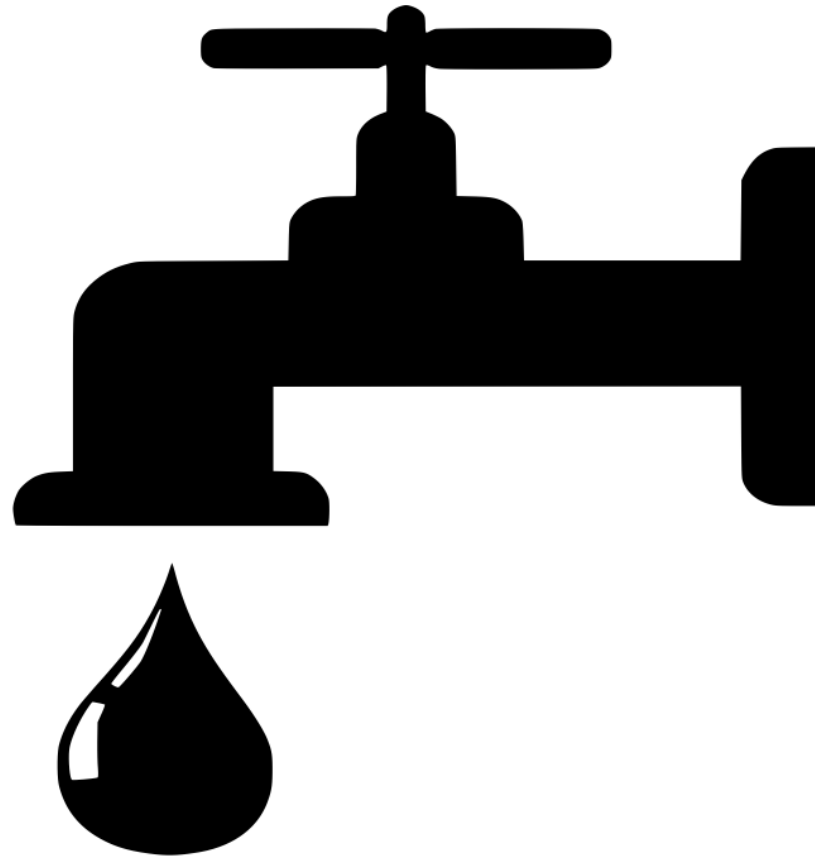


LAKE LIVINGSTON WATER SUPPLY CORPORATION ANNUAL 2026 BUDGET



*Prepared by: Zuni David, CFO
Approved by the BOD 09/25/2025*

LAKE LIVINGSTON WATER SUPPLY CORPORTATION
ANNUAL 2026 BUDGET SUMMARY

<u>Statement of Activities</u>	BUDGET 2025	ACTUAL 2024	BUDGET 2026	DIFFERENCE	PERCENT
<u>Total Revenues</u>	7,548,984	7,296,751	7,890,184	593,433	<u>7.52%</u>
<u>Total Cost of Sales</u>	3,104,540	3,148,624	3,172,940	24,316	<u>0.77%</u>
<u>Total Operational Costs</u>	2,453,512	2,272,753	2,684,872	412,119	<u>15.35%</u>
-					
<u>Total Administrative Costs</u>	1,078,104	1,036,985	1,099,596	62,611	<u>5.69%</u>
<u>Total Expenses</u>	6,636,156	6,458,362	6,957,408	499,046	<u>7.17%</u>
<u>NET INCOME</u>	<u>912,828</u>	<u>838,389</u>	<u>932,776</u>	<u>94,387</u>	<u>10.12%</u>

LAKE LIVINGSTON WATER SUPPLY CORPORATION					ANNUAL 2026 BUDGET										
Acct #	Statement of Activities	January	February	March	April	May	June	July	August	September	October	November	December	Totals	
	Revenues:														BUDGET '25 TO BUDGET '26
40000	Water Revenue	560,000	570,000	585,000	585,000	640,000	665,000	670,000	670,000	660,000	660,000	560,000	560,000	7,385,000	up 5%
40050	Water Revenues-Other	2,300	2,300	2,300	2,300	2,300	2,300	2,300	2,300	2,300	2,300	2,300	2,300	27,600	
40100	Equity Buy-in Fee	6,510	6,510	6,510	6,510	6,510	6,510	6,510	6,510	6,510	6,510	6,510	6,510	78,120	
40201	New Taps	6,500	6,500	6,500	6,500	6,500	6,500	6,500	6,500	6,500	6,500	6,500	6,500	78,000	
40203	Taps-Existing	4,600	4,600	4,600	4,600	4,800	4,800	4,800	4,800	4,600	4,600	4,600	4,600	56,000	
40204	Retaps - Non-pay	4,417	4,417	4,417	4,417	4,417	4,417	4,417	4,417	4,417	4,417	4,417	4,417	53,004	
40205	Late Fees	6,000	7,000	7,000	7,000	7,500	7,500	7,500	7,500	7,000	7,000	7,000	7,000	85,000	
40210	Meter Relocation Fee	0	0	0	0	325	0	0	325	0	325	325	0	1,300	
40250	Non-pay Disconnect Fees	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	42,000	
40285	Return Check Fees	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	12,000	up 11%
40300	Dividends	0	0	0	0	0	6,000	0	0	0	0	0	34,000	40,000	
44000	Interest Income	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	18,000	
45000	Overage & Shortage	5	5	5	5	5	5	5	5	5	5	5	5	60	
46000	Misc. Income & Expense	50	50	50	50	50	50	50	50	50	50	50	50	600	
46500	Vending Machine Sales	125	125	125	125	125	125	125	125	125	125	125	125	1,500	
47000	Gain or Loss Sale of Assets	0	0	5,000	0	0	0	1,000	5,000	0	0	0	1,000	12,000	
	Total Revenues	596,507	607,507	627,507	622,507	678,532	709,207	709,207	713,532	697,507	697,832	597,832	632,507	7,890,184	

LAKE LIVINGSTON WATER SUPPLY CORPORATION					ANNUAL 2026 BUDGET											
Acct #	Statement of Activities	January	February	March	April	May	June	July	August	September	October	November	December	Totals		
	Cost of Sales:														BUDGET '25 TO BUDGET '26	
50100	Chemical Usage	15,500	15,500	15,500	15,500	15,500	15,500	15,500	15,500	15,500	15,500	15,500	15,500	186,000	up 5%	
50200	Electric Usage	19,000	19,000	17,850	17,850	17,850	19,000	18,000	18,000	17,000	16,850	16,850	16,850	214,100		
50400	Vehicle Maintenance	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	60,000		
50410	Vehicle Licenses & Registration	100	100	100	100	100	100	100	100	100	100	100	100	1,200		
50415	Vehicle GPS System	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	16,800	up 133%	
50500	Vehicle Fuel	9,000	9,000	9,500	9,500	12,000	12,000	12,000	12,000	10,000	8,900	8,900	8,900	121,700		
50600	Operator's Wages	116,700	116,700	116,700	116,700	116,700	116,700	116,700	116,700	116,700	116,700	116,700	116,700	1,400,400	up 4%	
50602	Non Capitalized - Labor	-9,800	-9,800	-9,800	-9,800	-9,800	-9,800	-9,800	-9,800	-9,800	-9,800	-9,800	-9,800	-117,600		
50603	Capitalized - Labor -Meters	-1,960	-1,960	-1,960	-1,960	-1,960	-1,960	-1,960	-1,960	-1,960	-1,960	-1,960	-1,960	-23,520		
50700	Operator's Wages - Overtime	17,500	17,500	18,000	18,000	19,000	19,000	19,000	18,000	18,000	18,000	18,000	18,000	218,000		
50800	Water Purchased	3,850	3,850	3,850	3,850	3,850	4,620	4,620	4,620	4,620	4,290	3,850	3,850	49,720		
50810	Raw Water Purchased	6,845	6,845	6,845	6,845	6,845	6,845	6,845	6,845	6,845	6,845	6,845	6,845	82,140		
51000	Well/Pump & Station Maintenance	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	15,000		
52000	Distribution System Maintenance	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	1,200,000		
52002	Non Capitalized - Materials	-18,000	-18,000	-18,000	-18,000	-18,000	-18,000	-18,000	-18,000	-18,000	-18,000	-18,000	-18,000	-216,000		
52003	Capitalized - Materials - Meters	-16,700	-16,700	-16,700	-16,700	-16,700	-16,700	-16,700	-16,700	-16,700	-16,700	-16,700	-16,700	-200,400		
52600	Operator's Tools & Supplies	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	48,000		
53000	Generator Fuel	1,000	1,000	1,000	1,000	1,000	1,500	2,000	2,000	2,000	2,000	800	800	16,100		
53010	Generator Maintenace	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	60,000		
54000	Customer Reimbursements	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	13,200		
54500	Water Production Fees	3,500	110	110	3,000	110	110	6,500	110	110	3,500	110	10,230	27,500		
55000	Other Direct Costs	50	50	50	50	50	50	50	50	50	50	50	50	600		
	Total Cost of Sales	264,335	260,945	260,795	263,685	264,295	266,715	272,605	265,215	262,215	264,025	258,995	269,115	3,172,940		
	Gross Profit	332,172	346,562	366,712	358,822	414,237	442,492	436,602	448,317	435,292	433,807	338,837	363,392	4,717,244		

LAKE LIVINGSTON WATER SUPPLY CORPORATION					ANNUAL 2026 BUDGET										
Acct #	Statement of Activities	January	February	March	April	May	June	July	August	September	October	November	December	Totals	
	Operational Costs:														BUDGET '25 TO BUDGET '26
56001	Amortization Expense - Leases	0	0	0	0	0	0	0	0	0	0	0	19,644	19,644	
56003	Amortization Expense - TWDB	3,630	3,630	3,630	3,630	3,630	3,630	3,630	3,630	3,630	3,630	3,630	3,630	43,560	
56005	Bad Debt Write Off	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	48,000	
56010	Bank Fees	220	220	220	220	220	220	220	220	220	220	220	220	2,640	
56015	Electronic Payments	2,300	2,300	2,300	2,300	2,300	2,300	2,300	2,300	2,300	2,300	2,300	2,300	27,600	up 15%
56020	Depreciation Expense	98,000	98,000	98,000	98,000	98,000	98,000	98,000	98,000	98,000	98,000	98,000	98,000	1,176,000	up 15%
56035	Continuous Education	600	3,000	200	4,000	4,000	3,000	2,000	2,000	1,000	1,000	1,000	1,000	22,800	
56040	Dues & Subscriptions	7,500	0	0	100	200	0	0	0	200	0	0	0	8,000	
56045	Insurance - Property & Liability	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	108,000	
56050	Insurance - Medical	41,165	41,165	41,165	41,165	41,165	41,165	41,165	41,165	41,165	41,165	41,165	41,165	493,980	up 9%
56052	Non Capitalized - Overhead	-6,000	-6,000	-6,000	-6,000	-6,000	-6,000	-6,000	-6,000	-6,000	-6,000	-6,000	-6,000	-72,000	
56053	Capitalized - Overhead -Meters	-1,000	-1,000	-1,000	-1,000	-1,000	-1,000	-1,000	-1,000	-1,000	-1,000	-1,000	-1,000	-12,000	
56080	Insurance - Workers Comp	2,632	2,632	2,632	2,632	2,632	2,632	2,632	2,632	2,632	2,632	2,632	2,632	31,584	
56095	Interest Expense	17,500	17,500	17,500	17,500	17,500	17,500	17,500	17,500	17,500	17,500	17,500	17,500	210,000	up 12%
56097	Commitment Fee	190	190	190	190	190	190	190	190	190	190	190	190	2,280	up 111%
56100	Laboratory Testing	6,920	6,920	6,920	6,920	6,920	6,920	6,920	6,920	6,920	6,920	6,920	6,920	83,040	
56110	Billing/Administrative Services	5,200	5,200	5,200	5,200	5,200	5,200	5,200	5,200	5,200	5,200	5,200	5,200	62,400	up 8%
56113	Consultant Services	620	620	620	620	620	620	620	620	620	620	620	620	7,440	
56115	Legal Fees - Attorneys	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	30,000	
56116	Financial & Audit services	0	0	15,700	8,000	2,000	0	0	0	0	0	0	0	25,700	
56120	Engineering Services	10,500	10,500	10,500	10,500	10,500	10,500	10,500	10,500	10,500	10,500	10,500	10,500	126,000	
56123	Surveying	0	0	0	0	0	0	0	200	0	0	0	200	400	
56125	Operational Fees	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	30,000	
56130	Meals	100	100	100	100	100	100	100	100	100	100	100	100	1,200	
56134	Paper	800	800	800	800	800	800	800	800	800	800	800	800	9,600	
56135	Office Supplies	1,300	1,300	1,500	1,300	1,300	2,500	1,200	1,400	1,500	1,400	1,500	1,300	17,500	
56136	Office & Equipment Maintenance	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	38,400	
56139	Computer Operations	5,500	5,500	5,500	5,500	5,500	5,500	5,500	5,500	5,500	5,500	5,500	5,500	66,000	
56140	Penalties & Fines	500	500	500	500	500	500	500	500	500	500	500	500	6,000	
56145	Postage	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	30,000	
56146	Other Shipping Costs	167	167	167	167	167	167	167	167	167	167	167	167	2,004	
56150	Property Fees - POA	400	100	100	100	600	100	0	0	200	100	100	100	1,900	
56165	Rent - Equipment	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100	25,200	
56170	Repairs & Maintenance	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	12,000	
	Total Operational Costs	225,544	220,144	233,244	229,244	223,844	221,344	218,944	219,344	218,644	218,244	218,344	237,988	2,684,872	
	Gross Profit	106,628	126,418	133,468	129,578	190,393	221,148	217,658	228,973	216,648	215,563	120,493	125,404	2,032,372	

LAKE LIVINGSTON WATER SUPPLY CORPORATION ANNUAL 2026 BUDGET CAPITAL EXPENSES

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Notes to 2026 LLWSC Budget Changes

REVENUES

40000 - Water Revenue - Increasing 5% to reflect 2026 additonal two tiers added to rate structure and tier increase.

40285 - Return Check Fees - Increasing 11% to better reflect actuals.

COST OF SALES

50100 - Chemical Usage - Increasing 5% to better reflect costs and actuals.

50415 - Vehicle GPS System - Increasing 133% due to front facing cameras installed in fleet.

50600 - Operator's Wages - Increasing 4% to reflect wage increases as seen appropriate and necessary.

Notes to 2026 LLWSC Budget Changes

OPERATIONAL COSTS

56015 - Electronic Payments - Increasing 15% to better reflect actuals, more customers paying online.

56020 - Depreciation Expense - Increasing 15% to better reflect new units and upgrades to system.

56050 - Insurance - Medical - Increasing 9% to reflect increase in insurance premium.

56095 - Interest Expense - Increasing 12% to better reflect increased interest due to new CoBank loan.

56097 - Commitment Fee - Increasing 111% to reflect increase due to new CoBank loan.

56110 - Billing/Administrative Services - Increasing 8% due to postage increase.

ADMINISTRATIVE COSTS

56187 - Exempt Employees Salaries - Increasing 2% to reflect salary increases as seen appropriate and necessary.

56190 - Employee Bonuses - Increasing 16% to reflect longevity milestones being met.

56191 - Exempt Employee Bonuses - Increasing 1% to reflect actuals.

56196 - 401K Pension Plan - Increasing 8% to better reflect actuals, more employees contributions.

56200 - Telephone - Decreasing 13% due to change last year in phone service.

57000 - Taxes - Payroll - Increasing 5% to better reflect actuals.