

Rolf Hechler
Mayor



Ingo Hoeppner
Commissioner

Destiny Mitchell
Mayor Pro-Tem

Chaz M. Glines
Commissioner

Amanda Forrister
Commissioner

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Gary Whitehead
City Manager

Water & Wastewater Rate Study Review

PUBLIC INPUT MEETING OF THE CITY COMMISSION OF THE CITY OF TRUTH OR CONSEQUENCES, NEW MEXICO, TO BE HELD IN THE COMMISSION CHAMBERS, 405 W. 3RD ST., ON WEDNESDAY, MARCH 25, 2026; TO START AT 5:30 P.M.

A. CALL TO ORDER

B. INTRODUCTION

1. ROLL CALL

Hon. Rolf Hechler, Mayor
Hon. Destiny Mitchell, Mayor Pro-Tem
Hon. Amanda Forrister, Commissioner
Hon. Ingo Hoeppner Commissioner
Hon. Chaz Glines, Commissioner

C. PUBLIC HEARING

1. City's Water and Wastewater Rate Study to provide an overview of how water and wastewater rates are developed.

- a. Present key findings and recommendations from the rate study
- b. Allow the public an opportunity to ask questions and provide input

- Public participation is encouraged and is an important part of ensuring transparency and informed decision-making related to essential City services.

D. ADJOURNMENT



CITY OF TRUTH OR CONSEQUENCES

AGENDA REQUEST FORM

MEETING DATE: March 25, 2026

SUBJECT: Public Meeting/Discussion/Update–Water & Wastewater Cost of Service & Rate Design Study

DEPARTMENT: Community Development

DATE SUBMITTED: March 20, 2026

SUBMITTED BY: Traci Alvarez

WHO WILL PRESENT THE ITEM: Gary Whitehead

Summary/Background:

NewGen Strategies & Solutions presented to the City Commission on 10-8-2025. Final Draft of the Study was presented to the City Commission and accepted on 1-16-2026. City Manager will give a brief overview of the previous presentation documents and recommended scenarios as presented and discuss potential rate increase and implementation process

Recommendation:

Discuss Water & Wastewater Cost of Service Study

Attachments:

- NewGen PowerPoint Presentation from 10-8-2025
- Water and Wastewater Rate Comparisons for 2023 and 2024
- Final Draft - Water & Wastewater Cost of Service & Rate Design Study
- Meeting Minutes from 10/8/2025 New Gen Presentation

Fiscal Impact (Finance): TBD

[Click here to enter text.](#)

Legal Review (City Attorney): Choose an item.

[Click here to enter text.](#)

Approved For Submittal By: ☐ Department Director

Reviewed by: ☐ City Clerk ☐ Finance ☐ Legal ☐ Other: [Click here to enter text.](#)

Final Approval: ☐ City Manager

CITY CLERK'S USE ONLY - COMMISSION ACTION TAKEN

Resolution No. [Click here to enter text.](#) Ordinance No. -

Continued To: - Referred To: -

☐ Approved ☐ Denied ☐ Other: -

File Name: [Click here to enter text.](#)



October 8, 2025 | City of Truth or Consequences, NM

WATER & WASTEWATER COST OF SERVICE & RATE DESIGN STUDY

Presented by:

Dave Yanke, President

Cari Anderson, Senior Consultant



AGENDA

1

- Purpose

2

- Revenue Requirement

3

- Test-Year & Capital Funding

4

- Water Rates

5

- Wastewater Rates

6

- Revenue Recovery from Proposed Rates

7

- Bill Comparisons

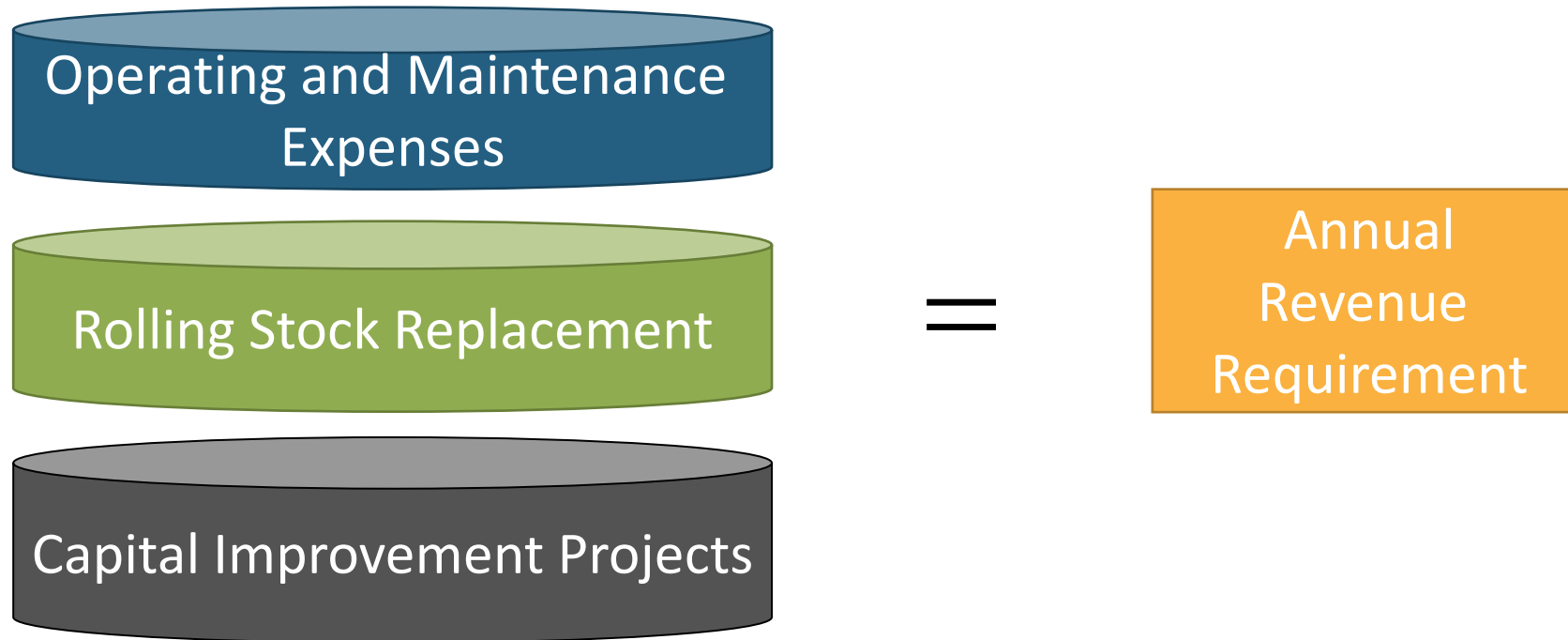
PURPOSE

PURPOSE OF ANALYSIS

- Develop a four-year forecast of the operating and capital costs.
- Determine revenue sufficiency under the current rates.
- Develop rates that ensure the financial integrity of the Utility.

REVENUE REQUIREMENT

WHAT IS THE REVENUE REQUIREMENT



TEST YEAR & CAPITAL FUNDING

TEST YEAR - WATER

Description	FY 2026 Budget	Adjustments		Test Year - Water
Water Expenses	\$1,953,442	\$(372,650)	¹	\$1,580,792
Existing Debt - Water	-	372,650		372,650
Pay As You Go	-	50,000		50,000
Total Expenditures	\$1,953,442	\$50,000		\$2,003,442
Revenues	\$1,884,600	\$(1,700,000)	²	\$184,600
Water Net Revenue Requirement	\$68,842	\$1,750,000		\$1,818,842

Notes:

1. Existing Debt broken out from transfer to general fund
2. Service revenue to be calculated in revenue reconciliation

TEST YEAR - WASTEWATER

Description	FY 2026 Budget	Adjustments		Test Year - Wastewater
Wastewater Expenses	1,500,247	(78,239)	¹	1,422,008
Existing Debt - Wastewater	-	78,239		78,239
Pay As You Go	-	50,000		50,000
Total Expenditures	\$1,500,247	\$50,000		\$1,550,247
Revenues	\$1,404,000	\$(1,300,000)	²	\$104,000
Wastewater Net Revenue Requirement	\$96,247	\$1,350,000		\$1,446,247

Notes:

1. Existing Debt broken out from transfer to general fund
2. Service revenue to be calculated in revenue reconciliation

WATER RATES

CURRENT RATES - WATER

Minimum Bill

Customer Class	Rate ¹
Residential	\$19.48
Commercial	\$19.48
Industrial	\$109.56
WMBG Residential	\$19.48
WMBG Commercial	\$19.48
City Water	\$19.48
City - Landscaping	-
Effluent Water	\$26.52

Volumetric Rates

Tier	Rate ²
Residential & Commercial	
Tier 1 – 2,001-7,000	\$3.41
Tier 2 – 7,001-15,000	\$3.86
Tier 3 – 15,001-29,000	\$4.34
Tier 4 – 29,001-50,000	\$4.87
Tier 5 – 50,000+	\$5.30
City - Landscaping	\$0.74
Effluent Water	\$1.43

1. Minimum bill includes 2,000 gallons

2. Rate per 1,000 gallons

WASTEWATER RATES

CURRENT WASTEWATER RATES

Base Rate Structure

Customer Class	Rate
Commercial	\$14.46
SW Residential Averaged	\$14.46
SW WMBG Commercial	\$23.98
SW WMBG – Residential Average	\$23.98
SW Residential Bathhouse	\$16.30
SW Bathhouse Commercial	\$50.09

Volumetric Rate Structure

Customer Class	Rate ¹
Commercial	\$5.08
SW Residential Averaged	\$5.08
SW WMBG Commercial	\$5.08
SW WMBG – Residential Average	\$5.08
SW Residential Bathhouse	\$-
SW Bathhouse Commercial	\$-

1. Rate per 1,000 gallons

REVENUE RECOVERY FROM PROPOSED RATES

PROPOSED RATE SCENARIOS - WATER

Under Current

- “Status Quo”
- Annual CPI adjustment (3%) at the beginning of the fiscal year (July 1)

Scenario 1

Beginning in FY 2027 through FY 2029 (Effective July 1 each year),

- 3% Residential and City, 5% Commercial and Industrial
- Phase-in of meter equivalent rates
- Phase-out of 2,000 gallons included in minimum bill
- 1.25x multiplier on outside customer rates
- Standardize all minimum bills

Scenario 2

Beginning in FY 2027 through FY 2029 (Effective July 1 each year),

- 6% Residential and City, 8% Commercial and Industrial
- Phase-in of meter equivalent rates
- Phase-out of 2,000 gallons included in minimum bill
- 1.25x multiplier on outside customer rates
- Standardize all minimum bills

METER EQUIVALENTS

Meter Size	Meter Equivalent
3/4"	1
1"	2.5
1.5"	5
2"	8
3"	16
4"	25

WATER REVENUE RECOVERY – UNDER CURRENT

	FY 2026	FY 2027	FY 2028	FY 2029
Revenues	\$ 1,639,003	\$ 1,688,173	\$ 1,738,818	\$ 1,790,983
Revenue Requirement	\$ 1,818,842	\$ 1,976,799	\$ 2,036,180	\$ 2,097,862
Over/(Under)	\$ (179,839)	\$ (288,626)	\$ (297,362)	\$ (306,879)
Cumulative Over/(Under)	\$ (179,839)	\$ (468,465)	\$ (765,827)	\$ (1,072,706)

WATER REVENUE RECOVERY – SCENARIO 1

	FY 2026	FY 2027	FY 2028	FY 2029
Revenues	\$ 1,639,003	\$ 1,818,023	\$ 2,008,400	\$ 2,085,827
Revenue Requirement	\$ 1,818,842	\$ 1,976,799	\$ 2,036,180	\$ 2,097,862
Over/(Under)	\$ (179,839)	\$ (158,775)	\$ (27,781)	\$ (12,035)
Cumulative Over/(Under)	\$ (179,839)	\$ (338,615)	\$ (366,395)	\$ (378,431)

WATER REVENUE RECOVERY – SCENARIO 2

	FY 2026	FY 2027	FY 2028	FY 2029
Revenues	\$ 1,639,003	\$ 1,870,809	\$ 2,126,190	\$ 2,271,410
Revenue Requirement	\$ 1,818,842	\$ 1,976,799	\$ 2,036,180	\$ 2,097,862
Over/(Under)	\$ (179,839)	\$ (105,989)	\$ 90,009	\$ 173,548
Cumulative Over/(Under)	\$ (179,839)	\$ (285,829)	\$ (195,819)	\$ (22,271)

PROPOSED RATE SCENARIOS - WASTEWATER

Under Current

- “Status Quo”
- Annual 5% Rate Increase
- Increase takes effect January 1 of each year

Scenario 1

Beginning in FY 2027 through FY 2029,

- 15% increase on minimum bill and volumetric rates
- Increases take effect at the beginning of the fiscal year (July 1)

Scenario 2

Beginning in FY 2027 through FY 2029,

- 25% increase on minimum bill and volumetric rates
- Increases take effect at the beginning of the fiscal year (July 1)

WASTEWATER REVENUE RECOVERY – UNDER CURRENT

	FY 2026	FY 2027	FY 2028	FY 2029
Revenues	\$ 1,133,031	\$ 1,189,682	\$ 1,249,167	\$ 1,311,625
Revenue Requirement	\$ 1,446,247	\$ 1,526,548	\$ 1,579,517	\$ 1,951,250
Over/(Under)	\$ (313,216)	\$ (336,865)	\$ (330,350)	\$ (639,625)
Cumulative Over/(Under)	\$ (313,216)	\$ (650,082)	\$ (980,432)	\$ (1,620,056)

WASTEWATER REVENUE RECOVERY – SCENARIO 1

	FY 2026	FY 2027	FY 2028	FY 2029
Revenues	\$ 1,133,031	\$ 1,334,766	\$ 1,534,981	\$ 1,765,228
Revenue Requirement	\$ 1,446,247	\$ 1,526,548	\$ 1,579,517	\$ 1,951,250
Over/(Under)	\$ (313,216)	\$ (191,782)	\$ (44,536)	\$ (186,022)
Cumulative Over/(Under)	\$ (313,216)	\$ (504,998)	\$ (549,534)	\$ (735,557)

WASTEWATER REVENUE RECOVERY – SCENARIO 2

	FY 2026	FY 2027	FY 2028	FY 2029
Revenues	\$ 1,133,031	\$ 1,450,832	\$ 1,813,540	\$ 2,266,925
Revenue Requirement	\$ 1,446,247	\$ 1,526,548	\$ 1,579,517	\$ 1,951,250
Over/(Under)	\$ (313,216)	\$ (75,716)	\$ 234,024	\$ 315,676
Cumulative Over/(Under)	\$ (313,216)	\$ (388,932)	\$ (154,908)	\$ 160,768

BILL COMPARISON

SAMPLE BILL (WATER)

		FY 2026	FY 2027	FY 2028	FY 2029
Residential 3/4"					
Volume (gallons)	6,000				
<u>Under Current</u>					
Minimum Bill		\$ 19.48	\$ 20.06	\$ 20.66	\$ 21.28
Volumetric Charge		\$ 13.64	\$ 14.05	\$ 14.47	\$ 14.90
Total Monthly Bill		\$ 33.11	\$ 34.11	\$ 35.13	\$ 36.19
% Change in Monthly Bill			3.0%	3.0%	3.0%
<u>Scenario 1</u>					
Minimum Bill		\$ 19.48	\$ 20.06	\$ 20.66	\$ 21.28
Volumetric Charge		\$ 13.64	\$ 17.56	\$ 21.70	\$ 22.35
Total Monthly Bill		\$ 33.11	\$ 37.62	\$ 42.37	\$ 43.64
% Change in Monthly Bill ¹			13.6%	12.6%	3.0%
<u>Scenario 2</u>					
Minimum Bill		\$ 19.48	\$ 20.65	\$ 21.88	\$ 23.20
Volumetric Charge		\$ 13.64	\$ 18.07	\$ 22.98	\$ 24.36
Total Monthly Bill		\$ 33.11	\$ 38.72	\$ 44.87	\$ 47.56
% Change in Monthly Bill ¹			16.9%	15.9%	6.0%

1. % Changes in FY 2027 and FY 2028 are higher than annual percent increases due to phasing out of gallons included in minimum bill.

SAMPLE BILL (WASTEWATER)

		FY 2026	FY 2027	FY 2028	FY 2029
Residential 3/4"					
Volume (gallons)	6,000				
<u>Under Current</u>					
Minimum Bill		\$ 14.46	\$ 15.18	\$ 15.94	\$ 16.74
Volumetric Charge		\$ 30.49	\$ 32.02	\$ 33.62	\$ 35.30
Total Monthly Bill		\$ 44.95	\$ 47.20	\$ 49.56	\$ 52.04
% Change in Monthly Bill			5.0%	5.0%	5.0%
<u>Scenario 1</u>					
Minimum Bill		\$ 14.46	\$ 16.63	\$ 19.12	\$ 21.99
Volumetric Charge		\$ 30.49	\$ 35.07	\$ 40.33	\$ 46.37
Total Monthly Bill		\$ 44.95	\$ 51.69	\$ 59.45	\$ 68.36
% Change in Monthly Bill			15.0%	15.0%	15.0%
<u>Scenario 2</u>					
Minimum Bill		\$ 14.46	\$ 18.07	\$ 22.59	\$ 28.24
Volumetric Charge		\$ 30.49	\$ 38.12	\$ 47.64	\$ 59.55
Total Monthly Bill		\$ 44.95	\$ 56.19	\$ 70.24	\$ 87.79
% Change in Monthly Bill			25.0%	25.0%	25.0%

FURTHER RECOMMENDATIONS

- Identify Unknown Meter Sizes
- Consider Consolidating Tiers
 - 3-4 tiers and bigger block increases. We typically recommend 20-30% (1.2-1.3 block differential)





DISCUSSION

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Strategies & Solutions

2024 PUBLIC WATER and SEWER RATE SURVEY - DECEMBER 2023 RATES													N/A = Not Applicable or Not Reported					AWWA WATER AUDIT INFORMATION				
Publicly Owned Public Water Systems	County	RESIDENTIAL 6,000 Gal. WATER Rate/ Month Dec. 2023	COMMERCIAL 6,000 Gal. WATER Rate/ Month Dec. 2023	Number of RESIDENTIAL WATER Connections	Number of COMMERCIAL WATER Connections	RESIDENTIAL 6,000 Gal. SEWER Water Rate/ Month Dec. 2023	COMMERCIAL 6,000 Gal. SEWER Water Rate/ Month Dec. 2023	Number of RESIDENTIAL SEWER Connections	Number of COMMERCIAL SEWER Connections	Monthly WATER PRODUCTION JULY 2023 (gallons)	2023 Total Annual WATER PRODUCTION (MG)	2023 Average Annual WATER PRODUCTION per Connection (gallons)	Did Not Complete AWWA water audit	Apparent Losses MG/YR	Real Losses MG/YR	Non- revenue water MG/YR	Data Validity Score (out of 100)					
Agua Fria Water Association	Santa Fe	\$56.52	N/A	334	0	N/A	N/A	0	0	1,680,419	15.32	45,868	x									
Alamogordo Domestic Water System	Otero	\$25.53	\$28.98	12,811	1,422	\$22.82	\$22.82	12,405	1,188	173,239,217	1,756.48	123,409	x									
Albuquerque Water System	Bernalillo	\$36.97	\$37.83	182,326	22,491	\$27.51	\$30.38	183,490	19,780	3,876,000,000	29,820	145,593		544.100	2276.4	3091.4	66					
Algodones WUA	Sandoval	\$37.49	N/A	47	0	N/A	N/A	0	0	1,945,150	11.76	250,213	x									
Anthony W&SD	Dona Ana	\$39.24	\$70.68	2,870	163	\$40.95	\$51.50	2,587	104	42,004,000	406.25	133,943	x									
Apple Orchard MDWCA	San Juan	\$67.42	N/A	148	0	N/A	N/A	0	0	802,000	7.92	53,514	x									
Artesia Municipal Water System	Eddy	\$10.02	\$21.52	4,532	712	\$13.48	\$13.48	4,267	468	220,659,093	1,909.29	364,090	x									
Aztec Domestic Water System	San Juan	\$38.59	\$43.14	2,754	376	\$43.91	\$46.87	2,287	280	39,600,000	336.68	107,565	x									
Big Mesa Water MDWCA	San Miguel	\$55.00	\$80.00	571	10	N/A	N/A	0	0	1,503,400	11.34	19,518	x									
Bosque Farms Water Supply System	Valencia	\$36.14	\$36.14	1,450	112	\$35.04	\$35.04	1,414	108	12,206,000	110.19	70,544	x									
Buckman Regional Water Treatment Plant	Santa Fe	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	249,800,000	1,754.90	N/A	x									
Canjilon Water System	Rio Arriba	\$44.10	\$125.00	187	3	N/A	N/A	0	0	537,614	9.00	47,368	x									
Canon MDWCA	Sandoval	\$76.65	\$76.65	132	6	N/A	N/A	0	0	535,719	5.66	41,014	x									
Canoncito At Apache Canyon@	Santa Fe	\$92.00	\$354.00	150	1	N/A	N/A	0	0	N/A	N/A	N/A	x									
Capitan Water System	Lincoln	\$36.61	\$36.61	758	72	\$17.00	\$56.67	218	55	9,237,840	72.39	87,217	x									
Chamberino MDWC & SA	Dona Ana	\$40.81	\$56.23	247	3	N/A	N/A	0	0	3,346,953	23.79	95,160	x									
Chamisal MDWCA	Taos	\$30.00	N/A	157	0	N/A	N/A	0	0	604,270	5.46	34,777	x									
Chapelle MDWCA	San Miguel	\$30.00	N/A	54	0	N/A	N/A	0	0	245,520	2.95	54,630	x									
Cimarron Water System	Colfax	\$40.93	\$103.60	481	119	\$23.03	\$34.07	336	119	1,449,756	13.28	22,133	x									
City Of Raton/Raton Water Works	Colfax	\$30.36	\$38.25	3,037	586	\$27.84	\$29.84	2,424	398	38,828,000	354.69	97,900		8.144	43.904	61.887	66					
Clayton Municipal Supply	Union	\$39.68	\$39.68	1,105	182	\$28.78	\$69.93	904	122	22,534,906	165.21	128,368	x									
Cloud Country Estates WUA	Otero	\$45.00	N/A	131	0	N/A	N/A	0	0	1,672,000	18.29	139,618	x									
Columbus Water System	Luna	\$33.37	\$38.82	761	66	\$17.00	\$37.33	761	66	16,578,267	151.87	183,640	x									
Cottonwood Water MDWCA	Eddy	\$54.89	\$62.81	620	35	N/A	N/A	0	0	8,717,018	70.96	108,336	x									
Coyote Creek Mutual Domestic WUA	Catron	\$140.00	N/A	40	0	N/A	N/A	0	0	53,065	0.50	12,500	x									
Coyote MDWCA	Rio Arriba	\$36.00	\$41.00	26	3	N/A	N/A	0	0	94,560	0.95	32,759	x									
Dona Ana MDWCA	Dona Ana	\$38.02	\$38.02	6,405	115	\$43.56	\$43.56	1,602	28	95,268,215	760.14	116,586	x									
Dora Water System	Roosevelt	\$30.00	\$30.00	47	13	N/A	N/A	0	0	1,038,200	9.10	151,667	X									
Dungan MDWCA	Otero	\$40.00	N/A	24	0	N/A	N/A	0	0	140,000	1.35	56,250	x									
Duranes Y Gavilan MDWCA	Taos	\$46.50	N/A	90	0	N/A	N/A	0	0	399,600	3.87	43,000	x									
East Pecos MDWCA	San Miguel	\$25.00	N/A	190	0	N/A	N/A	0	0	735,977	8.83	46,474	x									
El Coruco MDWCA	San Miguel	\$48.00	N/A	51	0	N/A	N/A	0	0	179,800	1.81	35,490	x									
El Creston MDWCA	San Miguel	\$82.26	\$99.64	24	20	N/A	N/A	0	0	x	0.80	18,182	x									
El Rito Canyon MDWCA	Rio Arriba	\$28.25	N/A	112	0	N/A	N/A	0	0	820,189	3.32	29,643	x									
El Vadito De Los Cerrillos Water Assoc	Santa Fe	\$56.00	N/A	188	0	N/A	N/A	0	0	671,910	5.37	28,564	x									
Eldorado Area Water And Sanitation Dist.	Santa Fe	\$116.46	\$116.46	3,027	54	N/A	N/A	0	0	20,648,000	160.74	52,171		3.500	18.6	22.5	76					
Elephant Butte, City Of	Sierra	\$42.09	\$46.50	503	11	\$33.33	\$40.00	961	50	5,810,000	26.57	51,693	x									
Enchanted Forest Water MDWCA	Lincoln	\$627.73	N/A	103	0	N/A	N/A	0	0	105,672	1.24	12,039	x									
Encino Water System	Torrance	\$32.80	\$32.80	44	5	N/A	N/A	0	0	444,467	2.68	54,694	x									
Eunice Water Supply System	Lea	\$19.36	\$31.36	1,287	204	\$17.92	\$28.00	1,145	180	45,668,000	393.95	264,216	x									
Fambrough MDWCA	Chaves	\$58.43	N/A	170	0	N/A	N/A	0	0	94,850	9.32	54,824	x									
Flora Vista Mutual Domestic	San Juan	\$73.00	\$101.63	1,223	49	N/A	N/A	0	0	8,895,000	87.26	68,601	x									
Fort Sumner Municipal Water System	De Baca	\$30.50	\$30.50	485	104	\$36.38	\$41.00	434	92	9,099,000	110.99	188,438	x									
Galisteo MDWCA	Santa Fe	\$36.00	N/A	95	0	N/A	N/A	0	0	650,044	3.84	40,421	x									
Gonzales Ranch MDWCA	San Miguel	\$48.00	N/A	54	0	N/A	N/A	0	0	378,830	2.86	52,963	x									
Grady Water System	Curry	\$22.50	\$22.50	57	4	N/A	N/A	0	0	1,512,000	10.06	164,918	x									
Grants Domestic Water System	Cibola	\$28.80	\$23.16	2,846	408	\$36.75	\$36.75	3,066	0	75,599,596	523.04	160,738	x									

Hachita MDWCA	Grant	\$93.33	\$93.33	27	0	N/A	N/A	0	0	182,700	1.88	69,630	x				
Hacienda Acres Water System (LCU)*	Dona Ana	\$22.15	\$27.69	N/A	N/A	\$25.63	\$33.25	N/A	N/A	16,439,000	160..07	N/A	x				
Hagerman Water System	Chaves	\$23.74	\$23.74	469	13	\$18.64	N/A	469	13	19,587,118	141.94	294,481	x				
Hanover MDWCA	Grant	\$59.90	\$79.90	84	3	N/A	N/A	0	0	792,300	5.45	62,644	x				
Hatch Water Supply System	Dona Ana	\$40.57	\$44.21	735	133	\$34.22	\$67.55	596	113	17,341,000	141.45	162,961	x				
Hillsboro MDWCA	Sierra	\$31.80	\$31.80	78	2	N/A	N/A	0	0	600,000	4.10	51,250	x				
Hobbs Municipal Water Supply	Lea	\$15.12	\$15.12	11,819	2,157	\$29.31	\$30.39	11,306	1,544	32,456,000	2,512.37	179,763		11.721	304.822	336.227	94
House Water System	Quay	\$35.18	\$35.18	34	4	N/A	N/A	0	0	325,930	2.22	58,342	x				
Ilfeld MDWCA	San Miguel	\$48.00	N/A	116	0	N/A	N/A	0	0	368,467	3.60	31,034	x				
Jemez Springs DWUA	Sandoval	\$69.19	\$86.99	385	45	N/A	N/A	0	0	2,428,000	27.96	65,023	x				
La Asociacion De Agua De Los Brazos @	Rio Arriba	\$72.00	\$120.00	25	2	N/A	N/A	0	0	99,000	1.19	44,074	x				
La Cienega MDWCA	Santa Fe	\$40.00	N/A	137	0	N/A	N/A	0	0	813,400	8.65	63,139	x				
La Cueva MDWCA	San Miguel	\$60.50	N/A	21	0	N/A	N/A	0	0	62,270	0.61	29,048	x				
La Jara Water Users Association	Sandoval	\$102.47	N/A	157	0	N/A	N/A	0	0	572,120	4.09	26,051	x				
La Lama MDWCA	Taos	\$134.00	\$140.00	9	2	N/A	N/A	0	0	52,800	0.90	81,818	x				
La Luz MDWCA	Otero	\$51.00	N/A	700	0	N/A	N/A	0	0	4,942,000	37.64	53,771	x				
La Union MW&SA	Dona Ana	\$57.71	\$103.32	515	13	N/A	N/A	0	0	4,390,968	36.91	69,905	x				
Laborcita Water Users Association	Otero	\$4.62	N/A	26	0	N/A	N/A	0	0	855,500	6.81	261,923	x				
Lake Arthur Water Department	Chaves	\$29.50	\$42.00	197	4	\$12.00	\$12.00	77	4	227,411	18.04	89,751	x				
Lamy Mutual Domestic Water Association	Santa Fe	\$69.97	\$139.94	51	6	N/A	N/A	0	0	321,629	2.36	41,404	x				
Las Acequias De Placitas	Sandoval	\$30.00	N/A	179	0	N/A	N/A	0	0	786,900	6.77	37,821	x				
Las Alturas Estates (LCU)*	Dona Ana	\$22.15	`27.69	N/A	N/A	\$25.63	\$33.25	N/A	N/A	4,094,000	23.38	N/A	x				
Las Cruces Municipal Water System	Dona Ana	\$22.15	\$27.69	34,338	4,795	\$25.90	\$33.25	35,128	3,686	768,455,200	6,436	164,465		90730	630223	776151	76
Las Vegas (City Of)	San Miguel	\$51.98	\$214.63	5,853	698	\$56.34	\$74.48	4,666	633	34,153,000	403.30	61,563	x				
Liberty MDWCA	Quay	\$64.00	\$64.00	96	2	N/A	N/A	0	0	540,233	7.20	73,469	x				
Lincoln MDWCA	Lincoln	\$24.00	N/A	54	0	N/A	N/A	0	0	1,209,881	1.59	29,444	x				
Lindrith Community Water Coop Inc	Rio Arriba	\$59.00	\$59.00	29	2	N/A	N/A	0	0	83,920	0.51	16,548	x				
Llano Quemado MDWCA	Taos	\$58.80	\$58.80	270	5	N/A	N/A	0	0	1,710,302	14.37	52,255	x				
Logan Water System	Quay	\$25.50	\$25.50	967	78	\$27.00	N/A	910	51	13,835,000	128.42	122,890	x				
Lordsburg Water Supply System	Hidalgo	\$33.85	\$63.52	915	178	\$36.92	\$49.23	828	118	17,561,238	166.62	152,443	x				
Los Alamos Municipal Water System	Los Alamos	\$40.98	\$283.42	7,041	294	\$59.37	\$144.19	7,041	294	175,904,000	1,271.48	173,344	x				
Los Lunas Water System	Valencia	\$41.99	\$41.99	6,951	685	\$46.59	\$46.59	6,951	685	139,602,000	1,095.31	143,440		2.482	137.421	166.697	87
Lovington Municipal Water Supply	Lea	\$22.89	\$34.47	3,820	557	\$31.71	\$49.18	3,456	428	12,000,000	120	27,416	x				
Lower Colonias MDWCA	San Miguel	\$48.00	N/A	11	0	N/A	N/A	0	0	31,900	0.34	30,909	x				
Lower Rio Grande PWWA East Mesa	Dona Ana	\$37.68	\$79.83	816	26	\$28.60	\$35.29	130	7	11,826,000	104.69	124,335		2.706	27.534	30.204	70
Lower Rio Grande PWWA High Valley	Dona Ana	\$37.68	\$79.80	25	0	\$28.60	\$35.00	0	0	366,000	6.22	248,800		0.015	0.003	0.026	67
Lower Rio Grande PWWA Rincon	Dona Ana	\$37.68	\$79.68	206	21	\$28.60	\$35.29	0	0	3,666,600	31.51	138,811	x				
Lower Rio Grande PWWA South Valley	Dona Ana	\$37.68	\$79.83	4,255	150	\$28.60	\$35.29	706	19	56,372,000	497.77	113,001		16.320	27.95	46	70
Lower Rio Grande PWWA Valle Del Rio	Dona Ana	\$37.68	\$79.83	97	0	\$28.60	\$35.29	0	0	1,432,000	10.98	113,196		-0.481	0.158	-0.293	64
Lower Valley Water Users Association	San Juan	\$32.50	\$32.50	2,718	234	N/A	N/A	0	0	49,879,893	401.80	136,111		23.810	23.81	23.81	
Lumberton MDWCA	Rio Arriba	\$25.00	\$87.00	81	3	N/A	N/A	0	0	372,848	4.49	53,452	x				
Lybrook MDWCA	Rio Arriba	\$40.00	\$98.00	53	9	N/A	N/A	0	0	384,810	13.86	223,548	x				
Mesilla Water System	Dona Ana	\$21.11	\$28.02	1,151	95	\$22.27	\$27.49	480	83	16,538,000	124.64	100,032	x				
Milan Community Water System	Cibola	\$33.97	\$51.11	817	113	\$40.70	\$45.99	644	93	33,126,813	262.73	282,505	x				
Mosquero Water System	Harding	\$54.00	\$59.00	100	50	\$21.00	\$31.00	100	50	309,200	2.68	17,867	x				

Mountain Orchard MDWCA	Otero	\$49.41	N/A	39	0	N/A	N/A	0	0	142,960	1.98	50,769	x				
Mountainair Water System	Torrance	\$34.95	\$34.95	447	66	\$17.00	\$49.00	447	66	7,395,200	74.94	146,082	x				
Navajo Dam Domestic Water Consumers Inc	San Juan	\$119.70	\$168.00	209	10	N/A	N/A	0	0	1,741,000	12.42	56,712	x				
Ojo Caliente MDWCA	Taos	\$49.35	N/A	103	0	N/A	N/A	0	0	478,360	4.00	38,835	x				
Orogrande MDWCA	Otero	\$55.00	\$55.00	36	4	N/A	N/A	0	0	411,940	3.16	79,000	x				
Pena Blanca Water & Sanitation District	Sandoval	\$42.10	\$71.25	160	5	N/A	N/A	0	0	1,182,900	9.10	55,152	x				
Penasco MDWCA	Taos	\$26.00	\$60.00	213	10	N/A	N/A	0	0	1,600,000	19.20	86,099	x				
Ponderosa MDWCA	Sandoval	\$39.78	\$39.78	207	0	N/A	N/A	0	0	1,687,000	13.52	65,314	x				
Questa Water System	Taos	\$26.80	\$44.60	752	83	\$28.28	\$69.92	336	60	5,444,300	55.12	66,012	x				
Ranchitos De Galisteo WUA	Santa Fe	\$45.83	N/A	42	0	N/A	N/A	0	0	233,500	2.02	48,095	x				
Reserve Water Works	Catron	\$40.00	\$50.00	265	N/A	\$25.00	\$35.00	265	N/A	3,194,900	18.84	71,094	x				
Riveras MDWUA	Guadalupe	\$81.42	\$81.42	27	1	N/A	N/A	0	0	132,000	0.97	34,643	X				
Riverside MDWA	Eddy	\$35.00	\$68.98	40	35	N/A	N/A	0	0	1,240,200	11.05	147,333	x				
Rosedale MDWCA@	Grant	\$122.50	N/A	110	0	N/A	N/A	0	0	N/A	N/A	N/A	x				
Roswell Municipal Water System	Chaves	\$25.94	\$39.23	16,522	1,742	\$21.76	\$37.24	16,675	1,589	550,144,000	4,136	226,456	x				
Ruidoso Downs Water System	Lincoln	\$37.44	\$36.49	886	171	\$37.65	\$64.07	820	133	9,937,045	88.32	83,557	x				
Ruidoso Water System	Lincoln	\$52.84	\$51.84	7,038	562	\$53.59	\$80.48	5,706	542	66,570,000	684.73	90,096		6.334	357.521	379.492	68
San Andres Estates Water System (LCU)*	Dona Ana	\$22.15	\$27.69	N/A	N/A	\$25.63	\$33.25	N/A	N/A	4,919,800	31.48	N/A	x				
San Acacia MDWCA	Socorro	\$14.50	N/A	89	0	N/A	N/A	0	0	524,600	6.30	70,787	x				
San Antonio De Cleveland MDWCA	Mora	\$27.00	\$56.00	80	5	N/A	N/A	0	0	282,040	2.40	28,235	x				
San Jon Water Supply	Quay	\$29.11	\$29.11	119	11	\$20.60	\$43.05	95	8	1,470,000	17.64	135,692	x				
San Juan MDWCA	San Miguel	\$48.00	N/A	64	0	N/A	N/A	0	0	286,700	2.68	41,875	x				
San Mateo MDWCA	Cibola	\$30.00	\$100.00	54	1	N/A	N/A	0	0	189,000	2.27	41,273	x				
San Miguel Del Vado MDWCA	San Miguel	\$48.00	N/A	27	0	N/A	N/A	0	0	75,760	0.96	35,556	X				
San Rafael Water & Sanitation District	Cibola	\$42.60	\$237.25	323	1	\$17.29	\$202.61	155	1	3,698,300	17.47	53,920	x				
Santa Fe County South Sector	Santa Fe	\$77.95	\$101.58	2,865	134	\$42.31	\$42.31	731	10	21,178,980	206.35	68,806	x				
Santa Fe Water System (City Of)	Santa Fe	\$54.78	\$54.78	33,855	5,100	\$27.33	\$27.33	N/A	N/A	313,434,936	2,079.27	53,376		32.110	318.888	359.034	54
Sena MDWCA	San Miguel	\$20.00	N/A	42	0	N/A	N/A	0	0	163,680	1.96	46,667	x				
Sierra Vista Mutual Domestic Association	Bernalillo	\$87.07	N/A	131	0	N/A	N/A	0	0	2,047,655	13.85	105,725	x				
Silver City Water System	Grant	\$36.19	\$36.19	5,997	721	\$16.23	\$16.23	3,976	500	92,587,000	781.14	116,276	x				
Socorro Water System	Socorro	\$24.83	\$62.08	3,368	377	\$39.59	\$73.12	2,979	276	15,433,765	379.68	101,383	x				
South San Ysidro MDWCA	San Miguel	\$48.00	N/A	27	0	N/A	N/A	0	0	59,600	0.87	32,222	x				
Southside Mutual Domestic Water	San Juan	\$59.84	\$59.84	574	0	N/A	N/A	0	0	3,214,000	27.66	48,188	x				
Talpa MDWCA	Taos	\$26.25	N/A	258	0	N/A	N/A	0	0	1,002,630	9.68	37,519	x				
Taos Municipal Water System	Taos	\$31.53	\$57.09	1,853	806	\$47.14	\$62.52	1,860	845	38,487,480	326.84	122,918	x				
Tatum Municipal Water System	Lea	\$24.25	\$24.25	332	43	\$17.50	\$17.50	307	38	3,190,259	13.47	35,920	x				
Tecolotito MDWCA	San Miguel	\$39.05	N/A	104	0	N/A	N/A	0	0	535,420	6.11	58,750	x				
Tesuque MDWCA	Santa Fe	\$41.00	\$154.00	109	4	N/A	N/A	0	0	866,210	6.15	54,425	x				
Timberon W and SD	Otero	\$90.84	\$90.84	594	3	N/A	N/A	0	0	5,802,277	65.89	110,369	x				
Truth or Consequences	Sierra	\$31.20	\$31.20	2,942	374	\$41.29	\$41.29	2,308	69	28,925,000	266.86	80,477					
Tucumcari Water System	Quay	\$37.15	\$47.29	2,191	248	\$39.75	\$44.90	1,805	210	41,898,300	359.68	147,470	x				
Tyrone Townsite	Grant	\$40.44	\$40.44	322	3	\$4.02	\$4.02	322	3	2,752,000	20.92	64,369	x				
Union Del Llano MDWCA	Taos	\$52.00	N/A	75	0	N/A	N/A	0	0	N/A	N/A	N/A	x				
Upper Holman MDWCA	Mora	\$26.25	\$150.00	75	1	N/A	N/A	0	0	252,876	1.81	23,816	x				
Valley MDWCA	De Baca	\$66.71	N/A	215	0	N/A	N/A	0	0	2,415,300	32.97	153,349	x				
Vaughn Duran Water System	Guadalupe	\$30.78	\$38.81	199	33	\$49.36	\$49.36	176	26	14,028,485	274.39	1,182,716	x				
Villanueva MDWCA	San Miguel	\$48.00	N/A	107	0	N/A	N/A	0	0	384,506	3.23	30,187	x				
Wagon Mound Water System	Mora	\$25.00	\$25.00	126	12	\$20.00	\$20.00	118	9	1,953,147	18.82	136,377	x				
Waterfall Community WUA	Otero	\$32.19	N/A	123	0	N/A	N/A	0	0	659,800	9.17	74,553	x				
Watrous MDWCA	Mora	\$26.00	\$26.00	41	3	N/A	N/A	0	0	22,333	0.23	5,136	x				
Weed Water Users Association	Otero	\$26.52	\$26.52	20	1	N/A	N/A	0	0	105,750	0.88	41,905	x				
White Cliffs MDWUA	McKinley	\$83.00	N/A	73	0	\$43.00	N/A	73	0	370,024	3.27	44,795	x				
2024 Survey Total Average		\$49.05	\$67.88	2,863	345	\$30.00	\$45.03	2,364	255	54,577,920	449.80	96,744					
2024 Survey Total Minimum		\$4.62	\$15.12	9	1	\$4.02	\$4.02	73	1	22,333	0.23	5,136					
2024 Survey Totat Maximum		\$627.73	\$354.00	182,326	22,491	\$59.37	\$202.61	183,490	19,780	3,876,000,000	29,820	1,182,716					

Residential Water Rates Based on Number of Connections for Public Systems	Residential Sewer Rates Based on Number of Connections for Public Systems
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2025 PUBLIC WATER and SEWER RATE SURVEY - DECEMBER 2024 RATES N/A = Not Applicable or Not Reported													AWWA WATER AUDIT INFORMATION				
Publicly Owned- Community Water Systems	County	RESIDENTIAL	COMMERCIAL	Number of	Number of	RESIDENTIAL	COMMERCIAL	Number of	Number of	July 2024 WATER	2024 Total Annual	2024 Average	Did Not	Apparent	Real Losses	Non-	Data Validity
Agua Fria Water Association	Santa Fe	\$68.80	N/A	348	N/A	N/A	N/A	N/A	N/A	1,682,648	15,860,293	45,576	x				
Algodones WUA	Sandoval	\$37.49	\$37.49	143	2	N/A	N/A	N/A	N/A	1,166,800	11,904,800	82,102	x				
Anthony W&SD	Dona Ana	\$40.28	\$57.66	2,879	168	\$41.99	\$52.81	2,596	104	42,257,000	406,741,000	133,489	x				
Apple Orchard MDWCA	SAN JUAN	\$70.00	N/A	149	N/A	N/A	N/A	N/A	N/A	767,000	7,590,000	50,940	x				
Aragon MDWCA	Catron	\$47.31	\$47.31	17	4	N/A	N/A	N/A	N/A	38,890	447,390	21,304	x				
Arenas Valley MDWCA	Grant	\$49.56	\$49.56	459	47	N/A	N/A	n	n	3,113,047	28,240,547	55,811	x				
Artesia Municipal Water	Eddy	\$10.02	\$21.52	4,781	722	\$13.48	\$13.48	4,198	619	N/A	N/A	N/A	x				
Big Mesa Water MDWCA	San Miguel	\$45.00	\$70.00	561	11	N/A	N/A	N/A	N/A	1,480,016	12,249,552	21,415	x				
Bloomfield Water Supply	San Juan	\$46.32	\$46.32	2,781	323	\$46.32	\$46.32	2,102	225	41,828,000	407,307,000	131,220	x				
Bluewater Acres WUA	Cibola	\$49.88	N/A	104	0	N/A	N/A	N/A	N/A	705,100	4,108,000	39,500	x				
Bluewater Water And	Cibola	\$59.35	\$90.80	160	3	\$40.00	\$50.17	163	2	815,510	10,236,830	62,803	x				
Bosque Farms Water Supply	Valencia	\$36.80	\$36.80	1,462	117	\$35.97	\$52.30	1,427	109	10,655,000	103,813,860	65,747	x				
Buckman Regional Water	Santa Fe	N/A	\$36.36	N/A	2	N/A	N/A	N/A	N/A	1,686,303,000	181,989,000	90,994,500	x				
Canada De Los Alamos MDWCA	Santa Fe	\$284.00	\$284.00	27	1	N/A	N/A	N/A	N/A	N/A	N/A	N/A	x				
Canjilon Water System	Rio Arriba	\$50.00	\$150.00	122	3	N/A	N/A	N/A	N/A	359,370	4,073,890	32,591	x				
Canon MDWCA	Sandoval	\$76.65	\$76.65	133	6	N/A	N/A	N/A	N/A	430,810	4,825,739	34,718	x				
Canoncito At Apache Canyon	Santa Fe	\$88.20	\$371.50	115	1	N/A	N/A	N/A	N/A	N/A	N/A	N/A	x				
Capitan Water System	Lincoln	\$44.28	\$68.35	775	101	\$23.28	\$23.28	220	63	7,608,120	80,666,060	92,085	x				
Carlsbad Municipal Water	Eddy	\$17.45	\$20.66	11,209	1,813	\$32.41	\$36.41	9,879	1,298	382,559,744	3,412,741,795	262,075	x				
Causey Water System	Roosevelt	\$24.00	\$24.00	24	5	N/A	N/A	N	N	458,890	4,730,500	946,100	x				
Cerro Regional MDWCA/SWA	Taos	\$57.00	\$57.00	87	1	N/A	N/A	N/A	N/A	837,800	11,692,300	11,692,300	x				
Chama West Water Users	Rio Arriba	\$70.00	N/A	34	N/A	N/A	N/A	N/A	N/A	125,000	1,220,500	35,897	x				
Chamberino MDWC & Sa	Dona Ana	\$42.85	\$57.66	256	3	N/A	N/A	N/A	N/A	3,130,789	30,217,185	116,669	x				
Chamisal MDWCA	Taos	\$34.50	N/A	163	N/A	N/A	N/A	N/A	N/A	586,780	5,112,130	31,363	x				
Chapelle MDWCA	SAN MIGUEL	\$30.00	N/A	50	N/A	N/A	N/A	n	n	254,450	3,053,376	61,068	x				
Cider Mill Farms MDWCA	Otero	\$65.00	N/A	28	N/A	N/A	N/A	N/A	N/A	142,700	1,516,611	54,165	x				
Cloudcroft Water System	Otero	\$62.31	\$62.31	1,114	31	\$23.74	\$23.74	1,114	31	4,340,163	58,479,869	51,074	x				
Corona Water System	Lincoln	\$32.19	\$32.19	165	N/A	\$38.90	N/A	94	N/A	2,059,656	27,430,052	166,243	x				
Correo Water Association	Valencia	\$55.00	N/A	70	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	x				
Cottonwood Water MDWCA	Eddy	\$54.89	\$61.43	623	35	N/A	N/A	N/A	N/A	7,393,416	73,422,401	111,584	x				
Cuba Water System	Sandoval	\$30.00	\$45.00	611	119	\$30.00	\$45.00	519	103	4,017,600	48,211,200	66,043	x				
Dona Ana MDWCA	Dona Ana	\$40.30	\$40.30	6,405	115	\$46.20	\$46.20	1,578	28	95,268,215	817,887,670	125,443	x				
East Pecos MDWCA	San Miguel	\$30.00	N/A	200	N/A	N/A	N/A	N/A	N/A	662,800	7,967,700	39,839	x				
El Ancon MDWCA	San Miguel	\$31.50	N/A	41	N/A	N/A	N/A	N/A	N/A	112,210	1,084,770	26,458	x				
El Coruco MDWCA	San Miguel	\$50.40	N/A	52	N/A	N/A	N/A	N/A	N/A	151,620	1,799,860	34,613	x				
El Prado Water & Sanitation	Taos	\$36.60	\$44.10	380	77	\$35.00	\$45.00	399	48	4,448,380	39,691,440	86,852	x				
El Rito Canyon MDWCA	Rio Arriba	\$29.25	N/A	108	N/A	N/A	N/A	N/A	N/A	425,940	4,104,832	38,008					
El Rito Regional Water & Waste	Rio Arriba	\$18.50	\$1,850.00	200	N/A	N/A	N/A	N/A	N/A	591,090	6,744,930	33,725	x				
El Vadito De Los Cerrillos Water	Santa Fe	\$56.00	N/A	188	N/A	N/A	N/A	N/A	N/A	554,700	4,863,918	25,872	x				
El Valle De Los Ranchos W & SD	TAOS	\$58.80	\$58.80	137	N/A	27.25	49.68	1182	43	393,296	4,795,398	35,003	x				
Eldorado Area Water and	Santa Fe	\$120.98	\$120.98	3,019	56	N/A	N/A	N/A	N/A	16,865,000	154,682,000	50,303		3.930	12.43	16.7	69
Encino Water System	Torrance	\$35.88	\$35.88	44	5	N/A	N/A	N/A	N/A	166,630	1,920,000	39,184	x				
Eunice Water Supply System	Lea	\$19.36	\$31.38	1,293	235	\$17.92	\$28.00	1,145	184	33,212,434	345,542,449	226,140	x				
Fambrough MDWCA	Chaves	\$58.43	N/A	172	N/A	N/A	N/A	N/A	N/A	91,450	875,960	5,093	x				
Flora Vista Mutual Domestic	San Juan	\$73.00	\$101.63	1,232	50	N/A	N/A	N/A	N/A	8,075,000	88,792,000	69,261	x				
Floyd WS Village of	Roosevelt	\$38.00	\$38.00	42	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	x				
Galisteo MDWCA	Santa Fe	\$47.25	N/A	95	N/A	N/A	N/A	N/A	N/A	318,939	3,238,096	34,085	x				
Garfield MDWCA	Dona Ana	\$35.50	\$35.50	952	18	N/A	N/A	N/A	N/A	9,928,460	113,774,190	117,293	x				
Glorieta East Water Supply	Santa Fe	\$52.45	N/A	29	N/A	N/A	N/A	N/A	N/A	69,500	1,340,100	46,210	x				
Gonzales Ranch MDWCA	San Miguel	\$50.40	N/A	55	N/A	N/A	N/A	N/A	N/A	213,280	3,121,550	56,755	x				
Grady Water System	Curry	\$26.05	\$26.05	47	5	N/A	N/A	N/A	N/A	1,608,300	10,571,300	203,294	x				
Grants Domestic Water System	Cibola	\$42.26	\$37.25	2,841	422	\$37.89	\$37.89	2,645	422	51,604,000	507,837,000	155,635	x				
Greater Chimayo MDWCA	Rio Arriba	\$79.00	\$105.00	406	3	N/A	N/A	N/A	N/A	971,600	10,135,600	24,781	x				
Greater Glorieta Regional MDC	Santa Fe	\$52.45	N/A	76	N/A	N/A	N/A	N/A	N/A	339,600	4,081,240	53,701	x				
Grenville Water System	Union	\$49.00	N/A	13	N/A	N/A	N/A	N/A	N/A	71,700	1,750,200	134,631					
Hagerman Water System	Chaves	\$23.74	N/A	469	11	\$18.64	\$18.64	448	N/A	19,658,923	142,556,244	296,992	x				

Hatch Water Supply System	Dona Ana	\$29.45	\$32.91	746	131	\$34.22	\$45.04	585	131	14,182,000	141,809,000	161,698	x				
Hillsboro MDWCA	Sierra	\$37.20	\$37.20	74	4	N/A	N/A	N/A	N/A	660,000	4,400,000	56,410	x				
Hobbs Municipal Water Supply	Lea	\$15.94	\$15.94	11,903	1,838	\$30.89	\$32.03	12,048	1,815	310,916,000	2,609,422,000	189,900		11.253	613.291	630.171	94
House Water System	Quay	\$35.18	\$35.18	34	4	N/A	N/A	N/A	N/A	161,945	1,848,152	54,357	x				
Ilfeld MDWCA	San Miguel	\$50.40	N/A	118	N/A	N/A	N/A	N/A	N/A	344,220	3,502,130	29,679	x				
Karr Canyon Estates	Otero	\$46.34	N/A	48	N/A	N/A	N/A	N/A	N/A	331,530	2,915,390	60,737	x				
La Asociacion De Agua De Los	Rio Arriba	\$72.00	\$120.00	16	1	N/A	N/A	N/A	N/A	N/A	N/A	N/A	x				
La Cienega MDWCA	Santa Fe	\$46.20	N/A	137	N/A	N/A	N/A	N/A	N/A	706,500	7,466,400	54,499	x				
La Cueva MDWCA	San Miguel	\$63.53	N/A	21	N/A	N/A	N/A	N/A	N/A	57,980	698,930	33,282	x				
La Jara Water Users Association	Sandoval	\$112.80	N/A	165	N/A	N/A	N/A	N/A	N/A	665,737	3,617,336	21,923	x				
La Luz MDWCA	Otero	\$55.00	N/A	650	N/A	N/A	N/A	N/A	N/A	3,844,600	43,527,200	66,965	x				
La Pasada MDWCA	San Miguel	\$75.00	N/A	81	N/A	N/A	N/A	N/A	N/A	183,500	2,259,000	27,889	x				
La Union MDS & WA	Dona Ana	\$58.43	\$104.40	538	14	N/A	N/A	N/A	N/A	4,132,843	37,410,606	67,773	x				
Laborcita Water Users	Otero	\$8.84	N/A	26	N/A	N/A	N/A	N/A	N/A	424,200	3,939,200	151,508	x				
Lake Arthur Water Department	Chaves	\$28.50	\$44.30	208	8	\$12.00	\$12.00	89	N/A	2,177,661	18,727,052	86,699	x				
Lamy Mutual Domestic Water	Santa Fe	\$82.91	\$160.60	54	6	N/A	N/A	N/A	N/A	219,600	2,237,458	37,291	x				
Las Cruces Municipal Water	Dona Ana	\$22.15	\$27.69	34,487	4,843	\$25.63	\$33.25	35,747	3,710	703,780,000	6,548,320,600	166,497		94.800	486.8	636.6	75
Las Vegas (City Of)	San Miguel	\$51.98	\$214.63	5,846	704	\$56.34	\$74.48	4,686	638	28,174,000	411,741,000	62,861	x				
Ledoux MDWCA	Mora	\$24.00	\$40.00	64	1	N/A	N/A	N/A	N/A	105,070	1,004,840	15,459	x				
Liberty MDWCA	Quay	\$53.94	\$53.94	94	1	N/A	N/A	N/A	N/A	451,957	5,223,331	54,982	x				
Llano Quemado MDWCA	Taos	\$58.80	\$58.58	270	5	N/A	N/A	N/A	N/A	1,580,558	15,620,063	56,800	x				
Logan Water System	Quay	\$25.50	\$25.50	974	76	\$27.00	Varies	919	50	21,700,000	139,349,526	132,714	x				
Lordsburg Water Supply	Hidalgo	\$34.92	\$58.95	926	174	\$38.03	\$50.71	827	119	16,227,372	151,903,555	138,094					
Los Alamos Municipal Water	Los Alamos	\$58.19	\$58.19	6,966	363	\$60.56	\$147.09	6,966	292	117,786,000	1,102,237,000	150,394	x				
Los Lunas Water System	Valencia	\$41.99	\$41.99	7,274	699	\$46.59	\$46.59	7,274	699	126,010,000	1,213,225,000	152,167	x				
Lower Colonias MDWCA	San Miguel	\$50.40	N/A	10	N/A	N/A	N/A	N/A	N/A	22,960	181,390	18,139	x				
Lower Rio Grande PWWA East	Dona Ana	\$43.34	\$91.98	825	26	\$46.73	\$57.71	108	7	10,216,000	91,778,000	107,847		2.598	21.693	34.307	74
Lower Rio Grande PWWA High	Dona Ana	\$43.43	\$91.98	24	N/A	\$46.73	\$57.71	N/A	N/A	383,000	2,986,000	124,417		0.105	0.98	0.211	73
Lower Rio Grande PWWA	DONA ANA	\$43.43	\$91.98	212	21	46.73	57.71	N/A	N/A	2,954,200	29,302,500	138,219		0.802	7.661	8.519	72
Lower Rio Grande PWWA	Dona Ana	\$43.43	\$91.98	4,313	196	\$46.73	\$57.71	813	19	45,815,000	444,787,000	98,644		15.313	25.853	43.296	74
Lower Rio Grande PWWA Valle	DONA ANA	\$43.43	\$91.98	97	N/A	46.73	57.71	N/A	N/A	1,235,000	11,017,000	113,577		0.377	0.709	1.114	73
Lower Valley Water Users	San Juan	\$33.25	\$33.25	2,967	234	\$33.25	\$33.25	257	234	55,264,267	431,476,448	134,794	x				
Lumberton MDWCA	Rio Arriba	\$145.00	N/A	81	N/A	N/A	N/A	N/A	N/A	272,504	3,865,655	47,724	x				
Lybrook MDWCA	Rio Arriba	\$42.00	\$100.94	77	12	N/A	N/A	N/A	N/A	854,063	7,391,401	95,992	x				
Magdalena Village Of	Socorro	\$42.06	\$44.56	436	50	\$22.78	\$22.78	398	48	3,503,200	35,314,000	72,663	x				
Malaga MDWC SWA	Eddy	\$44.00	\$44.00	307	21	N/A	N/A	N/A	N/A	51,855	53,950,000	164,482	x				
Melrose Water System	Curry	\$22.65	\$22.65	478	35	\$12.75	\$15.80	450	29	4,076,200	36,492,800	71,136	x				
Mesilla Water System	Dona Ana	\$21.78	\$28.92	684	98	\$22.98	\$28.36	465	24	14,217,000	123,269,000	157,633	x				
Milan Community Water	Cibola	\$35.67	\$53.68	820	117	\$42.73	\$48.28	661	97	21,666,834	218,921,523	233,641	x				
Mosquero Water System	Harding	\$54.00	\$59.00	100	50	\$25.00	\$35.00	100	50	594,100	3,685,200	24,568	x				
Nogal MDWCA	Lincoln	\$80.85	\$80.85	32	1	N/A	N/A	N/A	N/A	65,916	848,926	26,529	x				
North Cleveland MDWCA	Mora	\$23.00	\$17.00	41	N/A	N/A	N/A	N/A	N/A	60,793	543,646	13,260	x				
Ojo Caliente MDWCA	Taos	\$47.00	N/A	103	N/A	N/A	N/A	N/A	N/A	403,504	4,040,133	39,225	x				
Ojo Sarco MDWCA	Rio Arriba	\$47.75	\$47.75	85	2	N/A	N/A	N/A	N/A	312,600	3,533,610	40,616	x				
Orchard Estates FLMDWC &	Sandoval	\$100.00	N/A	14	N/A	N/A	N/A	N/A	N/A	66,415	2,271,790	162,271	x				
Orogrande MDWCA	Otero	\$55.00	\$55.00	35	5	N/A	N/A	N/A	N/A	360,620	2,937,400	73,435	x				
Pena Blanca Water &	Sandoval	\$42.10	\$71.25	157	4	\$11.50	\$11.50	82	N/A	1,118,800	9,789,100	60,802	x				
Penasco MDWCA	Taos	\$43.00	\$94.00	248	7	N/A	N/A	N/A	N/A	1,703,430	17,744,090	69,585	x				
Ponderosa MDWCA	Sandoval	\$29.25	N/A	209	N/A	N/A	N/A	N/A	N/A	1,352,000	15,462,500	73,983	x				
Quemado Mutual Water &	Catron	\$26.00	\$27.00	80	34	\$26.00	\$27.00	52	24	501,100	5,179,400	45,433	x				
Ranchitos De Galisteo WUA	Santa Fe	\$45.83	N/A	43	N/A	N/A	N/A	N/A	N/A	293,500	2,658,100	61,816	x				
Ranchos De Placitas Sanitation	Sandoval	\$84.82	N/A	115	N/A	N/A	N/A	N/A	N/A	867,000	7,931,000	68,965	x				
Raton/Raton Water Works	Colfax	\$31.42	\$39.66	2,901	644	\$28.87	\$30.87	2,331	438	54,364,000	396,802,000	111,933		1.687	57.402	10.48	78
Riveras MDWUA	Guadalupe	\$91.88	\$91.88	28	1	N/A	N/A	N/A	N/A	86,000	878,000	30,276	x				
Riverside MDWA	Eddy	\$35.00	\$68.98	42	35	N/A	N/A	N/A	N/A	916,000	10,480,000	136,104	x				
Roy (Village Of)	Harding	\$22.50	\$22.50	178	8	\$10.00	\$10.00	185	1	2,188,200	17,494,200	94,055		0.790	0.499	3.312	81
Ruidoso Downs Water System	Lincoln	\$37.42	\$37.45	858	160	\$30.60	\$66.69	817	114	8,087,890	98,732,984	96,987	x				
Ruidoso Water System	Lincoln	\$59.18	\$58.06	6,677	560	\$74.41	\$102.67	5,557	532	52,325,499	672,741,041	92,959		6.200	389.1	410.8	76

San Antonio De Cleveland	Mora	\$28.00	\$57.00	76	5	N/A	N/A	N/A	N/A	306,830	3,220,590	39,760	x				
San Cristobal MDWCA	Taos	\$35.00	\$55.00	56	N/A	N/A	N/A	N/A	N/A	90,641	879,000	15,696	x				
San Jon Water Supply	Quay	\$29.11	\$29.11	118	11	\$20.60	\$43.05	94	8	2,719,000	21,216,000	164,465	x				
San Juan MDWCA	San Miguel	\$50.40	N/A	64	N/A	N/A	N/A	N/A	N/A	235,120	2,584,120	40,377	x				
San Mateo MDWCA	Cibola	\$30.00	\$100.00	52	1	N/A	N/A	N/A	N/A	34,000	3,744,000	70,642	x				
San Miguel Del Vado MDWCA	San Miguel	\$50.40	N/A	26	N/A	N/A	N/A	N/A	N/A	91,430	976,680	37,565	x				
San Ysidro Water Supply	Sandoval	\$63.22	\$63.22	88	5	N/A	N/A	N/A	N/A	783,982	5,453,000	58,634	x				
Santa Clara Water System	Grant	\$34.93	\$49.94	637	21	\$16.69	\$16.69	637	21	4,079,429	44,211,401	67,191	x				
Sena MDWCA	San Miguel	\$20.00	N/A	45	N/A	N/A	N/A	N/A	N/A	163,680	1,992,480	44,277	x				
Sierra Vista Mutual Domestic	Bernalillo	\$88.55	N/A	131	N/A	N/A	N/A	N/A	N/A	2,130,567	12,481,534	95,279	x				
Sile MDWCA	Sandoval	\$21.20	N/A	65	N/A	N/A	N/A	N/A	N/A	616,300	5,838,600	89,825	x				
Silver City Water System	Grant	\$37.98	\$37.98	5,735	620	\$16.23	\$16.23	4,058	509	80,716,000	822,928,000	129,493	x				
Silver Cloud Water Association	Otero	\$33.00	N/A	80	N/A	N/A	N/A	N/A	N/A	482,000	4,703,000	58,788	x				
South San Ysidro MDWCA	San Miguel	\$50.40	N/A	22	N/A	N/A	N/A	N/A	N/A	84,070	1,267,310	57,605	x				
Southside Mutual Domestic	San Juan	\$70.99	N/A	584	N/A	N/A	N/A	N/A	N/A	4,731,000	25,206,000	43,161	x				
Sun Valley Water And	LINCOLN	\$72.66	\$64.87	204	4	N/A	N/A	N/A	N/A	386,190	5,570,940	26,783	x				
Taos Municipal Water System	Taos	\$31.86	\$57.68	1,870	820	\$47.63	\$63.16	1,874	855	34,888,452	327,165,264	121,623	x				
Tatum Municipal Water System	Lea	\$34.50	\$34.50	345	46	\$17.50	\$17.50	319	35	3,006,647	26,597,002	68,023	x				
Tecolotito MDWCA	San Miguel	\$39.90	N/A	104	N/A	N/A	N/A	N/A	N/A	585,710	6,039,600	58,073	x				
Tesuque MDWCA	Santa Fe	\$48.30	\$187.95	110	4	N/A	N/A	N/A	N/A	828,893	6,606,220	57,949	x				
Tres Piedras MDWCA	Taos	\$74.00	\$74.00	100	4	N/A	N/A	N/A	N/A	516,890	3,813,109	36,665	x				
Truth or Consequences	Sierra	\$32.15	\$32.15	2952	380	42.81	42.81	2314	71	25,105,000	276,820,674	83,079	x				
Tyrone Townsite	Grant	\$42.17	\$42.17	322	4	\$4.02	\$4.02	322	4	2,700,000	20,900,000	64,110	x				
Upper Holman MDWCA	Mora	\$27.00	\$27.00	78	2	N/A	N/A	N/A	N/A	152,660	2,114,450	26,431	x				
Upper La Plata Water Users	San Juan	\$59.19	\$59.19	790	18	N/A	N/A	N/A	N/A	7,619,000	55,255,000	68,385	x				
Vallecitos MDWCA	Rio Arriba	\$60.99	\$60.99	26	2	N/A	N/A	N/A	N/A	71,423	369,617	13,201	x				
Valley Estates Water & Sewer	Rio Arriba	\$65.00	N/A	54	N/A	N/A	N/A	N/A	N/A	135,350	8,215,000	152,130	x				
Valley MDWCA	De Baca	\$71.50	N/A	220	N/A	N/A	N/A	N/A	N/A	1,672,645	16,357,915	74,354	x				
Vaughn Duran Water System	Guadalupe	\$31.42	\$46.15	223	49	\$18.21	\$50.38	157	45	19,505,300	176,134,300	647,553	x				
Village Of Eagle Nest	Colfax	\$58.24	\$79.14	224	48	\$26.46	\$62.16	190	34	1,809,050	17,637,280	64,843	x				
Villanueva MDWCA	San Miguel	\$50.40	N/A	104	N/A	N/A	N/A	N/A	N/A	226,320	2,896,550	27,851	x				
Virden Water System	Hidalgo	\$20.00	N/A	47	N/A	N/A	N/A	N/A	N/A	1,201,579	58,640,307	1,247,666	x				
Wagon Mound Water System	Mora	\$25.00	\$25.00	127	12	\$20.00	\$23.00	119	9	1,980,844	20,274,339	145,859	x				
Watrous MDWCA	Mora	\$26.00	N/A	46	N/A	N/A	N/A	N/A	N/A	10,521	123,457	2,684	x				
Weed Water Users Association	Otero	\$38.00	\$38.00	18	1	N/A	N/A	N/A	N/A	188,960	1,224,290	64,436	x				
White Cliffs MdWUA	Mckinley	\$75.00	N/A	75	N/A	\$43.00	N/A	75	N/A	336,331	3,997,996	53,307	x				
Publicly Owned- Community Water	County	RESIDENTIAL 6,000	COMMERCIAL 6,000	Number of	Number of	RESIDENTIAL 6,000	COMMERCIAL	Number of	Number of	July 2024 WATER	2024 Total Annual	2024 Average Annual	Did Not	Apparent	Real Losses	Non- revenue	Data Validity
2025 Rate Survey Publicly Owned Water and Sewer Rates (Average, Minimum and Maximum)																	
2025 Survey Total Average		\$48.84	\$82.90	1047	185	\$31.64	\$41.37	2,428	315	29,641,770	168,056,703	808,577					
2025 Survey Total Minimum		\$8.84	\$15.94	10	1	\$4.02	\$4.02	52	1	10,521	123,457	2,684					
2025 Survey Total Maximum		\$284.00	\$1,850.00	34,487	4,843	\$74.41	\$147.09	35,747	3,710	1,686,303,000	6,548,320,600	90,994,500					
Residential Water Rates by Number of Connections for Community Water Systems								Residential Sewer Rates Based on Number of Connections for Community Water Systems									
Water System Rates	< 50	50 to 200	201 to 1,000	1,001 to	5,001 to	> 10,000	Sewer System Rates			< 50	50 to 200	201 to 1,000	1001 to	5001 to	5001 to	> 10,000	
Total number of Systems in	32	57	37	13	6	3	Total Number of System is Size Category			0	13	17	13	4	4	2	
Average Rate	\$54.38	\$51.46	\$44.30	\$45.48	\$48.27	\$18.51	Average Rate			N/A	\$26.03	\$26.84	\$33.83	\$53.49	\$53.49	\$28.26	
Minimum Rate	\$8.84	\$18.50	\$21.78	\$10.02	\$37.98	\$15.94	Minimum Rate			N/A	\$10.00	\$4.02	\$13.48	\$32.41	\$32.41	\$25.63	
Maximum Rate	\$284.00	\$145.00	\$79.00	\$120.98	\$59.18	\$22.15	Maximum Rate			N/A	\$46.73	\$46.73	\$56.34	\$74.41	\$74.41	\$30.89	

2025 PUBLIC WATER and SEWER RATE SURVEY - DECEMBER 2024 RATES N/A = Not Applicable or Not Reported													AWWA WATER AUDIT INFORMATION				
PWS Name	COUNTY	RESIDENTIAL 6,000	COMMERCIAL 6,000	Number of	Number of	RESIDENTIAL 6,000	COMMERCIAL 6,000	Number of	Number of	Monthly WATER	2024 Total Annual	2024 Average Annual	Did Not	Apparent	Real Losses MG/YR	Non- revenue	Data Validity
ALPINE VILLAGE W AND SD	LINCOLN	\$18.00	N/A	128	N/A	N/A	N/A	N/A	N/A	222,340	4,658,273	36,393	x				
ALTO NORTH WATER COOP	LINCOLN	\$55.00	\$60.00	47	3	N/A	N/A	N/A	N/A	69,100	2,246,100	47,789	x				
ARTESIA RURAL WATER COOPERATIVE	EDDY	\$42.91	\$77.01	701	38	N/A	N/A	N/A	N/A	14,543,000	124,580,000	168,579	x				
BERRENDO COOPERATIVE WUA	CHAVES	\$30.00	N/A	1,600	N/A	N/A	N/A	N/A	N/A	53,627,254	537,088,708	335,680	x				
BOLES ACRES WATER SYSTEM	OTERO	\$49.60	N/A	245	N/A	N/A	N/A	N/A	N/A	2,954,300	29,822,510	121,725	x				

BONITA PARK NAZARENE CONFERENCE CENTER	LINCOLN	\$8.67	N/A	62	N/A	\$8.67	N/A	62	N/A	444,100	3,463,800	55,868	x				
CAPROCK WATER COMPANY	EDDY	\$34.84	\$34.84	35	28	N/A	N/A	N/A	N/A	3,784,872	42,515,886	674,855	x				
CDS RAINMAKERS UTIL LLC RANCHO RUIDOSO	LINCOLN	\$44.69	\$44.69	398	3	\$37.88	\$37.88	342	2	8,068,500	73,795,600	184,029	x				
CEDAR CREEK WATER COOPERATIVE INC	SANDOVAL	\$90.00	N/A	54	N/A	N/A	N/A	N/A	N/A	353,800	2,562,250	47,449	x				
CLOUD COUNTRY WEST WATER SYSTEM	Otero	\$6.81	N/A	114	N/A	N/A	N/A	N/A	N/A	427,475	4,589,941	40,263	x				
DE LA TE MOBILE MANOR	DONA ANA	N/A	N/A	52	N/A	N/A	N/A	52	N/A	542,683	5,716,300	109,929	x				
DESERT PALMS MOBILE HOME PARK	BERNALILLO	N/A	N/A	73	N/A	N/A	N/A	73	N/A	928,600	7,856,400	107,622	x				
ENTRANOSA WATER ASSOCIATION	BERNALILLO	\$59.68	\$59.68	3,782	6	N/A	N/A	N/A	N/A	71,000,000	546,000,000	144,139	x				
FOX HILLS WATER USERS ASSOC	BERNALILLO	\$43.00	N/A		N/A	N/A	N/A	N/A	N/A	105,500	1,300,000		x				
GLEN ACRES WATER COOP	HIDALGO	\$59.59	\$420.00	73	1	N/A	N/A	N/A	N/A	612,000	5,948,000	80,378					
GREEN ACRES MOBILE HOME VILLAGE	BERNALILLO	N/A	N/A	83	N/A	\$23.75	N/A	83	N/A	877,200	7,375,642	88,863	x				
HOMESTEAD WATER COMPANY	TORRANCE	\$50.31	\$50.31	80	4	N/A	N/A	N/A	N/A	474,700	3,343,800	39,807	x				
LA LOMITA TRAILER PARK	TAOS	N/A	N/A	27	N/A	N/A	N/A	N/A	N/A	168,857	2,131,151	78,932	x				
LA MESA WATER COOP	SANDOVAL	\$88.75	N/A	338	N/A	N/A	N/A	N/A	N/A	2,618,280	21,786,054	64,456	x				
LA VISTA HOMEOWNERS ASSOCIATION	SANTA FE	N/A	N/A	17	N/A	N/A	N/A	N/A	N/A	173,800	1,338,880	78,758	x				
LAS CAMPANAS WATER SYSTEM	SANTA FE	\$81.22	\$81.22	807	115	\$65.28	\$43.80	1,162	15	15,721,178	108,007,780	117,145	x				
LAS COLONIAS MHP	TAOS	N/A	N/A	20	N/A	N/A	N/A	20	N/A	93,390	1,130,121	56,506	x				
LAS HACIENDAS HOMEOWNERS WUA	TAOS	\$66.67	N/A	29	N/A	N/A	N/A	N/A	N/A	631,590	3,870,370	133,461	x				
LEE HAMMOND WATER	SAN JUAN	\$44.00	\$44.00	475	38	N/A	N/A	N/A	N/A	23,208,997	199,589,943	389,064	x				
LINCOLN HILLS WATER CO-OP	LINCOLN	\$87.74	\$180.16	110	6	N/A	N/A	N/A	N/A	789,040	6,810,432	58,711	x				
LOMA GRANDE ESTATES WATER ASSOCIATION	LINCOLN	\$50.00	N/A	40	N/A	N/A	N/A	N/A	N/A	760,150	1,943,590	48,590	x				
MOONGATE WATER SYSTEM	Dona Ana	\$15.50	\$15.50	8,819	76	N/A	N/A	N/A	N/A	127,221,008	1,007,213,036	114,209	x				
MORWEST CORPORATION	LEA	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	7,986,006	98,504,616		x				
OAKLAND HEIGHTS HOMEOWNERS ASSOCIATION	BERNALILLO	N/A	N/A	10	N/A	N/A	N/A	N/A	N/A	155,408	1,301,124	130,112	x				
OVERLOOK WATER CO- OP INC	SANDOVAL	\$31.00	N/A	62	N/A	N/A	N/A	N/A	N/A	443,760	4,303,390	69,410	x				
PEOPLES WATER COOP	LUNA	\$37.00	N/A	21	N/A	N/A	N/A	N/A	N/A	20,311	190,662	9,079	x				
PETE RAGAN MEMORIAL WUA	OTERO	\$30.00	N/A	33	N/A	N/A	N/A	N/A	N/A	115,323	1,341,457	40,650	x				
PUEBLO LOS CERROS	SANDOVAL	\$100.21	N/A	100	N/A	N/A	N/A	N/A	N/A	1,705,600	10,293,500	102,935	x				
QUEMADO LAKE WATER ASSOCIATION	CATRON	\$36.00	N/A	159	N/A	N/A	N/A	N/A	N/A	364,816	3,281,949	20,641	x				
RANCHO GRANDE WATER ASSOCIATION INC	CATRON	\$43.72	\$65.41	83	N/A	N/A	N/A	N/A	N/A	186,600	1,762,000	21,229	x				
ROBINHOOD WATER USERS ASSOCIATION	OTERO	\$69.54	N/A	161	N/A	N/A	N/A	N/A	N/A	646,740	7,639,350	47,449	x				
ROLLING HILLS WUA	OTERO	\$60.00	N/A	21	N/A	N/A	N/A	N/A	N/A	75,900	1,063,700	50,652	x				
ROOSEVELT COUNTY WUA	ROOSEVELT	\$103.10	\$236.52	1,472	29	N/A	N/A	N/A	N/A	13,894,689	144,847,129	98,402	x				
SUNLIT HILLS WATER SYSTEM	SANTA FE	\$52.00	\$65.00	441	1	N/A	N/A	N/A	N/A	4,532,000	34,291,000	77,581	x				
SUNSET HILLS ESTATES HOA	BERNALILLO	\$39.00	N/A	28	N/A	N/A	N/A	N/A	N/A	857,409	7,174,678	256,239	x				
TIJERAS WATER COOPERATIVE	BERNALILLO	\$81.60	\$122.40	57	1	N/A	N/A	N/A	N/A	400,900	3,321,600	57,269	x				
TOP OF THE WORLD WATER ASSOCIATION CORP	MCKINLEY	\$50.00	N/A	50	N/A	N/A	N/A	N/A	N/A	34,170	319,437	6,389	x				
TRANQUILLO PINES WATER USERS COOP	BERNALILLO	\$211.12	\$211.12	263	2	N/A	N/A	N/A	N/A	885,919	8,267,861	31,199		0.113	5.536	5.662	23
TURQUOISE ESTATES WATER COOP	CURRY	\$40.00	N/A	35	N/A	N/A	N/A	N/A	N/A	522,640	4,540,652	129,733	x				
VERMEJO PARK - HEADQUARTERS	COLFAX	N/A	N/A	75	N/A	N/A	N/A	N/A	N/A	1,262,602	12,474,000	166,320					

VISTA DE ORO DE PLACITAS WATER USERS COO	SANDOVAL	\$16.00	N/A	51	N/A	N/A	N/A	N/A	N/A	322,994	2,677,312	52,496					

2025 PUBLIC WATER and SEWER RATE SURVEY - DECEMBER 2024 RATES N/A = Not Applicable or Not Reported													AWWA WATER AUDIT INFORMATION				
PWS Name	COUNTY	RESIDENTIAL 6,000	COMMERCIAL 6,000	Number of	Number of	RESIDENTIAL 6,000	COMMERCIAL 6,000	Number of	Number of	Monthly WATER	2024 Total Annual	2024 Average Annual	Did Not	Apparent	Real Losses MG/YR	Non- revenue	Data Validity
2025 Rate Survey Privately Owned Water and Sewer Rates (Average, Minimum and Maximum)																	
2025 Survey Total Average		\$54.79	\$110.49	485	23	34	41	256	9	8,058,677	70,054,354	108,886					
2025 Survey Minimum		\$6.81	\$15.50	\$10.00	\$1.00	\$8.67	\$37.88	\$20.00	\$2.00	20,311	190,662	6,389					
2025 Survey Maximum		\$211.12	\$420.00	\$8819.00	\$115.00	\$65.28	\$43.80	\$1,162	\$15.00	127,221,008	1,007,213,036	674,855					
Residential Water Rates Based on Number of Connections for Community Water Systems									Residential Sewer Rates Based on Number of Connections for Community Water Systems								
Private Water System Rates		< 50	50 to 200	201 to 1,000	1,001 to 5000	5,001 to 10,000	> 10,000	Private Sewer System Rates			< 50 Connections	50 to 200	201 to	1,001 to	5001 to	5001 to	> 10,000
Total number of Systems in Size		13	18	8	3	1	0	Total Number of System is Size			1	4	1	1	0	0	0
Average Rate		\$45.83	\$49.94	\$76.79	\$64.26	\$15.50	0	Average Rate			N/A	\$16.21	\$37.88	\$65.28	N/A	N/A	N/A
Minimum Rate		\$30.00	\$6.81	\$42.91	\$30.00	\$37.98	\$15.94	Minimum Rate			N/A	\$8.67	\$37.88	\$65.28	N/A	N/A	N/A
Maximum Rate		\$284.00	\$0.00	\$79.00	\$120.98	\$59.18	\$22.15	Maximum Rate			N/A	\$23.75	\$37.88	\$65.28	N/A	N/A	N/A

C. PRESENTATION

1. Epilepsy Awareness Proclamation.

Mayor Hechler presented the Epilepsy Awareness Proclamation.

2. Proclaiming October 2025 to be Domestic Violence Awareness Month.

Mayor Hechler presented the October 2025 Domestic Violence Awareness Month Proclamation to the Domestic Abuse Intervention Center.

3. Water & Wastewater Cost of Service & Rate design study Presentation.

City Manager Whitehead: Our first presentation we are seeing today has been in the works for a couple of years, if I'm being fair. Obviously, dealing with all the water problems and the situations we've had, the Commission has set forth a process to take a look at our water rates to make sure they are consistent with other users, other systems, to ultimately find a way to make sure that we could cover the debt. As I've talked to you over the last six months, organizing the pot of money that you've accumulated over the last few years, it comes with a high debt. We're at about a 25% debt to grant ratio right now. This study will take a look at how we can potentially make sure that we can keep up with that debt load through the rates. Obviously, we need to be charging the rates that allow us to pay our debts, otherwise it's going to have to come from the general fund. To make sure that the process can be fair and transparent to the citizens, I know they've taken on some rates, you guys have done some increases in the past to try to solve some concerns. I have been in on the tail end, so I kind of added some time, I pushed our team a little bit hard on some items to make sure that we got to the right report, so you're going to have some good information here today. With that, I'd like to invite the team, Dave and Cari, up. I'll let them introduce themselves a little further, and then we will go over the report, and we'll have some questions. What I would also say, today this item is on the agenda for action. The action is, again, just like with the electrical study, to accept the report. This is the final step within their contract. Accepting the report allows us to finish the contractual side with our consultants, pay that contract out, and then we would like to move into the same process where we set up some public hearings in the evening, kind of let the public see what this study is, and give you guys time to digest it, before we actually make a move to implement it. What we ask the consultants to do is really look at it from an implementation standpoint of, during our next budget cycle. So, we have time to review it, time to look at it. If we are going to move to this, we would do this in our budget process where we would say, "Starting July first, these would be the new rates and the new structure going forward."

Dave Yanke and Cari Anderson, NewGen Strategies & Solutions, gave a brief presentation to the Commission regarding the Water & Wastewater Cost of Service & Rate design study. (Complete copy of presentation attached hereto and made a part hereof).

Mayor Pro-Tem Forrister: I was just looking at this bill (Slide 25 of the attached presentation), so that's a volume on six-thousand gallons, what is an average customer? Is that an average customer?

Dave Yanke, NewGen Strategies & Solutions: Yeah, we're using six thousand for a couple reasons, and thank you for the question. We're using six thousand gallons for two reasons: Number one is, there was a state survey put out within the state that was done with six thousand, so we wanted to keep it apples to apples, so you can compare and see how we are versus some of these other folks. That's one of the reasons we're using that. Typically, the average bill for a residential customer on the water side, for our clients we typically see anywhere from about five or six thousand to about eight or nine thousand, so your average water bill is usually inside that six-, seven-, or eight-thousand-gallon range. Wastewater is typically around forty-five to fifty-five hundred, so it's close.

Mayor Pro-Tem Forrister: Okay, I just wanted to make sure that when we're looking at these bills, and the comparison, that that's what the majority of our customers are using.

Dave Yanke, NewGen Strategies & Solutions: yeah, if you're looking at six thousand, that's going to be right in the sweet spot for your customers.

Dave Yanke, NewGen Strategies & Solutions continued the presentation to the Commission regarding the Water & Wastewater Cost of Service & Rate design study (Complete copy of presentation attached hereto and made a part hereof).

Commissioner Fahl: So, based on this, you're projecting out to FY29 and these rate increases, what are your recommendations, so we get to that point? We're at the high end, that 25%, say, for wastewater, then are you recommending that we stay that, like forever?

Dave Yanke, NewGen Strategies & Solutions: Once the rates go up like that, you revisit where you are, and we have a lot of our clients that do this on a five-year forecast period. I've been doing this a long time, I've had like three clients do rate decreases, and then they had to turn around and raise them back up. So, your rates will not go down because, one of the things is, you've got that debt service tied, and that's going out for an extended period of time, and then the bottom line is your system continues to age while you're fixing one piece, something else is getting old and breaking. I'm not an engineer, I don't know how many lift stations you have on the wastewater side, but those are significant when you start having to do replacements and major upgrades on those. What I would say to you is that you should, hopefully at that point then you're just going along with inflation, but that's where you have to see where you're coming in.

City Manager Whitehead: If I could answer a question on that, on the wastewater side, I presented a scenario that said we are going to need to upgrade. I've talked to you for a long time about doing some repairs on our system that would get us five to seven years, the vision that I gave them is, tell me how I can get enough revenue to get a loan for five

million dollars so that we can, in three to five years, start planning to renovate the wastewater treatment plant. That's what the 25% scenario says, in order to have enough revenue to borrow five million more dollars to renovate it, you're going to need to do this. Now, I won't steal the mayor's thunder, he will talk about water trusts, so we're trying to do a good job to find these revenues in the grant space. If we can find and generate these revenues over the next three years, then we could hypothetically come back and say, "We've found four million, we need one million, we can borrow it differently, and the rate could go to 15%." And that's what we talked about, so we know on the wastewater side, add it as we go, to see what we need for debt service. Now on the water side, with the increase, we put in the current debt of all the project we have, it's about \$400,000 a year that we have in debt service, and it's not going away, most of those loans are forty-year loans, so it's not proper for us to say, "Let's do this increase for five years and see where we're at." We owe the money, we've borrowed it, and we have to pay for it. Just a couple of numbers, it's more than just a rate study, you guys have raised a pot of money, we're at 25%/75% grant to loan, right now we've received \$43 million in grant money, that's a value of about \$7,000 per resident that you guys have brought in, I'm not going to take the credit, it was here when I got here. Those are significant dollars that we're not having to charge to fix this system, so keep that in mind. For water, it's not really going to change, we've got to find that balance and we've got to pay that debt. For wastewater, we have some room to work.

City Attorney Rubin: I guess my assumption would be, if we go forward, the city would need to amend our ordinances, I suppose.

City Manager Whitehead: I don't think that we looked into the semantics right there. Whatever the rate process is that would allow us during budget, whatever that process is, we would have to come forward with that to say, "These would be the new rates for water and wastewater." And we would take those, again back to the scenario I just gave, we would say, "Maybe this next year because we don't need to borrow, stay at 15% on the wastewater side." Or whatever the path leads us to.

City Attorney Rubin: I guess I'm thinking ahead, after we get to what you're talking about, we still have to come back and do some work here, I'm thinking.

Dave Yanke, NewGen Strategies & Solutions: If I can help answer that, so we have clients, a lot of the times what they'll do is, yeah, depending on where your rates are listed, whether it's in a resolution, ordinance, what have you, what I would envision you doing is, assuming you move forward, what I would recommend is you look at fiscal year 2027, and you're looking at the scenario two for the water rate increase, which is the 6% and 8% increases, I would definitely, 100% you've got to do that 25% on wastewater to start generating those monies, so I would recommend those rate increases for FY27, and then you look at the study again. This is why we provide a report, so Gary and Traci can pull the report out and say, "Well what did New Gen say?" Oh, fiscal year 28, this is what we're supposed to do." And it's in 2029, where again, on the wastewater side, that's where you want to see where things are coming in, like Gary said, if some of these things are moving, let's see where the dollars are coming in from

a revenue standpoint and a cost standpoint, but I will tell you, the first rate increase is always the hardest, but you've got to get that one for FY27, absolutely. Did that help answer your question?

City Attorney Rubin: Yes, I understand. I guess I was only thinking of how we implement something like this. Maybe I'm mistaken, I think we have all sorts of ordinances that set forth what the rates are. I would think we'd have to go back and revise.

Mayor Hechler: Well, we can adjust our rates if we get to that.

City Attorney Rubin: Okay, I'm just building the time frame.

Dave Yanke, NewGen Strategies & Solutions: It's a pretty straightforward process.

City Manager Whitehead: A couple of key points before I let you go, and then you can ask your questions. We talked a little bit about reserves, you might be saying, "Do we have reserves?" both water and wastewater are carrying just around \$1 million each, you've been able to accumulate dollars based on savings in personnel. These are all budget numbers, and they're not actual numbers. So, the savings that you have, and the money you're keeping in reserves have come through that process, but we do have about \$1 million each in each one of those. The last thing for the public, and for you, Traci did a really good job putting the information in about the other systems, so you can see that report that Dave spoke of that's part of the system where you can go see all the systems that look at 6,000 gallons, we can compare, and I'll just put on the table, we are in the bottom 25% of rates across 116 systems in New Mexico. We're in the bottom 25%, there are 116 systems that are higher than us. The average water rate is about \$50 across our systems. I don't know if the mayor will speak about it, but we were able to sit and listen to a water utility that was asking for money to drill new wells because their average bill was about \$275 a month. Because their wells don't produce, they have to pump, they have to bring water in, and they're paying off that system, like \$275 per month, and it was pretty sad to hear of the conditions that they're in when they're trying to ask for money. So, we're not close to that, we have a reasonable plan, we'll find the right structure.

Commissioner Fahl: I was just going to make a comment from a business sense, when you're laying it out like that, oh my gosh, well we really need to plan ahead. But for our constituents, and even for ourselves, looking at that large of an increase, we're all going to have a heart attack. So, I'm hoping, if we move forward on this, we really need to do an outstanding job on getting our community aware of the need, not like we're trying to rip them off, but we have to pay for these things.

Mayor Pro-Tem Forrister: And the wastewater, that's for 6,000. What about our small businesses that are using more? You know, that's going to hit really hard.

Commissioner Fahl: It's going to be big.

CITY COMMISSION OCTOBER 8, 2025 REGULAR MEETING MINUTES

Mayor Pro-Tem Forrister: Yes, we see what needs to be done, and we don't want to end up where our infrastructure is not getting what it needs because we have pushed off rate increases. So, we understand that it's just a hard pill to swallow.

Commissioner Fahl: It's going to be hard.

Commissioner Mitchell: I think, with the community reaching out to us about our broken water leaks and infrastructure and disrepair, you know, this is something that is determined to fix it. And they need to be aware that if we're going to fix all of this, we're going to have to have the money to do it, and some of it is on them.

Commissioner Fahl: It's going to be hard. We're going to have to work really hard to sell this. I think just showing the numbers, like, "Here's the cost." and you know, we can't just wave a wand and say, "Okay, well we've got the money." But that's going to be a hard sell.

City Attorney Rubin: That's why I brought up the issue about the ordinances, if we have to go that way, of course it could be public hearings, etc.

Commissioner Fahl: Well, I think way before that.

City Attorney Rubin: Yeah, I get it.

Commissioner Fahl: Because you had said, Gary, didn't you say that we're going to do a lot of workshops and stuff about this?

City Manager Whitehead: Absolutely, yeah, we would try to keep that process going where we bring the public in, put it on the table, so that you guys can make the best decision.

Commissioner Fahl: Show them the numbers, I mean, just look at the black and white numbers.

Mayor Hechler: When I look at this, the way I think about it is that these are the numbers that are going to be, I won't call it status quo, but if we don't do anything, if we're not aggressive. We have to be aggressive going out and finding money, we have to be aggressive in trying to retire our debt, we have to be aggressive in figuring out how we're going to fund that sewer plant, and we're doing that, and we will continue to do that. There are a couple of things that probably aren't factored into the system, for instance aren't we in the middle of a meter replacement scenario? I don't know how that's going to affect our final bills, in many cases, I don't think the bills are going to go down, I think because the efficiency of the meters, some people's bills are going to go up, and that's going to have a negligible effect, but it's going to have an effect.

Dave Yanke, NewGen Strategies & Solutions: Yep. Typically, when you do a meter change out program, when meters are old, they under report. Rarely do they over report. So, you're going to start paying for some of that water you weren't.

Mayor Hechler: So that'll have somewhat of an impact. Another impact I'm looking at is, we're just going through the process of replacing 35,000 linear feet of water lines in the Veater street area, that'll happen over the next couple of years, I know that's on the city's side, but we have to pump the water that we're losing now, so that should also have an effect on the final bill that we incur, is that correct?

Dave Yanke, NewGen Strategies & Solutions: It should, I don't know.

Mayor Hechler: We lose about 20% to 40% of our water through leakage.

Dave Yanke, NewGen Strategies & Solutions: Yeah, and that's a high number, so it should reduce your loss and unaccounted for water if that's a problem area for line breaks, that should definitely help there.

Mayor Hechler: That'll help a little bit. You know, we're starting to chip away at it a little bit. The next thing I think I'd like to propose is that when we have an opportunity at the end of this month to talk to our legislative finance committee, and we've got our five projects that we're going to talk about, but one of the things we should talk about in general in the small communities in this state that are having to deal with these infrastructure problems and when we have success, we're very successful in getting water support from the state, and we've had \$43 million come to our state, but each component comes with a grant opportunity, but it also comes with a loan or a match. It gets to the point where we're looking at, well we can't afford to ask for another grant because we don't know if we can afford the match component or the loan component because we're getting leveraged out. So, I think it behooves every one of us to talk to our legislators and say, "Let's do something for relief for our small communities." Instead of, "Let's work on some debt relief and retiring some of this debt for our small communities so we can ask for things." So that we can move forward, and that would have a huge impact on us too, and I think we'll try to do that, and we'll put something together, I think it's the end of this month we meet with the LFC, so we'll try to do that. Those are a couple of scenarios I think we can work on to try to mitigate some of those issues.

Mayor Pro-Tem Forrister: And we have been going up in our rates. In 2023, I think we went up 9% and then 3% after, and then for wastewater it was 5% or something.

Mayor Hechler: Yeah, we have. We were thinking at the time, though, that's going to keep us up, and that's why we went up in those rates, but we know that's not true. What we've also painted was the worst-case scenario. That scenario would be that we have to borrow \$5 million to upgrade our sewer plant. If we can mitigate that with funding from other sources, we don't have to borrow \$5 million, and we'll work diligently to try to do that. I think I'll save that for my report, when it's time for commission reports, I'll talk a

little bit about what efforts we are making in that regard. This paints a picture, it's an eye-opener, it should be an eye-opener for everybody, but we have to assure our public that we're going to do whatever we can to keep the rates down as much as possible, we have to be able to function as a business, so we have to move forward, we may have to make some adjustments, but we're going to do everything we can to keep those adjustments minimal, and we'll look at it very closely to ensure that we're not saving too much money, I want to try to break even as much as we can. I know we have to have some reserves, and we will work on that, but we need to save as many dollars as we can for our public to make this as efficient as possible.

Commissioner Fahl: Well said.

D. PUBLIC COMMENT (3 Minute Rule Applies):

Ron Pacourek addressed the Commission with comments related to:

- I was listening to the NewGen presentation, and one of the things that really bothers me is we compare our city to all the other 115 or 122 communities in New Mexico. We are not them. We are different. If you compare things, our gross receipts tax is in the top three among those communities. Sierra County is in the top three poorest counties, so there is no consideration for the people in this presentation. It was all about money, money.
- The other thing is, I've found, when I was looking at it, when I pulled it up on the website, that there is a difference in the water rates that they used and what I got yesterday from the rate sheet from the utility office. There was a discrepancy there.
- On wastewater, they talk about a "15% increase minimum bill and volumetrics" where or how are they measuring the volumetrics? There are no sewer meters, there are water meters, but there are no sewer meters. There was no mention of December, January, February, and March. That's how we used to calculate the sewer rate, because that's when people were not watering their lawns or their flowerbeds or whatever. So, December, January, February, and March, those four months, you take those four months, throw out the highest one, and the three months are average, and that's how you calculate your sewer bill. I know you all know that, but that was never mentioned or brought into this presentation.
- There are no sunset laws in any of the utility ordinances, not one. Not a sunset clause on any of them, and when I looked on the website, I didn't see that this presentation was brought before the Public Utility Advisory Board during this year. Nine meetings that they had or are supposed to have. I would have thought that the PUAB would be involved with this. Anyway, thanks for letting me come and voice my opinion.

Deborah Clemente addressed the Commission with comments related to:

- This has nothing to do with the water or anything that's going on, it's more personal. I live at 37 N Canyon Rd in the canyon just off of I-25 in mud canyon. My husband and I have been there since 1996. What's happening is that since then, since we've moved here 30 years ago, there's been a lot more traffic on the road, the highway. The tractor trailers are engine breaking constantly.



FINAL REPORT

WATER AND WASTEWATER COST OF SERVICE AND RATE DESIGN STUDY

FEBRUARY 2026



Prepared for:
City of Truth or Consequences
505 Sims
Truth or Consequences NM, 87901

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8140 North Mopac Expressway
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Austin, TX 78759
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February 2, 2026

Ms. Traci Alvarez
Assistant City Manager
City of Truth or Consequences
505 Sims
Truth or Consequences NM, 87901

Re: Water & Wastewater Cost of Service and Rate Design Study

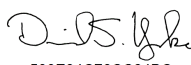
Ms. Alvarez:

NewGen Strategies and Solutions, LLC is pleased to provide the City of Truth or Consequences (City) with the enclosed report summarizing our findings and recommendations from the water and wastewater cost of service and rate design study.

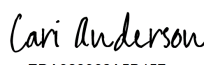
We appreciate the opportunity to assist the City in this engagement. In addition, we would like to acknowledge the excellent assistance we received from your staff. Without their support, this project could not have been completed. Please contact us if you have any questions concerning this report.

Sincerely,

NewGen Strategies and Solutions, LLC

Signed by:

500E94C76CC84BC...

Dave Yanke
President

Signed by:

EDA923962A5B457...

Cari Anderson
Senior Consultant

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SECTION 1

INTRODUCTION

The City of Truth or Consequences (City) retained NewGen Strategies and Solutions, LLC (NewGen) to perform an independent water and wastewater cost of service and rate design study (Study). As part of this Study, NewGen's Project Team (the "Project Team") was tasked with forecasting revenue requirements and rates for Fiscal Years (FY) 2026 through 2029. This report outlines the analysis conducted for the City and provides recommendations regarding the rates to be charged to the City's water and wastewater customers.

Regular evaluations of the City's water and wastewater rates is an essential component to maintaining the financial health of the utility. Failure to periodically review and monitor these rates can lead to the need for significant rate adjustments in the future. The Project Team recommends that the City continue its practice of routinely assessing rate performance and implementing adjustments, as needed, to maintain the financial stability of its water and wastewater utilities. As with any forecast, certain assumptions are required, and actual rate requirements may differ from those projected in this Study due to unforeseen changes in key factors such as system growth, inflation, and other variables.

Background

The City was projected to have a population of approximately 6,052¹ in 2020. While Sierra County is anticipating a slightly negative growth rate², developers have expressed interest in projects that could bring both residential and commercial expansion. To maintain a conservative approach in revenue forecasting, 0% growth was assumed in the proposed rate revenue scenarios discussed in a later section of the Study. The City provides essential water and wastewater services to roughly 3,341 customers across its service area. These customers include residential, commercial, industrial, and city accounts from both the City and the Village of Williamsburg, which consists of approximately 235 residential and 21 commercial customers.

The City is actively pursuing several water and wastewater capital improvement projects, the majority of which are supported by grant funding. More than \$50 million in grants are being used to plan and design system upgrades, meter replacements, and waterline improvements. Some of these grants require a cash or loan match. Improvements to the wastewater treatment plant are anticipated toward the end of the forecast period and are expected to be financed through loan financing.

¹ United States Census Bureau. (n.d.). *QuickFacts: Truth or Consequences city, New Mexico* [Data table]. From <https://www.census.gov/quickfacts/fact/table/truthorconsequencescitynewmexico/PST045223>

² University of New Mexico, Geospatial & Population Studies. (2024). *Population projections 2010-2050* [Data table]. From <https://gps.unm.edu/pop/population-projections.html>

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SECTION 2

REVENUE REQUIREMENT

For this analysis, the Project Team utilized the cash basis approach to develop the City's water and wastewater revenue requirements. This method is most commonly used by municipalities and includes debt service but excludes depreciation and return on invested capital when determining revenue requirements. The ultimate goal is to match revenues with actual expenditures as outlined in the following section.

Test Year Revenue Requirement

NewGen reviewed historical financial actuals for prior fiscal years and developed a "Test Year" for the Study based on the FY 2026³ Budget. A Test Year is a common term in rate studies that refers to an adjusted fiscal year budget that is used as a basis for setting rates. The Test Year should be representative of "typical" conditions, with adjustments for any unusual or one-time revenues or expenses. Costs were allocated to either water or wastewater. The development of the Test Year for water and wastewater is shown in Schedule 1.

The Test Year was used to develop a four-year revenue requirement forecast for FY 2026 through FY 2029. The revenue requirement identifies the amount that should be recovered from rates in order to fully recover the cost of providing service. To ensure the City's budget accurately reflects the cost of providing water and wastewater service, several adjustments were made to operation and maintenance (O&M) expenses, capital costs, and revenue offsets (i.e., miscellaneous revenues received by the utility other than through rates).

In addition to the Test Year, the revenue requirement forecast incorporates existing and proposed debt service (as shown in Schedules 2 and 3 respectively) and pay as you go contributions to reserves to fund future capital projects. The following sections summarize the notable factors affecting the projected revenue requirement.

Capital Improvement Plan & Debt Service

The City has secured over \$50 million in grant funding for capital improvement projects. This grant funding had required cash and loan matches of approximately \$16 million by the City. In FY 2026, existing debt service was \$372,650 for water and \$78,239 for wastewater as shown in Schedule 2. A proposed bond issue of \$5 million for wastewater treatment plant improvements was calculated by the Project Team using 2.125% interest rate for a 20-year term. This is detailed in Schedule 3. Table 2-1 shows the breakdown of existing debt and the projected debt service schedule.

³ The City's fiscal year starts July 1 and ends June 30; the year cited is the year in which the fiscal year ends. For instance, July 1, 2025 – June 30, 2026 is FY 2026.

**Table 2-1
Existing & Proposed Debt**

	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
Existing Debt				
Water	\$372,650	\$473,432	\$473,431	\$473,431
Wastewater	78,239	107,172	106,767	107,363
Total Existing Debt	\$450,889	\$580,605	\$580,198	\$580,793
Proposed Debt	\$-	\$-	\$-	\$315,674
Total Debt Service	\$450,889	\$580,605	\$580,198	\$896,468

Revenue Offsets

In order to calculate the rate revenues that are required to recover expenses associated with providing water and wastewater service, it is necessary to isolate the cost of service by subtracting utility-related non-rate revenues from operating expenses. The revenue offsets are shown in Schedule 1 and correlate with the budgeted values and adjustments made in the Test Year. They remain constant throughout the five-year forecast, to be conservative. A more detailed summary of the revenue offsets can be found in Schedules 4 and 5 for the water and wastewater utilities, respectively.

Table 2-2 and 2-3 show the key elements of the test year for water and wastewater, respectively, while detail for these values are provided in Schedule 1.

**Table 2-2
Test Year - Water**

Description	FY 2026 Budget	Adjustments	Test Year - Water
Water Expenses	\$1,953,442	\$(372,650) ¹	\$1,580,792
Existing Debt – Water	-	372,650	372,650
Pay as You Go	-	50,000	50,000
Total Expenditures	\$1,953,442	\$50,000	\$2,003,442
Revenues	\$1,884,600	\$(1,700,000) ²	\$184,600
Water Net Revenue Requirement	\$68,842	\$1,750,000	\$1,818,842

1. Existing Debt broken out from transfer to general fund.

2. Service revenue to be calculated in revenue reconciliation.

Table 2-3
Test Year - Wastewater

Description	FY 2026 Budget	Adjustments	Test Year - Water
Wastewater Expenses	1,500,247	(78,239) ¹	1,422,008
Existing Debt – Wastewater	-	78,239	78,239
Pay as You Go	-	50,000	50,000
Total Expenditures	\$1,500,247	\$50,000	\$1,550,247
Revenues	\$1,404,000	\$(1,300,000) ²	\$104,000
Wastewater Net Revenue Requirement	\$96,247	\$1,350,000	\$1,446,247

1. Existing Debt broken out from transfer to general fund.

2. Service revenue to be calculated in revenue reconciliation.

Forecasted Revenue Requirement

The test year revenue requirement was used as the basis for the four-year financial forecast. Certain expenses were projected based on contractual terms, such as debt service payments, however, most expenses were O&M related costs and were assigned one of the inflation factors listed in Table 2-4.

Table 2-4
Inflation Factors

	FY 2026 ¹	FY 2027	FY 2028	FY 2029
Labor	0.0%	4.0%	4.0%	4.0%
Benefits	0.0%	4.0%	4.0%	4.0%
General	0.0%	2.5%	2.5%	2.5%
Capital	0.0%	5.0%	5.0%	5.0%
Utilities	0.0%	5.0%	5.0%	5.0%
Chemicals	0.0%	4.0%	4.0%	4.0%
None	0.0%	0.0%	0.0%	0.0%

1. Inflation factors in FY 2026 are 0.0% because NewGen is beginning with the FY 2026 Proposed Budget.

Section 2

Table 2-5 shows the projected revenue requirement for the four-year forecast period and is shown in greater detail for the water and wastewater utilities in Schedules 4 and 5, respectively.

Table 2-5
Revenue Requirement Forecast

	FY 2026	FY 2027	FY 2028	FY 2029
Water				
Expenses	\$2,003,442	\$2,161,399	\$2,220,780	\$2,282,462
Revenue	\$184,600	\$184,600	\$184,600	\$184,600
Revenue Requirement	\$1,818,842	\$1,976,799	\$2,036,180	\$2,097,862
Wastewater				
Expenses	\$1,550,247	\$1,630,548	\$1,683,517	\$2,055,250
Revenue	\$104,000	\$104,000	\$104,000	\$104,000
Revenue Requirement	\$1,446,247	\$1,526,548	\$1,579,517	\$1,951,250

SECTION 3 RATES

In evaluating the performance of existing water and wastewater rates, and to project future rates, some estimation of billed water consumption is required. NewGen reviewed customer billing data from FY 2019 through FY 2023. Additionally, assumptions were made regarding the meter count and types of customers, and their associated meter size. There were a number of accounts with an unknown meter size. To be conservative, the Project Team assumed any unknown meter to be the smallest meter size (3/4") offered by the City. No growth in the number of customers served was assumed in the proposed rate revenue scenarios to maintain a conservative approach in revenue forecasting. **The utility's actual water sales and customer counts should be compared annually to the figures utilized within this Study. To the extent significant variances exist, then the rates forecasted herein may need to be amended.**

Revenue Recovery from Current Rates

The current water rate structure consists of a monthly minimum charge for each retail customer unit and a volumetric charge for all gallons used. The rates for water and wastewater are shown in tables 3-1 and 3-2, respectively. The City currently has annual adjustments to rates for both water and wastewater. Water has an annual increase based on the Consumer Price Index (CPI). This varies from year to year, but for the purpose of this study, 3% was used as this was the amount of the most recent increase in September of 2025. Wastewater has an annual increase in January of each year of 5%.

Charges for wastewater are based on each customer's water consumption. For commercial customers charges are based on exact water usage while residential customer charges are based on a winter average. This is calculated by taking the average water used in the three lowest months from December through March.

Table 3-1
Current Water Rates

	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
Minimum Monthly Charge				
Residential	\$19.48	\$20.06	\$20.66	\$21.28
Commercial	19.48	20.06	20.66	21.28
City – Landscaping	-	-	-	-
Industrial	109.56	112.85	116.23	119.72
WMBG Residential	19.48	20.06	20.66	21.28
WMBG Commercial	19.48	20.06	20.66	21.28
City Water	19.48	20.06	20.66	21.28

Section 3

	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
Volumetric Charge¹				
Residential, Commercial, City Water, WMBG Residential, WMBG Commercial				
0-2,000 gallons	\$-	\$-	\$-	\$-
2,001-7,000 gallons	3.41	3.51	3.62	3.73
7,001-15,000 gallons	3.86	3.98	4.10	4.22
15,001-29,000 gallons	4.34	4.47	4.60	4.74
29,001-50,000 gallons	4.87	5.02	5.17	5.32
50,000+ gallons	5.30	5.46	5.62	5.79
Industrial				
0-50,000 gallons	\$3.86	\$3.98	\$4.10	\$4.22
50,001-100,000 gallons	4.34	4.47	4.60	4.74
100,001-150,000 gallons	4.87	5.02	5.17	5.32
150,000+ gallons	5.30	5.46	5.62	5.79
City - Landscaping	\$0.74	\$0.76	\$0.79	\$0.81

1. Volumetric Rate per 1,000 gallons

**Table 3-2
Current Wastewater Rates**

	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
Minimum Monthly Charge				
SW Residential Averaged	\$14.46	\$15.18	\$15.94	\$16.74
Commercial	14.46	15.18	15.94	16.74
SW WMBG - Residential Average	23.98	25.18	26.44	27.76
SW WMBG Commercial	23.98	25.18	26.44	27.76
SW Residential Bathhouse	16.30	17.11	17.97	18.86
SW Bathhouse Commercial	50.09	52.59	55.22	57.98
Volumetric Charge¹				
SW Residential Averaged	\$5.08	\$5.34	\$5.60	\$5.88
Commercial	5.08	5.34	5.60	5.88
SW WMBG - Residential Average	5.08	5.34	5.60	5.88
SW WMBG Commercial	5.08	5.34	5.60	5.88
SW Residential Bathhouse	-	-	-	-
SW Bathhouse Commercial	-	-	-	-

1. Volumetric Rate per 1,000 gallons

Under the current forecasted rates, as shown in Table 3-3 and detailed in Schedule 6 for water and Schedule 8 for wastewater, the City is not anticipated to generate sufficient revenue to recover the cost of providing water and wastewater service.

Table 3-3
Projected Revenue Under Current Rates

	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
Water – Under Current				
Revenue	\$1,639,003	\$1,688,173	\$1,738,818	\$1,790,983
Revenue Requirement	1,818,842	1,976,799	2,036,180	2,097,862
Water Over / (Under)¹	(179,839)	(288,626)	(297,362)	(306,879)
Cumulative Over / (Under)	(179,839)	(468,465)	(765,827)	(1,072,706)
Wastewater – Under Current				
Revenue	\$1,133,031	\$1,189,682	\$1,249,167	\$1,311,625
Revenue Requirement	1,446,247	1,526,548	1,579,517	1,951,250
Wastewater Over / (Under)¹	(313,216)	(336,865)	(330,350)	(639,625)
Cumulative Over / (Under)	(313,216)	(650,082)	(980,432)	(1,620,056)

1. Any minor arithmetic deviation is due to rounding.

Changes to rates are recommended to ensure proper recovery of the cost associated with water and wastewater service. These changes will be discussed in the following sections.

Proposed Water Rates

Two scenarios were designed for proposed water rate increases. The rate increases outlined in the following section are proposed to take effect at the beginning of each fiscal year (July 1) for FY 2027 through FY 2029. Each scenario includes the phase-in of meter equivalent minimum bills over ten years (described below) and a phase-out of 2,000 gallons included in minimum bills over two years. The phasing out of the 2,000 gallons in the minimum bill for “free”, encourages conservation by customers and follows best management practices with regard to the establishment of water rate structures by water utilities, as endorsed by the American Water Works Association (AWWA). Additionally, the Project Team proposes a 1.25x multiplier on outside customer rates. This reflects the higher cost of providing service to customers located outside the City limits. Proposed water rates are outlined in detail in Schedules 7-1 and 7-2. In Water Rate Scenario 1, NewGen proposes 3% increases for Residential and City, 5% for Commercial and Industrial. In Water Rate Scenario 2, the proposed increases are 6% for Residential and City, 8% Commercial and Industrial.

Water Minimum Bills

Larger water meters can place proportionally greater demands on the water distribution system.⁴ Because of this, it is appropriate for customers with larger meters to pay a higher fixed service charge (i.e., minimum bill). This charge compensates the utility for the additional infrastructure capacity—such as larger water lines, pumps, and storage facilities—required to accommodate higher potential demands associated with larger meters regardless of actual water use. Meter equivalents, which express the relative capacity of different meter sizes compared to a standard meter⁵ or the minimum meter size for residential customers, are summarized in Table 3-4.

Table 3-4
Proposed Water Meter Equivalents

Meter Size (inches)	Meter Equivalent
¾"	1
1"	2.5
1 ½"	5
2"	8
3"	16
4"	25

NewGen recommends phasing in meter equivalent-based minimum bills over a 10-year period. Gradually implementing the new rates, rather than adopting them all at once, will assist in minimizing “rate shock” for customers as they move toward a cost based minimum bill, based on meter size. It should be emphasized that this is a standard industry practice in water rate setting and endorsed by the American Water Works Association. Proposed minimum bill rates for Water Rate Scenario 1 and 2 are outlined in Table 3-5 and Table 3-6, respectively.

Table 3-5
Proposed Minimum Bill Rates: Water – Scenario 1

Meter Size (inches)	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
Residential, City				
¾"	\$19.48	\$20.06	\$20.66	\$21.28
1"	19.48	22.85	26.22	29.60
1 ½"	19.48	28.17	36.87	45.56
2"	19.48	34.56	49.64	64.71
3"	19.48	51.58	83.69	115.79
4"	19.48	70.74	122.00	173.26

⁴ American Water Works Association, *M1: Principles of Water Rates, Fees, and Charges*, 7th ed., Appendix B – Equivalent Meter Ratios (Denver, CO: American Water Works Association, 2017).

⁵ The standard meter size used for the meter equivalent calculations is a ¾" meter.

Meter Size (inches)	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
Commercial				
3/4"	\$19.48	\$20.45	\$21.47	\$22.55
1"	19.48	23.17	26.86	30.54
1 1/2"	19.48	28.80	38.13	47.46
2"	19.48	35.57	51.66	67.75
3"	19.48	53.61	87.73	121.86
4"	19.48	73.90	128.32	182.74
City – Landscaping				
All Sizes	\$-	\$-	\$-	\$-
Industrial				
3/4"	\$109.56	\$20.45	\$21.47	\$22.55
1"	109.56	109.56	109.56	109.56
1 1/2"	109.56	109.56	109.56	109.56
2"	109.56	109.56	109.56	109.56
3"	109.56	109.56	109.56	121.86
4"	109.56	109.56	128.32	182.74
WMBG Residential				
3/4"	\$19.48	\$25.08	\$25.83	\$26.60
1"	19.48	28.56	32.78	37.00
1 1/2"	19.48	35.21	46.08	56.95
2"	19.48	43.20	62.04	80.89
3"	19.48	64.48	104.61	144.74
4"	19.48	88.42	152.50	216.57
WMBG Commercial				
3/4"	\$19.48	\$25.56	\$26.84	\$28.18
1"	19.48	28.96	33.57	38.18
1 1/2"	19.48	36.00	47.66	59.32
2"	19.48	44.46	64.57	84.68
3"	19.48	67.01	109.67	152.33
4"	19.48	92.37	160.40	228.42

Table 3-6
Proposed Minimum Bill Rates: Water – Scenario 2

Meter Size (inches)	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
Residential, City				
3/4"	\$19.48	\$20.65	\$21.88	\$23.20
1"	19.48	23.33	27.18	31.03
1 1/2"	19.48	29.13	38.78	48.43
2"	19.48	36.09	52.70	69.31
3"	19.48	54.65	89.81	124.98
4"	19.48	75.52	131.57	187.62
Commercial				
3/4"	\$19.48	\$21.04	\$22.72	\$24.54
1"	19.48	23.66	27.85	32.04
1 1/2"	19.48	29.80	40.12	50.44
2"	19.48	37.16	54.84	72.52
3"	19.48	56.79	94.10	131.41
4"	19.48	78.87	138.26	197.65
City – Landscaping				
All Sizes	\$-	\$-	\$-	\$-
Industrial				
3/4"	\$109.56	\$21.04	\$22.72	\$24.54
1"	109.56	109.56	109.56	109.56
1 1/2"	109.56	109.56	109.56	109.56
2"	109.56	109.56	109.56	109.56
3"	109.56	109.56	109.56	131.41
4"	109.56	109.56	138.26	197.65
WMBG Residential				
3/4"	\$19.48	\$25.81	\$27.36	\$29.00
1"	19.48	29.16	33.98	38.79
1 1/2"	19.48	36.41	48.47	60.54
2"	19.48	45.11	65.87	86.64
3"	19.48	68.31	112.27	156.23
4"	19.48	94.41	164.46	234.52
WMBG Commercial				
3/4"	\$19.48	\$26.29	\$28.40	\$30.67
1"	19.48	29.58	34.81	40.04
1 1/2"	19.48	37.25	50.15	63.05
2"	19.48	46.45	68.55	90.65
3"	19.48	70.98	117.62	164.26
4"	19.48	98.59	172.83	247.07

Volumetric Rates

The volumetric rates charged to all residential, commercial, and industrial customers are based on an inclining block rate structure and the Project Team recommends maintaining this rate structure. As mentioned earlier, NewGen recommends a phase-out of the 2,000 gallons of “free” water currently included in the minimum bill over a two year timeframe. Similar to the minimum bills, proposed volumetric rates for outside-city customers are subject to a 1.25x multiplier. The multiplier accounts for the higher cost of serving customers located outside the city limits. Proposed volumetric rates for Water Rate Scenarios 1 and 2 are shown in Table 3-7 and Table 3-8, respectively.

Table 3-7
Proposed Volumetric Rates: Water – Scenario 1

Volumetric Rate¹	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
Residential, City				
0-1,000 gallons	\$-	\$-	\$3.62	\$3.73
1,001-2,000 gallons	-	3.51	3.62	3.73
2,001-7,000 gallons	3.41	3.51	3.62	3.73
7,001-15,000 gallons	3.86	3.98	4.10	4.22
15,001-29,000 gallons	4.34	4.47	4.60	4.74
29,001-50,000 gallons	4.87	5.02	5.17	5.32
50,000+ gallons	5.30	5.46	5.62	5.79
Commercial				
0-1,000 gallons	\$-	\$-	\$3.76	3.95
1,001-2,000 gallons	-	3.58	3.76	3.95
2,001-7,000 gallons	3.41	3.58	3.76	3.95
7,001-15,000 gallons	3.86	4.06	4.26	4.47
15,001-29,000 gallons	4.34	4.55	4.78	5.02
29,001-50,000 gallons	4.87	5.12	5.37	5.64
50,000+ gallons	5.30	5.57	5.84	6.14
Industrial				
0-50,000 gallons	\$3.86	\$4.06	\$4.26	\$4.47
50,001-100,000 gallons	4.34	4.55	4.78	5.02
100,001-150,000 gallons	4.87	5.12	5.37	5.64
150,000+ gallons	5.30	5.57	5.84	6.14
WMBG Residential				
0-1,000 gallons	-	\$-	\$4.52	\$4.66
1,001-2,000 gallons	-	4.39	4.52	4.66
2,001-7,000 gallons	3.41	4.39	4.52	4.66
7,001-15,000 gallons	3.86	4.97	5.12	5.28
15,001-29,000 gallons	4.34	5.58	5.75	5.92

Section 3

Volumetric Rate ¹	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
29,001-50,000 gallons	4.87	6.27	6.46	6.65
50,000+ gallons	5.30	6.82	7.03	7.24
WMBG Commercial				
0-1,000 gallons	\$-	\$-	\$4.70	\$4.93
1,001-2,000 gallons	-	4.47	4.70	4.93
2,001-7,000 gallons	3.41	4.47	4.70	4.93
7,001-15,000 gallons	3.86	5.07	5.32	5.59
15,001-29,000 gallons	4.34	5.69	5.98	6.27
29,001-50,000 gallons	4.87	6.39	6.71	7.05
50,000+ gallons	5.30	6.96	7.30	7.67
City - Landscaping				
0+ gallons	\$0.74	\$0.76	\$0.79	\$0.81

1. Volumetric rate per 1,000 gallons.

Table 3-8
Proposed Volumetric Rates: Water – Scenario 2

Volumetric Rate ¹	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
Residential				
0-1,000 gallons	\$-	\$-	\$3.83	\$4.06
1,001-2,000 gallons	-	3.61	3.83	4.06
2,001-7,000 gallons	3.41	3.61	3.83	4.06
7,001-15,000 gallons	3.86	4.09	4.34	4.60
15,001-29,000 gallons	4.34	4.60	4.87	5.16
29,001-50,000 gallons	4.87	5.16	5.47	5.80
50,000+ gallons	5.30	5.62	5.96	6.31
Commercial				
0-1,000 gallons	\$-	\$-	\$3.98	4.29
1,001-2,000 gallons	-	3.68	3.98	4.29
2,001-7,000 gallons	3.41	3.68	3.98	4.29
7,001-15,000 gallons	3.86	4.17	4.51	4.87
15,001-29,000 gallons	4.34	4.68	5.06	5.46
29,001-50,000 gallons	4.87	5.26	5.68	6.14
50,000+ gallons	5.30	5.72	6.18	6.68
Industrial				
0-50,000 gallons	\$3.86	\$4.17	\$4.51	\$4.87
50,001-100,000 gallons	4.34	4.68	5.06	5.46

Volumetric Rate¹	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
100,001-150,000 gallons	4.87	5.26	5.68	6.14
150,000+ gallons	5.30	5.72	6.18	6.68
WMBG Residential				
0-1,000 gallons	-	\$-	\$4.79	\$5.08
1,001-2,000 gallons	-	4.52	4.79	5.08
2,001-7,000 gallons	3.41	4.52	4.79	5.08
7,001-15,000 gallons	3.86	5.12	5.42	5.75
15,001-29,000 gallons	4.34	5.75	6.09	6.46
29,001-50,000 gallons	4.87	6.46	6.84	7.25
50,000+ gallons	5.30	7.02	7.44	7.89
WMBG Commercial				
0-1,000 gallons	-	\$-	\$4.97	\$5.37
1,001-2,000 gallons	-	4.60	4.97	5.37
2,001-7,000 gallons	3.41	4.60	4.97	5.37
7,001-15,000 gallons	3.86	5.21	5.63	6.08
15,001-29,000 gallons	4.34	5.85	6.32	6.83
29,001-50,000 gallons	4.87	6.58	7.10	7.67
50,000+ gallons	5.30	7.16	7.73	8.35
City - Landscaping				
0+ gallons	\$0.74	\$0.78	\$0.83	\$0.88

1. Volumetric rate per 1,000 gallons.

Proposed Wastewater Rates

Two scenarios were designed for proposed wastewater rate increases. Similar to the proposed water rate increases, the rate increases outlined in the following section are proposed to take effect at the beginning of each fiscal year (July 1) for FY 2027 through FY 2029. In Rate Scenario 1, NewGen proposes an annual 15% increase in the minimum bill and volumetric rates for FY 2027 through FY 2029. In Rate Scenario 2, NewGen proposes an annual 25% increase in the minimum bill and volumetric rates for FY 2027 through FY 2029. Proposed wastewater rates for Scenarios 1 and 2 are shown in Table 3-9 and 3-10, respectively. They are outlined in detail in Schedules 9-1 and 9-2.

Table 3-9
Proposed Minimum Bill: Wastewater – Scenario 1

	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
Minimum Monthly Charge				
SW Residential Averaged	\$14.46	\$16.63	\$19.12	\$21.99
Commercial	14.46	16.63	19.12	21.99
SW WMBG - Residential Average	23.98	27.58	31.72	36.47

Section 3

	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
SW WMBG Commercial	23.98	27.58	31.72	36.47
SW Residential Bathouse	16.30	18.74	21.55	24.78
SW Bathouse Commercial	50.09	57.60	66.24	76.17
Volumetric Charge¹				
SW Residential Averaged	\$5.08	\$5.84	\$6.72	\$7.73
Commercial	5.08	5.84	6.72	7.73
SW WMBG - Residential Average	5.08	5.84	6.72	7.73
SW WMBG Commercial	5.08	5.84	6.72	7.73
SW Residential Bathouse	-	-	-	-
SW Bathouse Commercial	-	-	-	-

1. Volumetric Rate per 1,000 gallons

Table 3-10
Proposed Minimum Bill: Wastewater – Scenario 2

	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
Minimum Monthly Charge				
SW Residential Averaged	\$14.46	\$18.07	\$22.59	\$28.24
Commercial	14.46	18.07	22.59	28.24
SW WMBG - Residential Average	23.98	29.98	37.47	46.84
SW WMBG Commercial	23.98	29.98	37.47	46.84
SW Residential Bathouse	16.30	20.37	25.46	31.83
SW Bathouse Commercial	50.09	62.61	78.26	97.82
Volumetric Charge¹				
SW Residential Averaged	\$5.08	\$6.35	\$7.94	\$9.93
Commercial	5.08	6.35	7.94	9.93
SW WMBG - Residential Average	5.08	6.35	7.94	9.93
SW WMBG Commercial	5.08	6.35	7.94	9.93
SW Residential Bathouse	-	-	-	-
SW Bathouse Commercial	-	-	-	-

1. Volumetric Rate per 1,000 gallons

Table 3-11 summarizes the projected revenue recovery under the proposed water rate and wastewater rate scenarios. Schedules 7-1 and 7-2 provide the detailed rates and revenue recovery calculations for water. Schedules 9-1 and 9-2 provide the same for wastewater.

Table 3-11
Projected Revenue Under Proposed Rates

	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
Water – Scenario 1				
Revenue	\$1,639,003	\$1,818,023	\$2,008,400	\$2,085,827
Revenue Requirement	1,818,842	1,976,799	2,036,180	2,097,862
Water Over / (Under)¹	(179,839)	(158,775)	(27,781)	(12,035)
Cumulative Over / (Under)	(179,839)	(338,615)	(366,395)	(378,431)
Water – Scenario 2				
Revenue	\$1,639,003	\$1,870,809	\$2,126,190	\$2,271,410
Revenue Requirement	1,818,842	1,976,799	2,036,180	2,097,862
Wastewater Over / (Under)¹	(179,839)	(105,989)	90,009	173,548
Cumulative Over / (Under)	(179,839)	(285,829)	(195,819)	(22,271)
Wastewater – Scenario 1				
Revenue	\$1,133,031	\$1,334,766	\$1,534,981	\$1,765,228
Revenue Requirement	1,446,247	1,526,548	1,579,517	1,951,250
Wastewater Over / (Under)¹	(313,216)	(191,782)	(44,536)	(186,022)
Cumulative Over / (Under)	(313,216)	(504,998)	(549,534)	(735,557)
Wastewater – Scenario 2				
Revenue	\$1,133,031	\$1,450,832	\$1,813,540	\$2,266,925
Revenue Requirement	1,446,247	1,526,548	1,579,517	1,951,250
Wastewater Over / (Under)¹	(313,216)	(75,716)	234,024	315,676
Cumulative Over / (Under)	(313,216)	(388,932)	(154,908)	160,768

1. Any minor arithmetic deviation is due to rounding.

Reserves

As of September 2025, the water and wastewater utilities maintain approximately \$1,823,433 in cash across their respective repair and maintenance reserves. In addition, the City holds an emergency cash balance of \$575,000. The shortfall in revenue requirements under both scenarios is offset by drawing from these reserves. Under Scenario 2, rate revenues begin to generate an over-recovery in FY 2028, which is then allocated to further strengthen the reserve balances. Scenarios 1 and 2 are presented in Schedules 10-1 and 10-2, respectively.

Recommendations

Based on NewGen's experience and the analysis herein, we suggest following recommendations:

1. The City should implement the Proposed Water Rate Scenario 2 rate increases as developed by NewGen. This would ensure the water utility is generating a positive cash flow by FY 2029.
2. The City should implement the Proposed Wastewater Rate Scenario 2 rate increases as developed by NewGen. This would ensure the wastewater utility is generating a positive cash flow by FY 2029.
3. Currently, the City does not have any customers subject to wastewater strength monitoring. NewGen recommends implementing strength monitoring for any large industrial wastewater users to ensure that they are not introducing higher concentration of pollutants into the system. By monitoring these customers, the utility can track pollutant loading trends to ensure the plant stays within its strength loading limits from both a regulatory compliance standpoint, as well as to ensure a fair and equitable cost recovery from customers with higher strength wastewater.
4. There were a number of accounts with an unknown meter size. While the Project Team assumed any unknown meter to be the smallest meter size provided by the City (a $\frac{3}{4}$ " meter) to be conservative, NewGen recommends identifying unknown meter sizes to more accurately project revenue recovery and ensure that the proper rates are being charged to each customer under the proposed minimum bills.
5. NewGen recommends at some point in the future the City consider consolidating the current tiers of the inclining block water rate structure. Rather than the six tiers as shown in the current water rate structure, NewGen would recommend the City consider consolidating down to three or four tiers with larger rate increases between the blocks. This would aid in ease of billing and send clearer pricing signals to the customer as they increase their water consumption. This has become a more common practice within the water industry for the reasons just described. This is a lower priority and should only be considered once Recommendations 1 and 2 are addressed.



APPENDIX A SCHEDULES

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Appendix A

List of Schedules

Schedule 1	Test Year
Schedule 2	Existing Debt
Schedule 3	Proposed Debt
Schedule 4	Water Five-Year Forecast
Schedule 5	Wastewater Five-Year Forecast
Schedule 6	Water Over/(Under) Current Rates – CPI Adjusted
Schedule 7-1	Water Over/(Under) Under Proposed Rates – Scenario 1
Schedule 7-2	Water Over/(Under) Under Proposed Rates – Scenario 2
Schedule 8	Wastewater Over/(Under) Current Rates
Schedule 9-1	Wastewater Over/(Under) Under Proposed Rates – Scenario 1
Schedule 9-2	Wastewater Over/(Under) Under Proposed Rates – Scenario 2
Schedule 10-1	Reserves – Scenario 1
Schedule 10-2	Reserves – Scenario 2

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City of Truth or Consequences, New Mexico
Water-Wastewater Cost of Service Study
Test Year

Line No.	Account Number	Description	FY 2024 Actual	FY 2025 Budget	FY 2025 Actual	FY 2026 Budget	Adjustments	Test Year	Allocation		Test Year		Inflation Factor
									Water	WW	Water	WW	
Expenses													
	Water												
1	504-3803-40110	FULL TIME WAGES-WATER DIVISION	\$ 228,669	\$ 353,725	\$ 301,488	\$ 365,591		\$ 365,591	100%	0%	\$ 365,591	\$ -	Labor
2	504-3803-40120	TEMPORARY POSITION						-	100%	0%	-	-	Labor
3	504-3803-40125	OVERTIME WAGES-WATER DIVISION	27,992	67,600	51,877	26,000		26,000	100%	0%	26,000	-	Labor
4	504-3803-40135	STANDBY WAGES-WATER DIVISION	1,757	9,000	3,726	5,000		5,000	100%	0%	5,000	-	Labor
5	504-3803-40140	DELAYED COMPENSATION-WATER DIV	993	5,000	-	5,000		5,000	100%	0%	5,000	-	Labor
6	504-3803-41205	FICA-REGULAR-WATER DIVISION	15,866	25,300	21,669	25,085		25,085	100%	0%	25,085	-	Benefits
7	504-3803-41210	FICA-MEDICARE-WATER DIVISION	3,711	5,925	5,068	5,867		5,867	100%	0%	5,867	-	Benefits
8	504-3803-41215	PERA-WATER DIVISION	24,127	41,710	33,047	43,140		43,140	100%	0%	43,140	-	Benefits
9	504-3803-41225	HEALTH INSURANCE-WATER DIVISION	27,435	71,115	38,100	85,351		85,351	100%	0%	85,351	-	Benefits
10	504-3803-41226	RETIREE INSURANCE	9,221	11,075	9,691	10,968		10,968	100%	0%	10,968	-	Benefits
11	504-3803-41235	UNEMPLOYMENT INSURANCE-WATER...	-	2,302	2,302	700		700	100%	0%	700	-	Benefits
12	504-3803-41240	WORKER'S COMP ASSESSMENT	54	85	72	90		90	100%	0%	90	-	Benefits
13	504-3803-41785	WORKER'S COMP. PREMIUMS	1,684	3,500	2,287	-		-	100%	0%	-	-	Benefits
14	504-3803-42305	MILEAGE REIMBURSEMENT	-	-	-	-		-	100%	0%	-	-	General
15	504-3803-42310	PER DIEM-WATER DIVISION	225	-	-	6,000		6,000	100%	0%	6,000	-	General
16	504-3803-42620	UNIFORM/LINEN-WATER DIVISION	2,625	4,500	3,267	3,750		3,750	100%	0%	3,750	-	General
17	504-3803-42720	EMPLOYEE TRAINING-WATER DIVISI...	2,921	3,000	1,212	27,000		27,000	100%	0%	27,000	-	General
18	504-3803-43316	FUEL	29,413	40,750	27,646	25,000		25,000	100%	0%	25,000	-	General
19	504-3803-43317	DIESEL-WATER DIVISION						-	100%	0%	-	-	General
20	504-3803-43465	RENT OF EQUIPMENT	850	1,200	596	1,200		1,200	100%	0%	1,200	-	General
21	504-3803-43466	RENT OF LAND/BUILDING	2,153	2,500	-	2,200		2,200	100%	0%	2,200	-	General
22	504-3803-43740	PRINTING/PUBLISHING	798	1,500	813	1,500		1,500	100%	0%	1,500	-	General
23	504-3803-43770	SUBSCRIPTION/DUES	1,449	7,000	6,317	10,000		10,000	100%	0%	10,000	-	General
24	504-3803-43775	TELEPHONE	2,613	8,000	3,452	4,500		4,500	100%	0%	4,500	-	General
25	504-3803-43780	UTILITIES	140,352	179,500	172,649	-		-	100%	0%	-	-	Utilities
26	504-3803-43797	WATER CONSERVATION-WATER DIVIS...	14,906	20,000	17,191	22,000		22,000	100%	0%	22,000	-	General
27	504-3803-43815	SOFTWARE LIC/SOFTWARE UPDATE	16,426	27,500	25,467	30,000		30,000	100%	0%	30,000	-	General
28	504-3803-44605	CHEMICALS/LABORATORY TESTING	911	15,000	7,378	15,000		15,000	100%	0%	15,000	-	Chemicals
29	504-3803-44606	OFFICE SUPPLIES	1,533	3,800	2,594	3,000		3,000	100%	0%	3,000	-	General
30	504-3803-44607	FIELD SUPPLIES-WATER DIVISION	125,741	170,642	94,373	100,000		100,000	100%	0%	100,000	-	Chemicals
31	504-3803-44613	NON-CAPITAL ITEMS	1,428	-	-	-		-	100%	0%	-	-	General
32	504-3803-44615	SAFETY EQUIPMENT	5,128	10,000	9,621	10,000		10,000	100%	0%	10,000	-	General
33	504-3803-44810	EQUIPMENT & MACHINERY-WATER DIV	-	4,000	3,644	4,000		4,000	100%	0%	4,000	-	Capital
34	504-3803-45796	FRANCHISE TAX-WATER DIVISION	4,793	4,905	4,904	6,000		6,000	100%	0%	6,000	-	General
35	504-3803-46731	PROPERTY INSURANCE-WATER DIVIS...	2,346	2,500	2,500	-		-	100%	0%	-	-	General
36	504-3803-46732	GENERAL LIABILITY INSURANCE	4,576	7,000	7,000	-		-	100%	0%	-	-	General
37	504-3803-46733	VEHICLE INSURANCE	2,515	3,000	3,000	-		-	100%	0%	-	-	General
38	504-3803-46794	GOVT GROSS RECEIPTS TAX	70,404	71,291	71,291	150,000		150,000	100%	0%	150,000	-	General
39	504-3803-47415	MAINTENANCE-REPAIRS GROUNDS -...	59,841	80,000	21,670	40,000		40,000	100%	0%	40,000	-	General
40	504-3803-47420	MAINTENANCE-VEHICLE/EQUIP-WAT...	17,594	17,073	16,112	13,000		13,000	100%	0%	13,000	-	General
41	504-3803-47421	MAINTENANCE EQUIPMENT	141,036	62,190	8,793	50,000		50,000	100%	0%	50,000	-	General
42	504-3803-47425	OTHER MAINT-WATER METERS-WAT...	-	-	-	-		-	100%	0%	-	-	General
43	504-3803-47430	EMERGENCY REPAIRS	-	-	-	-		-	100%	0%	-	-	General
44	504-3803-48596	AUDIT CONTRACT	9,710	9,710	9,710	-		-	100%	0%	-	-	General
45	504-3803-48598	PROFESSIONAL SERVICES	86,386	100,000	60,370	50,000		50,000	100%	0%	50,000	-	General
46	504-3803-48599	OTHER CONTRACTUAL SERVICES	-	-	-	-		-	100%	0%	-	-	General
47	504-3803-49930	TRANSFER OUT	681,276	5,212,518	812,517	517,000	(372,650)	144,350	100%	0%	144,350	-	General 1,2
48	504-3803-80810	OTHER CAPITAL EQUIPMENT-VEHICL...	22,580	-	-	60,000		60,000	100%	0%	60,000	-	Capital

City of Truth or Consequences, New Mexico
Water-Wastewater Cost of Service Study
Test Year

Line No.	Account Number	Description	FY 2024		FY 2025		FY 2025		Adjustments	Test Year	Allocation		Test Year		Inflation Factor
			Actual	Budget	Actual	Budget	Actual	Budget			Water	WW	Water	WW	
49	504-3803-80845	CAPITAL IMPROVEMENTS EQUIPM.	-	30,000	28,724	-	-	-	-	-	100%	0%	-	-	Capital
50	504-3803-43595	INSURANCE, UTILITY, & MAINT	-	-	-	229,500	-	-	229,500	-	100%	0%	229,500	-	Capital
51	504-3803-43403	REGULAR BUILDING MAINTEN	206	-	-	-	-	-	-	-	100%	0%	-	-	None
52	Total Water Expense		\$ 1,794,245	\$ 6,695,416	\$ 1,892,136	\$ 1,953,442	\$ (372,650)	\$ 1,580,792					\$ 1,580,792	\$ -	
Wastewater															
53	506-4005-40110	FULL TIME WAGES-WASTEWATER DIV...	\$ 249,173	\$ 168,415	\$ 164,938	\$ 230,558	-	-	\$ 230,558	0%	100%	\$ -	\$ 230,558	Labor	
54	506-4005-40115	PART TIME WAGES-WASTEWATER DI...	-	-	-	-	-	-	-	0%	100%	-	-	Labor	
55	506-4005-40125	OVERTIME WAGES-WASTEWATER DIV...	34,813	25,000	11,225	25,000	-	-	25,000	0%	100%	-	25,000	Labor	
56	506-4005-40135	STANDBY WAGES-WASTEWATER DIVI...	3,624	10,000	1,774	10,000	-	-	10,000	0%	100%	-	10,000	Labor	
57	506-4005-40140	DELAYED COMPENSATION-WASTEW...	1,977	2,090	2,090	1,000	-	-	1,000	0%	100%	-	1,000	Labor	
58	506-4005-41205	FICA-REGULAR-WASTEWATER DIVISI...	17,432	18,625	10,766	16,527	-	-	16,527	0%	100%	-	16,527	Benefits	
59	506-4005-41210	FICA-MEDICARE-WASTEWATER DIVIS...	4,077	4,355	2,518	3,865	-	-	3,865	0%	100%	-	3,865	Benefits	
60	506-4005-41215	PERA-WASTEWATER DIVISION	26,278	29,765	18,109	27,206	-	-	27,206	0%	100%	-	27,206	Benefits	
61	506-4005-41225	HEALTH INSURANCE-WASTEWATER D...	47,443	64,786	33,790	87,258	-	-	87,258	0%	100%	-	87,258	Benefits	
62	506-4005-41226	RETIREE INSURANCE	4,796	8,650	3,926	6,917	-	-	6,917	0%	100%	-	6,917	Benefits	
63	506-4005-41235	UNEMPLOYMENT INSURANCE-WAST...	-	3,598	3,597	1,100	-	-	1,100	0%	100%	-	1,100	Benefits	
64	506-4005-41240	WORKER'S COMP ASSESSMENT	54	80	36	65	-	-	65	0%	100%	-	65	Benefits	
65	506-4005-41785	WORKER'S COMP. PREMIUMS	2,731	3,000	1,143	-	-	-	-	0%	100%	-	-	Benefits	
66	506-4005-42305	MILEAGE REIMBURSEMENT	-	-	-	-	-	-	-	0%	100%	-	-	General	
67	506-4005-42310	PER DIEM-WASTEWATER DIVISION	320	-	-	-	-	-	-	0%	100%	-	-	General	
68	506-4005-42620	UNIFORM/LINEN-WASTEWATER DIVIS...	3,354	2,500	1,930	4,375	-	-	4,375	0%	100%	-	4,375	General	
69	506-4005-42720	EMPLOYEE TRAINING-WASTEWATER ...	2,191	1,547	1,547	12,300	-	-	12,300	0%	100%	-	12,300	General	
70	506-4005-43316	FUEL	11,738	12,000	8,855	12,000	-	-	12,000	0%	100%	-	12,000	General	
71	506-4005-43317	DIESEL FUEL-WASTEWATER DIVISION	-	-	-	-	-	-	-	0%	100%	-	-	General	
72	506-4005-43416	O & M PURCHASES-WASTEWATER DIV	-	-	-	-	-	-	-	0%	100%	-	-	General	
73	506-4005-43465	RENT OF EQUIPMENT	4,508	7,600	6,078	8,000	-	-	8,000	0%	100%	-	8,000	General	
74	506-4005-43735	POSTAGE & MAIL SERVICES	-	-	-	-	-	-	-	0%	100%	-	-	General	
75	506-4005-43740	PRINTING/PUBLISHING	798	2,000	41	2,000	-	-	2,000	0%	100%	-	2,000	General	
76	506-4005-43770	SUBSCRIPTION & DUES	278	6,164	5,001	6,000	-	-	6,000	0%	100%	-	6,000	General	
77	506-4005-43775	TELEPHONE	4,951	5,150	4,895	5,500	-	-	5,500	0%	100%	-	5,500	General	
78	506-4005-43780	UTILITIES	151,672	195,524	193,212	-	-	-	-	0%	100%	-	-	General	
79	506-4005-43815	SOFTWARE LIC/SOFTWARE UPDATE	13,095	17,000	14,478	17,000	-	-	17,000	0%	100%	-	17,000	Utilities	
80	506-4005-44605	CHEMICALS/LABORATORY TESTING	16,741	93,122	57,085	50,000	-	-	50,000	0%	100%	-	50,000	Chemicals	
81	506-4005-44606	OFFICE SUPPLIES	3,118	3,500	2,096	3,500	-	-	3,500	0%	100%	-	3,500	General	
82	506-4005-44607	FIELD SUPPLIES-WASTEWATER DIVISI...	53,811	40,000	30,319	30,000	-	-	30,000	0%	100%	-	30,000	General	
83	506-4005-44613	NON-CAPITAL ITEMS	1,193	5,000	1,921	5,000	-	-	5,000	0%	100%	-	5,000	General	
84	506-4005-44615	SAFETY EQUIPMENT	4,257	8,000	7,426	8,000	-	-	8,000	0%	100%	-	8,000	General	
85	506-4005-46731	PROPERTY INSURANCE-WASTERWAT...	4,009	4,500	4,500	-	-	-	-	0%	100%	-	-	General	
86	506-4005-46732	GENERAL LIABILITY INSURANCE	4,254	6,000	6,000	-	-	-	-	0%	100%	-	-	General	
87	506-4005-46733	VEHICLE INSURANCE	1,881	2,500	2,500	-	-	-	-	0%	100%	-	-	General	
88	506-4005-46794	GOVT GROSS RECEIPTS TAX	57,341	59,387	59,386	70,000	-	-	70,000	0%	100%	-	70,000	General	
89	506-4005-47415	MAINTENANCE-REPAIRS GROUNDS -...	37,106	40,000	33,470	40,000	-	-	40,000	0%	100%	-	40,000	General	
90	506-4005-47420	MAINTENANCE-VEHICLE/EQUIP-WAS...	29,964	28,022	26,362	25,000	-	-	25,000	0%	100%	-	25,000	General	
91	506-4005-47425	OTHER MAINTENANCE-WASTEWATER...	15,298	44,000	16,415	20,000	-	-	20,000	0%	100%	-	20,000	General	
92	506-4005-47430	EMERGENCY REPAIRS	-	-	-	-	-	-	-	0%	100%	-	-	General	
93	506-4005-48596	AUDIT CONTRACT	9,710	9,710	9,710	10,000	-	-	10,000	0%	100%	-	10,000	General	
94	506-4005-48598	PROFESSIONAL SERVICES	134,061	99,377	63,326	75,000	-	-	75,000	0%	100%	-	75,000	General	
95	506-4005-48599	OTHER CONTRACTUAL SERVICES	51,259	11,365	-	60,000	-	-	60,000	0%	100%	-	60,000	General	
96	506-4005-48798	VILLAGE OF WILLIAMSBURG-WASTE...	49,567	50,000	46,071	45,000	-	-	45,000	0%	100%	-	45,000	General	
97	506-4005-49930	TRANSFER OUT	121,450	624,865	288,924	242,076	(78,239)	-	163,837	0%	100%	-	163,837	General	3
98	506-4005-80810	OTHER CAPITAL EQUIPMENT-VEHICL...	47,494	-	-	35,000	-	-	35,000	0%	100%	-	35,000	Capital	

City of Truth or Consequences, New Mexico
Water-Wastewater Cost of Service Study
Test Year

Line No.	Account Number	Description	FY 2024		FY 2025		FY 2026		Adjustments	Test Year	Allocation		Test Year		Inflation Factor
			Actual	Budget	Actual	Budget	Actual	Budget			Water	WW	Water	WW	
99	506-4005-80845	CAPITAL IMPROVEMENTS EQUIPMENT	-	95,455	95,454	30,000			30,000	0%	100%	-	30,000	Capital	
100	506-4005-44810	EQUIPMENT & MACHINERY	2,427	3,443	3,253	5,000			5,000	0%	100%	-	5,000	Capital	
101	506-4005-43595	INSURANCE, UTILTY, & MAINT	-	-	-	270,000			270,000	0%	100%	-	270,000	Capital	
102	Total Sewer Expense		\$ 1,230,242	\$ 1,816,095	\$ 1,244,167	\$ 1,500,247	\$ (78,239)		\$ 1,422,008			\$ -	\$ 1,422,008		
103	Existing Debt Service														
104		Water	\$ -	\$ -	\$ -			\$ 372,650	\$ 372,650	100%	0%	\$ 372,650	\$ -	None	
105		Wastewater	-	-	-			78,239	78,239	0%	100%	-	78,239	None	
106	Total Existing Debt		\$ -	\$ -	\$ -	\$ -	\$ -	\$ 450,889	\$ 450,889			\$ 372,650	\$ 78,239		
107	Proposed Debt Service														
108		Water	\$ -	\$ -	\$ -				\$ -	100%	0%	\$ -	\$ -	None	
109		Wastewater	-	-	-				-	0%	100%	-	-	None	
110	Total Proposed Debt		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			\$ -	\$ -		
111	Capital Improvement Plan														
112		Water	\$ -	\$ -	\$ -			\$ -	\$ -	100%	0%	\$ -	\$ -	None	
113		Wastewater	-	-	-			-	-	0%	100%	-	-	None	
114	Total CIP		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			\$ -	\$ -		
115	Pay As You Go														
116		Water	\$ -	\$ -	\$ -			\$ 50,000	\$ 50,000	100%	0%	\$ 50,000	\$ -	None	
117		Wastewater	-	-	-			50,000	50,000	0%	100%	-	50,000	None	
118	Total PAYG		\$ -	\$ -	\$ -	\$ -	\$ -	\$ 100,000	\$ 100,000			\$ 50,000	\$ 50,000		
119	TOTAL EXPENSES		\$ 3,024,487	\$ 8,511,511	\$ 3,136,304	\$ 3,453,689	\$ 100,000		\$ 3,553,689			\$ 2,003,442	\$ 1,550,247		
Revenues															
Water															
120	504-3803-30153	GOVERNMENTAL GROSS RECEIPTS-WA	\$ 70,009	\$ 65,000	\$ 70,769	\$ 150,000			\$ 150,000	100%	0%	\$ 150,000	\$ -	None	
121	504-3803-34523	UTILITIES SERVICES-WATER DIVISION	1,654,870	1,500,500	1,631,784	1,700,000	(1,700,000)		-	100%	0%	-	-	None	
122	504-3803-34533	UTILITIES SVC CONN-WATER DIVISION	9,328	10,000	8,641	10,000			10,000	100%	0%	10,000	-	None	
123	504-3803-34553	NEW INSTALLATIONS-WATER DIVISI...	48,389	20,000	14,712	20,000			20,000	100%	0%	20,000	-	None	
124	504-3803-34773	M&J CONSTRUCTION WATER DIVISION	19,629	-	1,586	100			100	100%	0%	100	-	None	
125	504-3803-35543	NON-PAYMENT PENALTY 8%-WATER ...	5,356	4,500	5,249	4,500			4,500	100%	0%	4,500	-	None	
126	504-3803-37374	SURPLUS AUCTION PROCEEDS	-	-	-	-			-	100%	0%	-	-	None	
127	504-3803-39935	TRANSFER IN	-	4,400,000	-	-			-	100%	0%	-	-	None	
128	504-3803-37390	PROPERTY SALES	2,256	-	-	-			-	100%	0%	-	-	None	
129	504-3803-38372	INSURANCE RECOVERIES	22,395	573	573	-			-	100%	0%	-	-	None	
130	Total Water Revenue		\$ 1,832,234	\$ 6,000,573	\$ 1,733,314	\$ 1,884,600	\$ (1,700,000)		\$ 184,600			\$ 184,600	\$ -		
Wastewater															
131	506-4005-30155	GOVT. GROSS RECEIPTS-SW-JT UTILITY	\$ 56,639	\$ 50,000	\$ 58,927	\$ 70,000			\$ 70,000	0%	100%	\$ -	\$ 70,000	None	
132	506-4005-34355	OTHER CHARGES FOR SERVICE	27,820	15,000	34,162	26,000			26,000	0%	100%	-	26,000	None	
133	506-4005-34525	UTILITIES SERVICES-SW-WASTEWATER	1,296,112	1,175,000	1,333,544	1,300,000	(1,300,000)		-	0%	100%	-	-	None	
134	506-4005-34555	NEW INSTALLATIONS-SEWER-WAST...	8,997	7,500	6,502	5,000			5,000	0%	100%	-	5,000	None	
135	506-4005-35545	NON-PAYMENT PENALTY 8%-WASTE...	3,083	3,500	2,493	3,000			3,000	0%	100%	-	3,000	None	
136	506-4005-37374	SURPLUS AUCTION PROCEEDS	-	-	-	-			-	0%	100%	-	-	None	
137	506-4005-37385	JOINT POWER AGREEMENTS INCOME	-	-	-	-			-	0%	100%	-	-	None	
138	506-4005-38372	REIMBURSEMENTS/REFUNDS	-	-	-	-			-	0%	100%	-	-	None	
139	506-4005-39935	TRANSFER IN	-	305,400	-	-			-	0%	100%	-	-	None	
140	506-4005-37381	COMPOST REVENUE	75	-	-	-			-	0%	100%	-	-	None	
141	Total Sewer Revenue		\$ 1,392,726	\$ 1,556,400	\$ 1,435,629	\$ 1,404,000	\$ (1,300,000)		\$ 104,000			\$ -	\$ 104,000		

City of Truth or Consequences, New Mexico
Water-Wastewater Cost of Service Study
Test Year

Line No.	Account Number	Description	FY 2024 Actual	FY 2025 Budget	FY 2025 Actual	FY 2026 Budget	Adjustments	Test Year	Allocation		Test Year		Inflation Factor
									Water	WW	Water	WW	
142	TOTAL Revenue		\$ 3,224,960	\$ 7,556,973	\$ 3,168,943	\$ 3,288,600	\$ (3,000,000)	\$ 288,600			\$ 184,600	\$ 104,000	
143	REVENUE REQUIRMENT		\$ (200,473)	\$ 954,538	\$ (32,639)	\$ 165,089	\$ 3,100,000	\$ 3,265,089			\$ 1,818,842	\$ 1,446,247	

Footnotes:

- 1 Transfer out broken out between water debt and general fund. Water debt adjusted out and input on line 104.
- 2 FY 2026 Budget value adjusted to include transfer for exisiting debt service.
- 3 Transfer out broken out between wastewater debt and general fund. Wastewater debt adjusted out and input on line 105.
- 4 \$50,000 included to be put aside for pay as you go projects.
- 5 To be calculated in revenue reconciliation.

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Existing Debt

Line No.	Item Description	FY 2025	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029	Allocation						
							W	WW					
1	Water												
2	Ground Storage Tanks: TorC 17 WPF-829												
3	Principal	\$	12,911	\$	12,943	\$	12,976	\$	13,008	\$	13,041	100%	0%
4	Interest		228		195		163		131		98	100%	0%
5	Subtotal	\$	13,139	\$	13,138	\$	13,139	\$	13,139	\$	13,139		
6	Ground Storage Tanks: TorC 18 PPRF-2613												
7	Principal	\$	8,287	\$	8,287	\$	8,287	\$	8,287	\$	8,287	100%	0%
8	Interest		-		-		-		-		-	100%	0%
9	Subtotal	\$	8,287	\$	8,287	\$	8,287	\$	8,287	\$	8,287		
10	Refinanced Util Bonds 95, 96, 98: TorC 19 PPRF-2737												
11	Principal	\$	68,240	\$	70,239	\$	72,371	\$	74,639	\$	77,078	100%	0%
12	Interest		22,945		20,946		18,814		16,546		14,107	100%	0%
13	Subtotal	\$	91,185	\$	91,185	\$	91,185	\$	91,185	\$	91,185		
14	Per & Asset Management Plan: TorC 22 WPF-892												
15	Principal	\$	3,305	\$	3,313	\$	3,322	\$	3,330	\$	3,338	100%	0%
16	Interest		75		67		59		50		42	100%	0%
17	Subtotal	\$	3,380	\$	3,380	\$	3,381	\$	3,380	\$	3,380		
18	Waterline Replacement: CIF-6441												
19	Principal	\$	-	\$	-	\$	19,972	\$	21,613	\$	21,667	100%	0%
20	Interest		-		-		2,692		1,050		996	100%	0%
21	Subtotal	\$	-	\$	-	\$	22,664	\$	22,663	\$	22,663		
22	Municipal Water System PER: CIF-4927												
23	Principal	\$	458	\$	458	\$	458	\$	458	\$	458	100%	0%
24	Interest		-		-		-		-		-	100%	0%
25	Subtotal	\$	458	\$	458	\$	458	\$	458	\$	458		
26	Waterline Replacement: CIF-6323												
27	Principal	\$	-	\$	-	\$	78,116	\$	78,312	\$	78,508	100%	0%
28	Interest		1,267		4,000		4,000		3,805		3,609	100%	0%
29	Subtotal	\$	1,267	\$	4,000	\$	82,116	\$	82,117	\$	82,117		
30	Booster System Improvements: WPF-5089												
31	Principal	\$	13,058	\$	13,026	\$	12,994	\$	12,962	\$	12,930	100%	0%
32	Interest		150		182		214		246		278	100%	0%
33	Subtotal	\$	13,208	\$	13,208	\$	13,208	\$	13,208	\$	13,208		
34	Water System Improvements PH2: CIF-5550												
35	Principal	\$	2,500	\$	2,500	\$	2,500	\$	2,500	\$	2,500	100%	0%
36	Interest		-		-		-		-		-	100%	0%
37	Subtotal	\$	2,500	\$	2,500	\$	2,500	\$	2,500	\$	2,500		
38	MSD Water System Improvements: USDA WSI-MSD 5,487,000												
39	Principal	\$	90,265	\$	92,043	\$	94,018	\$	95,887	\$	98,241	100%	0%
40	Interest		113,855		112,077		110,102		108,233		105,879	100%	0%
41	Subtotal	\$	204,120	\$	204,120	\$	204,120	\$	204,120	\$	204,120		
42	Construction & Operation of Drinking Water Systems: DW-4794												
43	Principal	\$	25,657	\$	30,887	\$	30,965	\$	31,042	\$	31,119	100%	0%
44	Interest		1,363		1,487		1,410		1,333		1,255	100%	0%
45	Subtotal	\$	27,021	\$	32,374	\$	32,375	\$	32,374	\$	32,374		
46	Total Water Debt	\$	364,564	\$	372,650	\$	473,432	\$	473,431	\$	473,431		

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Existing Debt

Line No.	Item Description	FY 2025	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029	Allocation						
							W	WW					
47	Wastewater												
48	Waste Water System Improvements: TorC 24 CIF-3171												
49	Principal	\$	3,846	\$	3,846	\$	3,846	\$	3,846	0%	100%		
50	Interest		-		-		-		-	0%	100%		
51	Subtotal	\$	3,846	\$	3,846	\$	3,846	\$	3,846				
52	WWTP Phase 2B: USDA 92-12 715000												
53	Principal	\$	13,910	\$	14,136	\$	14,366	\$	14,573	0%	100%		
54	Interest		10,543		10,317		10,087		9,880	0%	100%		
55	Subtotal	\$	24,453	\$	24,453	\$	24,453	\$	24,453				
56	USDA WWTP Phase 2B: USDA 92-19 315000												
57	Principal	\$	5,640	\$	5,760	\$	5,883	\$	5,992	0%	100%		
58	Interest		6,132		6,012		5,889		5,780	0%	100%		
59	Subtotal	\$	11,772	\$	11,772	\$	11,772	\$	11,772				
60	WW Design & Construction Phase 2A: TorC 27 CIF-3364												
61	Principal	\$	3,867	\$	3,866	\$	3,866	\$	3,866	0%	100%		
62	Interest		-		-		-		-	0%	100%		
63	Subtotal	\$	3,867	\$	3,866	\$	3,866	\$	3,866				
64	Joint Utility System Improvement: USDA 910000												
65	Principal	\$	17,000	\$	17,000	\$	18,000	\$	18,000	0%	100%		
66	Interest		17,685		17,302		16,920		16,515	0%	100%		
67	Subtotal	\$	34,685	\$	34,302	\$	34,920	\$	34,515				
68	WWTP Bar Screen Replace: CIF-6442												
69	Principal	\$	-	\$	-	\$	1,386	\$	1,500	0%	100%		
70	Interest		-		-		187		73	0%	100%		
71	Subtotal	\$	-	\$	-	\$	1,573	\$	1,573				
72	WWTP Facility Construction: NMED 473,000												
73	Principal				\$	21,066	\$	21,319	\$	21,575	0%	100%	
74	Interest					5,676		5,423		5,167	0%	100%	
75	Subtotal	\$	-	\$	-	\$	26,742	\$	26,742	\$	26,742		
76	Total WW Debt	\$	78,623	\$	78,239	\$	107,172	\$	106,767	\$	107,363		
77	Total DEBT	\$	443,187	\$	450,889	\$	580,605	\$	580,198	\$	580,793		
78	DEBT SUMMARY												
79	Water	\$	364,564	\$	372,650	\$	473,432	\$	473,431	\$	473,431		
80	Wastewater		78,623		78,239		107,172		106,767		107,363		
81	Total Debt	\$	443,187	\$	450,889	\$	580,605	\$	580,198	\$	580,793		

City of Truth or Consequences, New Mexico
Water and Wastewater Cost of Service and Rate Design Study
Proposed Debt

Line No.	Description	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
1	Wastewater Debt Funded Projects				
2	Wastewater Treatment Plant Improvements				\$ 5,000,000
3	Total WW-Debt Funding	\$ -	\$ -	\$ -	\$ 5,000,000
4	Wastewater Treatment Plant Improvements				
5	Year of Issue				FY 2029
6	Issue Amount	\$ -	\$ -	\$ -	\$ 315,674
7	Bond Issuance & Fees				
8	Total Issue Amount				
9	Issuance Cost				2.00%
10	Interest Rate				2.125%
11	Term (Years)				20
12	Annual Payment				\$ 315,674
13	First Payment in Year of Issue?				Yes
14	Total Annual Wastewater Proposed Debt	\$ -	\$ -	\$ -	\$ 315,674
15	Total Annual W-WW Proposed Debt	\$ -	\$ -	\$ -	\$ 315,674

City of Truth or Consequences, New Mexico
Water-Wastewater Cost of Service Study
Water Five-Year Forecast

Line No.	Account Number	Description	Test Year	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029	Inflation Factor
Expenses								
	Water							
1	504-3803-40110	FULL TIME WAGES-WATER DIVISION	\$ 365,591	\$ 365,591	\$ 380,215	\$ 395,423	\$ 411,240	Labor
2	504-3803-40120	TEMPORARY POSITION	-	-	-	-	-	Labor
3	504-3803-40125	OVERTIME WAGES-WATER DIVISION	26,000	26,000	27,040	28,122	29,246	Labor
4	504-3803-40135	STANDBY WAGES-WATER DIVISION	5,000	5,000	5,200	5,408	5,624	Labor
5	504-3803-40140	DELAYED COMPENSATION-WATER DIV	5,000	5,000	5,200	5,408	5,624	Labor
6	504-3803-41205	FICA-REGULAR-WATER DIVISION	25,085	25,085	26,088	27,132	28,217	Benefits
7	504-3803-41210	FICA-MEDICARE-WATER DIVISION	5,867	5,867	6,102	6,346	6,600	Benefits
8	504-3803-41215	PERA-WATER DIVISION	43,140	43,140	44,866	46,660	48,527	Benefits
9	504-3803-41225	HEALTH INSURANCE-WATER DIVISION	85,351	85,351	88,765	92,316	96,008	Benefits
10	504-3803-41226	RETIREE INSURANCE	10,968	10,968	11,407	11,863	12,338	Benefits
11	504-3803-41235	UNEMPLOYMENT INSURANCE-WATER...	700	700	728	757	787	Benefits
12	504-3803-41240	WORKER'S COMP ASSESSMENT	90	90	94	97	101	Benefits
13	504-3803-41785	WORKER'S COMP. PREMIUMS	-	-	-	-	-	Benefits
14	504-3803-42305	MILEAGE REIMBURSEMENT	-	-	-	-	-	General
15	504-3803-42310	PER DIEM-WATER DIVISION	6,000	6,000	6,150	6,304	6,461	General
16	504-3803-42620	UNIFORM/LINEN-WATER DIVISION	3,750	3,750	3,844	3,940	4,038	General
17	504-3803-42720	EMPLOYEE TRAINING-WATER DIVISI...	27,000	27,000	27,675	28,367	29,076	General
18	504-3803-43316	FUEL	25,000	25,000	25,625	26,266	26,922	General
19	504-3803-43317	DIESEL-WATER DIVISION	-	-	-	-	-	General
20	504-3803-43465	RENT OF EQUIPMENT	1,200	1,200	1,230	1,261	1,292	General
21	504-3803-43466	RENT OF LAND/BUILDING	2,200	2,200	2,255	2,311	2,369	General
22	504-3803-43740	PRINTING/PUBLISHING	1,500	1,500	1,538	1,576	1,615	General
23	504-3803-43770	SUBSCRIPTION/DUES	10,000	10,000	10,250	10,506	10,769	General
24	504-3803-43775	TELEPHONE	4,500	4,500	4,613	4,728	4,846	General
25	504-3803-43780	UTILITIES	-	-	-	-	-	Utilities
26	504-3803-43797	WATER CONSERVATION-WATER DIVIS...	22,000	22,000	22,550	23,114	23,692	General
27	504-3803-43815	SOFTWARE LIC/SOFTWARE UPDATE	30,000	30,000	30,750	31,519	32,307	General
28	504-3803-44605	CHEMICALS/LABORATORY TESTING	15,000	15,000	15,600	16,224	16,873	Chemicals
29	504-3803-44606	OFFICE SUPPLIES	3,000	3,000	3,075	3,152	3,231	General
30	504-3803-44607	FIELD SUPPLIES-WATER DIVISION	100,000	100,000	104,000	108,160	112,486	Chemicals
31	504-3803-44613	NON-CAPITAL ITEMS	-	-	-	-	-	General
32	504-3803-44615	SAFETY EQUIPMENT	10,000	10,000	10,250	10,506	10,769	General
33	504-3803-44810	EQUIPMENT & MACHINERY-WATER DIV	4,000	4,000	4,200	4,410	4,631	Capital
34	504-3803-45796	FRANCHISE TAX-WATER DIVISION	6,000	6,000	6,150	6,304	6,461	General
35	504-3803-46731	PROPERTY INSURANCE-WATER DIVIS...	-	-	-	-	-	General
36	504-3803-46732	GENERAL LIABILITY INSURANCE	-	-	-	-	-	General
37	504-3803-46733	VEHICLE INSURANCE	-	-	-	-	-	General
38	504-3803-46794	GOVT GROSS RECEIPTS TAX	150,000	150,000	153,750	157,594	161,534	General
39	504-3803-47415	MAINTENANCE--REPAIRS GROUNDS -...	40,000	40,000	41,000	42,025	43,076	General
40	504-3803-47420	MAINTENANCE-VEHICLE/EQUIP-WAT...	13,000	13,000	13,325	13,658	14,000	General
41	504-3803-47421	MAINTENANCE EQUIPMENT	50,000	50,000	51,250	52,531	53,845	General
42	504-3803-47425	OTHER MAINT-WATER METERS-WAT...	-	-	-	-	-	General
43	504-3803-47430	EMERGENCY REPAIRS	-	-	-	-	-	General
44	504-3803-48596	AUDIT CONTRACT	-	-	-	-	-	General
45	504-3803-48598	PROFESSIONAL SERVICES	50,000	50,000	51,250	52,531	53,845	General
46	504-3803-48599	OTHER CONTRACTUAL SERVICES	-	-	-	-	-	General
47	504-3803-49930	TRANSFER OUT	144,350	144,350	147,959	151,658	155,449	General
48	504-3803-80810	OTHER CAPITAL EQUIPMENT-VEHICL...	60,000	60,000	63,000	66,150	69,458	Capital
49	504-3803-80845	CAPITAL IMPROVEMENTS EQUIPM.	-	-	-	-	-	Capital
50	504-3803-43595	INSURANCE, UTILITY, & MAINT	229,500	229,500	240,975	253,024	265,675	Capital
52	Total Water Expense		\$ 1,580,792	\$ 1,580,792	\$ 1,637,966	\$ 1,697,349	\$ 1,759,031	
103	Existing Debt Service							
104	Water		\$ 372,650	\$ 372,650	\$ 473,432	\$ 473,431	\$ 473,431	None
105	Wastewater		-	-	-	-	-	None
106	Total Existing Debt		\$ 372,650	\$ 372,650	\$ 473,432	\$ 473,431	\$ 473,431	
107	Proposed Debt Service							
108	Water		\$ -	\$ -	\$ -	\$ -	\$ -	None
109	Wastewater		-	-	-	-	-	None
110	Total Proposed Debt		\$ -	\$ -	\$ -	\$ -	\$ -	

City of Truth or Consequences, New Mexico
Water-Wastewater Cost of Service Study
Water Five-Year Forecast

Line No.	Account Number	Description	Test Year	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029	Inflation Factor
111	Capital Improvement Plan							
112		Water	\$ -	\$ -	\$ -	\$ -	\$ -	None
113		Wastewater	-	-	-	-	-	None
114	Total CIP		\$ -	\$ -	\$ -	\$ -	\$ -	
115	Pay As You Go							
116		Water	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	None
117		Wastewater	-	-	-	-	-	None
118	Total PAYG		\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	
119	TOTAL EXPENSES		\$ 2,003,442	\$ 2,003,442	\$ 2,161,399	\$ 2,220,780	\$ 2,282,462	
Revenues								
	Water							
120	504-3803-30153	GOVERNMENTAL GROSS RECEIPTS-WA	\$ 150,000	\$ 150,000	\$ 150,000	\$ 150,000	\$ 150,000	None
121	504-3803-34523	UTILITIES SERVICES-WATER DIVISION	-	-	-	-	-	None
122	504-3803-34533	UTILITIES SVC CONN-WATER DIVISION	10,000	10,000	10,000	10,000	10,000	None
123	504-3803-34553	NEW INSTALLATIONS-WATER DIVISI...	20,000	20,000	20,000	20,000	20,000	None
124	504-3803-34773	M&J CONSTRUCTION WATER DIVISION	100	100	100	100	100	None
125	504-3803-35543	NON-PAYMENT PENALTY 8%-WATER ...	4,500	4,500	4,500	4,500	4,500	None
126	504-3803-37374	SURPLUS AUCTION PROCEEDS	-	-	-	-	-	None
127	504-3803-39935	TRANSFER IN	-	-	-	-	-	None
128	504-3803-37390	PROPERTY SALES	-	-	-	-	-	None
130	Total Water Revenue		\$ 184,600	\$ 184,600	\$ 184,600	\$ 184,600	\$ 184,600	
142	TOTAL Revenue		\$ 184,600	\$ 184,600	\$ 184,600	\$ 184,600	\$ 184,600	
143	REVENUE REQUIRMENT		\$ 1,818,842	\$ 1,818,842	\$ 1,976,799	\$ 2,036,180	\$ 2,097,862	

City of Truth or Consequences, New Mexico
Water-Wastewater Cost of Service Study
Wastewater Five-Year Forecast

Line No.	Account Number	Description	Test Year	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029	Inflation Factor
Expenses								
Wastewater								
53	506-4005-40110	FULL TIME WAGES-WASTEWATER DIV...	\$ 230,558	\$ 230,558	\$ 239,780	\$ 249,372	\$ 259,346	Labor
54	506-4005-40115	PART TIME WAGES-WASTEWATER DI...	-	-	-	-	-	Labor
55	506-4005-40125	OVERTIME WAGES-WASTEWATER DIV...	25,000	25,000	26,000	27,040	28,122	Labor
56	506-4005-40135	STANDBY WAGES-WASTEWATER DIVI...	10,000	10,000	10,400	10,816	11,249	Labor
57	506-4005-40140	DELAYED COMPENSATION-WASTEW...	1,000	1,000	1,040	1,082	1,125	Labor
58	506-4005-41205	FICA-REGULAR-WASTEWATER DIVISI...	16,527	16,527	17,188	17,876	18,591	Benefits
59	506-4005-41210	FICA-MEDICARE-WASTEWATER DIVIS...	3,865	3,865	4,020	4,180	4,348	Benefits
60	506-4005-41215	PERA-WASTEWATER DIVISION	27,206	27,206	28,294	29,426	30,603	Benefits
61	506-4005-41225	HEALTH INSURANCE-WASTEWATER D...	87,258	87,258	90,748	94,378	98,153	Benefits
62	506-4005-41226	RETIREE INSURANCE	6,917	6,917	7,194	7,481	7,781	Benefits
63	506-4005-41235	UNEMPLOYMENT INSURANCE-WAST...	1,100	1,100	1,144	1,190	1,237	Benefits
64	506-4005-41240	WORKER'S COMP ASSESSMENT	65	65	68	70	73	Benefits
65	506-4005-41785	WORKER'S COMP. PREMIUMS	-	-	-	-	-	Benefits
66	506-4005-42305	MILEAGE REIMBURSEMENT	-	-	-	-	-	General
67	506-4005-42310	PER DIEM-WASTEWATER DIVISION	-	-	-	-	-	General
68	506-4005-42620	UNIFORM/LINEN-WASTEWATER DIVIS...	4,375	4,375	4,484	4,596	4,711	General
69	506-4005-42720	EMPLOYEE TRAINING-WASTEWATER ...	12,300	12,300	12,608	12,923	13,246	General
70	506-4005-43316	FUEL	12,000	12,000	12,300	12,608	12,923	General
71	506-4005-43317	DIESEL FUEL-WASTEWATER DIVISION	-	-	-	-	-	General
72	506-4005-43416	O & M PURCHASES-WASTEWATER DIV	-	-	-	-	-	General
73	506-4005-43465	RENT OF EQUIPMENT	8,000	8,000	8,200	8,405	8,615	General
74	506-4005-43735	POSTAGE & MAIL SERVICES	-	-	-	-	-	General
75	506-4005-43740	PRINTING/PUBLISHING	2,000	2,000	2,050	2,101	2,154	General
76	506-4005-43770	SUBSCRIPTION & DUES	6,000	6,000	6,150	6,304	6,461	General
77	506-4005-43775	TELEPHONE	5,500	5,500	5,638	5,778	5,923	General
78	506-4005-43780	UTILITIES	-	-	-	-	-	General
79	506-4005-43815	SOFTWARE LIC/SOFTWARE UPDATE	17,000	17,000	17,850	18,743	19,680	Utilities
80	506-4005-44605	CHEMICALS/LABORATORY TESTING	50,000	50,000	52,000	54,080	56,243	Chemicals
81	506-4005-44606	OFFICE SUPPLIES	3,500	3,500	3,588	3,677	3,769	General
82	506-4005-44607	FIELD SUPPLIES-WASTEWATER DIVISI...	30,000	30,000	30,750	31,519	32,307	General
83	506-4005-44613	NON-CAPITAL ITEMS	5,000	5,000	5,125	5,253	5,384	General
84	506-4005-44615	SAFETY EQUIPMENT	8,000	8,000	8,200	8,405	8,615	General
85	506-4005-46731	PROPERTY INSURANCE-WASTERWAT...	-	-	-	-	-	General
86	506-4005-46732	GENERAL LIABILITY INSURANCE	-	-	-	-	-	General
87	506-4005-46733	VEHICLE INSURANCE	-	-	-	-	-	General
88	506-4005-46794	GOVT GROSS RECEIPTS TAX	70,000	70,000	71,750	73,544	75,382	General
89	506-4005-47415	MAINTENANCE--REPAIRS GROUNDS -...	40,000	40,000	41,000	42,025	43,076	General
90	506-4005-47420	MAINTENANCE-VEHICLE/EQUIP-WAS...	25,000	25,000	25,625	26,266	26,922	General
91	506-4005-47425	OTHER MAINTENANCE-WASTEWATER...	20,000	20,000	20,500	21,013	21,538	General
92	506-4005-47430	EMERGENCY REPAIRS	-	-	-	-	-	General
93	506-4005-48596	AUDIT CONTRACT	10,000	10,000	10,250	10,506	10,769	General
94	506-4005-48598	PROFESSIONAL SERVICES	75,000	75,000	76,875	78,797	80,767	General
95	506-4005-48599	OTHER CONTRACTUAL SERVICES	60,000	60,000	61,500	63,038	64,613	General
96	506-4005-48798	VILLAGE OF WILLIAMSBURG-WASTE...	45,000	45,000	46,125	47,278	48,460	General
97	506-4005-49930	TRANSFER OUT	163,837	163,837	167,933	172,131	176,435	General
98	506-4005-80810	OTHER CAPITAL EQUIPMENT-VEHICL...	35,000	35,000	36,750	38,588	40,517	Capital
99	506-4005-80845	CAPITAL IMPROVEMENTS EQUIPMENT	30,000	30,000	31,500	33,075	34,729	Capital
100	506-4005-44810	EQUIPMENT & MACHINERY	5,000	5,000	5,250	5,513	5,788	Capital
101	506-4005-43595	INSURANCE, UTILITY, & MAINT	270,000	270,000	283,500	297,675	312,559	Capital
102	Total Sewer Expense		\$ 1,422,008	\$ 1,422,008	\$ 1,473,376	\$ 1,526,749	\$ 1,582,213	
103	Existing Debt Service							
104		Water	\$ -	\$ -	\$ -	\$ -	\$ -	None
105		Wastewater	78,239	78,239	107,172	106,767	107,363	None
106	Total Existing Debt		\$ 78,239	\$ 78,239	\$ 107,172	\$ 106,767	\$ 107,363	
107	Proposed Debt Service							
108		Water	\$ -	\$ -	\$ -	\$ -	\$ -	None
109		Wastewater	-	-	-	-	315,674	None
110	Total Proposed Debt		\$ -	\$ -	\$ -	\$ -	\$ 315,674	

City of Truth or Consequences, New Mexico
Water-Wastewater Cost of Service Study
Wastewater Five-Year Forecast

Line No.	Account Number	Description	Test Year	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029	Inflation Factor
111	Capital Improvement Plan							
112		Water	\$ -	\$ -	\$ -	\$ -	\$ -	None
113		Wastewater	-	-	-	-	-	None
114	Total CIP		\$ -	\$ -	\$ -	\$ -	\$ -	
115	Pay As You Go							
116		Water	\$ -	\$ -	\$ -	\$ -	\$ -	None
117		Wastewater	50,000	50,000	50,000	50,000	50,000	None
118	Total PAYG		\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	
119	TOTAL EXPENSES		\$ 1,550,247	\$ 1,550,247	\$ 1,630,548	\$ 1,683,517	\$ 2,055,250	
Revenues								
Wastewater								
131	506-4005-30155	GOVT. GROSS RECEIPTS-SW-JT UTILITY	\$ 70,000	\$ 70,000	\$ 70,000	\$ 70,000	\$ 70,000	None
132	506-4005-34355	OTHER CHARGES FOR SERVICE	26,000	26,000	26,000	26,000	26,000	None
133	506-4005-34525	UTILITIES SERVICES-SW-WASTEWATER	-	-	-	-	-	None
134	506-4005-34555	NEW INSTALLATIONS-SEWER-WAST...	5,000	5,000	5,000	5,000	5,000	None
135	506-4005-35545	NON-PAYMENT PENALTY 8%-WASTE...	3,000	3,000	3,000	3,000	3,000	None
136	506-4005-37374	SURPLUS AUCTION PROCEEDS	-	-	-	-	-	None
137	506-4005-37385	JOINT POWER AGREEMENTS INCOME	-	-	-	-	-	None
138	506-4005-38372	REIMBURSEMENTS/REFUNDS	-	-	-	-	-	None
139	506-4005-39935	TRANSFER IN	-	-	-	-	-	None
141	Total Sewer Revenue		\$ 104,000	\$ 104,000	\$ 104,000	\$ 104,000	\$ 104,000	
142	TOTAL Revenue		\$ 104,000	\$ 104,000	\$ 104,000	\$ 104,000	\$ 104,000	
143	REVENUE REQUIRMENT		\$ 1,446,247	\$ 1,446,247	\$ 1,526,548	\$ 1,579,517	\$ 1,951,250	

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Current Rates - CPI Adjusted

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
1	Net Revenue Requirement	\$ 1,818,842	\$ 1,976,799	\$ 2,036,180	\$ 2,097,862
2	Water Billing Units	Current¹			
3	City (not landscape)				
4	3/4"	2	31	31	31
5	Unknown	29	-	-	-
6	City (not landscape) Total	31	31	31	31
7	City (landscape)				
8	3/4"	5	15	15	15
9	2"	1	1	1	1
10	Unknown	10	-	-	-
11	City (landscape) Total	16	16	16	16
12	Industrial				
13	3/4"	3	5	5	5
14	2"	2	2	2	2
15	3"	2	2	2	2
16	Unknown	2	-	-	-
17	Industrial Total	9	9	9	9
18	Residential				
19	3/4"	950	2,683	2,683	2,683
20	1"	20	20	20	20
21	2"	17	17	17	17
22	3"	1	1	1	1
23	Unknown	1,733	-	-	-
24	Residential Total	2,721	2,721	2,721	2,721
25	Commercial				
26	3/4"	69	290	290	290
27	1"	4	4	4	4
28	1 1/2"	1	1	1	1
29	2"	11	11	11	11
30	4"	2	2	2	2
31	Unknown	221	-	-	-
32	Commercial Total	308	308	308	308
33	Williamsburg Residential				
34	3/4"	78	235	235	235
35	Unknown	157	-	-	-
36	WMBG Res Total	235	235	235	235
37	Williamsburg Commercial				
38	3/4"	5	19	19	19
39	2"	2	2	2	2
40	Unknown	14	-	-	-
41	WMBG Comm Total	21	21	21	21

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Current Rates - CPI Adjusted

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
42	TOTAL	3,341	3,341	3,341	3,341
43	Minimum Bill¹				
44	City (not landscape)				
45	3/4"	\$ 18.91	\$ 19.48	\$ 20.06	\$ 20.66
46	1"	18.91	19.48	20.06	20.66
47	1 1/2"	18.91	19.48	20.06	20.66
48	2"	18.91	19.48	20.06	20.66
49	3"	18.91	19.48	20.06	20.66
50	4"	18.91	19.48	20.06	20.66
51	Unknown	18.91	19.48	20.06	20.66
52	City (landscape)				
53	3/4"	\$ -	\$ -	\$ -	\$ -
54	1"	-	-	-	-
55	1 1/2"	-	-	-	-
56	2"	-	-	-	-
57	3"	-	-	-	-
58	4"	-	-	-	-
59	Unknown	-	-	-	-
60	Industrial				
61	3/4"	\$ 106.37	\$ 109.56	\$ 112.85	\$ 116.23
62	1"	106.37	109.56	112.85	116.23
63	1 1/2"	106.37	109.56	112.85	116.23
64	2"	106.37	109.56	112.85	116.23
65	3"	106.37	109.56	112.85	116.23
66	4"	106.37	109.56	112.85	116.23
67	Unknown	106.37	109.56	112.85	116.23
68	Residential				
69	3/4"	\$ 18.91	\$ 19.48	\$ 20.06	\$ 20.66
70	1"	18.91	19.48	20.06	20.66
71	1 1/2"	18.91	19.48	20.06	20.66
72	2"	18.91	19.48	20.06	20.66
73	3"	18.91	19.48	20.06	20.66
74	4"	18.91	19.48	20.06	20.66
75	Unknown	18.91	19.48	20.06	20.66
76	Commercial				
77	3/4"	\$ 18.91	\$ 19.48	\$ 20.06	\$ 20.66
78	1"	18.91	19.48	20.06	20.66
79	1 1/2"	18.91	19.48	20.06	20.66
80	2"	18.91	19.48	20.06	20.66
81	3"	18.91	19.48	20.06	20.66
82	4"	18.91	19.48	20.06	20.66
83	Unknown	18.91	19.48	20.06	20.66
84	Williamsburg Residential				

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Current Rates - CPI Adjusted

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
85	3/4"	\$ 18.91	\$ 19.48	\$ 20.06	\$ 20.66
86	1"	18.91	19.48	20.06	20.66
87	1 1/2"	18.91	19.48	20.06	20.66
88	2"	18.91	19.48	20.06	20.66
89	3"	18.91	19.48	20.06	20.66
90	4"	18.91	19.48	20.06	20.66
91	Unknown	18.91	19.48	20.06	20.66
92	Williamsburg Commercial				
93	3/4"	\$ 18.91	\$ 19.48	\$ 20.06	\$ 20.66
94	1"	18.91	19.48	20.06	20.66
95	1 1/2"	18.91	19.48	20.06	20.66
96	2"	18.91	19.48	20.06	20.66
97	3"	18.91	19.48	20.06	20.66
98	4"	18.91	19.48	20.06	20.66
99	Unknown	18.91	19.48	20.06	20.66
100	Minimum Bill Revenue				
101	City (not landscape)				
102	3/4"	\$ 454	\$ 7,246	\$ 7,463	\$ 7,687
103	Unknown	6,581	-	-	-
104	City (not landscape) Total	\$ 7,035	\$ 7,246	\$ 7,463	\$ 7,687
105	City (landscape)				
106	3/4"	\$ -	\$ -	\$ -	\$ -
107	2"	-	-	-	-
108	Unknown	-	-	-	-
109	City (landscape) Total	\$ -	\$ -	\$ -	\$ -
110	Industrial				
111	3/4"	\$ 3,829	\$ 6,574	\$ 6,771	\$ 6,974
112	2"	2,553	2,629	2,708	2,790
113	3"	2,553	2,629	2,708	2,790
114	Unknown	2,553	-	-	-
115	Industrial Total	\$ 11,488	\$ 11,833	\$ 12,188	\$ 12,553
116	Residential				
117	3/4"	\$ 215,574	\$ 627,091	\$ 645,904	\$ 665,281
118	1"	4,538	4,675	4,815	4,959
119	2"	3,858	3,973	4,093	4,215
120	3"	227	234	241	248
121	Unknown	393,252	-	-	-
122	Residential Total	\$ 617,449	\$ 635,973	\$ 655,052	\$ 674,704
123	Commercial				
124	3/4"	\$ 15,657	\$ 67,781	\$ 69,814	\$ 71,909
125	1"	908	935	963	992
126	1 1/2"	227	234	241	248
127	2"	2,496	2,571	2,648	2,728
128	4"	454	467	481	496

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Current Rates - CPI Adjusted

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
129	Unknown	50,149	-	-	-
130	Commercial Total	\$ 69,891	\$ 71,988	\$ 74,148	\$ 76,372
131	Williamsburg Residential				
132	3/4"	\$ 17,700	\$ 54,926	\$ 56,574	\$ 58,271
133	Unknown	35,626	-	-	-
134	WMBG Res Total	\$ 53,326	\$ 54,926	\$ 56,574	\$ 58,271
135	Williamsburg Commercial				
136	3/4"	\$ 1,135	\$ 4,441	\$ 4,574	\$ 4,711
137	2"	454	467	481	496
138	Unknown	3,177	-	-	-
139	WMBG Comm Total	\$ 4,765	\$ 4,908	\$ 5,056	\$ 5,207
140	TOTAL Minimum Bill Revenue	\$ 763,955	\$ 786,873	\$ 810,480	\$ 834,794
141	Volumetric Bill¹				
142	RR to be recovered from Volumetric Rates	\$ 1,031,969	\$ 1,166,319	\$ 1,201,386	\$ 1,238,024
143	<u>Volumetric Rate (per 1,000 gallons)</u>				
144	Class Description				
145	<u>Residential</u>				
146	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ -
147	Tier 1 (1,001-2,000) Gals	-	-	-	-
148	Tier 2 (2,001-7,000) Gals	3.31	3.41	3.51	3.62
149	Tier 3 (7,001-15,000) Gals	3.75	3.86	3.98	4.10
150	Tier 4 (15,001-29,000) Gals	4.21	4.34	4.47	4.60
151	Tier 5 (29,001-50,000) Gals	4.73	4.87	5.02	5.17
152	Tier 6 (50,000+) Gals	5.12	5.30	5.46	5.62
153	<u>Commercial</u>				
154	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ -
155	Tier 1 (1,001-2,000) Gals	-	-	-	-
156	Tier 2 (2,001-7,000) Gals	3.31	3.41	3.51	3.62
157	Tier 3 (7,001-15,000) Gals	3.75	3.86	3.98	4.10
158	Tier 4 (15,001-29,000) Gals	4.21	4.34	4.47	4.60
159	Tier 5 (29,001-50,000) Gals	4.73	4.87	5.02	5.17
160	Tier 6 (50,000+) Gals	5.12	5.30	5.46	5.62
161	<u>City - Landscaping</u>				
162	All Consumption	\$ 0.74	\$ 0.74	\$ 0.76	\$ 0.79
163	<u>Industrial</u>				
164	Tier 1 (0-50,000) Gals	\$ 3.75	\$ 3.86	\$ 3.98	\$ 4.10
165	Tier 2 (50,001-100,000) Gals	4.21	4.34	4.47	4.60
166	Tier 3 (100,001-150,000) Gals	4.73	4.87	5.02	5.17
167	Tier 4 (150,000+ Gals)	5.12	5.30	5.46	5.62
168	<u>WMBG Residential</u>				
169	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ -

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Current Rates - CPI Adjusted

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
170	Tier 1 (1,001-2,000) Gals	-	-	-	-
171	Tier 2 (2,001-7,000) Gals	3.31	3.41	3.51	3.62
172	Tier 3 (7,001-15,000) Gals	3.75	3.86	3.98	4.10
173	Tier 4 (15,001-29,000) Gals	4.21	4.34	4.47	4.60
174	Tier 5 (29,001-50,000) Gals	4.73	4.87	5.02	5.17
175	Tier 6 (50,000+) Gals	5.12	5.30	5.46	5.62
176	<u>WMBG Commercial</u>				
177	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ -
178	Tier 1 (1,001-2,000) Gals	-	-	-	-
179	Tier 2 (2,001-7,000) Gals	3.31	3.41	3.51	3.62
180	Tier 3 (7,001-15,000) Gals	3.75	3.86	3.98	4.10
181	Tier 4 (15,001-29,000) Gals	4.21	4.34	4.47	4.60
182	Tier 5 (29,001-50,000) Gals	4.73	4.87	5.02	5.17
183	Tier 6 (50,000+) Gals	5.12	5.30	5.46	5.62
184	<u>City Water</u>				
185	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ -
186	Tier 1 (1,001-2,000) Gals	-	-	-	-
187	Tier 2 (2,001-7,000) Gals	3.31	3.41	3.51	3.62
188	Tier 3 (7,001-15,000) Gals	3.75	3.86	3.98	4.10
189	Tier 4 (15,001-29,000) Gals	4.21	4.34	4.47	4.60
190	Tier 5 (29,001-50,000) Gals	4.73	4.87	5.02	5.17
191	Tier 6 (50,000+) Gals	5.12	5.30	5.46	5.62
192	Volumetric Revenue				
193	Class Description				
194	<u>Residential</u>				
195	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ -
196	Tier 1 (1,001-2,000) Gals	-	-	-	-
197	Tier 2 (2,001-7,000) Gals	175,092	180,345	185,756	191,328
198	Tier 3 (7,001-15,000) Gals	103,504	106,609	109,807	113,101
199	Tier 4 (15,001-29,000) Gals	65,878	67,854	69,890	71,987
200	Tier 5 (29,001-50,000) Gals	35,607	36,676	37,776	38,909
201	Tier 6 (50,000+) Gals	72,346	74,889	77,136	79,450
202	Total	\$ 452,427	\$ 466,373	\$ 480,364	\$ 494,775
203	<u>Commercial</u>				
204	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ -
205	Tier 1 (1,001-2,000) Gals	-	-	-	-
206	Tier 2 (2,001-7,000) Gals	25,040	25,791	26,565	27,362
207	Tier 3 (7,001-15,000) Gals	28,804	29,668	30,558	31,475
208	Tier 4 (15,001-29,000) Gals	35,676	36,746	37,848	38,984
209	Tier 5 (29,001-50,000) Gals	37,419	38,542	39,698	40,889
210	Tier 6 (50,000+) Gals	169,667	175,631	180,900	186,327
211	Total	\$ 296,605	\$ 306,378	\$ 315,569	\$ 325,036
212	<u>City - Landscaping</u>				
213	All Consumption	\$ 11,312	\$ 11,312	\$ 11,651	\$ 12,001

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Current Rates - CPI Adjusted

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
214	<u>Industrial</u>				
215	Tier 1	\$ 6,049	\$ 6,230	\$ 6,417	\$ 6,610
216	Tier 2	7,119	7,333	7,553	7,779
217	Tier 3	4,380	4,511	4,647	4,786
218	Tier 4	3,773	3,906	4,023	4,144
219	Total	\$ 21,321	\$ 21,980	\$ 22,640	\$ 23,319
220	<u>WMBG Residential</u>				
221	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ -
222	Tier 1 (1,001-2,000) Gals	-	-	-	-
223	Tier 2 (2,001-7,000) Gals	15,461	15,925	16,403	16,895
224	Tier 3 (7,001-15,000) Gals	8,516	8,772	9,035	9,306
225	Tier 4 (15,001-29,000) Gals	5,103	5,256	5,413	5,576
226	Tier 5 (29,001-50,000) Gals	2,133	2,197	2,263	2,331
227	Tier 6 (50,000+) Gals	1,884	1,950	2,009	2,069
228	Total	\$ 33,097	\$ 34,100	\$ 35,123	\$ 36,176
229	<u>WMBG Commercial</u>				
230	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ -
231	Tier 1 (1,001-2,000) Gals	-	-	-	-
232	Tier 2 (2,001-7,000) Gals	1,344	1,384	1,426	1,468
233	Tier 3 (7,001-15,000) Gals	1,301	1,340	1,380	1,422
234	Tier 4 (15,001-29,000) Gals	1,402	1,444	1,487	1,532
235	Tier 5 (29,001-50,000) Gals	1,466	1,510	1,556	1,602
236	Tier 6 (50,000+) Gals	2,330	2,412	2,484	2,558
237	Total	\$ 7,843	\$ 8,090	\$ 8,333	\$ 8,583
238	<u>City Water</u>				
239	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ -
240	Tier 1 (1,001-2,000) Gals	-	-	-	-
241	Tier 2 (2,001-7,000) Gals	1,483	1,527	1,573	1,620
242	Tier 3 (7,001-15,000) Gals	848	873	899	926
243	Tier 4 (15,001-29,000) Gals	1,452	1,496	1,541	1,587
244	Tier 5 (29,001-50,000) Gals	-	-	-	-
245	Tier 6 (50,000+) Gals	-	-	-	-
246	Total	\$ 3,783	\$ 3,896	\$ 4,013	\$ 4,134
247	Total Volumetric Bill Revenue	\$ 826,388	\$ 852,129	\$ 877,693	\$ 904,024

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Current Rates - CPI Adjusted

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
248					
249	Minimum Bill Revenue				
250	Residential	\$ 617,449	\$ 635,973	\$ 655,052	\$ 674,704
251	Commercial	69,891	71,988	74,148	76,372
252	City (not landscape)	7,035	7,246	7,463	7,687
253	City (landscape)	-	-	-	-
254	Industrial	11,488	11,833	12,188	12,553
255	Williamsburg Residential	53,326	54,926	56,574	58,271
256	Williamsburg Commercial	4,765	4,908	5,056	5,207
257	Total Minimum Bill Revenue	\$ 763,955	\$ 786,873	\$ 810,480	\$ 834,794
258	Volumetric Revenue				
259	Residential	\$ 452,427	\$ 466,373	\$ 480,364	\$ 494,775
260	Commercial	296,605	306,378	315,569	325,036
261	City Water	3,783	3,896	4,013	4,134
262	City - Landscaping	11,312	11,312	11,651	12,001
263	Industrial	21,321	21,980	22,640	23,319
264	WMBG Residential	33,097	34,100	35,123	36,176
265	WMBG Commercial	7,843	8,090	8,333	8,583
266	Total Volumetric Revenue	\$ 826,388	\$ 852,129	\$ 877,693	\$ 904,024
267	Total Water Revenue	\$ 1,590,343	\$ 1,639,003	\$ 1,688,173	\$ 1,738,818
268	Water Revenue Requirement	\$ 1,818,842	\$ 1,976,799	\$ 2,036,180	\$ 2,097,862
269	Total Over/(Under) Recovery	\$ (179,839)	\$ (288,626)	\$ (297,362)	\$ (306,879)
270	Cumulative Over/(Under)	\$ (179,839)	\$ (468,465)	\$ (765,827)	\$ (1,072,706)

Footnotes

1 Current rates listed are as of FY 2025

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Proposed Rates - Scenario 1

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
1	Net Revenue Requirement	\$ 1,818,842	\$ 1,976,799	\$ 2,036,180	\$ 2,097,862
Water Billing Units Current¹					
2	City (not landscape)				
3	3/4"	2	31	31	31
4	Unknown	29	-	-	-
5	City (not landscape) Total	31	31	31	31
6	City (landscape)				
7	3/4"	5	15	15	15
8	2"	1	1	1	1
9	Unknown	10	-	-	-
10	City (landscape) Total	16	16	16	16
11	Industrial				
12	3/4"	3	5	5	5
13	2"	2	2	2	2
14	3"	2	2	2	2
15	Unknown	2	-	-	-
16	Industrial Total	9	9	9	9
17	Residential				
18	3/4"	950	2,683	2,683	2,683
19	1"	20	20	20	20
20	2"	17	17	17	17
21	3"	1	1	1	1
22	Unknown	1,733	-	-	-
23	Residential Total	2,721	2,721	2,721	2,721
24	Commercial				
25	3/4"	69	290	290	290
26	1"	4	4	4	4
27	1 1/2"	1	1	1	1
28	2"	11	11	11	11
29	4"	2	2	2	2
30	Unknown	221	-	-	-
31	Commercial Total	308	308	308	308
32	Williamsburg Residential				
33	3/4"	78	235	235	235
34	Unknown	157	-	-	-
35	WMBG Res Total	235	235	235	235
36	Williamsburg Commercial				
37	3/4"	5	19	19	19
38	2"	2	2	2	2
39	Unknown	14	-	-	-
40	WMBG Comm Total	21	21	21	21

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Proposed Rates - Scenario 1

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
41	TOTAL	3,341	3,341	3,341	3,341
Minimum Bill					
42	City (not landscape)				
43	3/4"	\$ 18.91	\$ 19.48	\$ 20.06	\$ 20.66
44	1"	18.91	19.48	22.85	26.22
45	1 1/2"	18.91	19.48	28.17	36.87
46	2"	18.91	19.48	34.56	49.64
47	3"	18.91	19.48	51.58	83.69
48	4"	18.91	19.48	70.74	122.00
49	Unknown	18.91	19.48	20.06	20.66
50	City (landscape)				
51	3/4"	\$ -	\$ -	\$ -	\$ -
52	1"	-	-	-	-
53	1 1/2"	-	-	-	-
54	2"	-	-	-	-
55	3"	-	-	-	-
56	4"	-	-	-	-
57	Unknown	-	-	-	-
58	Industrial				
59	3/4"	\$ 106.37	\$ 109.56	\$ 20.45	\$ 21.47
60	1"	106.37	109.56	109.56	109.56
61	1 1/2"	106.37	109.56	109.56	109.56
62	2"	106.37	109.56	109.56	109.56
63	3"	106.37	109.56	109.56	109.56
64	4"	106.37	109.56	109.56	128.32
65	Unknown	106.37	109.56	20.45	21.47
66	Residential				
67	3/4"	\$ 18.91	\$ 19.48	\$ 20.06	\$ 20.66
68	1"	18.91	19.48	22.85	26.22
69	1 1/2"	18.91	19.48	28.17	36.87
70	2"	18.91	19.48	34.56	49.64
71	3"	18.91	19.48	51.58	83.69
72	4"	18.91	19.48	70.74	122.00
73	Unknown	18.91	19.48	20.06	20.66
74	Commercial				
75	3/4"	\$ 18.91	\$ 19.48	\$ 20.45	\$ 21.47
76	1"	18.91	19.48	23.17	26.86
77	1 1/2"	18.91	19.48	28.80	38.13
78	2"	18.91	19.48	35.57	51.66
79	3"	18.91	19.48	53.61	87.73
80	4"	18.91	19.48	73.90	128.32
81	Unknown	18.91	19.48	20.45	21.47
82	Williamsburg Residential				

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Proposed Rates - Scenario 1

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
83	3/4"	\$ 18.91	\$ 19.48	\$ 25.08	\$ 25.83
84	1"	18.91	19.48	28.56	32.78
85	1 1/2"	18.91	19.48	35.21	46.08
86	2"	18.91	19.48	43.20	62.04
87	3"	18.91	19.48	64.48	104.61
88	4"	18.91	19.48	88.42	152.50
89	Unknown	18.91	19.48	25.08	25.83
90	Williamsburg Commercial				
91	3/4"	\$ 18.91	\$ 19.48	\$ 25.56	\$ 26.84
92	1"	18.91	19.48	28.96	33.57
93	1 1/2"	18.91	19.48	36.00	47.66
94	2"	18.91	19.48	44.46	64.57
95	3"	18.91	19.48	67.01	109.67
96	4"	18.91	19.48	92.37	160.40
97	Unknown	18.91	19.48	25.56	26.84
Minimum Bill Revenue					
98	City (not landscape)				
99	3/4"	\$ 454	\$ 7,246	\$ 7,463	\$ 7,687
100	Unknown	6,581	-	-	-
101	City (not landscape) Total	\$ 7,035	\$ 7,246	\$ 7,463	\$ 7,687
102	City (landscape)				
103	3/4"	\$ -	\$ -	\$ -	\$ -
104	2"	-	-	-	-
105	Unknown	-	-	-	-
106	City (landscape) Total	\$ -	\$ -	\$ -	\$ -
107	Industrial				
108	3/4"	\$ 3,829	\$ 6,574	\$ 1,227	\$ 1,288
109	2"	2,553	2,629	2,629	2,629
110	3"	2,553	2,629	2,629	2,629
111	Unknown	2,553	-	-	-
112	Industrial Total	\$ 11,488	\$ 11,833	\$ 6,486	\$ 6,547
113	Residential				
114	3/4"	\$ 215,574	\$ 627,091	\$ 645,904	\$ 665,281
115	1"	4,538	4,675	5,484	6,294
116	2"	3,858	3,973	7,049	10,126
117	3"	227	234	619	1,004
118	Unknown	393,252	-	-	-
119	Residential Total	\$ 617,449	\$ 635,973	\$ 659,056	\$ 682,704
120	Commercial				
121	3/4"	\$ 15,657	\$ 67,781	\$ 71,170	\$ 74,729
122	1"	908	935	1,112	1,289
123	1 1/2"	227	234	346	458
124	2"	2,496	2,571	4,695	6,819
125	4"	454	467	1,774	3,080

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Proposed Rates - Scenario 1

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
126	Unknown	50,149	-	-	-
127	Commercial Total	\$ 69,891	\$ 71,988	\$ 79,096	\$ 86,374
128	Williamsburg Residential				
129	3/4"	\$ 17,700	\$ 54,926	\$ 70,717	\$ 72,839
130	Unknown	35,626	-	-	-
131	WMBG Res Total	\$ 53,326	\$ 54,926	\$ 70,717	\$ 72,839
132	Williamsburg Commercial				
133	3/4"	\$ 1,135	\$ 4,441	\$ 5,829	\$ 6,120
134	2"	454	467	1,067	1,550
135	Unknown	3,177	-	-	-
136	WMBG Comm Total	\$ 4,765	\$ 4,908	\$ 6,896	\$ 7,670
137	TOTAL Minimum Bill Revenue	\$ 763,955	\$ 786,873	\$ 829,714	\$ 863,821
Volumetric Bill					
138	RR to be recovered from Volumetric Rates	\$ 1,031,969	\$ 1,147,084	\$ 1,172,359	\$ 1,198,792
139	<u>Volumetric Rate (per 1,000 gallons)</u>				
140	Class Description				
141	<u>Residential</u>				
142	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 3.62
143	Tier 1 (1,001-2,000) Gals	-	-	3.51	3.62
144	Tier 2 (2,001-7,000) Gals	3.31	3.41	3.51	3.62
145	Tier 3 (7,001-15,000) Gals	3.75	3.86	3.98	4.10
146	Tier 4 (15,001-29,000) Gals	4.21	4.34	4.47	4.60
147	Tier 5 (29,001-50,000) Gals	4.73	4.87	5.02	5.17
148	Tier 6 (50,000+) Gals	5.12	5.30	5.46	5.62
149	<u>Commercial</u>				
150	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 3.76
151	Tier 1 (1,001-2,000) Gals	-	-	3.58	3.76
152	Tier 2 (2,001-7,000) Gals	3.31	3.41	3.58	3.76
153	Tier 3 (7,001-15,000) Gals	3.75	3.86	4.06	4.26
154	Tier 4 (15,001-29,000) Gals	4.21	4.34	4.55	4.78
155	Tier 5 (29,001-50,000) Gals	4.73	4.87	5.12	5.37
156	Tier 6 (50,000+) Gals	5.12	5.30	5.57	5.84
157	<u>City - Landscaping</u>				
158	All Consumption	\$ 0.74	\$ 0.74	\$ 0.76	\$ 0.79
159	<u>Industrial</u>				
160	Tier 1 (0-50,000) Gals	\$ 3.75	\$ 3.86	\$ 4.06	\$ 4.26
161	Tier 2 (50,001-100,000) Gals	4.21	4.34	4.55	4.78
162	Tier 3 (100,001-150,000) Gals	4.73	4.87	5.12	5.37
163	Tier 4 (150,000+ Gals)	5.12	5.30	5.57	5.84
164	<u>WMBG Residential</u>				
165	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 4.52

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Proposed Rates - Scenario 1

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
166	Tier 1 (1,001-2,000) Gals	-	-	4.39	4.52
167	Tier 2 (2,001-7,000) Gals	3.31	3.41	4.39	4.52
168	Tier 3 (7,001-15,000) Gals	3.75	3.86	4.97	5.12
169	Tier 4 (15,001-29,000) Gals	4.21	4.34	5.58	5.75
170	Tier 5 (29,001-50,000) Gals	4.73	4.87	6.27	6.46
171	Tier 6 (50,000+) Gals	5.12	5.30	6.82	7.03
172	<u>WMBG Commercial</u>				
173	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 4.70
174	Tier 1 (1,001-2,000) Gals	-	-	4.47	4.70
175	Tier 2 (2,001-7,000) Gals	3.31	3.41	4.47	4.70
176	Tier 3 (7,001-15,000) Gals	3.75	3.86	5.07	5.32
177	Tier 4 (15,001-29,000) Gals	4.21	4.34	5.69	5.98
178	Tier 5 (29,001-50,000) Gals	4.73	4.87	6.39	6.71
179	Tier 6 (50,000+) Gals	5.12	5.30	6.96	7.30
180	<u>City Water</u>				
181	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 3.62
182	Tier 1 (1,001-2,000) Gals	-	-	3.51	3.62
183	Tier 2 (2,001-7,000) Gals	3.31	3.41	3.51	3.62
184	Tier 3 (7,001-15,000) Gals	3.75	3.86	3.98	4.10
185	Tier 4 (15,001-29,000) Gals	4.21	4.34	4.47	4.60
186	Tier 5 (29,001-50,000) Gals	4.73	4.87	5.02	5.17
187	Tier 6 (50,000+) Gals	5.12	5.30	5.46	5.62
188	Volumetric Revenue				
189	Class Description				
190	<u>Residential</u>				
191	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 97,556
192	Tier 1 (1,001-2,000) Gals	-	-	75,745	78,017
193	Tier 2 (2,001-7,000) Gals	175,092	180,345	185,756	191,328
194	Tier 3 (7,001-15,000) Gals	103,504	106,609	109,807	113,101
195	Tier 4 (15,001-29,000) Gals	65,878	67,854	69,890	71,987
196	Tier 5 (29,001-50,000) Gals	35,607	36,676	37,776	38,909
197	Tier 6 (50,000+) Gals	72,346	74,889	77,136	79,450
198	Total	\$ 452,427	\$ 466,373	\$ 556,109	\$ 670,348
199	<u>Commercial</u>				
200	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 9,882
201	Tier 1 (1,001-2,000) Gals	-	-	7,331	7,698
202	Tier 2 (2,001-7,000) Gals	25,040	25,791	27,081	28,435
203	Tier 3 (7,001-15,000) Gals	28,804	29,668	31,151	32,709
204	Tier 4 (15,001-29,000) Gals	35,676	36,746	38,583	40,512
205	Tier 5 (29,001-50,000) Gals	37,419	38,542	40,469	42,492
206	Tier 6 (50,000+) Gals	169,667	175,631	184,413	193,634
207	Total	\$ 296,605	\$ 306,378	\$ 329,028	\$ 355,361
208	<u>City - Landscaping</u>				
209	All Consumption	\$ 11,312	\$ 11,312	\$ 11,651	\$ 12,001

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Proposed Rates - Scenario 1

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
210	<u>Industrial</u>				
211	Tier 1	\$ 6,049	\$ 6,230	\$ 6,542	\$ 6,869
212	Tier 2	7,119	7,333	7,699	8,084
213	Tier 3	4,380	4,511	4,737	4,974
214	Tier 4	3,773	3,906	4,101	4,306
215	Total	\$ 21,321	\$ 21,980	\$ 23,079	\$ 24,233
216	<u>WMBG Residential</u>				
217	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 11,018
218	Tier 1 (1,001-2,000) Gals	-	-	8,735	8,997
219	Tier 2 (2,001-7,000) Gals	15,461	15,925	20,503	21,118
220	Tier 3 (7,001-15,000) Gals	8,516	8,772	11,294	11,632
221	Tier 4 (15,001-29,000) Gals	5,103	5,256	6,767	6,970
222	Tier 5 (29,001-50,000) Gals	2,133	2,197	2,829	2,914
223	Tier 6 (50,000+) Gals	1,884	1,950	2,511	2,586
224	Total	\$ 33,097	\$ 34,100	\$ 52,639	\$ 65,236
225	<u>WMBG Commercial</u>				
226	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 719
227	Tier 1 (1,001-2,000) Gals	-	-	546	573
228	Tier 2 (2,001-7,000) Gals	1,344	1,384	1,817	1,908
229	Tier 3 (7,001-15,000) Gals	1,301	1,340	1,759	1,847
230	Tier 4 (15,001-29,000) Gals	1,402	1,444	1,895	1,990
231	Tier 5 (29,001-50,000) Gals	1,466	1,510	1,982	2,081
232	Tier 6 (50,000+) Gals	2,330	2,412	3,165	3,323
233	Total	\$ 7,843	\$ 8,090	\$ 11,164	\$ 12,441
234					
235	<u>City Water</u>				
236	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 181
237	Tier 1 (1,001-2,000) Gals	-	-	625	644
238	Tier 2 (2,001-7,000) Gals	1,483	1,527	1,573	1,620
239	Tier 3 (7,001-15,000) Gals	848	873	899	926
240	Tier 4 (15,001-29,000) Gals	1,452	1,496	1,541	1,587
241	Tier 5 (29,001-50,000) Gals	-	-	-	-
242	Tier 6 (50,000+) Gals	-	-	-	-
243	Total	\$ 3,783	\$ 3,896	\$ 4,638	\$ 4,958
244	Total Volumetric Bill Revenue	\$ 826,388	\$ 852,129	\$ 988,309	\$ 1,144,579

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Proposed Rates - Scenario 1

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
245					
246	Minimum Bill Revenue				
247	Residential	\$ 617,449	\$ 635,973	\$ 659,056	\$ 682,704
248	Commercial	69,891	71,988	79,096	86,374
249	City (not landscape)	7,035	7,246	7,463	7,687
250	City (landscape)	-	-	-	-
251	Industrial	11,488	11,833	6,486	6,547
252	Williamsburg Residential	53,326	54,926	70,717	72,839
253	Williamsburg Commercial	4,765	4,908	6,896	7,670
254	Total Minimum Bill Revenue	\$ 763,955	\$ 786,873	\$ 829,714	\$ 863,821
255	Volumetric Revenue				
256	Residential	\$ 452,427	\$ 466,373	\$ 556,109	\$ 670,348
257	Commercial	296,605	306,378	329,028	355,361
258	City Water	3,783	3,896	4,638	4,958
259	City - Landscaping	11,312	11,312	11,651	12,001
260	Industrial	21,321	21,980	23,079	24,233
261	WMBG Residential	33,097	34,100	52,639	65,236
262	WMBG Commercial	7,843	8,090	11,164	12,441
263	Total Volumetric Revenue	\$ 826,388	\$ 852,129	\$ 988,309	\$ 1,144,579
264	Total Water Revenue	\$ 1,590,343	\$ 1,639,003	\$ 1,818,023	\$ 2,008,400
265	Water Revenue Requirement	\$ 1,818,842	\$ 1,976,799	\$ 2,036,180	\$ 2,097,862
266	Total Over/(Under) Recovery	\$ (179,839)	\$ (158,775)	\$ (27,781)	\$ (12,035)
267	Cumulative Over/(Under)	\$ (179,839)	\$ (338,615)	\$ (366,395)	\$ (378,431)

Footnotes

1 Current rates listed are as of FY 2025

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Proposed Rates - Scenario 2

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
1	Net Revenue Requirement	\$ 1,818,842	\$ 1,976,799	\$ 2,036,180	\$ 2,097,862
Water Billing Units Current¹					
2	City (not landscape)				
3	3/4"	2	31	31	31
4	Unknown	29	-	-	-
5	City (not landscape) Total	31	31	31	31
6	City (landscape)				
7	3/4"	5	15	15	15
8	2"	1	1	1	1
9	Unknown	10	-	-	-
10	City (landscape) Total	16	16	16	16
11	Industrial				
12	3/4"	3	5	5	5
13	2"	2	2	2	2
14	3"	2	2	2	2
15	Unknown	2	-	-	-
16	Industrial Total	9	9	9	9
17	Residential				
18	3/4"	950	2,683	2,683	2,683
19	1"	20	20	20	20
20	2"	17	17	17	17
21	3"	1	1	1	1
22	Unknown	1,733	-	-	-
23	Residential Total	2,721	2,721	2,721	2,721
24	Commercial				
25	3/4"	69	290	290	290
26	1"	4	4	4	4
27	1 1/2"	1	1	1	1
28	2"	11	11	11	11
29	4"	2	2	2	2
30	Unknown	221	-	-	-
31	Commercial Total	308	308	308	308
32	Williamsburg Residential				
33	3/4"	78	235	235	235
34	Unknown	157	-	-	-
35	WMBG Res Total	235	235	235	235
36	Williamsburg Commercial				
37	3/4"	5	19	19	19
38	2"	2	2	2	2
39	Unknown	14	-	-	-
40	WMBG Comm Total	21	21	21	21

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Proposed Rates - Scenario 2

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
41	TOTAL	3,341	3,341	3,341	3,341
Minimum Bill					
42	City (not landscape)				
43	3/4"	\$ 18.91	\$ 19.48	\$ 20.65	\$ 21.88
44	1"	18.91	19.48	23.33	27.18
45	1 1/2"	18.91	19.48	29.13	38.78
46	2"	18.91	19.48	36.09	52.70
47	3"	18.91	19.48	54.65	89.81
48	4"	18.91	19.48	75.52	131.57
49	Unknown	18.91	19.48	20.65	21.88
50	City (landscape)				
51	3/4"	\$ -	\$ -	\$ -	\$ -
52	1"	-	-	-	-
53	1 1/2"	-	-	-	-
54	2"	-	-	-	-
55	3"	-	-	-	-
56	4"	-	-	-	-
57	Unknown	-	-	-	-
58	Industrial				
59	3/4"	\$ 106.37	\$ 109.56	\$ 21.04	\$ 22.72
60	1"	106.37	109.56	109.56	109.56
61	1 1/2"	106.37	109.56	109.56	109.56
62	2"	106.37	109.56	109.56	109.56
63	3"	106.37	109.56	109.56	109.56
64	4"	106.37	109.56	109.56	138.26
65	Unknown	106.37	109.56	21.04	22.72
66	Residential				
67	3/4"	\$ 18.91	\$ 19.48	\$ 20.65	\$ 21.88
68	1"	18.91	19.48	23.33	27.18
69	1 1/2"	18.91	19.48	29.13	38.78
70	2"	18.91	19.48	36.09	52.70
71	3"	18.91	19.48	54.65	89.81
72	4"	18.91	19.48	75.52	131.57
73	Unknown	18.91	19.48	20.65	21.88
74	Commercial				
75	3/4"	\$ 18.91	\$ 19.48	\$ 21.04	\$ 22.72
76	1"	18.91	19.48	23.66	27.85
77	1 1/2"	18.91	19.48	29.80	40.12
78	2"	18.91	19.48	37.16	54.84
79	3"	18.91	19.48	56.79	94.10
80	4"	18.91	19.48	78.87	138.26
81	Unknown	18.91	19.48	21.04	22.72
82	Williamsburg Residential				

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Proposed Rates - Scenario 2

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
83	3/4"	\$ 18.91	\$ 19.48	\$ 25.81	\$ 27.36
84	1"	18.91	19.48	29.16	33.98
85	1 1/2"	18.91	19.48	36.41	48.47
86	2"	18.91	19.48	45.11	65.87
87	3"	18.91	19.48	68.31	112.27
88	4"	18.91	19.48	94.41	164.46
89	Unknown	18.91	19.48	25.81	27.36
90	Williamsburg Commercial				
91	3/4"	\$ 18.91	\$ 19.48	\$ 26.29	\$ 28.40
92	1"	18.91	19.48	29.58	34.81
93	1 1/2"	18.91	19.48	37.25	50.15
94	2"	18.91	19.48	46.45	68.55
95	3"	18.91	19.48	70.98	117.62
96	4"	18.91	19.48	98.59	172.83
97	Unknown	18.91	19.48	26.29	28.40
Minimum Bill Revenue					
98	City (not landscape)				
99	3/4"	\$ 454	\$ 7,246	\$ 7,680	\$ 8,141
100	Unknown	6,581	-	-	-
101	City (not landscape) Total	\$ 7,035	\$ 7,246	\$ 7,680	\$ 8,141
102	City (landscape)				
103	3/4"	\$ -	\$ -	\$ -	\$ -
104	2"	-	-	-	-
105	Unknown	-	-	-	-
106	City (landscape) Total	\$ -	\$ -	\$ -	\$ -
107	Industrial				
108	3/4"	\$ 3,829	\$ 6,574	\$ 1,262	\$ 1,363
109	2"	2,553	2,629	2,629	2,629
110	3"	2,553	2,629	2,629	2,629
111	Unknown	2,553	-	-	-
112	Industrial Total	\$ 11,488	\$ 11,833	\$ 6,521	\$ 6,622
113	Residential				
114	3/4"	\$ 215,574	\$ 627,091	\$ 664,717	\$ 704,600
115	1"	4,538	4,675	5,599	6,523
116	2"	3,858	3,973	7,362	10,750
117	3"	227	234	656	1,078
118	Unknown	393,252	-	-	-
119	Residential Total	\$ 617,449	\$ 635,973	\$ 678,333	\$ 722,951
120	Commercial				
121	3/4"	\$ 15,657	\$ 67,781	\$ 73,203	\$ 79,060
122	1"	908	935	1,136	1,337
123	1 1/2"	227	234	358	481
124	2"	2,496	2,571	4,905	7,239
125	4"	454	467	1,893	3,318

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Proposed Rates - Scenario 2

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
126	Unknown	50,149	-	-	-
127	Commercial Total	\$ 69,891	\$ 71,988	\$ 81,495	\$ 91,435
128	Williamsburg Residential				
129	3/4"	\$ 17,700	\$ 54,926	\$ 72,777	\$ 77,144
130	Unknown	35,626	-	-	-
131	WMBG Res Total	\$ 53,326	\$ 54,926	\$ 72,777	\$ 77,144
132	Williamsburg Commercial				
133	3/4"	\$ 1,135	\$ 4,441	\$ 5,995	\$ 6,475
134	2"	454	467	1,115	1,645
135	Unknown	3,177	-	-	-
136	WMBG Comm Total	\$ 4,765	\$ 4,908	\$ 7,110	\$ 8,120
137	TOTAL Minimum Bill Revenue	\$ 763,955	\$ 786,873	\$ 853,916	\$ 914,413
Volumetric Bill					
138	RR to be recovered from Volumetric Rates	\$ 1,031,969	\$ 1,122,883	\$ 1,121,767	\$ 1,119,231
139	<u>Volumetric Rate (per 1,000 gallons)</u>				
140	Class Description				
141	<u>Residential</u>				
142	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 3.83
143	Tier 1 (1,001-2,000) Gals	-	-	3.61	3.83
144	Tier 2 (2,001-7,000) Gals	3.31	3.41	3.61	3.83
145	Tier 3 (7,001-15,000) Gals	3.75	3.86	4.09	4.34
146	Tier 4 (15,001-29,000) Gals	4.21	4.34	4.60	4.87
147	Tier 5 (29,001-50,000) Gals	4.73	4.87	5.16	5.47
148	Tier 6 (50,000+) Gals	5.12	5.30	5.62	5.96
149	<u>Commercial</u>				
150	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 3.98
151	Tier 1 (1,001-2,000) Gals	-	-	3.68	3.98
152	Tier 2 (2,001-7,000) Gals	3.31	3.41	3.68	3.98
153	Tier 3 (7,001-15,000) Gals	3.75	3.86	4.17	4.51
154	Tier 4 (15,001-29,000) Gals	4.21	4.34	4.68	5.06
155	Tier 5 (29,001-50,000) Gals	4.73	4.87	5.26	5.68
156	Tier 6 (50,000+) Gals	5.12	5.30	5.72	6.18
157	<u>City - Landscaping</u>				
158	All Consumption	\$ 0.74	\$ 0.74	\$ 0.78	\$ 0.83
159	<u>Industrial</u>				
160	Tier 1 (0-50,000) Gals	\$ 3.75	\$ 3.86	\$ 4.17	\$ 4.51
161	Tier 2 (50,001-100,000) Gals	4.21	4.34	4.68	5.06
162	Tier 3 (100,001-150,000) Gals	4.73	4.87	5.26	5.68
163	Tier 4 (150,000+ Gals)	5.12	5.30	5.72	6.18
164	<u>WMBG Residential</u>				
165	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 4.79

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Proposed Rates - Scenario 2

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
166	Tier 1 (1,001-2,000) Gals	-	-	4.52	4.79
167	Tier 2 (2,001-7,000) Gals	3.31	3.41	4.52	4.79
168	Tier 3 (7,001-15,000) Gals	3.75	3.86	5.12	5.42
169	Tier 4 (15,001-29,000) Gals	4.21	4.34	5.75	6.09
170	Tier 5 (29,001-50,000) Gals	4.73	4.87	6.46	6.84
171	Tier 6 (50,000+) Gals	5.12	5.30	7.02	7.44
172	<u>WMBG Commercial</u>				
173	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 4.97
174	Tier 1 (1,001-2,000) Gals	-	-	4.60	4.97
175	Tier 2 (2,001-7,000) Gals	3.31	3.41	4.60	4.97
176	Tier 3 (7,001-15,000) Gals	3.75	3.86	5.21	5.63
177	Tier 4 (15,001-29,000) Gals	4.21	4.34	5.85	6.32
178	Tier 5 (29,001-50,000) Gals	4.73	4.87	6.58	7.10
179	Tier 6 (50,000+) Gals	5.12	5.30	7.16	7.73
180	<u>City Water</u>				
181	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 3.83
182	Tier 1 (1,001-2,000) Gals	-	-	3.61	3.83
183	Tier 2 (2,001-7,000) Gals	3.31	3.41	3.61	3.83
184	Tier 3 (7,001-15,000) Gals	3.75	3.86	4.09	4.34
185	Tier 4 (15,001-29,000) Gals	4.21	4.34	4.60	4.87
186	Tier 5 (29,001-50,000) Gals	4.73	4.87	5.16	5.47
187	Tier 6 (50,000+) Gals	5.12	5.30	5.62	5.96
189	Volumetric Revenue				
190	Class Description				
191	<u>Residential</u>				
192	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 103,321
193	Tier 1 (1,001-2,000) Gals	-	-	77,951	82,628
194	Tier 2 (2,001-7,000) Gals	175,092	180,345	191,166	202,636
195	Tier 3 (7,001-15,000) Gals	103,504	106,609	113,005	119,786
196	Tier 4 (15,001-29,000) Gals	65,878	67,854	71,926	76,241
197	Tier 5 (29,001-50,000) Gals	35,607	36,676	38,876	41,209
198	Tier 6 (50,000+) Gals	72,346	74,889	79,382	84,145
199	Total	\$ 452,427	\$ 466,373	\$ 572,306	\$ 709,966
200	<u>Commercial</u>				
201	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 10,455
202	Tier 1 (1,001-2,000) Gals	-	-	7,541	8,144
203	Tier 2 (2,001-7,000) Gals	25,040	25,791	27,855	30,083
204	Tier 3 (7,001-15,000) Gals	28,804	29,668	32,041	34,605
205	Tier 4 (15,001-29,000) Gals	35,676	36,746	39,685	42,860
206	Tier 5 (29,001-50,000) Gals	37,419	38,542	41,625	44,955
207	Tier 6 (50,000+) Gals	169,667	175,631	189,682	204,856
208	Total	\$ 296,605	\$ 306,378	\$ 338,429	\$ 375,958
209	<u>City - Landscaping</u>				
210	All Consumption	\$ 11,312	\$ 11,312	\$ 11,990	\$ 12,710

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Proposed Rates - Scenario 2

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
211	<u>Industrial</u>				
212	Tier 1	\$ 6,049	\$ 6,230	\$ 6,729	\$ 7,267
213	Tier 2	7,119	7,333	7,919	8,553
214	Tier 3	4,380	4,511	4,872	5,262
215	Tier 4	3,773	3,906	4,219	4,556
216	Total	\$ 21,321	\$ 21,980	\$ 23,739	\$ 25,638
217	<u>WMBG Residential</u>				
218	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 11,669
219	Tier 1 (1,001-2,000) Gals	-	-	8,989	9,529
220	Tier 2 (2,001-7,000) Gals	15,461	15,925	21,100	22,366
221	Tier 3 (7,001-15,000) Gals	8,516	8,772	11,623	12,320
222	Tier 4 (15,001-29,000) Gals	5,103	5,256	6,964	7,381
223	Tier 5 (29,001-50,000) Gals	2,133	2,197	2,911	3,086
224	Tier 6 (50,000+) Gals	1,884	1,950	2,584	2,739
225	Total	\$ 33,097	\$ 34,100	\$ 54,172	\$ 69,091
226	<u>WMBG Commercial</u>				
227	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 761
228	Tier 1 (1,001-2,000) Gals	-	-	562	606
229	Tier 2 (2,001-7,000) Gals	1,344	1,384	1,869	2,018
230	Tier 3 (7,001-15,000) Gals	1,301	1,340	1,809	1,954
231	Tier 4 (15,001-29,000) Gals	1,402	1,444	1,949	2,105
232	Tier 5 (29,001-50,000) Gals	1,466	1,510	2,039	2,202
233	Tier 6 (50,000+) Gals	2,330	2,412	3,256	3,516
234	Total	\$ 7,843	\$ 8,090	\$ 11,483	\$ 13,163
235					
236	<u>City Water</u>				
237	Tier 0 (0-1,000) Gals	\$ -	\$ -	\$ -	\$ 192
238	Tier 1 (1,001-2,000) Gals	-	-	643	682
239	Tier 2 (2,001-7,000) Gals	1,483	1,527	1,619	1,716
240	Tier 3 (7,001-15,000) Gals	848	873	925	981
241	Tier 4 (15,001-29,000) Gals	1,452	1,496	1,586	1,681
242	Tier 5 (29,001-50,000) Gals	-	-	-	-
243	Tier 6 (50,000+) Gals	-	-	-	-
244	Total	\$ 3,783	\$ 3,896	\$ 4,773	\$ 5,251
245	Total Volumetric Bill Revenue	\$ 826,388	\$ 852,129	\$ 1,016,893	\$ 1,211,777

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Water Over/(Under) Under Proposed Rates - Scenario 2

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
246					
247	Minimum Bill Revenue				
248	Residential	\$ 617,449	\$ 635,973	\$ 678,333	\$ 722,951
249	Commercial	69,891	71,988	81,495	91,435
250	City (not landscape)	7,035	7,246	7,680	8,141
251	City (landscape)	-	-	-	-
252	Industrial	11,488	11,833	6,521	6,622
253	Williamsburg Residential	53,326	54,926	72,777	77,144
254	Williamsburg Commercial	4,765	4,908	7,110	8,120
255	Total Minimum Bill Revenue	\$ 763,955	\$ 786,873	\$ 853,916	\$ 914,413
256	Volumetric Revenue				
257	Residential	\$ 452,427	\$ 466,373	\$ 572,306	\$ 709,966
258	Commercial	296,605	306,378	338,429	375,958
259	City Water	3,783	3,896	4,773	5,251
260	City - Landscaping	11,312	11,312	11,990	12,710
261	Industrial	21,321	21,980	23,739	25,638
262	WMBG Residential	33,097	34,100	54,172	69,091
263	WMBG Commercial	7,843	8,090	11,483	13,163
264	Total Volumetric Revenue	\$ 826,388	\$ 852,129	\$ 1,016,893	\$ 1,211,777
265	Total Water Revenue	\$ 1,590,343	\$ 1,639,003	\$ 1,870,809	\$ 2,126,190
266	Water Revenue Requirement	\$ 1,818,842	\$ 1,976,799	\$ 2,036,180	\$ 2,097,862
267	Total Over/(Under) Recovery	\$ (179,839)	\$ (105,989)	\$ 90,009	\$ 173,548
268	Cumulative Over/(Under)	\$ (179,839)	\$ (285,829)	\$ (195,819)	\$ (22,271)

Footnotes

1 Current rates listed are as of FY 2025

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Wastewater Over/(Under) Under Current Rates

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029	
1	Net Revenue Requirement	\$ 1,446,247	\$ 1,526,548	\$ 1,579,517	\$ 1,951,250	
2	Minimum Bill					
3	Month on New Rate	6	6	6	6	
4	Rate Increase %	5%	5%	5%	5%	
5	Rate Increase \$	\$ -	\$ -	\$ -	\$ -	
6	Minimum Bill	Current Rates				
7	SW Residential Averaged	\$ 13.77	\$ 14.46	\$ 15.18	\$ 15.94	\$ 16.74
8	Commercial	13.77	14.46	15.18	15.94	16.74
9	SW WMBG - Residential Average	22.84	23.98	25.18	26.44	27.76
10	SW WMBG Commercial	22.84	23.98	25.18	26.44	27.76
11	SW Residential Bathhouse	15.52	16.30	17.11	17.97	18.86
12	SW Bathhouse Commercial	47.70	50.09	52.59	55.22	57.98
13	Minimum Bill Revenue					
14	Commercial	\$ 389,553	\$ 399,292	\$ 419,257	\$ 440,220	\$ 462,231
15	SW Residential Averaged	78,338	80,296	84,311	88,526	92,953
16	SW WMBG Commercial	61,257	62,788	65,928	69,224	72,685
17	SW WMBG - Residential Average	5,367	5,502	5,777	6,065	6,369
18	SW Bathhouse Commercial	1,474	1,511	1,587	1,666	1,749
19	SW Residential Bathhouse	8,586	8,801	9,241	9,703	10,188
20	Total Minimum Bill Revenue	\$ 544,576	\$ 558,190	\$ 586,099	\$ 615,404	\$ 646,175
21	% of RR Recovered From Min Bill Rev	39%	38%	39%	33%	
22	Volumetric Bill					
23	Revenue to be recovered from Volumetric Rates	\$ 888,057	\$ 940,448	\$ 964,112	\$ 1,305,075	
24	Month on New Rate	6	6	6	6	
25	Rate Increase %	5%	5%	5%	5%	
26	Rate Increase \$	\$ -	\$ -	\$ -	\$ -	
27	Volumetric Bill (per kgals)	Current				
28	SW Residential Averaged	\$ 4.84	\$ 5.08	\$ 5.34	\$ 5.60	\$ 5.88
29	Commercial	4.84	5.08	5.34	5.60	5.88
30	SW WMBG - Residential Average	4.84	5.08	5.34	5.60	5.88
31	SW WMBG Commercial	4.84	5.08	5.34	5.60	5.88
32	SW Residential Bathhouse	-	-	-	-	-
33	SW Bathhouse Commercial	-	-	-	-	-
34	Volumetric Bill Revenue	Current				
35	SW Residential Averaged	\$ 398,371	\$ 408,330	\$ 428,746	\$ 450,184	\$ 472,693
36	Commercial	103,557	106,146	111,453	117,025	122,877
37	SW WMBG - Residential Average	49,329	50,563	53,091	55,745	58,532

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City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Wastewater Over/(Under) Under Current Rates

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
38	SW WMBG Commercial	9,564	9,803	10,293	10,808
39	SW Residential Bathhouse	-	-	-	-
40	SW Bathhouse Commercial	-	-	-	-
41	Total Volumetric Bill Revenue	\$ 560,820	\$ 574,841	\$ 603,583	\$ 633,762
42	% of RR Recovered From Vol Bill Rev	40%	40%	40%	34%
43	Over/(Under) Recovery				
44	Total Revenue	\$ 1,105,396	\$ 1,133,031	\$ 1,189,682	\$ 1,249,167
45	Revenue Requirement	\$ 1,446,247	\$ 1,526,548	\$ 1,579,517	\$ 1,951,250
46	Over/(Under)	\$ (313,216)	\$ (336,865)	\$ (330,350)	\$ (639,625)
47	Cumulative Over/(Under)	\$ (313,216)	\$ (650,082)	\$ (980,432)	\$ (1,620,056)

Footnotes

1. Assumes Rate Increase Take Effect in January

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Wastewater Over/(Under) Under Proposed Rates - Scenario 1

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029	
1	Net Revenue Requirement	\$ 1,446,247	\$ 1,526,548	\$ 1,579,517	\$ 1,951,250	
2	Minimum Bill					
3	Month on New Rate	6	12	12	12	
4	Rate Increase %	5%	15%	15%	15%	
5	Rate Increase \$	\$ -	\$ -	\$ -	\$ -	
6	Minimum Bill	Current Rates				
7	SW Residential Averaged	\$ 13.77	\$ 14.46	\$ 16.63	\$ 19.12	\$ 21.99
8	Commercial	13.77	14.46	16.63	19.12	21.99
9	SW WMBG - Residential Average	22.84	23.98	27.58	31.72	36.47
10	SW WMBG Commercial	22.84	23.98	27.58	31.72	36.47
11	SW Residential Bathhouse	15.52	16.30	18.74	21.55	24.78
12	SW Bathhouse Commercial	47.70	50.09	57.60	66.24	76.17
13	Minimum Bill Revenue					
14	Commercial	\$ 389,553	\$ 399,292	\$ 470,386	\$ 540,943	\$ 622,085
15	SW Residential Averaged	78,338	80,296	94,593	108,781	125,099
16	SW WMBG Commercial	61,257	62,788	73,968	85,063	97,822
17	SW WMBG - Residential Average	5,367	5,502	6,481	7,453	8,571
18	SW Bathhouse Commercial	1,474	1,511	1,780	2,047	2,354
19	SW Residential Bathhouse	8,586	8,801	10,368	11,923	13,711
20	Total Minimum Bill Revenue	\$ 544,576	\$ 558,190	\$ 657,575	\$ 756,211	\$ 869,643
21	% of RR Recovered From Min Bill Rev	39%	43%	48%	45%	
22	Volumetric Bill					
23	Revenue to be recovered from Volumetric Rates	\$ 888,057	\$ 868,973	\$ 823,305	\$ 1,081,607	
24	Month on New Rate	6	12	12	12	
25	Rate Increase %	5%	15%	15%	15%	
26	Rate Increase \$	\$ -	\$ -	\$ -	\$ -	
27	Volumetric Bill (per kgals)	Current				
28	SW Residential Averaged	\$ 4.84	\$ 5.08	\$ 5.84	\$ 6.72	\$ 7.73
29	Commercial	4.84	5.08	5.84	6.72	7.73
30	SW WMBG - Residential Average	4.84	5.08	5.84	6.72	7.73
31	SW WMBG Commercial	4.84	5.08	5.84	6.72	7.73
32	SW Residential Bathhouse	-	-	-	-	-
33	SW Bathhouse Commercial	-	-	-	-	-
34	Volumetric Bill Revenue	Current				
35	SW Residential Averaged	\$ 398,371	\$ 408,330	\$ 481,033	\$ 553,188	\$ 636,166
36	Commercial	103,557	106,146	125,045	143,801	165,372
37	SW WMBG - Residential Average	49,329	50,563	59,565	68,500	78,775

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City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Wastewater Over/(Under) Under Proposed Rates - Scenario 1

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
38	SW WMBG Commercial	9,564	9,803	11,548	13,281
39	SW Residential Bathhouse	-	-	-	-
40	SW Bathhouse Commercial	-	-	-	-
41	Total Volumetric Bill Revenue	\$ 560,820	\$ 574,841	\$ 677,191	\$ 778,769
42	% of RR Recovered From Vol Bill Rev	40%	44%	49%	46%
43	Over/(Under) Recovery				
44	Total Revenue	\$ 1,105,396	\$ 1,133,031	\$ 1,334,766	\$ 1,534,981
45	Revenue Requirement	\$ 1,446,247	\$ 1,526,548	\$ 1,579,517	\$ 1,951,250
46	Over/(Under)	\$ (313,216)	\$ (191,782)	\$ (44,536)	\$ (186,022)
47	Cumulative Over/(Under)	\$ (313,216)	\$ (504,998)	\$ (549,534)	\$ (735,557)

Footnotes

1. FY 2026 Assumes Rate Increase Take Effect in January

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Wastewater Over/(Under) Under Proposed Rates - Scenario 2

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029	
1	Net Revenue Requirement	\$ 1,446,247	\$ 1,526,548	\$ 1,579,517	\$ 1,951,250	
Minimum Bill						
2	Month on New Rate	6	12	12	12	
3	Rate Increase %	5%	25%	25%	25%	
4	Rate Increase \$	\$ -	\$ -	\$ -	\$ -	
5	Minimum Bill	Current Rates				
6	SW Residential Averaged	\$ 13.77	\$ 14.46	\$ 18.07	\$ 22.59	\$ 28.24
7	Commercial	13.77	14.46	18.07	22.59	28.24
8	SW WMBG - Residential Average	22.84	23.98	29.98	37.47	46.84
9	SW WMBG Commercial	22.84	23.98	29.98	37.47	46.84
10	SW Residential Bathhouse	15.52	16.30	20.37	25.46	31.83
11	SW Bathhouse Commercial	47.70	50.09	62.61	78.26	97.82
12	Minimum Bill Revenue					1
13	Commercial	\$ 389,553	\$ 399,292	\$ 511,289	\$ 639,111	\$ 798,889
14	SW Residential Averaged	78,338	80,296	102,818	128,523	160,653
15	SW WMBG Commercial	61,257	62,788	80,400	100,500	125,624
16	SW WMBG - Residential Average	5,367	5,502	7,045	8,806	11,007
17	SW Bathhouse Commercial	1,474	1,511	1,935	2,419	3,024
18	SW Residential Bathhouse	8,586	8,801	11,269	14,086	17,608
19	Total Minimum Bill Revenue	\$ 544,576	\$ 558,190	\$ 714,755	\$ 893,444	\$ 1,116,805
20	% of RR Recovered From Min Bill Rev	39%	47%	57%	57%	
Volumetric Bill						
21	Revenue to be recovered from Volumetric Rates	\$ 888,057	\$ 811,792	\$ 686,072	\$ 834,444	
	Month on New Rate	6	12	12	12	
22	Rate Increase %	5%	25%	25%	25%	
23	Rate Increase \$	\$ -	\$ -	\$ -	\$ -	
24	Volumetric Bill (per kgals)	Current				
25	SW Residential Averaged	\$ 4.84	\$ 5.08	\$ 6.35	\$ 7.94	\$ 9.93
26	Commercial	4.84	5.08	6.35	7.94	9.93
27	SW WMBG - Residential Average	4.84	5.08	6.35	7.94	9.93
28	SW WMBG Commercial	4.84	5.08	6.35	7.94	9.93
29	SW Residential Bathhouse	-	-	-	-	-
30	SW Bathhouse Commercial	-	-	-	-	-
31	Volumetric Bill Revenue	Current				1
32	SW Residential Averaged	\$ 398,371	\$ 408,330	\$ 522,862	\$ 653,577	\$ 816,971
33	Commercial	103,557	106,146	135,918	169,898	212,372
34	SW WMBG - Residential Average	49,329	50,563	64,745	80,931	101,164

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Wastewater Over/(Under) Under Proposed Rates - Scenario 2

Line No.		Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
35	SW WMBG Commercial	9,564	9,803	12,553	15,691
36	SW Residential Bathhouse	-	-	-	-
37	SW Bathhouse Commercial	-	-	-	-
38	Total Volumetric Bill Revenue	\$ 560,820	\$ 574,841	\$ 736,077	\$ 920,096
39	% of RR Recovered From Vol Bill Rev	40%	48%	58%	59%

Over/(Under) Recovery

40	Total Revenue	\$ 1,105,396	\$ 1,133,031	\$ 1,450,832	\$ 1,813,540	\$ 2,266,925
41	Revenue Requirement	\$ 1,446,247	\$ 1,526,548	\$ 1,579,517	\$ 1,951,250	
42	Over/(Under)	\$ (313,216)	\$ (75,716)	\$ 234,024	\$ 315,676	
43	Cumulative Over/(Under)	\$ (313,216)	\$ (388,932)	\$ (154,908)	\$ 160,768	

Footnotes

1. FY 2026 Assumes Rate Increase Take Effect in January

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Reserves - Scenario 1

Line No.	Item Description	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
1	Interest %	2.00%	2.00%	2.00%	2.00%
2	Water Over/(Under)	\$ (179,839)	\$ (158,775)	\$ (27,781)	\$ (12,035)
3	Wastewater Over/(Under)	(313,216)	(191,782)	(44,536)	(186,022)
4	Total Over/(Under)	\$ (493,055)	\$ (350,558)	\$ (72,317)	\$ (198,057)
5	Water Repair and Replacement				
6	Beginning Balance	\$ 840,563	\$ 677,535	\$ 532,310	\$ 515,176
7	Additions				
8	Interest	\$ 16,811	\$ 13,551	\$ 10,646	\$ 10,304
9	Water Over/(Under)	(179,839)	(158,775)	(27,781)	(12,035)
10	Ending Balance	\$ 677,535	\$ 532,310	\$ 515,176	\$ 513,444
11	Wastewater Repair and Replacement				
12	Beginning Balance	\$ 982,870	\$ 689,311	\$ 511,315	\$ 477,005
13	Additions				
14	Interest	\$ 19,657	\$ 13,786	\$ 10,226	\$ 9,540
15	Wastewater Over/(Under)	(313,216)	(191,782)	(44,536)	(186,022)
16	Ending Balance	\$ 689,311	\$ 511,315	\$ 477,005	\$ 300,524
17	Emergency Reserve				
18	Beginning Balance	\$ 575,000	\$ 686,500	\$ 800,230	\$ 916,235
19	Additions				
20	W-PAYG	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000
21	WW-PAYG	50,000	50,000	50,000	50,000
22	Interest	11,500	13,730	16,005	18,325
23	Ending Balance	\$ 686,500	\$ 800,230	\$ 916,235	\$ 1,034,559
24	Total Reserves	2,053,346	1,843,856	1,908,416	1,848,527

Footnotes

1 Beginning Balances updated per City on 9/9/25

City of Truth or Consequences, New Mexico
Water Wastewater Cost of Service Study
Reserves - Scenario 2

Line No.	Item Description	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029
1	Interest %	2.00%	2.00%	2.00%	2.00%
2	Water Over/(Under)	\$ (179,839)	\$ (105,989)	\$ 90,009	\$ 173,548
3	Wastewater Over/(Under)	(313,216)	(75,716)	234,024	315,676
4	Total Over/(Under)	\$ (493,055)	\$ (181,705)	\$ 324,033	\$ 489,224
5	Water Repair and Replacement				
6	Beginning Balance	\$ 840,563	\$ 677,535	\$ 585,096	\$ 686,808
7	Additions				
8	Interest	\$ 16,811	\$ 13,551	\$ 11,702	\$ 13,736
9	Water Over/(Under)	(179,839)	(105,989)	90,009	173,548
10	Ending Balance	\$ 677,535	\$ 585,096	\$ 686,808	\$ 874,092
11	Wastewater Repair and Replacement				
12	Beginning Balance	\$ 982,870	\$ 689,311	\$ 627,382	\$ 873,953
13	Additions				
14	Interest	\$ 19,657	\$ 13,786	\$ 12,548	\$ 17,479
15	Wastewater Over/(Under)	(313,216)	(75,716)	234,024	315,676
16	Ending Balance	\$ 689,311	\$ 627,382	\$ 873,953	\$ 1,207,108
17	Emergency Reserve				
18	Beginning Balance	\$ 575,000	\$ 686,500	\$ 800,230	\$ 916,235
19	Additions				
20	W-PAYG	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000
21	WW-PAYG	50,000	50,000	50,000	50,000
22	Interest	11,500	13,730	16,005	18,325
23	Ending Balance	\$ 686,500	\$ 800,230	\$ 916,235	\$ 1,034,559
24	Total Reserves	2,053,346	2,012,708	2,476,995	3,115,759

Footnotes

1 Beginning Balances updated per City on 9/9/25

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