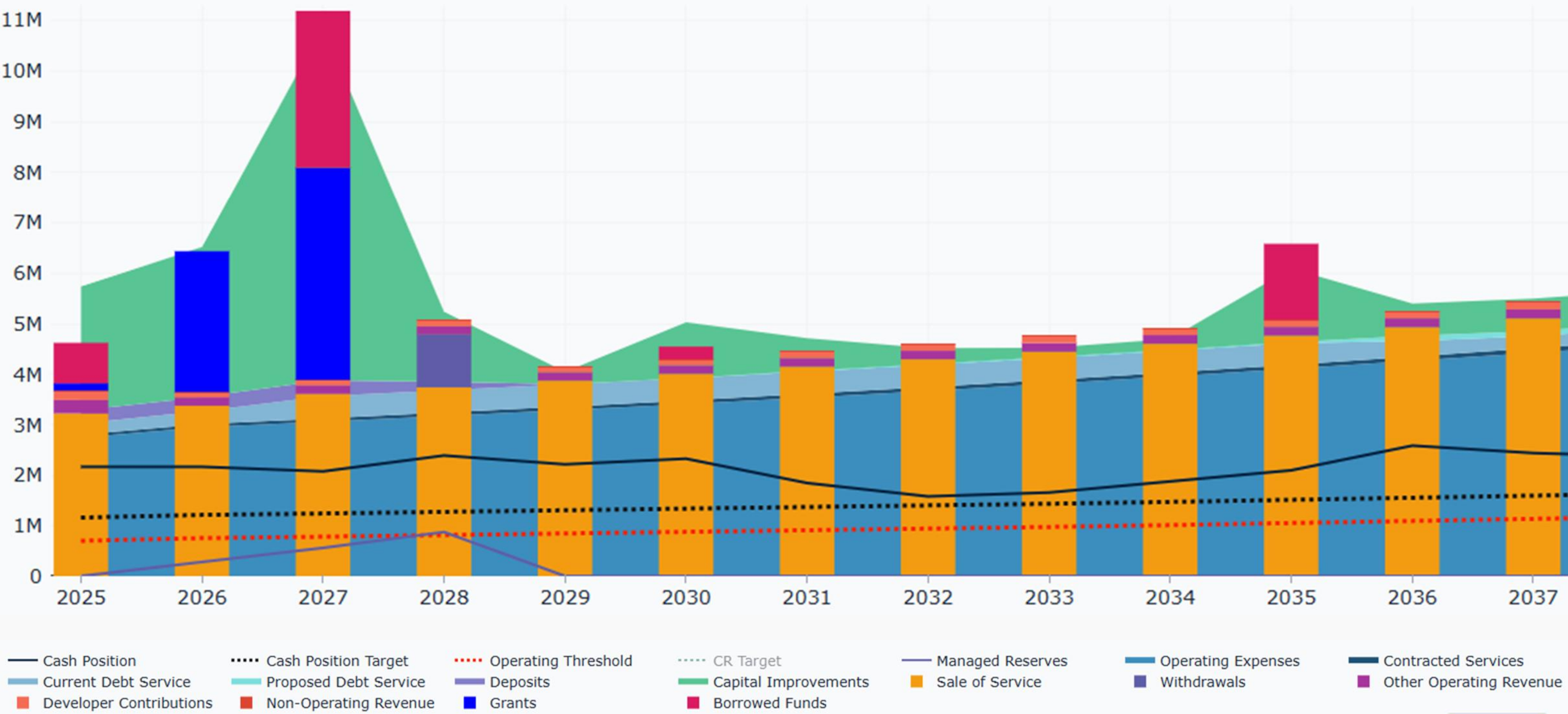




Key Points to Note:

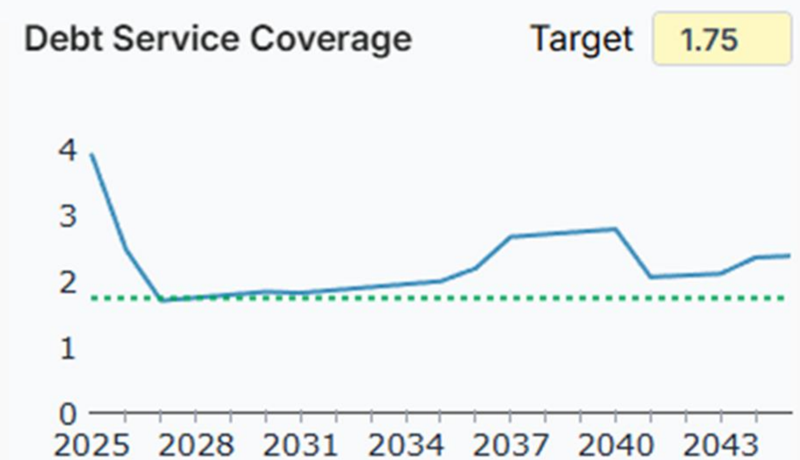
- Maintain $460,000 Contingency (Black Dotted Line + Red Dotted Line)
- Discontinued Capital Surplus contributions in 2028
- 3.5% Rate Increases YOY
- 1.63 Debt Service Coverage in 2027
- 2027 Projected Revenue in Sales = $3,582,757
- Generates 5.8% more revenue in 2027 compared to current 2026 budget

600 Base/1800 Tier 1/Infinity Tier 2 – 40% Differential

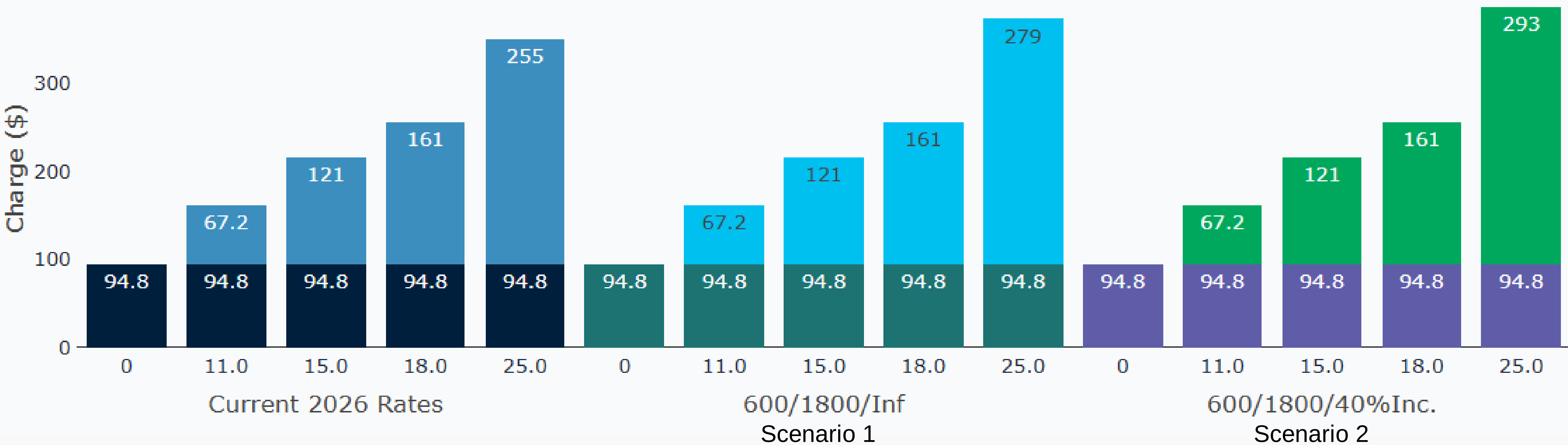


Key Points to Note:

- Maintain $460,000 Contingency (Black Dotted Line + Red Dotted Line)
- Discontinued Capital Surplus contributions in 2028
- 3.5% Rate Increases YOY
- 1.71 Debt Service Coverage in 2027
- 2027 Projected Revenue in Sales = $3,621,413
- Generates 7% more revenue in 2027 compared to current 2026 budget



Community Cost Comparison – 2026 Rates



This chart illustrates the estimated bi-monthly customer bill under the three different rate designs using 2026 rates. This demonstrates how each scenario affects a customer's bill at various levels of water consumption.

- Under the current rate design, customers pay less overall compared to the other two scenarios.
- Under the 600 cf Base/1,800 cf Tier 1/Infinity Tier 2 design, users see larger increases in their bill beyond 1,800 cf.
- With a larger increase (40%) in rates between tier 1 and tier 2 in scenario 2, higher consumption customers could pay approximately $40 more per billing cycle for usage above 1,800 cf compared to the current rate design.

Comparisons

	Current Structure	600/1800/Infinity	600/1800/Infinity 40% Differential Tier 2
2026 Revenue w/ 2026 Rates	$3,385,455	$3,461,987	$3,498,950
2027 Projected Revenue	$3,537,800	$3,582,757	$3,621,413
Debt Service Coverage in 2027*	1.53	1.63	1.79
Proposed Rate Increase**	4.5%	3.5%	3.5%
Bimonthly 2027 Rates	Base $99.03 Tier 1 $14.04 Tier 2 $17.58	Base $98.09 Tier 1 $13.91 Tier 2 $17.41	Base $98.09 Tier 1 $13.91 Tier 2 $19.48
Customer Base Breakdown	35% Base 62% Tier 1 3% Tier 2	35% Base 58% Tier 1 7% Tier 2	35% Base 58% Tier 1 7% Tier 2

* Water Utility Fund & Sewer Utility Fund Debt Service Coverage policy is 1.75 (2.7 Combined in 2026)

** Doesn’t include additional funds being allocated to the contingency reserve; increases annual capital budget; no continued contributions to the capital surplus.