

SHEEP CREEK WATER COMPANY
OPERATIONS BUDGET 2026 INCOME **BOARD APPROVED 11/18/25**
PROJECTED INCOME

Monthly Water Use Income

Month	Projected Monthly Usage (HCF)			Total Monthly Usage Income
	Tier 1 Rate .72	Tier 2 Rate 6.80	Tier 3 Rate 12.00	
January	4,400	1,600	2,500	\$ 44,048
February	8,500	1,200	1,400	\$ 31,080
March	7,800	1,600	1,600	\$ 35,696
April	10,400	2,200	2,700	\$ 54,848
May	13,000	3,400	2,300	\$ 60,080
June	14,800	2,600	2,400	\$ 57,136
July	20,200	2,800	3,500	\$ 75,584
August	15,200	2,900	5,900	\$ 101,464
September	15,000	2,000	4,600	\$ 79,600
October	10,000	2,100	2,000	\$ 45,480
November	8,000	1,100	2,000	\$ 37,240
December	5,000	1,000	2,000	\$ 34,400

Monthly Service Charge Income- Operating

Average Active Services	1255	Service Charge	\$ 83.00	\$ 1,249,980.00
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Monthly Service Charge Income-System Upgrades - Master Plan Approved

Average Active Services	1255	Service Charge	\$ 2.00	\$ 30,120.00
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Stock Transfers

Transfer Fee	Estimated Transfers per Month	Estimated Annually Transfer Income
\$18	10	\$2,160

Reconnect Fees

Standard Fee	Nonpayment Fee	Reconnects per Month	Estimated Reconnect Income
\$70	\$70	Standard 8 Nonpayment 8	\$13,440

Construction Meters

Meters	Months	Service Charge	Average Usage \$12.00 HCF	Total
2	3	\$85.00		\$510.00

Penalties/Late Fees

Average per Month- 12	Estimated Annual Penalties/Late Fees Income
\$120	\$1,440

Lost Certificate Fee

Average per Month- 3	Estimated Annual Lost Certificate Fee Income
\$45	\$540

SHEEP CREEK WATER COMPANY
OPERATIONS BUDGET 2026 INCOME
PROJECTED INCOME CONTINUED

BOARD APPROVED 11/18/25

Total Projected Annual Operating Income

	2026 Budget	2025 Budget	2024 Budget	2025 ESTIMATE
Meter Service Charge	\$1,249,980	\$1,155,960	\$939,900	\$1,165,320
System Upgrade- Master Plan Approved	\$30,120	\$29,640	\$72,300	\$29,880
Water Usage- Tier 1- \$.72	\$95,256	\$93,672	\$75,530	\$113,924
Water Usage- Tier 2- \$6.80	\$166,600	\$161,820	\$164,951	\$135,440
Water Usage- Tier 3- \$12.00	\$394,800	\$578,600	\$487,300	\$351,278
Stock Transfers	\$2,160	\$2,160	\$2,160	\$2,058
Construction Meters	\$510	\$480	\$390	\$1,845
Penalties/Late Fees/ Reconnect Fees	\$14,880	\$3,120	\$3,000	\$12,132.00
Lost Certificate Fee	\$540	\$540	\$540	\$255.00
Total Operations Income	\$1,954,846	\$2,025,992	\$1,746,071	\$1,812,132

Total Outstanding Loan- 2026 Assessment Account

	Remaining Balance	Annual Interest	Annual Principal	Total Annual Loan Payments
CoBank - Refinanced Shareholder Loan (20 year term) 7/2024 - 2/2045, \$21.00 Meter Service Charge plus Tier 3	\$3,249,811	\$216,000	\$84,000	\$300,000

Estimated Annual Reserve Account Transfers

Assessment Acct	\$	164,500.00	CoBank Loan Payments.
Capital Improvement	\$	115,150.00	Income based on Tier 3 for Capital Upgrades.
System Upgrade Acct	\$	100,000.00	Income based on \$8,333 per month from Service Charge for System Replacement.
Well Acct (Maintenance)	\$	125,494.44	Income based on Tier 1,2 & Tier 3
Well Acct (MWA Fees)	\$	36,260.00	Income based on usage from Well #11 water for MWA Replacement Water Fees

**SHEEP CREEK WATER COMPANY
OPERATIONS BUDGET 2026
PRODUCTION & DISTIRBUTION**

BOARD APPROVED 11/18/25

ACCOUNT	BUDGET 2026	BUDGET 2025	BUDGET 2024	2025 ESTIMATE	OVER / UNDER
FIELD CREW					
Salaries	\$293,497	\$336,267	\$255,230	\$320,000	\$16,267
Overtime	\$13,000	\$20,000	\$23,995	\$15,000	\$5,000
SER/SEP-Retirement	\$22,305	\$24,939	\$19,545	\$23,450	\$1,489
Uniforms, Hats	\$2,500	\$3,400	\$3,600	\$2,100	\$1,300
Emergency Phone	\$580	\$560	\$500	\$578	(\$18)
Training/Certs	\$1,420	\$1,300	\$1,500	\$1,990	(\$690)
TRUCK & EQUIPMENT					
Truck Payment	\$0	\$0	\$13,200	\$0	\$0
Equipment Payment	\$0	\$0	\$15,000	\$0	\$0
Fuel- Gasoline	\$12,000	\$15,500	\$15,000	\$11,500	\$4,000
Fuel- Diesel	\$17,000	\$17,000	\$13,000	\$16,200	\$800
Registration- DMV	\$4,000	\$4,400	\$3,500	\$3,325	\$1,075
Rprs & Maint.- Auto	\$19,500	\$16,000	\$16,000	\$26,725	(\$10,725)
Rprs & Maint.- Equip	\$9,000	\$9,000	\$8,000	\$10,500	(\$1,500)
Equipment Rental	\$0	\$0	\$0	\$0	\$0
Waste Oil-(Haz Mat)	\$400	\$340	\$250	\$390	(\$50)
DISTRIBUTION SYSTEM					
Rprs & Maint- Lines	\$15,000	\$20,000	\$25,000	\$2,350	\$17,650
Rprs & Maint- Meters	\$47,000	\$45,000	\$45,000	\$46,070	(\$1,070)
Rprs & Maint- CLA-VAL	\$2,000	\$4,000	\$5,000	\$1,450	\$2,550
Rprs & Maint- System	\$16,300	\$22,000	\$15,500	\$7,000	\$15,000
Shop Equipment	\$3,500	\$2,500	\$3,000	\$2,544	(\$44)
Supplies- General	\$2,000	\$4,000	\$4,200	\$1,283	\$2,717
Supplies- Inventory	\$100	\$100	\$100	\$0	\$100
Cross Connection Control	\$100	\$100	\$100	\$0	\$100
County Waste Fees	\$100	\$100	\$200	\$0	\$100
Contract Services	\$550	\$500	\$1,000	\$554	(\$54)
Damages- Personnel	\$0	\$0	\$200	\$0	\$0
Safety Equipment	\$215	\$500	\$2,300	\$0	\$500
Small Tools	\$3,500	\$2,500	\$1,000	\$2,582	(\$82)
State Health Fees	\$5,000	\$12,000	\$12,000	\$4,468	\$7,532
Sub Contract Labor	\$10,000	\$19,000	\$13,000	\$8,510	\$10,490
Travel Reimbursement	\$0	\$100	\$0	\$0	\$100
Water Conservation	\$50	\$200	\$200	\$0	\$200
Water Quality Treatment	\$19,500	\$16,000	\$14,000	\$19,330	(\$3,330)
WaterQualityMaint/Samples	\$13,000	\$7,200	\$13,000	\$12,425	(\$5,225)
Prod./Dist. Total	\$533,117	\$604,506	\$543,120	\$540,324	\$64,182

**SHEEP CREEK WATER COMPANY
OPERATIONS BUDGET 2026
ADMINISTRATION**

BOARD APPROVED 11/18/25

ACCOUNT	BUDGET 2026	BUDGET 2025	BUDGET 2024	2025 ESTIMATE	OVER / UNDER
Account Transfers					
Assessment Acct	\$164,500.00	\$133,238	\$122,359	\$160,168	
Capitol Improvement	\$115,150.00	\$105,200	\$88,600	\$173,125	
System Upgrade Acct	\$100,000.00	\$70,000	\$45,000	\$70,020	
Well Acct (Maintenance)	\$125,494.44	\$117,928	\$81,335	\$136,000	
Well Acct (MWA Fees)	\$36,260.00	\$41,292	\$46,324	\$38,370	
OFFICE					
Accounting	\$5,000	\$5,000	\$7,000	\$5,000	\$0
Advertising	\$100	\$100	\$150	\$50	\$50
Bank Charges	\$100	\$100	\$150	\$50	\$50
Contributions	\$2,250	\$2,000	\$2,500	\$2,250	(\$250)
Copier- Lease	\$3,700	\$3,600	\$4,200	\$3,687	(\$87)
Merchant Fees	\$32,000	\$33,000	\$18,100	\$31,882	\$1,118
Dues/Subscriptions	\$4,200	\$2,000	\$3,300	\$4,171	(\$2,171)
Equipment Rentals	\$0	\$0	\$100	\$0	\$0
Employees					
Employees Annual Gifts	\$8,800	\$8,100	\$5,850	\$8,100	\$0
Safety/OT- Dinner/Lunch	\$2,500	\$2,500	\$2,500	\$2,500	\$0
Employee of Year	\$200	\$200	\$250	\$200	\$0
Engineering- General	\$500	\$5,000	\$30,000	\$0	\$5,000
INSURANCE					
General	\$78,000	\$66,200	\$17,500	\$77,627	(\$11,427)
Medical -Employee/Board	\$142,641	\$153,000	\$116,490	\$147,422	\$5,578
Work Comp.	\$19,000	\$13,110	\$13,500	\$16,140	(\$3,030)
Other-Insurance	\$100	\$100	\$100	\$100	\$0
Legal- General	\$20,000	\$85,000	\$80,000	\$33,800	\$51,200
Legal- AVL/MWA/SWRCB	\$500	\$500	\$2,000	\$0	\$500
Licenses/Permits	\$1,600	\$1,200	\$1,200	\$1,985	(\$785)
Medical Supplies	\$50	\$50	\$100	\$0	\$50
Meeting/Conferences					
Annual/Regular Meetings	\$1,200	\$1,500	\$500	\$1,127	\$373
Management	\$400	\$400	\$50	\$686	(\$286)
Office	\$200	\$200	\$200	\$0	\$200
Miscellaneous	\$200	\$200	\$1,000	\$0	\$200
N.S.F Checks	\$200	\$200	\$450	\$0	\$200

**SHEEP CREEK WATER COMPANY
OPERATIONS BUDGET 2026
ADMINISTRATION**

BOARD APPROVED 11/18/25

ACCOUNT	BUDGET 2026	BUDGET 2025	BUDGET 2024	2025 ESTIMATE	OVER / UNDER
OFFICE SUPPLIES					
Billing	\$7,000	\$6,000	\$2,500	\$7,500	(\$1,500)
Bookkeeping	\$500	\$1,500	\$2,300	\$400	\$1,100
Copier	\$15,500	\$14,000	\$9,000	\$14,500	(\$500)
Computer	\$1,000	\$1,000	\$2,000	\$0	\$1,000
Payroll Supplies	\$2,500	\$2,200	\$1,500	\$3,100	(\$900)
General	\$4,000	\$4,000	\$3,300	\$3,800	\$200
OUTSIDE SERVICES					
Dig Alert- USA's	\$1,350	\$1,600	\$2,400	\$1,300	\$300
Turner Security	\$660	\$660	\$660	\$3,507	(\$2,847)
CR&R-Trash	\$4,000	\$3,840	\$3,200	\$3,854	(\$14)
Printing	\$1,400	\$1,600	\$1,500	\$1,320	\$280
TNN- Computer/Phone	\$4,800	\$5,200	\$6,260	\$4,347	\$853
Postage	\$13,000	\$9,000	\$9,000	\$12,995	(\$3,995)
SALARIES					
Management/Office	\$334,301	\$298,550	\$280,150	\$298,550	\$0
					\$0
Overtime-Management/Office	\$5,660	\$6,000	\$7,500	\$5,400	\$600
SER/SEP-Retirement	\$23,797	\$21,319	\$20,900	\$21,277	\$42
Rprs & Maint- Office	\$1,000	\$2,100	\$2,000	\$400	\$1,700
Rprs & Maint- Equip	\$500	\$1,000	\$1,000	\$0	\$1,000
Replacement- Equip	\$350	\$350	\$1,000	\$0	\$350
TAXES	\$51,000	\$51,000	\$66,000	\$65,420	(\$14,420)
Payroll	\$135,000	\$172,000	\$136,300	\$172,000	\$0
Payroll Withheld	(\$132,000)	(\$122,000)	(\$110,000)	(\$106,000)	(\$16,000)
Property	\$20,000	\$20,000	\$20,000	\$20,000	\$0
Corporate. Tax	\$850	\$850	\$800	\$855	(\$5)
Telephone/Race	\$5,000	\$4,950	\$2,700	\$4,896	\$54
Theft Losses	\$0	\$0	\$0	\$0	\$0
Training	\$0	\$0	\$70	\$0	\$0
Travel Reimbursement	\$0	\$0	\$50	\$0	\$0
UTILITES					
Electric- Wells	\$102,000	\$110,000	\$100,000	\$90,053	\$19,947
Electric- General	\$4,200	\$4,300	\$4,000	\$5,350	(\$1,050)
Natural Gas	\$515	\$550	\$750	\$429	\$121
Administration Total	\$1,421,728	\$1,421,487	\$1,202,028	\$1,484,293	(\$62,806)
Prod./Dist. Total	\$533,117	\$604,506	\$543,120	\$540,324	\$64,182
Total Operations	\$1,954,846	\$2,025,992	\$1,745,148	\$2,024,617	\$1,376
Operations Income	\$1,954,846	\$2,025,992	\$1,745,071	\$1,812,132	\$213,860