



# Financial Strategy and Sustainability Study

## Workshop 4: Water Rate Design and Analysis

July 25, 2019



Southeastern Colorado Water Conservancy District



# Agenda

- **Purpose**
- **Project Status and Schedule**
- **Workshops 1-3: Recap**
- **Workshop 4: Rate Scenarios**
  - Aggressive (1-year; One and Done)
  - Moderate (5-year Phase-In)
  - Gradual (10-year Phase-In)
- **Scenario(s) for Rate Hearing**
- **Comments and Questions**



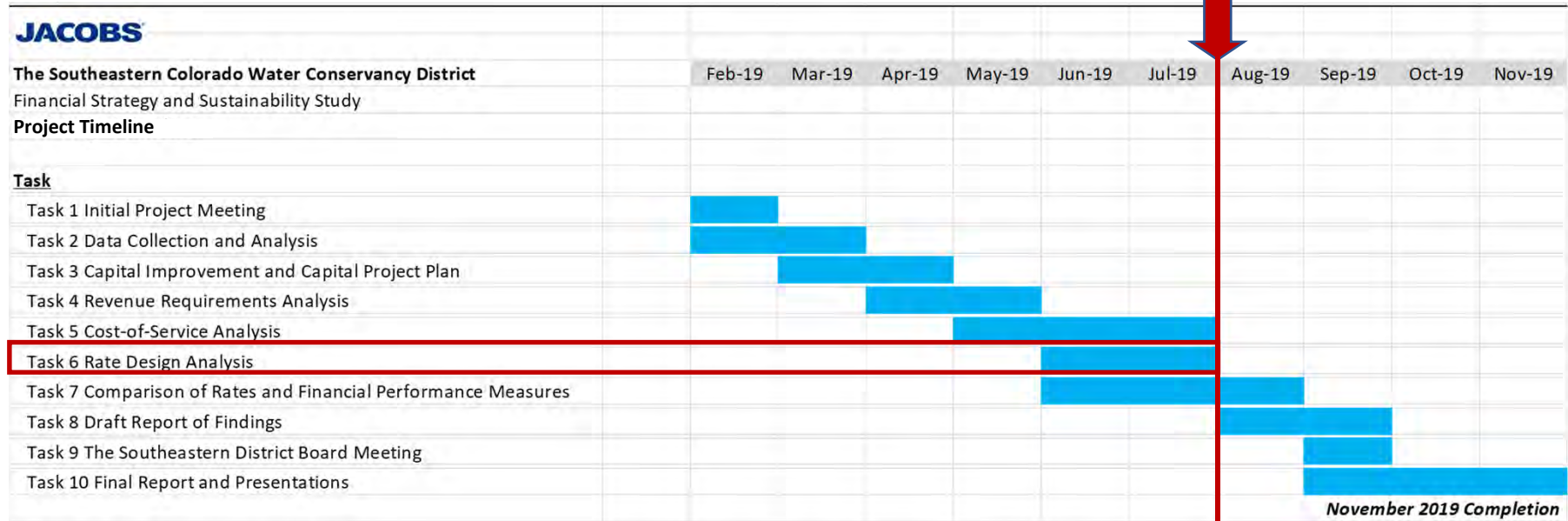


# Project Status and Schedule



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# Project Schedule



# Each Step in a Rate Study Builds On the Prior Step in the Process





# Previous Workshops 1-3 (Recap)



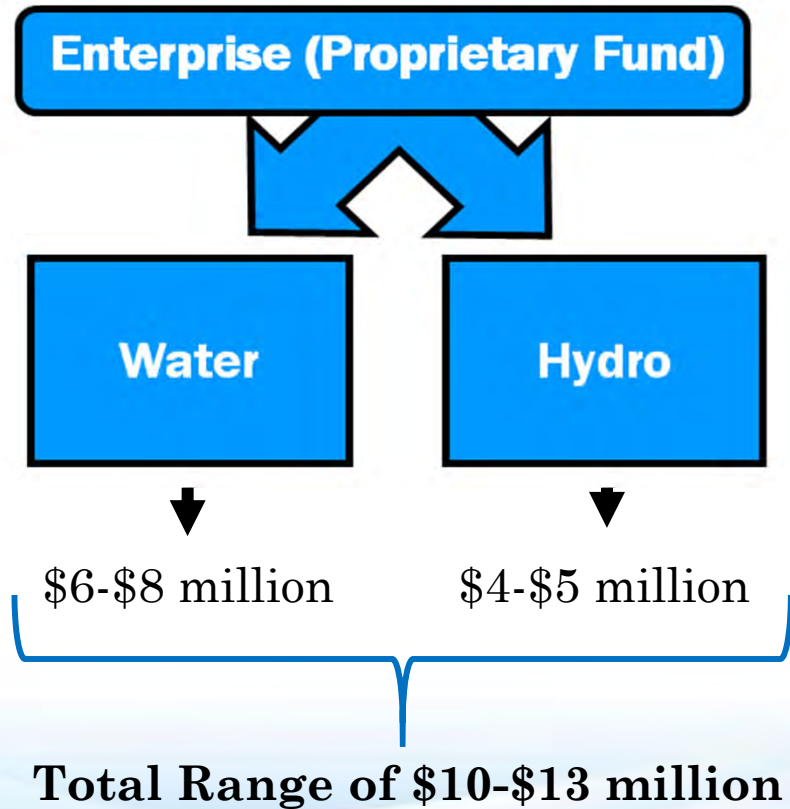
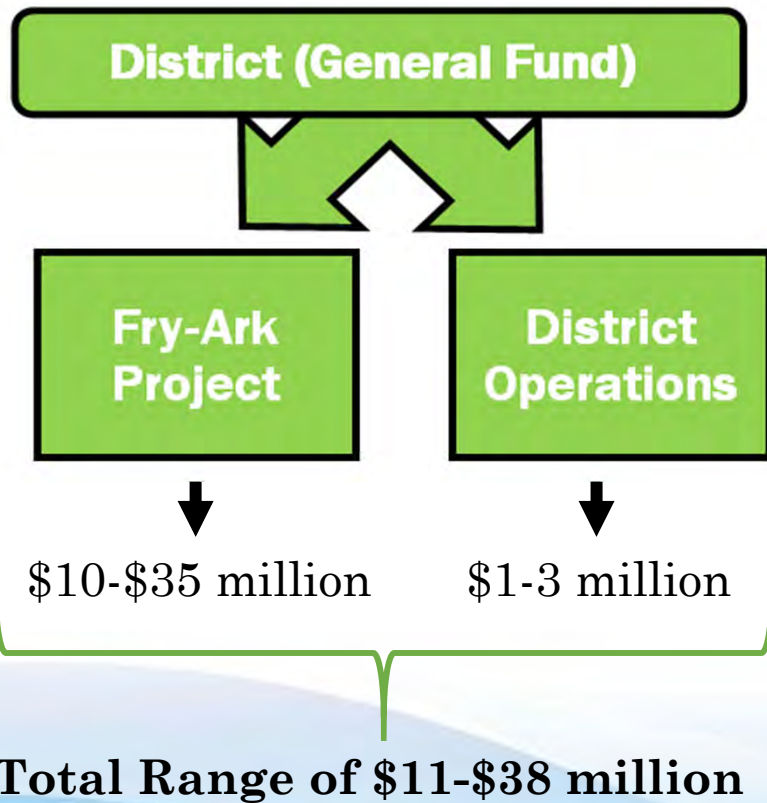
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# Workshop 1: Financial Plan - Summary

- **Base Case projections forecast the unrestricted fund balances for the next 10 years.**
- **To maintain the Base Case, status quo, a doubling of rate and fee revenue is needed over the next 10 years.**



# Workshop 2: Reserves - Summary





# Workshop 3: Cost of Service

- **A cost of service basis was calculated for:**
  - Project Water
  - Municipal Carry-Over Project Water (M&I)
  - Return Flows
  - Winter Water Storage (Irrigation)
  - If-and-When Storage (Excess Capacity)
- **Surcharges were not studied and remain the same**



# Workshop 3: Cost of Service Calculation Changes

- Following a routine QA/QC review, changes to the cost of service calculations were identified. Updated results are as follows:

## – Project Water

		Workshop 3	Workshop 4	Variance
Method	Customer Class	\$/AF	\$/AF	\$/AF
Uniform	M&I	\$ 14.30	\$ 14.29	\$ (0.01)
	Irrigation	\$ 14.30	\$ 14.29	\$ (0.01)
Split	M&I	\$ 14.89	\$ 15.25	\$ 0.36
	Irrigation	\$ 13.58	\$ 13.14	\$ (0.44)

# Workshop 3: Cost of Service Calculation Changes

## – Municipal Carryover

	Workshop 3	Workshop 4	Variance
	\$/AF	\$/AF	\$/AF
Total Opportunity Cost of Carryover Water	\$ 11.58	\$ 11.86	\$ 0.28

## – Return Flows

	Workshop 3	Workshop 4	Variance
	\$/AF	\$/AF	\$/AF
M&I	18.65	\$ 18.78	\$ 0.13
Irrigation	16.92	\$ 16.18	\$ (0.74)

## – Winter Water Storage

- \$5.72 (No change from Workshop 3)

## – If-and-When Storage (Excess Capacity)

- No water rate charge (No change from Workshop 3)

• These updated values have been utilized in the rate design and analysis





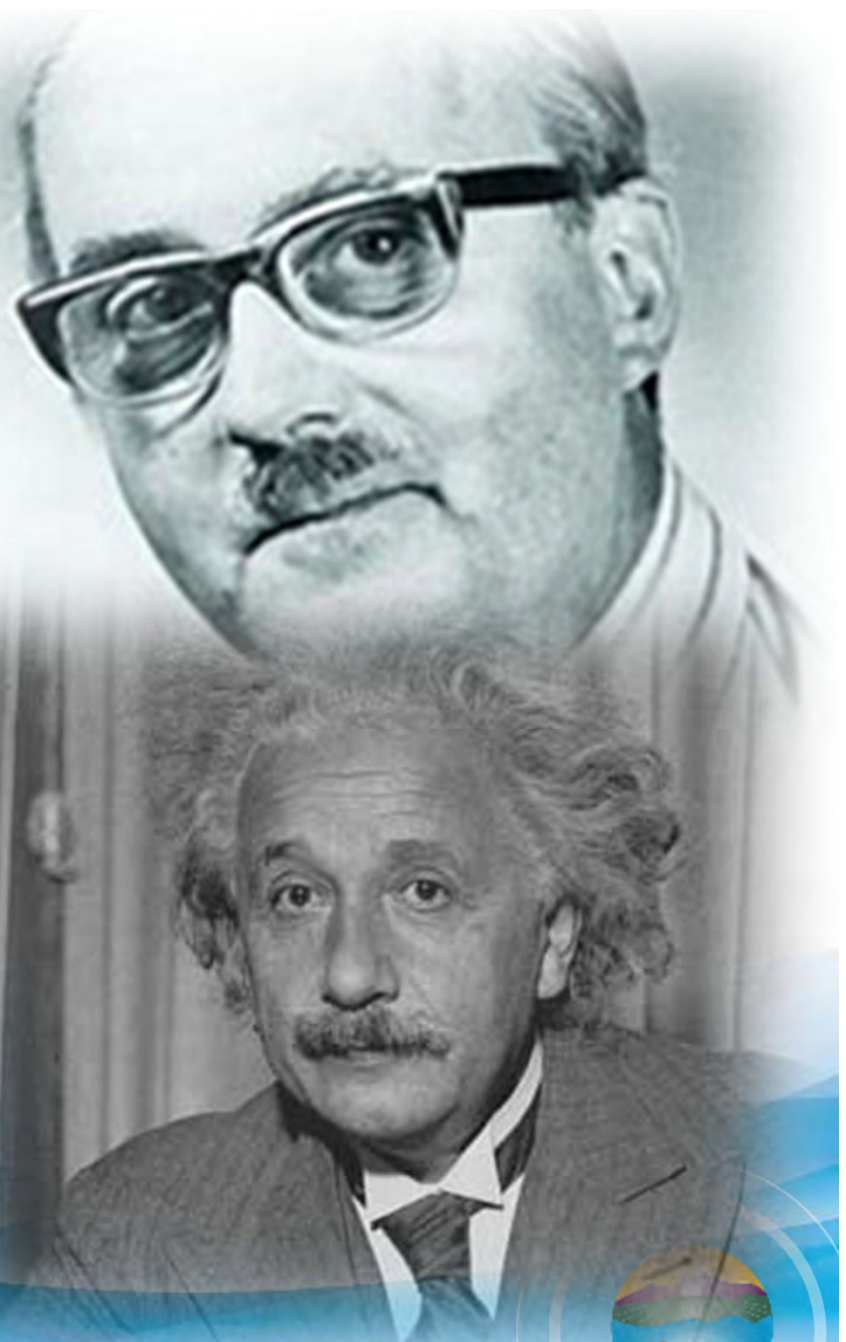
# Workshop 4: Rate Design and Analysis



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# Overarching Goals of the Study

- **Look into the future**
  - All models are wrong, but some are useful.
    - George E.P. Box, Statistician
- **Simplify**
  - Everything should be made as simple as it can be, but not simpler
    - Albert Einstein, Physicist



## Purpose of this Workshop 4

- **Present the Rate Design scenarios and results**
- **Receive comments from the Committee**
  - Reasonableness of assumptions
  - Preferences for rate design and rate hearing
    - Timeframe for phase-in to new rates
- **Determine the Rate Scenario(s) that will be presented to the Board at the first rate hearing**



# ...Not the Purpose of this Workshop 4

....Not our purpose today to discuss:

- **Financial plan or other revenue requirements (Workshop 1)**
- **District effectiveness and efficiency**
- **Reserves targets (Workshop 2)**
- **Cost of service (Workshop 3)**



# Cost of Service Proof Project Water Rate

Project Water Rate	Test Year 2020	Revenue Requirement District Operations Fund	Revenue Requirement Water Fund	Revenue Requirement Combined
Revenue Requirements	2020	\$ 3,235,550	\$ 3,632,892	\$ 6,868,442
Revenue Credits	2020	\$ 2,937,848	\$ 3,337,835	\$ 6,275,683
Net Cost of Service	2020	\$ 297,702	\$ 295,057	\$ 592,759
Project Water Sales Revenue	2020	\$ -	\$ 601,088	\$ 601,088
				1.4% difference due to rounding





# Cost of Service (Theoretical) Forecast of Combined Net Revenues

Scenario	Year	Net Revenue		Net Revenue
		District Operations Fund	Water Fund	Combined
<b>Cost of Service (Theoretical)</b>	<b>2020</b>	\$ (306,000)	\$ 27,000	\$ (279,000)
Cost of Service (Theoretical)	2021	\$ (226,000)	\$ 910,000	\$ 684,000
Cost of Service (Theoretical)	2022	\$ (141,000)	\$ 992,000	\$ 851,000
Cost of Service (Theoretical)	2023	\$ (209,000)	\$ 992,000	\$ 783,000
Cost of Service (Theoretical)	2024	\$ (259,000)	\$ 1,111,000	\$ 852,000
Cost of Service (Theoretical)	2025	\$ (243,000)	\$ 288,000	\$ 45,000
Cost of Service (Theoretical)	2026	\$ (295,000)	\$ 1,488,000	\$ 1,193,000
Cost of Service (Theoretical)	2027	\$ (280,000)	\$ 1,441,000	\$ 1,161,000
Cost of Service (Theoretical)	2028	\$ (333,000)	\$ 1,646,000	\$ 1,313,000
Cost of Service (Theoretical)	2029	\$ (317,000)	\$ 754,000	\$ 437,000

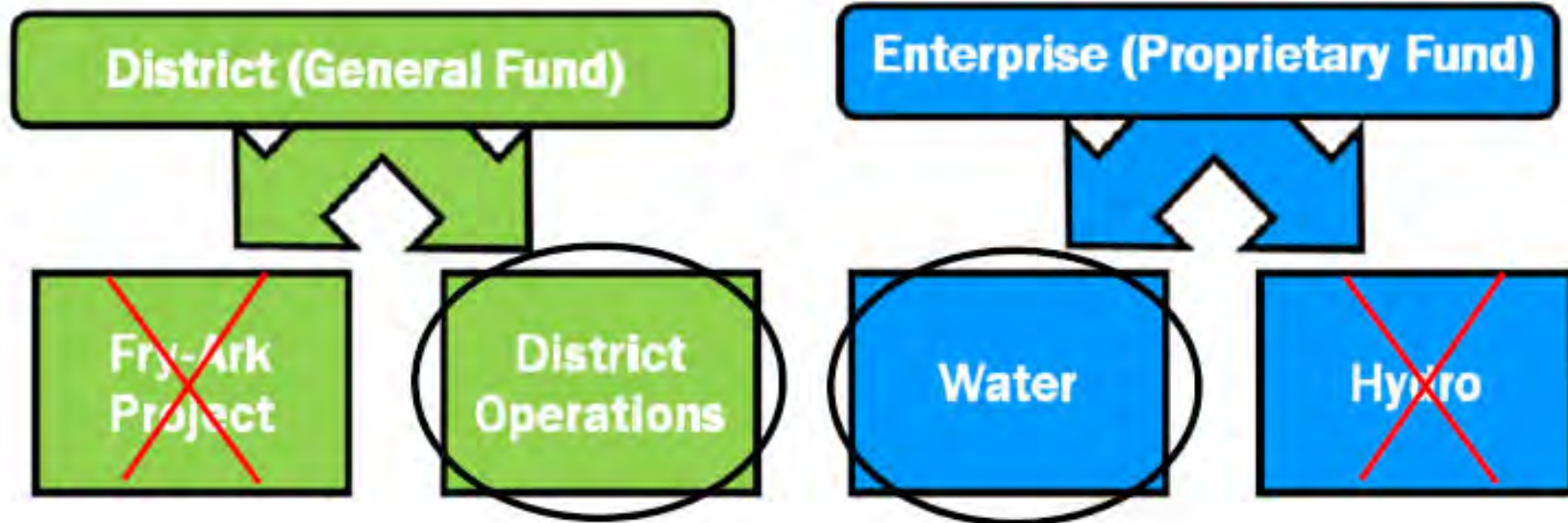


# Rate Design Scenarios

- **Aggressive Rate Phase-In Scenario (1-year phase-in)**
- **Moderate Rate Phase-In Scenario (5-year phase-in)**
- **Gradual Rate Phase-In Scenario (10-year phase-in)**



# Rate Design and Revenue Forecast



# Global Assumptions for all Scenarios

- All surcharges remain unchanged
- Annual irrigation return flows (acre-feet) = 6,470
- Annual municipal return flows (acre-feet) = 1,000
- Annual winter water storage (acre-feet) = 42,000
- Annual carry-over storage (acre-feet) = 123,944



# Global Assumptions for all Scenarios (continued)

- **Carry-over rate phased in over five years, beginning in 2021 (no carry-over rate in 2020, 25% per year thereafter)**
- **Transfers of \$300,000 annually are made from the Water Fund to the District Operations Fund**
- **Annual rate increases of 5 percent per year for phase-in scenarios**
- **Split Allocation and Uniform rates – only split allocation rates are included in this presentation**



# Aggressive Rate Phase-In Scenario

- Water rates increase to calculated cost of service rates in 2020 and remain flat thereafter (“one and done”)

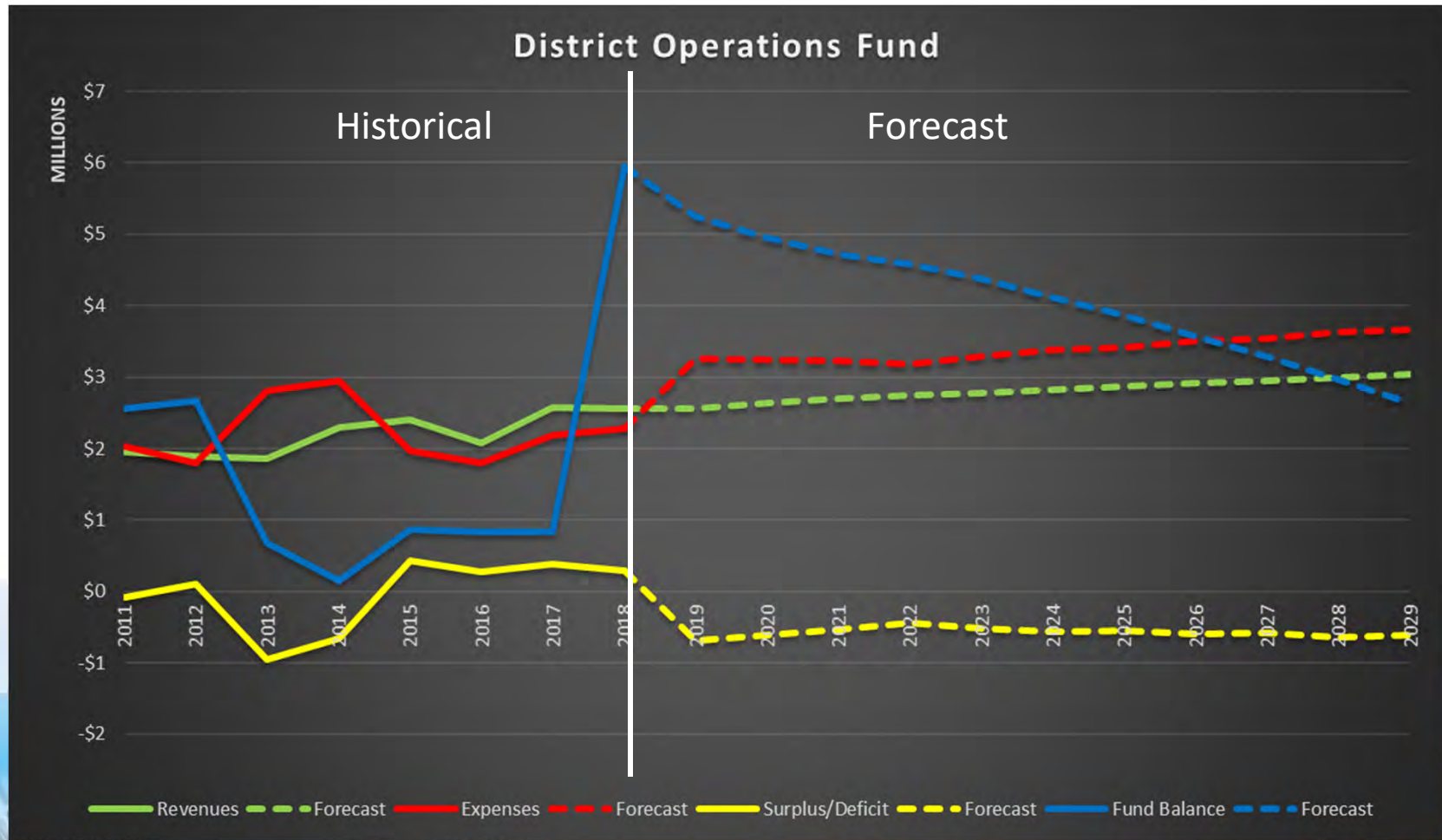
Description	Rates and Surcharges - Year 2020					
	Water Rate	Safety of Dams	Water Activity	Environmental Stewardship	Augmentation	Total Charge
<b>Project Water Sales</b>						
Irrigation	\$ 13.14	\$ 0.50	\$ 0.75	\$ 0.75	\$ -	\$ 15.14
Municipal	\$ 15.25	\$ 0.50	\$ 1.50	\$ 0.75	\$ -	\$ 18.00
<b>Project Water Sales used for Well Augmentation</b>						
Irrigation used for Well Augmentation	\$ 13.14	\$ 0.50	\$ 0.75	\$ 0.75	\$ 2.60	\$ 17.74
Municipal used for Well Augmentation	\$ 15.25	\$ 0.50	\$ 1.50	\$ 0.75	\$ 2.60	\$ 20.60
<b>Storage Charges</b>						
Winter Water Storage*	\$ 5.72	\$ 0.25	\$ -	\$ 0.75	\$ -	\$ 6.72
Carry-Over Project Water	\$ -	\$ 1.00	\$ 1.25	\$ 0.75	\$ -	\$ 3.00
<b>If &amp; When Storage</b>						
In District	\$ -	\$ 0.50	\$ 0.50	\$ 0.75	\$ -	\$ 1.75
Out of District	\$ -	\$ 2.00	\$ 4.00	\$ 0.75	\$ -	\$ 6.75
Aurora	\$ -	\$ -	\$ 10.00	\$ -	\$ -	\$ 10.00
<b>Project Water Return Flows</b>						
Irrigation	\$ 16.18	\$ 0.50	\$ -	\$ 0.75	\$ -	\$ 17.43
Municipal	\$ 18.78	\$ 0.50	\$ -	\$ 0.75	\$ -	\$ 20.03

# Aggressive Phase-In Scenario Water Rates Phase-in Schedule (Handout)

Parameter:	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029
Water Rate	<b>Aggressive Split Rate Increase</b>									
Irrigation	\$ 13.14	\$ 13.14	\$ 13.14	\$ 13.14	\$ 13.14	\$ 13.14	\$ 13.14	\$ 13.14	\$ 13.14	\$ 13.14
Municipal	\$ 15.25	\$ 15.25	\$ 15.25	\$ 15.25	\$ 15.25	\$ 15.25	\$ 15.25	\$ 15.25	\$ 15.25	\$ 15.25
Irrigation used for Well Augmentation	\$ 13.14	\$ 13.14	\$ 13.14	\$ 13.14	\$ 13.14	\$ 13.14	\$ 13.14	\$ 13.14	\$ 13.14	\$ 13.14
Municipal used for Well Augmentation	\$ 15.25	\$ 15.25	\$ 15.25	\$ 15.25	\$ 15.25	\$ 15.25	\$ 15.25	\$ 15.25	\$ 15.25	\$ 15.25
Winter Water Storage*	\$ 2.92	\$ 2.92	\$ 2.92	\$ 2.92	\$ 2.92	\$ 2.92	\$ 2.92	\$ 2.92	\$ 2.92	\$ 2.92
Carry-Over Project Water	\$ -	\$ 2.97	\$ 5.93	\$ 8.90	\$ 11.86	\$ 11.86	\$ 11.86	\$ 11.86	\$ 11.86	\$ 11.86
In District	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Out of District	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Aurora	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Irrigation Return Flows	\$ 16.18	\$ 16.18	\$ 16.18	\$ 16.18	\$ 16.18	\$ 16.18	\$ 16.18	\$ 16.18	\$ 16.18	\$ 16.18
Municipal Return Flows	\$ 18.78	\$ 18.78	\$ 18.78	\$ 18.78	\$ 18.78	\$ 18.78	\$ 18.78	\$ 18.78	\$ 18.78	\$ 18.78



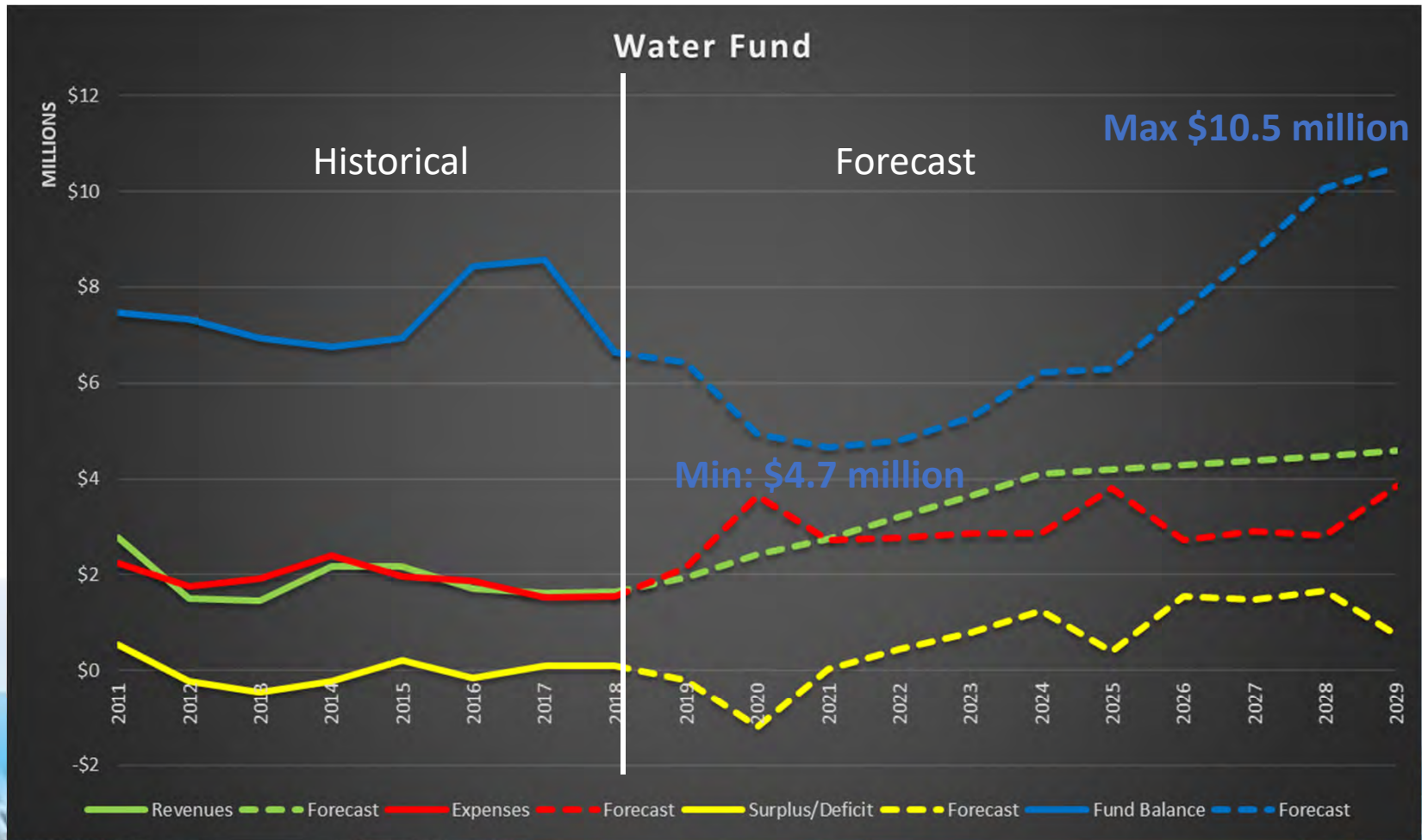
# Aggressive Rate Phase-In Scenario District Operations Fund Cash Flows



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# Aggressive Rate Phase-In Scenario Water Fund Cash Flows



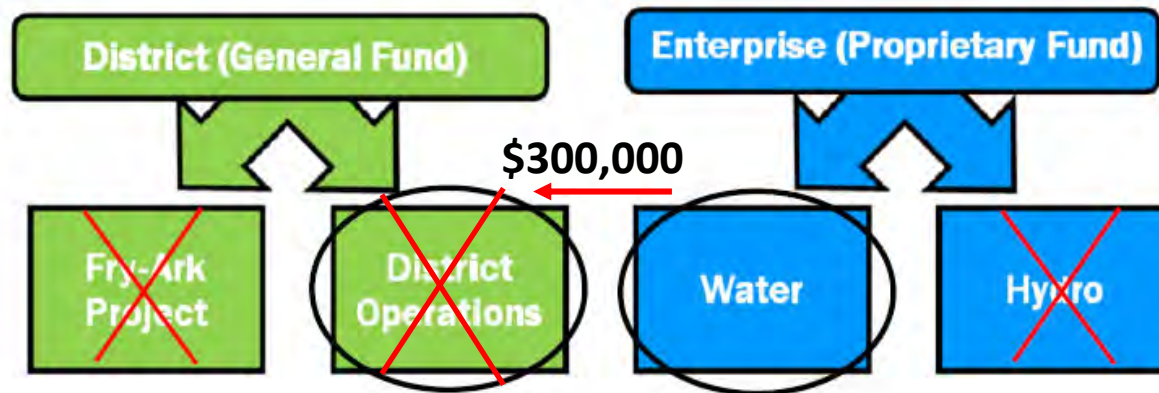
# Aggressive Rate Phase-In Scenario Summary (Water Fund)

- **1-Year Rate Phase-in (to 2020)**
  - Irrigation       \$13.14
  - Municipal       \$15.25
- **Rate and Fee Revenue Increases (over 2019)**
  - 33% in 2020
  - 128% by 2024
- **Deficits are Eliminated in 2022**
- **10 Year Net Revenue: \$4.1 million**
- **Minimum Fund Balance: \$4.7 million (2021)**
- **Maximum Fund Balance: \$10.5 million (2029)**



# Minimum and Maximum Fund Balances (Water Fund only)

- **Water Fund Minimum Fund Balance: \$4.7 million (2021)**



- **Water Fund Maximum Fund Balance: \$10.5 million (2029)**

# Moderate Rate Phase-In Scenario

- Water rates are phased into calculated cost of service rates over five-year period and remain flat thereafter
- Five percent increase is applied to the first five years of rates (2020-24)

Description	Rates and Surcharges - Year 2020					
	Water Rate	Safety of Dams	Water Activity	Environmental Stewardship	Augmentation	Total Charge
<b>Project Water Sales</b>						
Irrigation	\$ 8.64	\$ 0.50	\$ 0.75	\$ 0.75	\$ -	\$ 10.64
Municipal	\$ 9.08	\$ 0.50	\$ 1.50	\$ 0.75	\$ -	\$ 11.83
<b>Project Water Sales used for Well Augmentation</b>						
Irrigation used for Well Augmentation	\$ 8.64	\$ 0.50	\$ 0.75	\$ 0.75	\$ 2.60	\$ 13.24
Municipal used for Well Augmentation	\$ 9.08	\$ 0.50	\$ 1.50	\$ 0.75	\$ 2.60	\$ 14.43
<b>Storage Charges</b>						
Winter Water Storage*	\$ 3.41	\$ 0.25	\$ -	\$ 0.75	\$ -	\$ 4.41
Carry-Over Project Water	\$ -	\$ 1.00	\$ 1.25	\$ 0.75	\$ -	\$ 3.00
<b>If &amp; When Storage</b>						
In District	\$ -	\$ 0.50	\$ 0.50	\$ 0.75	\$ -	\$ 1.75
Out of District	\$ -	\$ 2.00	\$ 4.00	\$ 0.75	\$ -	\$ 6.75
Aurora	\$ -	\$ -	\$ 10.00	\$ -	\$ -	\$ 10.00
<b>Project Water Return Flows</b>						
Irrigation	\$ 8.44	\$ 0.50	\$ -	\$ 0.75	\$ -	\$ 9.69
Municipal	\$ 8.99	\$ 0.50	\$ -	\$ 0.75	\$ -	\$ 10.24

\*\$2.80 transferred to the Bureau of Reclamation

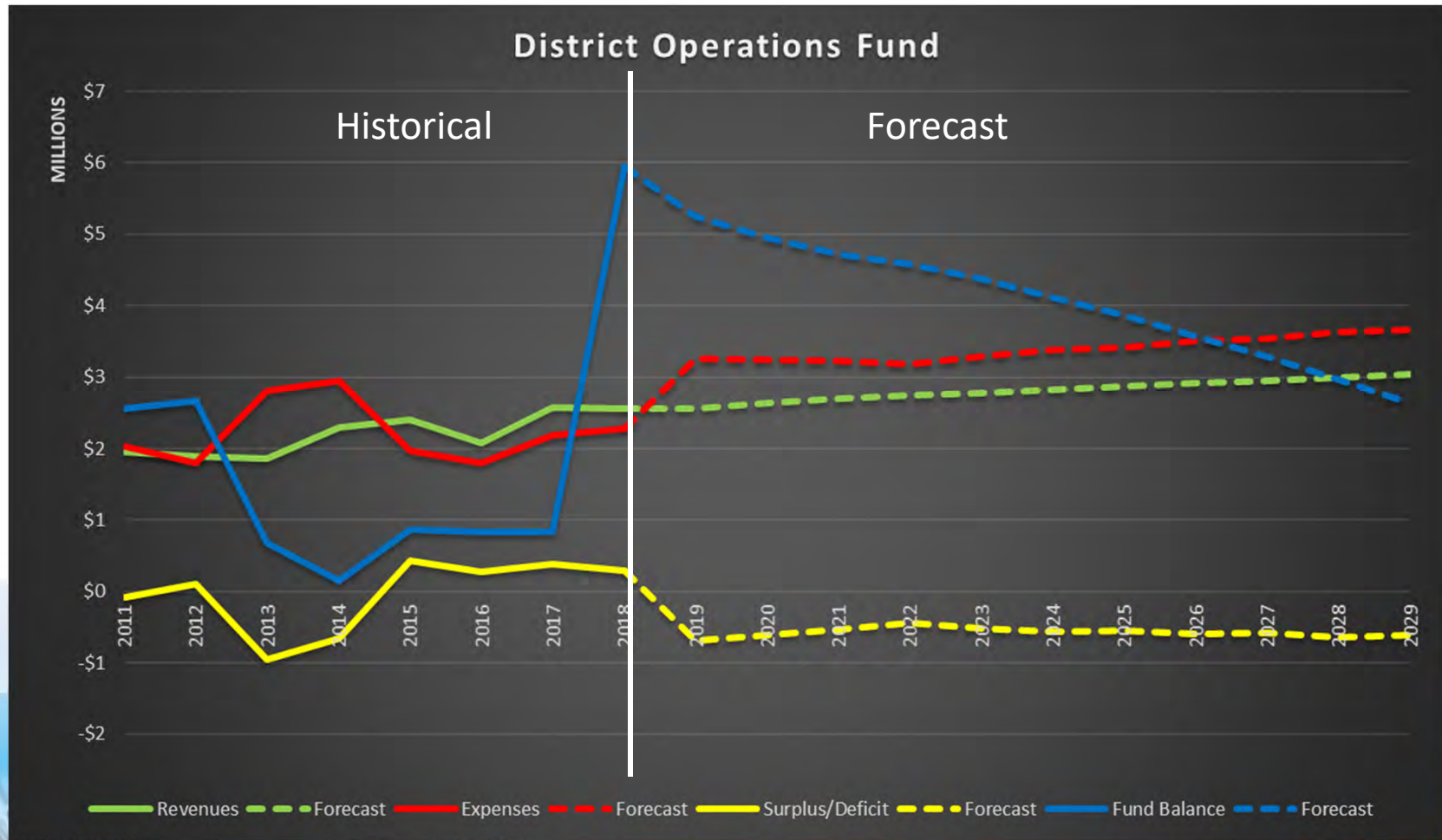
# Moderate Phase-In Scenario

## Water Rates Phase-In Schedule (Handout)

Parameter:	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029
Water Rate	<b>Moderate Split Rate Increase</b>									
Irrigation	\$ 8.64	\$ 10.37	\$ 12.17	\$ 14.08	\$ 16.06	\$ 16.06	\$ 16.06	\$ 16.06	\$ 16.06	\$ 16.06
Municipal	\$ 9.08	\$ 11.27	\$ 13.57	\$ 15.98	\$ 18.51	\$ 18.51	\$ 18.51	\$ 18.51	\$ 18.51	\$ 18.51
Irrigation used for Well Augmentation	\$ 8.64	\$ 10.37	\$ 12.17	\$ 14.08	\$ 16.06	\$ 16.06	\$ 16.06	\$ 16.06	\$ 16.06	\$ 16.06
Municipal used for Well Augmentation	\$ 9.08	\$ 11.27	\$ 13.57	\$ 15.98	\$ 18.51	\$ 18.51	\$ 18.51	\$ 18.51	\$ 18.51	\$ 18.51
Winter Water Storage*	\$ 0.61	\$ 1.25	\$ 1.92	\$ 2.63	\$ 3.39	\$ 3.39	\$ 3.39	\$ 3.39	\$ 3.39	\$ 3.39
Carry-Over Project Water	\$ -	\$ 1.28	\$ 3.92	\$ 8.05	\$ 13.77	\$ 13.77	\$ 13.77	\$ 13.77	\$ 13.77	\$ 13.77
In District	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Out of District	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Aurora	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Irrigation Return Flows	\$ 8.44	\$ 11.01	\$ 13.70	\$ 16.53	\$ 19.47	\$ 19.47	\$ 19.47	\$ 19.47	\$ 19.47	\$ 19.47
Municipal Return Flows	\$ 8.99	\$ 12.13	\$ 15.42	\$ 18.88	\$ 22.49	\$ 22.49	\$ 22.49	\$ 22.49	\$ 22.49	\$ 22.49

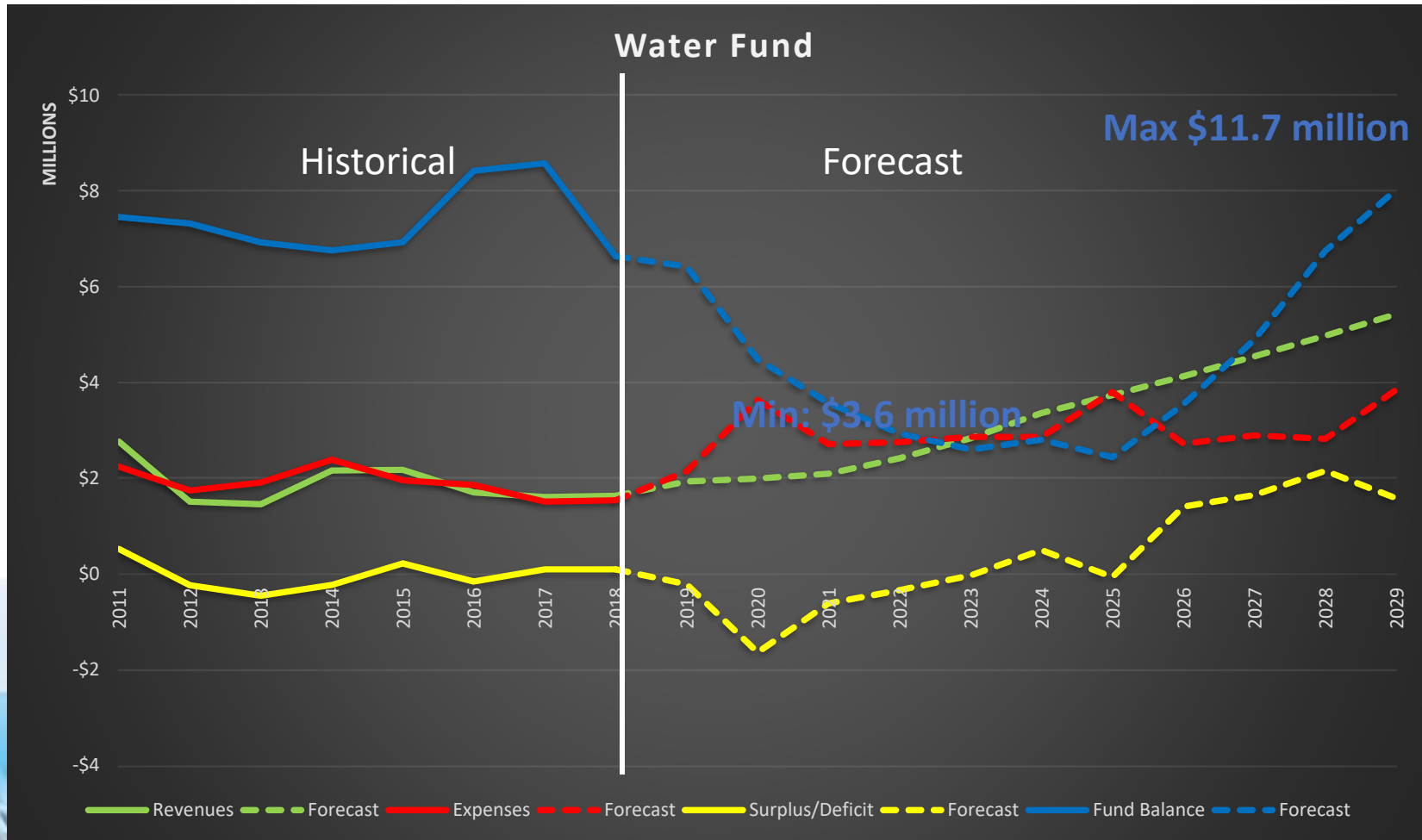


# Moderate Rate Phase-In Scenario District Operations Fund Cash Flows



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# Moderate Rate Phase-In Scenario Water Fund Cash Flows



# Moderate Rate Phase-In Scenario Water Fund Summary

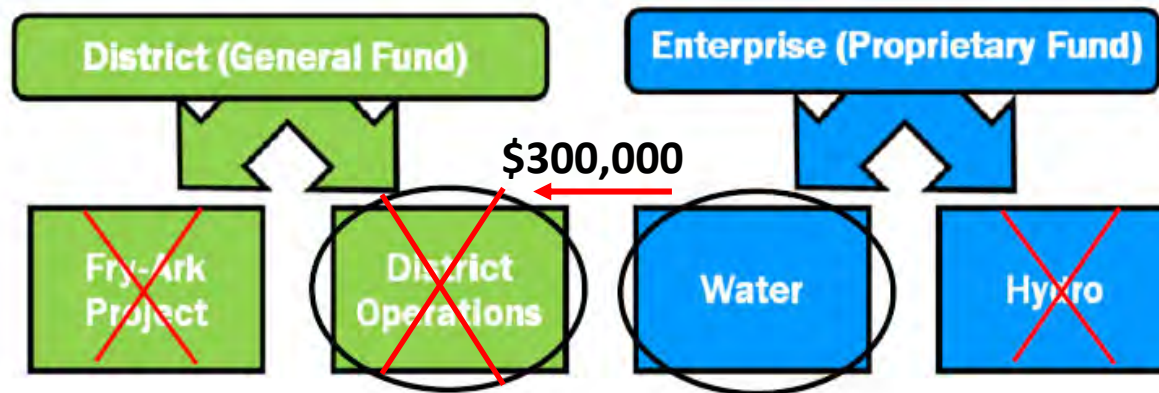
- **5-Year Rate Phase In (to 2024)**
  - Irrigation        \$16.06
  - Municipal        \$18.51
- **Rate and Fee Revenue Increases (over 2019)**
  - 8% in 2020
  - 154% by 2024
- **Deficits are Eliminated in 2023**
- **10 Year Net Revenue: \$5.2 million**
- **Minimum Fund Balance: \$3.6 million (2022)**
- **Maximum Fund Balance: \$11.7 million (2029)**





# Minimum and Maximum Fund Balances (Water Fund only)

- **Water Fund Minimum Fund Balance: \$3.6 million (2022)**



- **Water Fund Maximum Fund Balance: \$11.7 million (2029)**

# Gradual Rate Phase-In Scenario

- Water rates are phased into calculated cost of service rates over ten-year period
- Five percent increase is applied to each year's rate

Description	Rates and Surcharges - Year 2020					
	Water Rate	Safety of Dams	Water Activity	Environmental Stewardship	Augmentation	Total Charge
<b>Project Water Sales</b>						
Irrigation	\$ 7.99	\$ 0.50	\$ 0.75	\$ 0.75	\$ -	\$ 9.99
Municipal	\$ 8.22	\$ 0.50	\$ 1.50	\$ 0.75	\$ -	\$ 10.97
<b>Project Water Sales used for Well Augmentation</b>						
Irrigation used for Well Augmentation	\$ 7.99	\$ 0.50	\$ 0.75	\$ 0.75	\$ 2.60	\$ 12.59
Municipal used for Well Augmentation	\$ 8.22	\$ 0.50	\$ 1.50	\$ 0.75	\$ 2.60	\$ 13.57
<b>Storage Charges</b>						
Winter Water Storage*	\$ 3.11	\$ 0.25	\$ -	\$ 0.75	\$ -	\$ 4.11
Carry-Over Project Water	\$ -	\$ 1.00	\$ 1.25	\$ 0.75	\$ -	\$ 3.00
<b>If &amp; When Storage</b>						
In District	\$ -	\$ 0.50	\$ 0.50	\$ 0.75	\$ -	\$ 1.75
Out of District	\$ -	\$ 2.00	\$ 4.00	\$ 0.75	\$ -	\$ 6.75
Aurora	\$ -	\$ -	\$ 10.00	\$ -	\$ -	\$ 10.00
<b>Project Water Return Flows</b>						
Irrigation	\$ 7.37	\$ 0.50	\$ -	\$ 0.75	\$ -	\$ 8.62
Municipal	\$ 7.64	\$ 0.50	\$ -	\$ 0.75	\$ -	\$ 8.89

\*\$2.80 transferred to the Bureau of Reclamation

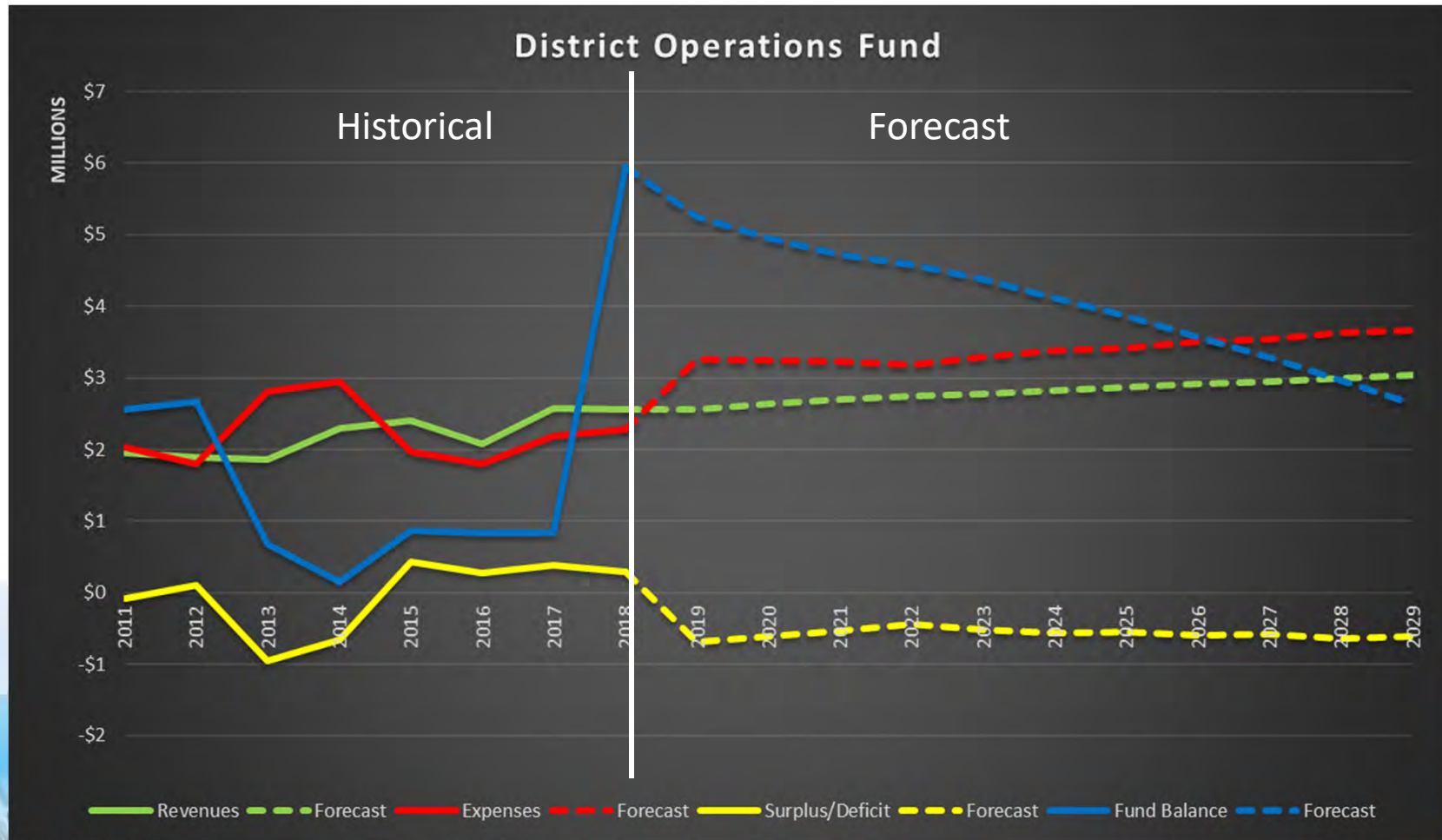
# Gradual Phase-In Scenario Water Rates Phase-in Schedule (Handout)

Parameter:	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029
Water Rate	<b>Gradual Split Rate Increase</b>									
Irrigation	\$ 7.99	\$ 9.03	\$ 10.12	\$ 11.27	\$ 12.47	\$ 13.74	\$ 15.06	\$ 16.46	\$ 17.92	\$ 19.50
Municipal	\$ 8.22	\$ 9.50	\$ 10.85	\$ 12.26	\$ 13.75	\$ 15.31	\$ 16.95	\$ 18.66	\$ 20.47	\$ 22.31
Irrigation used for Well Augmentation	\$ 7.99	\$ 9.03	\$ 10.12	\$ 11.27	\$ 12.47	\$ 13.74	\$ 15.06	\$ 16.46	\$ 17.92	\$ 19.50
Municipal used for Well Augmentation	\$ 8.22	\$ 9.50	\$ 10.85	\$ 12.26	\$ 13.75	\$ 15.31	\$ 16.95	\$ 18.66	\$ 20.47	\$ 22.31
Winter Water Storage*	\$ 0.31	\$ 0.63	\$ 0.96	\$ 1.31	\$ 1.69	\$ 2.07	\$ 2.48	\$ 2.91	\$ 3.36	\$ 3.85
Carry-Over Project Water	\$ -	\$ 0.64	\$ 1.97	\$ 4.03	\$ 6.90	\$ 8.49	\$ 10.16	\$ 11.93	\$ 13.78	\$ 15.67
In District	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Out of District	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Aurora	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Irrigation Return Flows	\$ 7.37	\$ 8.81	\$ 10.32	\$ 11.91	\$ 13.58	\$ 15.33	\$ 17.16	\$ 19.09	\$ 21.12	\$ 23.22
Municipal Return Flows	\$ 7.64	\$ 9.37	\$ 11.18	\$ 13.09	\$ 15.08	\$ 17.18	\$ 19.39	\$ 21.70	\$ 24.13	\$ 26.66

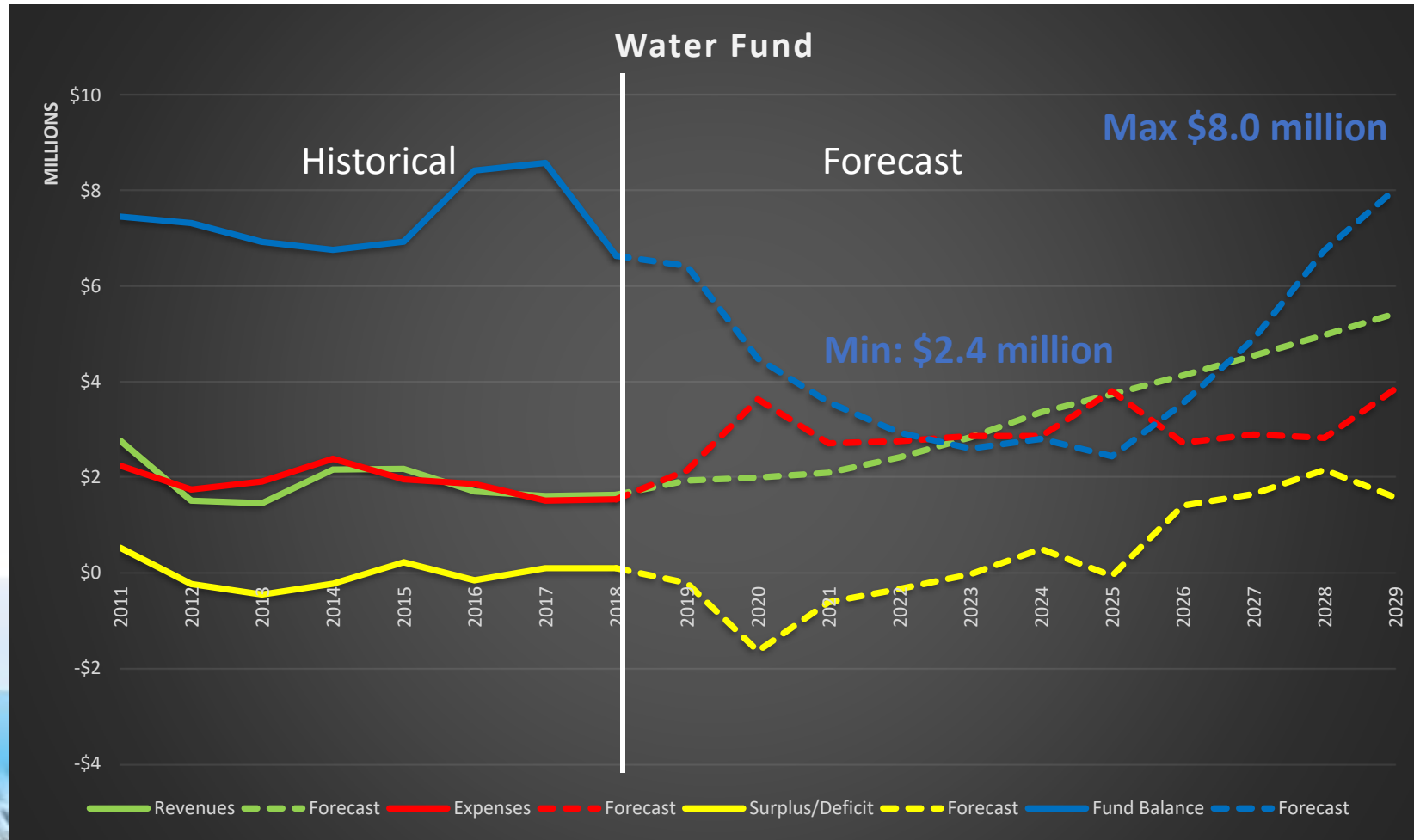
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# Gradual Rate Phase-In Scenario District Operations Fund Cash Flows



# Gradual Rate Phase-In Scenario Water Fund Cash Flows



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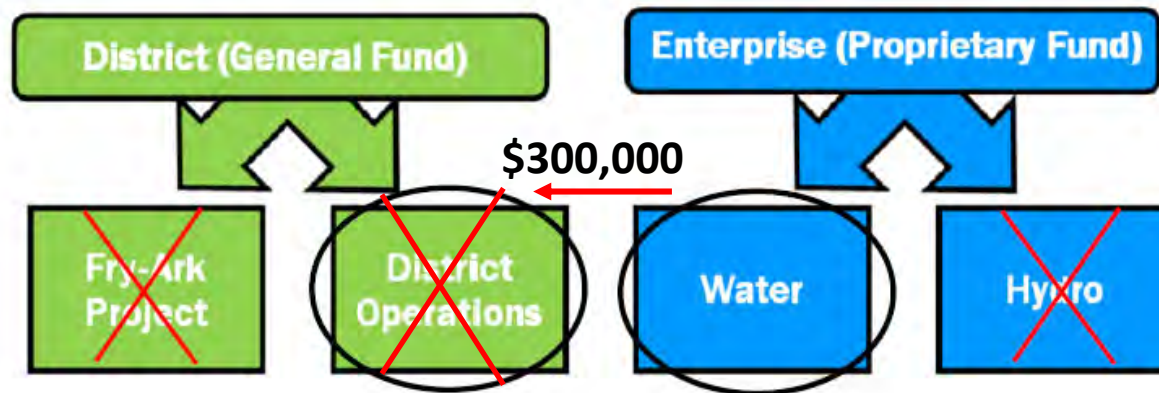
# Gradual Rate Phase-In Scenario Summary

- **10-Year Rate Phase In (to 2029)**
  - Irrigation        \$19.50
  - Municipal        \$22.31
- **Rate and Fee Revenue Increases (over 2019)**
  - 4% in 2020
  - 182% by 2029
- **Deficits are Eliminated in 2026**
- **10 Year Net Revenue: \$1.6 million**
- **Minimum Fund Balance: \$2.4 million (2025)**
- **Maximum Fund Balance: \$8.0 million (2029)**



# Minimum and Maximum Fund Balances (Water Fund only)

- Water Fund Minimum Fund Balance: \$2.4 million (2025)



- Water Fund Maximum Fund Balance: \$8.0 million (2029)

# Summary of All Scenarios (Water Fund only)

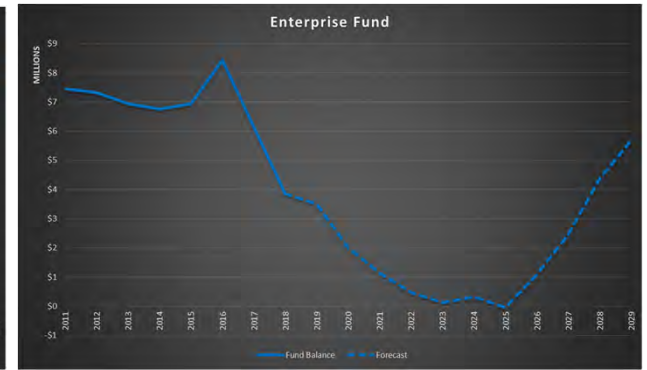
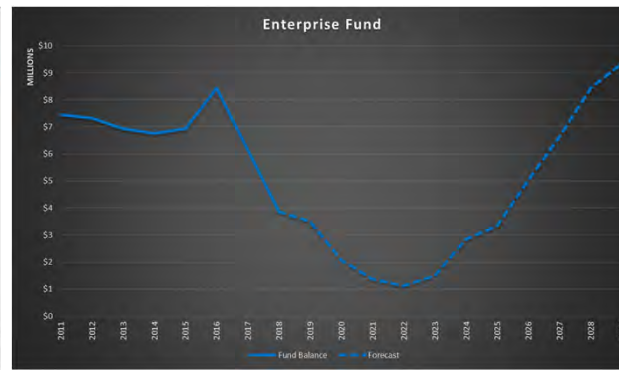
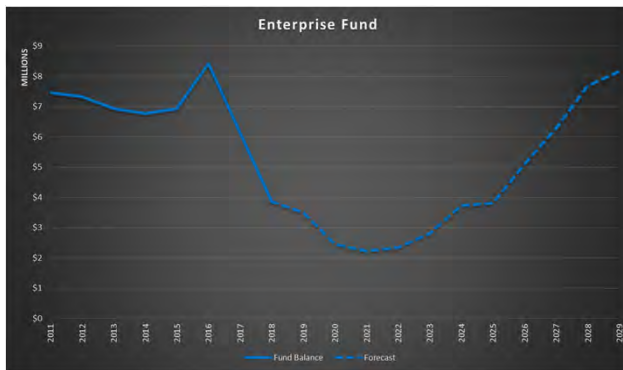
	<b>Aggressive</b>	<b>Moderate</b>	<b>Gradual</b>
<b>Criteria</b>	<b>1-Year</b>	<b>5-Year</b>	<b>10-Year</b>
Rate Phase-in Last Year	2020	2024	2029
Irrigation Rate at 2029 (\$/AF)	\$13.14	\$16.06	\$19.50
Municipal Rate at 2029 (\$/AF)	\$15.25	\$18.51	\$22.31
Year 1 Revenue Increase	33%	8%	4%
Year 5 Revenue Increase	128%	154%	80%
Year 10 Revenue Increase	128%	154%	182%
Year Deficits Eliminated	2022	2023	2025
10 Year Net Revenue:	\$4.1 million	\$5.2 million	\$1.6 million
Minimum Fund Balance:	\$4.7 million (2020)	\$3.6 million (2022)	\$2.4 million (2025)
Maximum Fund Balance:	\$10.5 million (2029)	\$11.7 million (2029)	\$8.0 million (2029)





# Summary of Enterprise Fund Reserves (Water Fund and Hydro Fund Combined)

- Recall that the Hydro Fund has a negative fund balance (roughly \$2.5 million)



**Aggressive**

Minimum Fund  
Balance: ~\$2.2 million

**Moderate**

Minimum Fund  
Balance: ~\$1.1 million

**Gradual**

Minimum Fund  
Balance ~\$0

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# Recommendation

**All 3 Scenarios are reasonable, viable options**

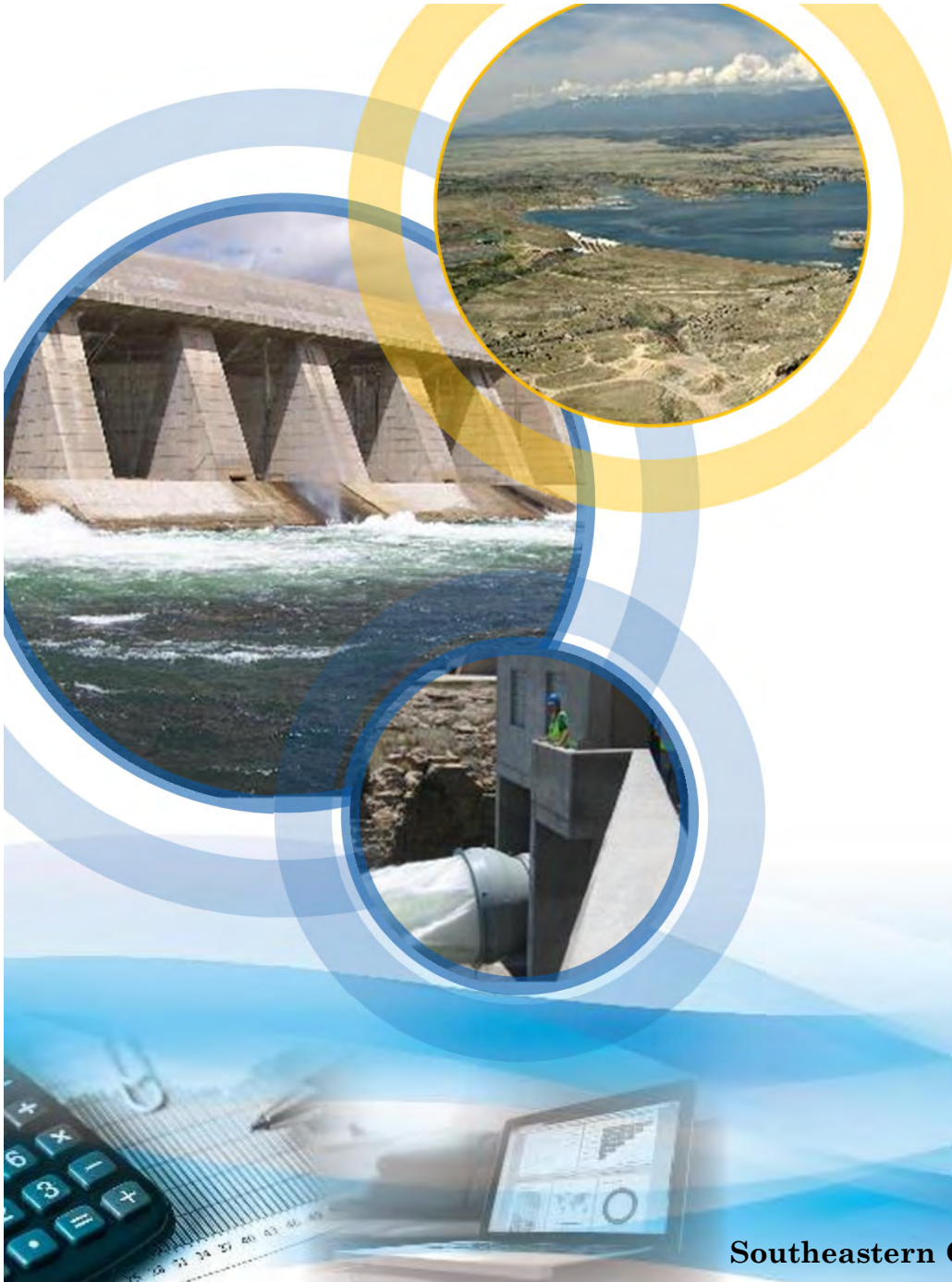
**Aggressive Scenario Benefits:**

- **Lowest rate (\$/AF)**
- **Carryover rate is phased-in over 5 years**
- **Smallest increase in revenue**
- **Minimizes near-term risks**
- **Simplicity**

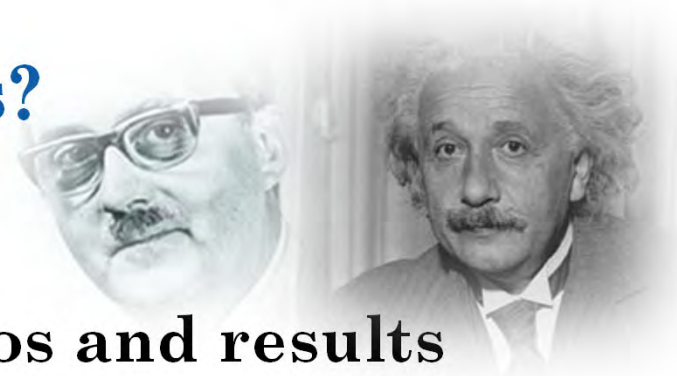


# Comments, Questions and Discussion

Southeastern Colorado Water Conservancy District



# Did We Meet Our Objectives?



## Objectives

- ✓ Present the Rate Design scenarios and results
- ✓ Receive comments from the Committee
- ✓ Determine the Rate Scenario(s) that will be presented to the Board at the first rate hearing





	<b>Aggressive</b>	<b>Moderate</b>	<b>Gradual</b>
<b>Criteria</b>	<b>1-Year</b>	<b>5-Year</b>	<b>10-Year</b>
Rate Phase-in Last Year	2020	2024	2029
Irrigation Rate at 2029 (\$/AF)	\$13.14	\$16.06	\$19.50
Municipal Rate at 2029 (\$/AF)	\$15.25	\$18.51	\$22.31
Year 1 Revenue Increase	33%	8%	4%
Year 5 Revenue Increase	128%	154%	80%
Year 10 Revenue Increase	128%	154%	182%
Year Deficits Eliminated	2022	2023	2025
10 Year Net Revenue:	\$4.1 million	\$5.2 million	\$1.6 million
Minimum Fund Balance:	\$4.7 million (2020)	\$3.6 million (2022)	\$2.4 million (2025)
Maximum Fund Balance:	\$10.5 million (2029)	\$11.7 million (2029)	\$8.0 million (2029)

# Questions and Discussion



# Next Steps...



Southeastern Colorado Water Conservancy District



# END OF PRESENTATION



Southeastern Colorado Water Conservancy District