

CEDAR RIDGE WATER DISTRIBUTION
 PROPOSED SYSTEM EXPENSE FOR 2011
 FIXED RATE FOR ALL CUSTOMERS (UNMETERED WATER)

SYSTEM EXPENSE	<u>RATE</u> \$114.99 per month (Comprised of \$88.94 for operating expenses and \$26.05 for capital reserves)
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OPERATING EXPENSES

Utilities	\$ 10,000.00
Management fees	10,000.00
Accounting fees	8,000.00
Interest Expense	2,000.00
Liability Insurance	2,000.00
Repairs & Maintenance	1,000.00
Water Testing	500.00
Transportation	250.00
Supplies	200.00
Licenses	100.00
Taxes	100.00
Total Operating Expenses	<u>\$ 34,150.00</u>

Number of Users	32
Monthly Charge	\$ 88.94
Annual Revenue	<u>\$ 34,152.96</u>

CAPITAL RESERVE \$ 10,000.00

Number of Users	32
Monthly Charge	\$ 26.05
Annual Revenue	<u>\$ 10,003.20</u>