

Revenues from Rates	Adjusted for 2026	Pro-Forma 2027	Pro-Forma 2028
Revenues based on 63 Connections and 179 Standby	\$483,233.00	\$483,233.00	\$483,233.00

[Any potential growth depends on economic uncertainty of which Legacy has no control. No new growth is currently known.]

Expense Category	2025 Income Statement	Adjustments to Best Reflect Necessary Total Expenses		Adjusted for 2026	2.4% Adj for Inflation Pro-Forma 2027	2.4% Adj for Inflation Pro-Forma 2028
Variable Production Costs						
Purchased Water				\$0.00		
Purchased Power	\$7,626.42	\$175.00		\$7,801.42	\$7,988.65	\$8,180.38
Contractual Services - Testing & Lab Fees				\$0.00		
Other:						
Total Variable Production Costs	\$7,626.42	\$175.00		\$7,801.42	\$7,988.65	\$8,180.38
Operation & Maintenance Expenses						
Salaries & Wages - Office Employees	\$120,000.00			\$120,000.00	\$122,880.00	\$125,829.12
Payroll Taxes	\$9,847.99			\$9,847.99	\$10,084.34	\$10,326.37
Employee Pension & Benefits	\$15,960.61			\$15,960.61	\$16,343.66	\$16,735.91
Materials and Supplies				\$0.00	\$0.00	\$0.00
Contractual Services - Engineering				\$0.00	\$0.00	\$0.00
Contractual Services - Accounting	\$100.00	\$100.00		\$200.00	\$204.80	\$209.72
Contractual Services - Legal	\$25,255.31	\$20,000.00		\$45,255.31	\$46,341.44	\$47,453.63
Contractual Services - Management Fees	\$0.00	\$0.00		\$0.00	\$0.00	\$0.00
Contractual Services - Outsourced	\$9,957.50	\$100.00		\$10,057.50	\$10,298.88	\$10,546.05
Contractual Services - Other	\$240.00	\$10.00		\$250.00	\$256.00	\$262.14
Contractual Services - Water System Repairs & Maint.	\$60,190.89	-\$15,000.00		\$45,190.89	\$46,275.47	\$47,386.08
Contractual Services - Billing				\$0.00	\$0.00	\$0.00
Contractual Services - Meter Reading				\$0.00	\$0.00	\$0.00
Association / Membership Dues - HOA Fees	\$6,600.00			\$6,600.00	\$6,758.40	\$6,920.60
Business License	\$175.44	\$25.00		\$200.44	\$205.25	\$210.18
Dues and Subscriptions	\$6,937.94	\$70.00		\$7,007.94	\$7,176.13	\$7,348.36
Office Expenses	\$1,421.36	\$80.00		\$1,501.36	\$1,537.39	\$1,574.29
Postage	\$109.20			\$109.20	\$111.82	\$114.50
On-Site Meals	\$925.48	\$75.00		\$1,000.48	\$1,024.49	\$1,049.08
Meetings and Events	\$27.48			\$27.48	\$28.14	\$28.81
Technology Service, Software & Equipment	\$6,446.36			\$6,446.36	\$6,601.07	\$6,759.50
Bank Charges	\$320.50			\$320.50	\$328.19	\$336.07
Rental of Office	\$12,426.00	\$75.00		\$12,501.00	\$12,801.02	\$13,108.25
Office Water Sewer Garbage	\$546.65	\$55.00		\$601.65	\$616.09	\$630.88
Rental of Equipment				\$0.00	\$0.00	\$0.00
Transportation Expense	\$24,332.65			\$24,332.65	\$24,916.63	\$25,514.63
Travel - Meals	\$95.67			\$95.67	\$97.97	\$100.32
Travel - Fuel & Mileage	\$12,043.71			\$12,043.71	\$12,332.76	\$12,628.75
Insurance				\$0.00	\$0.00	\$0.00
Regulatory Expense - Rate Case Expense				\$0.00	\$0.00	\$0.00
Regulatory Commission Expense - Other				\$0.00	\$0.00	\$0.00
Bad Debt Expense				\$0.00	\$0.00	\$0.00
Repair of Infrastructure past two years (Not on Books)	\$800,000.00	-\$800,000.00		\$0.00	\$0.00	\$0.00
Annual Payment (12 months times \$10,981) for Loan for Proposed Improvements (\$2,300,000 Loan at 4% for 30 Yrs)		\$131,772.00		\$131,772.00	\$131,772.00	\$131,772.00
Finance Charges	\$5,317.10	\$700.00		\$6,017.10	\$6,161.51	\$6,309.39
Miscellaneous Expenses:				\$0.00	\$0.00	\$0.00
Total Operation & Maintenance Expenses:	\$1,119,277.84	-\$661,938.00		\$457,339.84	\$465,153.47	\$473,154.62

Comments: Legacy is seeking only the projected rates to cover the projected expenses for 2026.