

601 N. Moapa Valley Boulevard * Post Office Box 257
Logandale, Nevada * 89021
Telephone (702) 397-6893 * Facsimile (702) 397-6894

To: Chairman Kelby Robison & MVWD Board of Directors
From: Joseph Davis, General Manager
Date: March 6, 2025
Subject: WaterWorth Budget Work Sheet Comparison

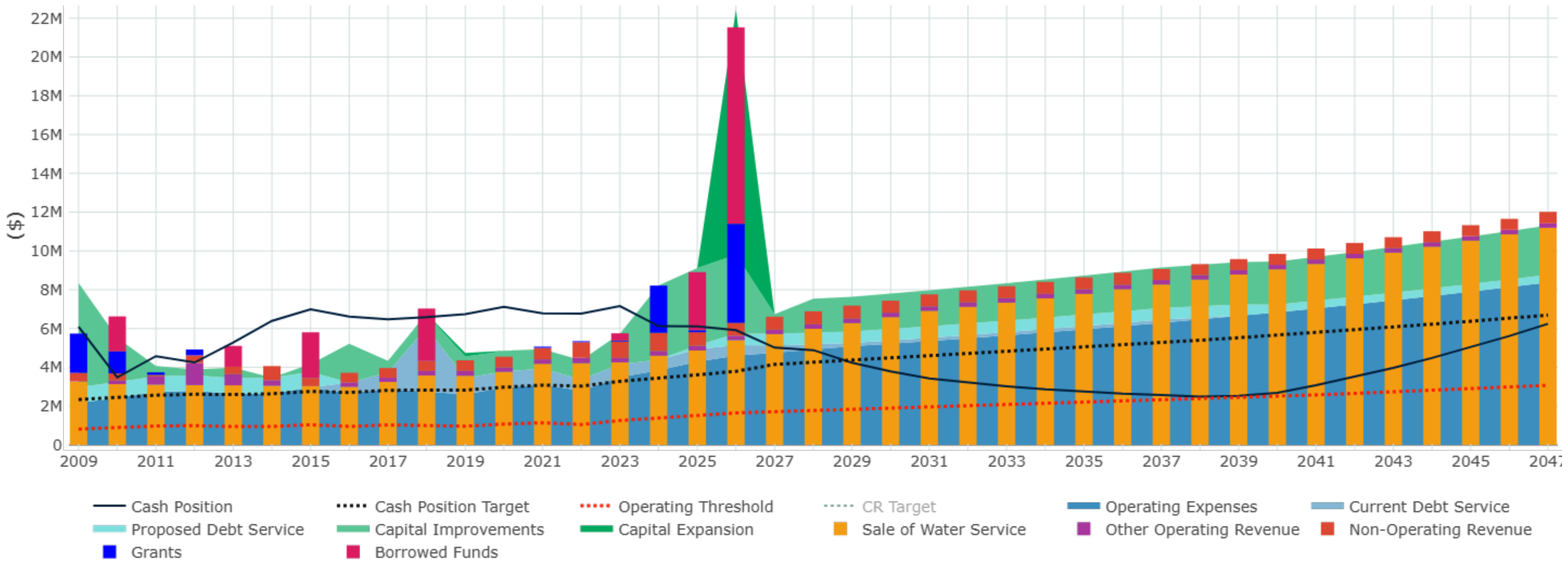
Background:

During the staff's budget presentation at the February 13th Board of Directors meeting, discussions centered around the inclusion of a cost of living proposal for all District employees. Staff was instructed to bring back the analysis that was performed in the Districts financial modeling software WaterWorth.

Staff has included three WaterWorth analysis sheets showing the potential revenue impact on the long term financials of the District. The three analysis sheets show the different scenarios the impacts could potentially have. A key component to note is the waver the District received from the EPA on the \$2,474,640 grant we received for the replacement of the 9,000 feet of DI pipe. The waver removes the Districts obligation to cover 20% of the project costs. This reduces the District's proposed obligation by \$525,360.

- Sheet #1 is the original analysis that shows the Districts revenue projections in a worst case scenario with no modifications.
 - Original rate increase projections FY26-7% FY27-6% FY28-5%
 - Includes the Districts cost share obligation of \$525,360.
 - Includes Cost of Living proposal
- Sheet #2
 - Original rate increase projections FY26-7% FY27-6% FY28-5%
 - **REMOVES** the Districts cost share obligation of \$525,360.
 - Includes Cost of Living proposal
- Sheet #3 is a modified version of sheet #2 that changes the FY27-6% rate increase to 8%
 - **Modified** rate increase projections FY26-7% **FY27-8%** FY28-5%
 - **REMOVES** the Districts cost share obligation of \$525,360.
 - Includes Cost of Living proposal

#1) 3-4-25 Current Model
 Includes \$525,360 (No BABA Waiver)
 8% Immediately, COLA FY26-29 3% COLA, Then 1%. Includes Insurance.
 Rate Increases: FY26-7%, FY27-6%, FY28-5%.

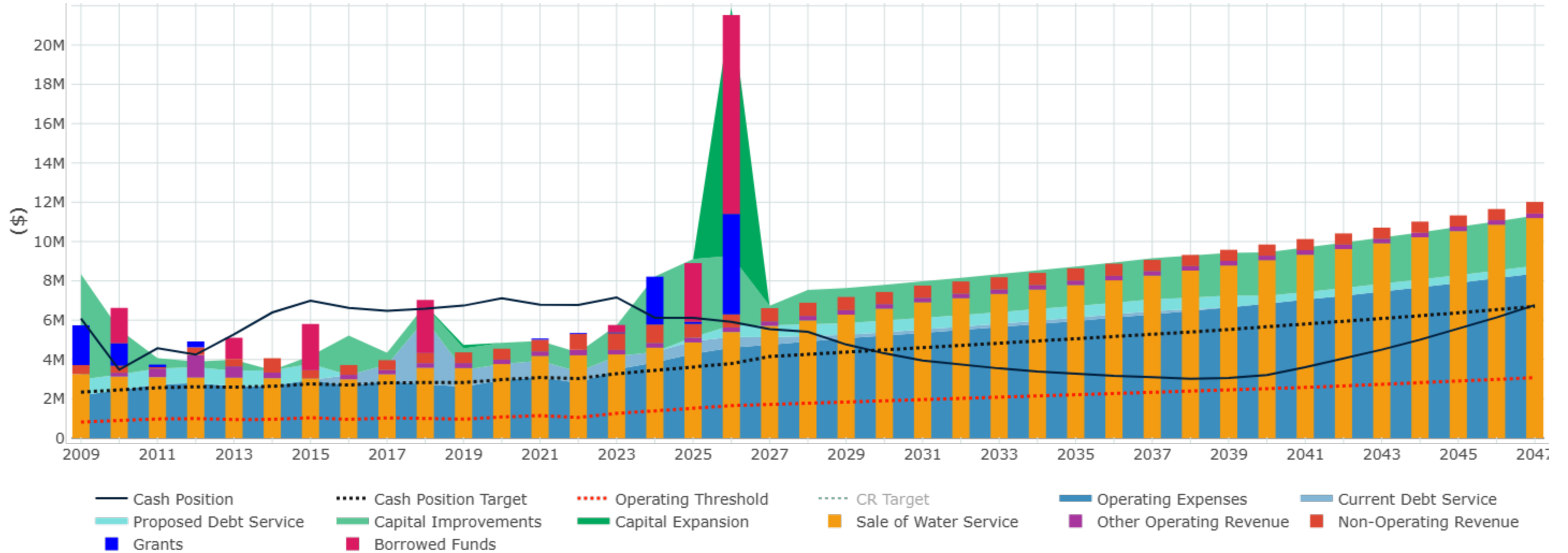


#2) 3-4-25

Includes BABA waiver for \$525,360.

8% immediately, COLA FY26-29 3% COLA, Then 1%. Includes Insurance.

Rate Increases: FY26-7%, FY27-6%, FY28-5%.



#3) 3-4-25

Includes BABA waiver for \$525,360.

8% Immediately, COLA FY26-29 3% COLA, Then 1%. Includes Insurance.

Rate Increases: FY26-7%, FY27-8%, FY28-5%.

