

FILED
October 17, 2025
INDIANA UTILITY
REGULATORY COMMISSION

Petitioner's Exhibit No. 12

IURC Cause No. 46311

**City of Fort Wayne,
Indiana**

**Municipal Water
Utility**

**Testimony of
Mitchell Eschweiler, C.P.A.**

On Behalf of Petitioner

October 17, 2025

**Baker Tilly Municipal Advisors, LLC
Indianapolis, Indiana**

STATE OF INDIANA

INDIANA UTILITY REGULATORY COMMISSION

PETITION OF THE CITY OF FORT WAYNE,)
INDIANA, FOR AUTHORITY TO ISSUE)
LONG-TERM DEBT TO FINANCE WATER)
SYSTEM IMPROVEMENTS AND TO ADJUST)
ITS RATES AND CHARGES FOR WATER)
SERVICE)
)

CAUSE NO. _____

DIRECT TESTIMONY OF MITCHELL ESCHWEILER, CPA

SPONSORING PETITIONERS EXHIBITS 12 to 13
October 17, 2025

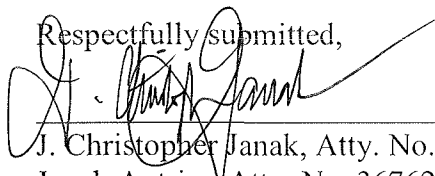
Direct Testimony of Mitchell Eschweiler, CPA

Petitioner's Exhibit 12

March 17, 2025 Consultant's Report

Petitioner's Exhibit 13

Respectfully submitted,



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FORT WAYNE MUNICIPAL WATER UTILITY
IURC Cause No. _____
Direct Testimony of Mitchell Eschweiler, CPA

I.
Introduction

1 **1. Q. PLEASE STATE YOUR NAME AND BUSINESS ADDRESS.**

2 A. My name is Mitchell Eschweiler and my business address is 9229 Delegates Row,
3 Suite 400, Indianapolis, Indiana 46240.

4 **2. Q. WHAT IS YOUR PROFESSION AND BY WHOM ARE YOU EMPLOYED?**

5 A. I am a utility financial consultant licensed as a Certified Public Accountant in Indiana
6 and registered as a Series 54 Municipal Advisor Principal with the Municipal
7 Securities Rulemaking Board ("MSRB") and the U.S. Securities and Exchange
8 Commission ("SEC"). I am employed as a principal in the firm of Baker Tilly
9 Municipal Advisors, LLC ("BTMA") which is a controlled subsidiary of Baker Tilly
10 Advisory Group, LP ("BTAG").

11 **3. Q. CAN YOU DESCRIBE YOUR FIRM AND ITS AREA OF EXPERTISE?**

12 A. BTMA is a controlled subsidiary of Baker Tilly Advisory Group, LP. BTMA focuses
13 exclusively on providing services to public sector organizations, including municipal
14 utilities as independent municipal advisors and utility consultants. BTMA brings
15 more than 65 years of experience in financial consulting and planning for
16 governmental units, not-for-profit corporations, and special districts which has
17 resulted in completed projects and improved management and operations for utilities,

1 municipalities, counties, schools, libraries, and other governmental units. A large
2 part of our practice involves financial studies in connection with changes in utility
3 rates and the financial planning associated with issuance of tax-exempt and taxable
4 bonds and notes and other evidences of indebtedness. In accordance with rules
5 promulgated by the Municipal Securities Rulemaking Board ("MSRB"), BTMA is
6 registered as a Municipal Advisor firm with the U.S. Securities and Exchange
7 Commission.

8 **4. Q. WHAT IS YOUR EDUCATIONAL EXPERIENCE?**

9 A. I graduated from Indiana University in 2013 with a Bachelor of Science in
10 Accounting with a major in accounting and a minor in history. I then went on to
11 graduate in 2014 with a Master of Science in Accounting from Indiana University
12 and joined H.J. Umbaugh and Associates LLP, now BTMA, as a staff accountant in
13 the same year.

14 Since then, I have completed various professional courses sponsored by the American
15 Institute of Certified Public Accountants, Indiana CPA Society, American Water
16 Works Association ("AWWA"), and other professional organizations.

17 **5. Q. PLEASE DESCRIBE YOUR RELEVANT PROFESSIONAL EXPERIENCE.**

18 A. In 2014, I completed the requirements to become licensed as a Certified Public
19 Accountant in the State of Indiana. In July 2023, I became a director at BTMA.
20 During the period of my association with BTMA, I have been responsible for
21 numerous professional engagements including financial studies for municipally-

1 owned water, electric, and sewage utilities, regional water and sewer districts, and
2 conservancy districts. The engagements have quite often involved the determination
3 of utility revenue requirements, cost of service studies, and the financial planning
4 associated with the issuance of tax-exempt and taxable bonds and loans for utility
5 projects financed through a variety of sources including the open market, the Indiana
6 Bond Bank, the Indiana State Revolving Fund Loan Program ("SRF Program"),
7 United States Department of Agriculture -- Rural Development, local banks, and other
8 sources. I have given presentations and participated in workshops concerning utility
9 rates, financing, and project development before the Indiana Rural Water
10 Association, the Alliance of Indiana Rural Water, the Indiana Section of the
11 American Water Works Association, and Accelerate Indiana Municipalities
12 (previously Indiana Association of Cities and Towns).

13 **6. Q. WHAT PROFESSIONAL ORGANIZATIONS ARE YOU ASSOCIATED WITH?**

14 A. I am a member of the American Institute of Certified Public Accountants, the
15 American Water Works Association, the Indiana Water Environment Association,
16 and the Water Environment Federation. In addition, our firm is a member of both the
17 Indiana Rural Water Association and the Indiana Water and Wastewater Alliance.

18 **7. Q. HAVE YOU COMPLETED THE REQUIREMENTS NECESSARY TO BE**
19 **DESIGNATED AS A MUNICIPAL ADVISOR BY THE MSRB?**

1 A. Yes. In 2016, I passed the Series 50 exam and am a Series 50-qualified municipal
2 advisor representative. In 2024, I passed the Series 54 municipal advisor principal
3 qualification exam.

4 **8. Q. HAVE YOU TESTIFIED BEFORE AS AN EXPERT WITNESS?**

5 A. No. I have not directly testified before the Indiana Utility Regulatory Commission (
6 “Commission”) but I have worked alongside other expert witnesses in several rate
7 cases in my time at BTMA. This included report and workpaper preparation, assisting
8 with the preparation of testimony, and responding to data requests.

9 **9. Q. HAVE YOU REVIEWED THE PETITION INITIATING THIS CAUSE?**

10 A. Yes, I have.

11 **10. Q. DOES THE PETITION ACCURATELY STATE THE FACTS AND FORT**
12 **WAYNE’S INTENTIONS?**

13 A. Yes, it does. The Common Council for the City of Fort Wayne, Indiana (“Council”)
14 seeks approval to adjust water rates to meet revenue requirements of the Fort Wayne
15 Municipal Water Utility (“Utility”) based on a cost-of-service rate analysis. The
16 Council also seeks approval to issue long-term debt (i.e., revenue bonds) to finance
17 certain improvement projects for the Utility.

18 **11. Q. WHAT IS THE PURPOSE OF YOUR TESTIMONY IN THIS CAUSE?**

19 A. The purpose of my testimony is to present the revenue requirements of the Utility and
20 the rate study used as a basis to make recommendations regarding changes in the

Utility's present schedule of rates and charges, which the Utility proposes to adjust through a cost-of-service study. Mr. Miller will discuss the details of the proposed adjustment to the present schedule of rates and charges through the cost-of-service study in his testimony. Our study was based upon information that we obtained from the Utility records that were made available to us by the City of Fort Wayne ("City").

II.
Consultant's Report

12. Q. HAVE THE RESULTS OF YOUR ANALYSIS BEEN SUMMARIZED IN A WRITTEN REPORT?

A. Yes. Our firm prepared a Consultant's Report on Rate Study ("Consultant's Report") dated March 17, 2025, summarizing the results of our studies. A copy of the Consultant's Report is attached to my testimony as Petitioner's Exhibit 13.

13. Q. WAS THE CONSULTANT'S REPORT PREPARED BY YOU OR UNDER YOUR SUPERVISION?

A. Yes, it was.

14. Q. WHAT WERE THE SOURCES OF DATA USED TO PREPARE THE CONSULTANT'S REPORT (i.e. PETITIONER'S EXHIBIT 13)?

A. The information within the exhibits and schedules contained within the Consultant's Report came from the accounting and business records of the Utility, from officers and employees of the City with knowledge of the facts based on their job responsibilities

1 and activities, and from data that is part of normal business information available to
2 individuals working in the utility rate and financing field.

3 **15. Q. IS THIS THE TYPE OF DATA NORMALLY RELIED ON AND USED FOR**
4 **SUCH PURPOSES?**

5 A. Yes.

6 **16. Q. DOES THE CONSULTANT'S REPORT ACCURATELY SUMMARIZE THE**
7 **RESULTS OF YOUR ANALYSIS USING SUCH DATA?**

8 A. Yes, it does.

9 **17. Q. WHAT IS THE TEST YEAR THAT FORT WAYNE IS USING FOR THE**
10 **PURPOSES OF THIS CASE?**

11 A. We are using the twelve months ending December 31, 2023, for the test year period
12 ("Test Year").

13 **18. Q. MR. ESCHWEILER, CAN YOU EXPLAIN WHY THE TEST YEAR BEING**
14 **USED FOR THIS CASE IS NOT MORE RECENT?**

15 A. Yes, there are several factors that contributed to the age of the test year period being
16 presented in the Consultant's Report. BTMA was engaged by the City in early 2024
17 to begin work on the Consultant's Report and the adjustment of the rates through the
18 cost-of-service study. At that time, the most recent twelve-month period available
19 was the twelve months ended December 31, 2023, the proposed Test Year in this
20 Cause. The Consultant's Report was prepared, and discussions were set to begin with

1 management for the Utility and City officials in the summer of 2024, with the
2 intention of filing the rate case in fall of 2024. Unfortunately, during this time, Mayor
3 Thomas Henry passed on March 28, 2024, while serving his fifth term as Mayor of
4 the City. Although the Consultant's Report continued after his passing and a draft
5 was ultimately completed, his unfortunate passing put a pause on discussions of the
6 water report until more pertinent City matters could be resolved, such as the election
7 of a new Mayor and the subsequent hand off of responsibilities. Former
8 councilwoman Sharon Tucker was elected as Mayor through a Democratic caucus.
9 The next several months involved the transition of the mayoral duties to Ms. Tucker
10 and during this time, minimal discussion occurred on the rate case.

11 The discussion on utility increases and future capital needs picked up traction again
12 in early 2025. It was determined that the best interest was to move forward with the
13 water rate increase that started in 2023, with a couple of adjustments. After discussion
14 with Utility management and City officials, the report was amended to reduce the
15 number of phases from five down to three and more importantly reduce the proposed
16 increase in user rates to mitigate the impact on the Utility's customers. In conjunction
17 with the water rates, the City was also examining both sewer and stormwater rates.
18 The proposed increase in those rates factored into the decisions to ultimately scale
19 back the proposed increase for the water utility. The revisions were completed in
20 March 2025 at which time the report was discussed internally with management for
21 the Utility, City officials, and the contract customers. Many, if not all, of the contracts

1 in place with the contract customers required a written notice to the contract customer
2 prior to the Utility seeking a rate adjustment. That language, coupled with the
3 necessary review, consideration, discussion, and approval at the City level, further
4 extended the filing of the rate case until now.

5 **19. Q. CAN YOU EXPLAIN WHY THE CONSULTANT'S REPORT WAS NOT**
6 **UPDATED TO INCLUDE THE RESULTS FOR THE TWELVE MONTHS**
7 **ENDED DECEMBER 31, 2024?**

8 A. Yes, the major factors were the costs and additional timing that would be incurred by
9 the City for BTMA to update the report. Since the water rates were being adjusted
10 through a cost-of-service study, the updates would have involved not only adjusting
11 the Test Year revenue and expense information, but also preparing a new consumer
12 study to determine the test year billing determinates that would be used to calculate
13 the new water user rates in Phases I, II, and III. This process can often take several
14 months to complete, even before discussions occur at the City level. The necessary
15 updates and the process of getting utility management approval, City official
16 approval, and review by the contract customers would have delayed the ultimate
17 filing of the case by several months, further putting the Utility behind on the rates
18 needed to support the current and future operations and capital needs of the water
19 utility. Due to these factors, it was determined the most cost effective and timely
20 approach would be to continue with the current Test Year period.

1 **20. Q. IN YOUR PROFESSIONAL OPINION, WOULD THE UTILITY'S REQUEST**
2 **IN THIS CAUSE CHANGE IF THE UTILITY WERE TO UPDATE ITS TEST**
3 **YEAR?**

4 A. No, it would not. As I explain later in my testimony, the Utility is requesting an
5 increase in revenues of approximately 5% per year for the next three years. The
6 requested amount is less than what the Utility could otherwise support. With this in
7 mind, I believe that updating the Test Year would have done no more than increase
8 the cost and expense for the Utility without any material change in the requested relief
9 in this Cause.

10 **21. MR. ESCHWEILER, HOW WAS THE UTILITY ABLE TO REDUCE THE IMPACT**
11 **ON WATER UTILITY RATES?**

12 A. The Utility was able to reduce the proposed increases by deferring capital investment
13 during the three proposed phase-in of the water rates. As shown on page 4, of the
14 Consultant's Report, the overall capital plan included \$158,880,000. Of that total,
15 \$69,580,000 would be funded with bonds as shown on page 5. \$9,370,000 would be
16 funded with other non-revenue funding sources including system development
17 charges, grants, and commercial vehicle loans, and \$54,732,700 would be funded
18 through the annual allowance for replacements and improvements. This leaves a
19 funding gap of \$25,197,300.

20 **22. Q. HAVE THE 2024 FINANCIAL STATEMENTS BEEN PREPARED?**

21 A. Yes. The 2024 financial statements have been prepared for the Utility.

1 **23. Q. HOW DO THE 2024 REVENUE AND EXPENSE RESULTS COMPARE TO THE**
2 **TEST YEAR AND THE ASSUMPTIONS INCLUDED IN THE CONSULTANT'S**
3 **REPORT.**

4 A. Yes. The 2024 financial statements have been prepared for the Utility. Revenues
5 including metered revenues, sale for resale, interdepartmental, fire protection, and
6 forfeited discounts were \$65,811,019 for 2024. Total operating expenses were
7 \$34,599,401, which was an increase of \$2,929,843 or 9.2% over calendar year 2023.
8 Baseline annual revenues in Phase I are normalized at \$64,467,600, which is slightly
9 lower than actual revenues in calendar year 2024. Operation and maintenance
10 expenses for Phase I are \$36,679,000 which is an increase of \$2,079,599 or 6% over
11 calendar year 2024.

12 **24. Q. MR. ESCHWEILER, IT APPEARS REVENUES FOR CALENDAR 2024 ARE**
13 **HIGHER THAN NORMLAIZED REVENUES INCLUDED IN THE**
14 **CONSULTANT'S REPORT. TO THE EXTENT THIS WERE TO CONTINUE,**
15 **HOW WOULD THE UTILITY ACCOUNT FOR THESE ADDITIONAL FUNDS.**

16 A. As will be discussed later in my testimony, the Utility has a robust capital improvement
17 plan that currently cannot be fully funded with the rates being proposed in the Consultant's
18 Report. Some of these necessary capital improvements are being delayed in order to
19 mitigate additional increases on the customer base. To the extent the Utility sees growth
20 in revenues outside of the revenues being generated from the rate increase, the Utility

1 would propose to use these funds to complete additional capital improvements to its
2 system.

3 **25. Q. CAN YOU GENERALLY DESCRIBE THE RATE ADJUSTMENT REQUESTED**
4 **BY THE UTILITY IN THIS CAUSE?**

5 A. Yes. The Council approved an overall increase in rates to produce approximately
6 \$10,338,500 more revenue. The Utility is proposing that the rate increase be phased
7 in over a three-year period. The rates and charges are designed to recover an
8 additional \$3,225,000 in revenues for Phase I, \$3,454,800 in additional revenues for
9 Phase II, and \$3,658,700 in additional revenues for Phase III.

10 **26. Q. CAN YOU DESCRIBE THE THREE-YEAR PHASE-IN RATE**
11 **ADJUSTMENT REQUESTED BY THE CITY IN THIS CAUSE?**

12 A. Yes. After much consideration and discussion, the City is requesting to implement
13 the rate increase in three phases. The first phase ("Phase I") is to be effective upon
14 Commission approval; the second phase ("Phase II") is to be effective twelve months
15 after Phase I; and the third phase ("Phase III") is to be effective twelve months after
16 Phase II. Table I below illustrates each phase of increase for both inside-City and
17 outside-City customers. Note that the percentages listed below are the percentage of
18 rate increase over the immediately preceding year's rates on an across-the-board

1 basis. The rates and charges are further adjusted by user class in the cost-of-service
2 schedules, which will be discussed further in the testimony of Mr. Miller.

3

4

| | TABLE I | |
|-------------|--------------------|---------------------|
| | <u>Inside-City</u> | <u>Outside-City</u> |
| 5 Phase I | 5.00% | 5.00% |
| 6 Phase II | 5.00% | 5.00% |
| 7 Phase III | 5.00% | 5.00% |

8

9

10 **27. Q. MR. ESCHWEILER, PLEASE EXPLAIN WHY THE CITY IS PROPOSING**
11 **TO SPREAD OR PHASE IN THE RATE INCREASE OVER THREE**
12 **PHASES.**

13 A. The Utility needs additional funds to cover increased costs, including debt service,
14 and to pay for a number of replacements and improvements to its system as explained
15 by Mr. Schipper in his testimony. The intent in having a three-year phase-in is to
16 enable the Utility to generate sufficient funds that will allow the Utility to complete
17 the proposed improvements while minimizing the financial impact on its customers.
18 This approach provides a multi-prong benefit to both the Utility and its customers.
19 Foremost, by phasing in the rate increase, the Utility customers have time to plan and
20 budget for the future increases.

21 **28. Q. PLEASE EXPLAIN HOW THE CONSULTANT'S REPORT IS**
22 **ORGANIZED.**

23 A. The Consultant's Report is divided into four sections along with appendices. The
24 first section of the report is BTMA's letter to the Utility's management, which

1 describes that the type of accounting service provided was a compilation and that the
2 resulting Consultant's Report is a special purpose report for submission to the
3 Commission and is restricted to that purpose only. This letter is incorporated by
4 reference on all the pages of the Consultant's Report.

5 The second section of the Consultant's Report (pages 3 – 15) presents estimated
6 financial information. Included in this section are estimated adjustments to Test Year
7 operating expenses, a summary of the Utility's proposed multi-year capital
8 improvement plan, project costs, and proposed debt funding for part of the capital
9 plan, future debt amortization schedules, and estimated annual revenue requirements
10 as compared to annual revenues for all three phases of the rate increase.

11 The third section of the Consultant's Report (pages 16 - 29) contains the individual
12 amortization schedules of the Utility's outstanding bonds and a schedule of combined
13 bond amortization of the Utility.

14 The fourth section of the Consultant's Report (pages 30 - 59) contains the cost-of-
15 service schedules for the Phase I rates and charges. This section includes the tie-out
16 of the consumer study and billing determinates for the test year, the allocation of
17 utility plant in service and estimated operation and maintenance expenses to
18 functional cost components, the allocation of costs to customer class, and the
19 calculation of the proposed rates and charges. This section of the Consultant's Report
20 will be discussed in the testimony of Mr. Miller.

1 The Consultant's Report also includes three appendices. Appendix A of the
2 Consultant's Report (pages 60 - 82) includes the cost-of-service schedules and
3 calculations for Phase II rates and charges. Appendix B of the Consultant's Report
4 (pages 83 - 105) includes the cost-of-service schedules and calculations for Phase III
5 rates and charges. Appendix C (pages 106 - 112) contains historical financial
6 information regarding the twelve months ended December 31, 2023 (i.e., the Test
7 Year), and comparative financial information for the two calendar years of 2021 and
8 2022. In addition, we have compared Utility's cash and investment account balances
9 at December 31, 2023, with requirements stated in the existing bond documents and
10 capital allowance recommendations.

11 **29. Q. PLEASE EXPLAIN MORE FULLY APPENDIX C OF THE**
12 **CONSULTANT'S REPORT.**

13 A. Pages 106 and 107 display a Comparative Statement of Net Position as of
14 December 31, 2021, 2022, and 2023. Page 108 contains a Comparative Statement of
15 Revenues, Expenses, and Changes in Net Position for calendar years 2021, 2022, and
16 2023. Page 109 contains a Comparative Statement of Detailed Operating Expenses
17 for the same periods.

18 A Comparative Statement of Cash Flows can be found on pages 110 and 111. This
19 schedule compares the Utility's cash receipts and cash disbursements for calendar
20 years 2021 through 2023.

1 Page 112 compares the account balances of the Utility as of December 31, 2023, with
2 the minimum balances either required to be maintained by the outstanding bond
3 ordinances in effect or balances that are typically maintained by similar utilities.

4 **30. Q. PLEASE EXPLAIN MORE FULLY THE THIRD SECTION OF THE**
5 **CONSULTANT'S REPORT.**

6 A. The Test Year selected for this Case was calendar year 2023. It is believed that this
7 period is representative and appropriate for rate-making purposes. Page 3 shows Test
8 Year operation and maintenance expenses and adjustments which have been made
9 based on fixed, known, and measurable changes to arrive at the estimated annual
10 operation and maintenance expenses. Adjustments have been made to reflect
11 management's 2025 budget which includes current price levels for labor, employee
12 benefits, purchased power, chemicals, materials and supplies, contractual services,
13 repairs and maintenance, utilities, insurance, transportation, and other operating
14 expenses. The operation and maintenance expense adjustments result in an overall
15 increase of \$5,009,405 from Test Year amounts.

16 Page 4 of the report shows the proposed capital improvement plan of the Utility for
17 calendar years 2025 through 2028. The plan includes filtration plant improvements,
18 raw water dams and reservoirs, distribution pumping and storage, and distribution
19 system and general water maintenance improvements. The projects are primarily
20 driven by needs established in the Utility's master plans and asset management
21 programs as is more fully described by Mr. Schipper in his testimony. The estimated

1 cost of this work for 2025 through 2028 is \$158,880,000. As can also be seen on
2 page 4, the Utility is requesting to defer part of the initial capital improvement
3 projects for 2025, 2026, and 2027 to 2028. These deferrals were deemed necessary
4 by the Utility and Council to more gradually phase-in the rate increase with the goal
5 of minimizing the financial burden on the Utility's customers. Page 4 also identifies
6 \$94,777,300 of the proposed capital improvement plan which management identified
7 to be funded through debt. Of that total, a portion of the projects are assumed to be
8 deferred and funded outside of the three-year phase-in to mitigate annual increases
9 as part of this rate case. The remaining \$54,732,700 of capital improvement needs is
10 proposed to be funded on a pay-as-you-go basis. Page 5 details the estimated sources
11 and uses of funds to complete the debt funded portion of the capital improvement
12 plan. This schedule includes the estimated construction and engineering costs for the
13 respective projects and an allowance for issuance costs and IURC fees assuming four
14 bond issues – the first in 2025 totaling \$6,143,000 to provide for lead service line
15 projects through the SRF Program, the second in 2026 totaling \$53,865,000 assumed
16 to be funded on the open market, the third in 2026 totaling \$5,337,000 to fund
17 additional lead service line improvements through the SRF Program and a fourth
18 bond issue in 2027 to fund additional lead service line improvements through the
19 SRF Program. Overall, page 5 included \$94,777,300 in projects to be funded through
20 the issuance of debt, but total construction and engineering costs assumed to be
21 financed is \$69,580,00. The remaining \$25,197,300 is assumed to be deferred and

1 will be funded at a future date. The funding for these projects is being deferred in
2 order to mitigate the rate impact on the Utility's customers. Pages 6 through 13 show
3 the resulting estimated amortization schedules for the proposed and outstanding bond
4 issues.

5 **31. Q. MR. ESCHWEILER, HOW DID THE UTILITY DECIDE HOW MUCH OF**
6 **THE CAPITAL IMPROVEMENT PLAN SHOULD BE FUNDED THROUGH**
7 **THE ISSUANCE OF LONG-TERM DEBT (i.e. BONDS)?**

8 A. As detailed in Mr. Schipper's testimony, the improvements identified on page 10
9 include maintenance and improvements of existing infrastructure, as well as
10 construction of new infrastructure. As such, the City recognizes a mix of long-term
11 financing and pay-as-you-go funding is appropriate to fund necessary improvements
12 since long-term financing can better balance the useful life of the assets financed to
13 the long-term benefit received by ratepayers. It would not be just to expect current
14 rate payers to fund and support capital investments that will benefit ratepayers today
15 and well into the future. The Utility also considered factors such as current debt levels
16 and structure, upcoming project needs for other City-owned utilities, rate impact,
17 bond coverage levels, and approved borrowing amounts when preparing the funding
18 plan.

1 **32. Q. CAN YOU FURTHER EXPLAIN THE APPROVED BORROWING**
2 **AMOUNTS YOU MENTION ABOVE?**

3 A. Yes. On August 12, 2025, the Council adopted Bond Ordinance No. S-100-25
4 approving the Utility to borrow up to \$70,862,000 in one or more issues. A copy of
5 Bond Ordinance No. S-100-25 is attached to Mr. Schipper's testimony as Petitioner's
6 Exhibit 3. The capital improvement funding plan contained in the Consultant's
7 Report is based on the debt approved in the Bond Ordinance. At this time, the Utility
8 could not issue more than \$70,862,000 in future bonds without additional Council
9 approval.

10 **33. Q. MR. ESCHWEILER, IS IT TRUE THAT AT THIS POINT IN TIME, THE**
11 **UTILITY IS CALCULATING THE COST OF THE 2025-2028 PROPOSED**
12 **IMPROVEMENTS BASED ON ENGINEERING ESTIMATES, NOT ACTUAL**
13 **CONSTRUCTION BIDS RECEIVED?**

14 A. Yes, that is correct.

15 **34. Q. GIVEN THESE UNCERTAINTIES, HOW WILL THE UTILITY BE SURE**
16 **THE PROPOSED RATES WILL BE SUFFICIENT TO FUND COMPLETION**
17 **OF THE IDENTIFIED IMPROVEMENTS?**

18 A. As I previously explained, page 4 identifies a total need of \$158,880,000 through
19 2028 for capital improvements. The rates requested in this case will only support
20 \$114,167,800 in capital expenditures, through both rate funded capital and bonds. In

1 an effort to reduce the impact on ratepayers, the Utility recognizes some of the
2 identified capital needs will likely be delayed beyond the three-year period.

3 **35. Q. HOW WILL THE CITY DECIDE WHICH PROJECTS TO COMPLETE AND**
4 **WHICH TO DEFER?**

5 A. As described more completely in Mr. Schipper's testimony, the City will reduce its
6 annual allowance for pipe replacement. Mr. Schipper explains the methods the
7 Utility uses to prioritize the improvements, and from that prioritization the Utility can
8 determine which pipe it can defer.

9 **36. Q. WHAT IF COSTS ARE LOWER OR REVENUES ARE HIGHER THAN**
10 **ESTIMATED?**

11 A. The additional savings/revenues would be applied to further projects that would
12 otherwise be unfunded. For instance, if new or additional adjustments are identified
13 that could reduce the revenue requirement or if there were an increase in annual
14 revenues, the Utility would propose funding more of the deferred capital
15 improvements rather than reducing the rates further from the mitigated level already
16 established by the Council.

1 **37. Q. WHAT ASSUMPTIONS WERE USED IN PREPARATION OF THE**
2 **AMORTIZATION SCHEDULE FOR THE PROPOSED TAXABLE 2025**
3 **BONDS (“PROPOSED TAXABLE 2025 BONDS”) ON PAGES 6 AND 7?**

4 A. Pages 6 and 7 represent a \$6,143,000 SRF Program bond issue for the Proposed
5 Taxable 2025 Bonds, which is anticipated to fund lead service line improvements.
6 Principal payments are shown being paid annually beginning December 1, 2026,
7 through December 1, 2032, and semiannually June 1 and December 1, beginning
8 June 1, 2033, through December 1, 2060. Interest is shown to be paid semiannually
9 beginning June 1, 2026, at an assumed interest rate of 0.00 percent.

10 **38. Q. HAS THE SRF PROGRAM AGREED TO THE TERMS OF THE BOND**
11 **ISSUE DESCRIBED ABOVE?**

12 A. Yes. Since the Consultant's Report was finalized and the rates and bonds were
13 approved by the City, Fort Wayne has had discussions with the SRF Program in
14 preparation for the issuance of the Proposed 2025 Bonds. The SRF Program has
15 indicated the following terms for the financing. Fort Wayne will receive \$2,500,000
16 through a Forgivable Bond Anticipation Note. It is anticipated that the Forgivable
17 Bond Anticipation Note would be forgiven by SRF and instead be treated as a grant.
18 Fort Wayne will be allowed to issue an additional \$2,500,000 in bonds with SRF at
19 an interest rate of 0%. Finally, an additional \$2,000,000 will be available to be issued
20 at the subsidized interest rate at the time of the financing. The Proposed 2025 Bonds,
21 as defined in the Consultant's Report, is now anticipated to be issued in the 1st quarter

1 of 2026 due to the required spend down of the Utility's outstanding lead service line
2 funding to a level of 75% prior to closing on future SRF Program loans to fund lead
3 service line improvements.

4 **39. Q. HAS THE CONSULTANT'S REPORT BEEN UPDATED TO INCLUDE THE**
5 **FINANCING TERMS WITH THE SRF PROGRAM AS DESCRIBED**
6 **ABOVE?**

7 A. No, the most recent conversations with the SRF Program regarding the Proposed 2025
8 Bonds are not reflected in the Consultant's Report the report was initially finalized, the
9 Utility used this report (i.e. the Consultant's Report) to have the required discussions
10 with ratepayers, City Council, and contract customers. The SRF Program's financing
11 package, however, was not finalized until after these discussions (and the Consultant's
12 Report) were completed. The Consultant's Report presented reflects the date that was
13 discussed with the above-referenced stakeholders. From a financial perspective, the
14 annual difference in the debt service from the assumption used in the Consultant's
15 Report and the now known terms from the SRF Program is also anticipated to be
16 immaterial when applied to the overall annual revenues generated by the Utility. It is
17 estimated that the net impact would be approximately \$10,000 on annual debt service
18 compared to the \$62,157,300 of revenues collected in 2024, which equates to an
19 adjustment of .00016% on the end user rates.

1 **40. Q. WHAT ASSUMPTIONS WERE USED TO PREPARE THE**
2 **AMORTIZATION SCHEDULE FOR THE PROPOSED 2026 BONDS**
3 **(“PROPOSED 2026 BONDS”) ON PAGE 8?**

4 A. Page 8 represents a \$53,865,000 open market bond issue for the Proposed 2026
5 Bonds. Principal payments are shown being paid semiannually June 1 and December
6 1 beginning June 1, 2033, through December 1, 2047. Interest is shown to be paid
7 semiannually beginning June 1, 2027, at assumed interest rates ranging from 3.80
8 percent to 4.90 percent. Actual interest rates will be determined through competitive
9 bidding. The repayment of the Proposed 2026 Bonds has been wrapped around the
10 Utility’s currently outstanding debt and the Proposed 2025 Bonds to allow for level
11 combined annual debt service payments on all debt for years 2028 through 2031. The
12 proposed wrap also assists with mitigating the impact on customer rates. This
13 combined debt service repayment schedule is illustrated on page 13 of the
14 Consultant’s Report.

15 **41. Q. WHAT ASSUMPTIONS WERE USED IN PREPARATION OF THE**
16 **AMORTIZATION SCHEDULE FOR THE PROPOSED TAXABLE 2026**
17 **BONDS (“2026 TAXABLE BONDS”) ON PAGES 9 AND 10?**

18 A. Pages 9 and 10 represent a \$5,337,000 SRF Program bond issue for the 2026 Taxable
19 Bonds, which are anticipated to fund further lead service line improvements. Principal
20 payments are shown being paid annually beginning December 1, 2027, through
21 December 1, 2032, and semiannually June 1 and December 1, beginning June 1,

2033, through December 1, 2061. Interest is shown to be paid semiannually beginning June 1, 2027, at an assumed interest rate of 0.00 percent. To the extent grant funding is received, the borrowing on the 2026 Taxable Bonds would be reduced. Currently, any grant funding that would be provided from the SRF Program is not known.

42. Q. WHAT ASSUMPTIONS WERE USED IN PREPARATION OF THE AMORTIZATION SCHEDULE FOR THE PROPOSED TAXABLE 2027 BONDS ("2027 TAXABLE BONDS") ON PAGES 11 AND 12?

A. Pages 11 and 12 represent a \$5,517,000 SRF Program bond issue for the 2027 Taxable Bonds, which are anticipated to fund further lead service line improvements. Principal payments are shown being paid annually beginning December 1, 2028, through December 1, 2032, and semiannually June 1 and December 1, beginning June 1, 2033, through December 1, 2062. Interest is shown to be paid semiannually beginning June 1, 2028, at an assumed interest rate of 0.00 percent. To the extent grant funding is received, the borrowing on the 2027 Taxable Bonds would be reduced. Currently, any grant funding that would be provided from the SRF Program is not known.

43. Q. WHY WAS AN OPEN MARKET BOND ISSUE ASSUMED FOR THE PROPOSED 2026 BONDS INSTEAD OF A SRF PROGRAM FINANCING?

A. Historically, the Utility has issued both SRF Program and open market debt. Also, as described earlier, the Utility proposes to wrap, or defer, a portion of principal payments on the Proposed 2026 Bonds to later years in an effort to levelize total

1 combined debt payments. This amortization structure is proposed in an effort to
2 reduce rate impact. While the SRF Program does allow this type of wrap structure,
3 there is typically an increased interest rate for using a wrap structure. Also, as
4 explained earlier, the SRF Program has in recent years had more demand for its
5 traditional subsidized funds than funds the SRF Program has available. To the extent
6 favorable financing could be gained through the SRF Program, the Utility will pursue
7 this route for a portion or all of the proposed bonds. If this were to result in a reduction
8 in debt service, the impact would be adjusted through the proposed true-up, as further
9 discussed later in my testimony.

10 **44. Q. HOW WILL THE UTILITY ACCOUNT FOR ANY CHANGES THAT MAY**
11 **OCCUR BETWEEN THE PROPOSED AMORTIZATION SCHEDULES**
12 **AND ACTUAL RESULTS WHEN THE BONDS ARE SOLD?**

13 A. The Utility would propose to not true-up the Proposed 2025 Bonds but instead true-
14 up the water rates subsequent to the issuance of the Proposed 2026 Bonds that are
15 currently anticipated to be issued on the open market. The Utility is not proposing to
16 true-up the Proposed 2025 Bonds due to the relatively small annual debt service
17 required to fund the bonds and its impact on rates. Instead, the water rates would be
18 adjusted for both the Proposed 2025 Bonds and the Proposed 2026 Bonds after the
19 financing has closed for the Proposed 2026 Bonds. The Utility would propose no
20 true-up of the debt service for the 2026 Taxable Bonds and the 2027 Taxable Bonds
21 due to the limit debt service associated with both of the lead service line financings

1 and their limited impact on water rates, in addition to the administrative burden of
2 changing rates multiple times for potential immaterial rate impacts.

3 **45. Q. THANK YOU. PLEASE CONTINUE WITH THE EXPLANATION OF THE**
4 **THIRD SECTION OF THE CONSULTANT'S REPORT.**

5 A. Pages 14 and 15 summarize the estimated annual revenue requirements of the Utility.
6 The estimated annual revenue requirements incorporate the Utility's adjusted
7 operation and maintenance expenses of \$36,679,000 for 2025 described earlier.
8 Estimated operation and maintenance expenses are kept at 2025 levels for years 2026
9 through 2028. Other components of the schedule include annual payments on
10 outstanding debt, annual payments on proposed debt, and funding of the debt service
11 reserve for the Proposed Bonds over 60 months. Also included are annual
12 commercial loan payment obligations of the Utility, and payment in lieu of taxes
13 ("PILT") of \$4,082,600 for 2025 and increased 5% for Phase I and held constant for
14 Phase II and Phase III. The replacements and improvements allowance as discussed
15 earlier is also included in the schedule. The total resulting annual revenue
16 requirements are then reduced by other sales, private water charges, connection fees,
17 engineering fees, scrap metal sales, and interest income. This results in total net
18 annual revenue requirements per phase as detailed in Table II below. Other sales,
19 private water charges, and scrap metal sales have been assumed to equal Test Year
20 levels. Connection fees and engineering fees are based on the 3-year average from
21 2021 – 2024. Interest income has been normalized for an assumed reduction in future

1 interest income to be earned by the Utility due to anticipated decreases in future
2 interest rates and the spend down of construction funds.

3 TABLE II

| <u>Rate Phase</u> | <u>Net Revenue Requirements</u> |
|-------------------|---------------------------------|
| 4 Phase I | \$67,692,600 |
| 5 Phase II | \$72,497,400 |
| 6 Phase III | \$76,786,100 |

7
8

9 The net annual revenue requirements are then compared to annual revenues of the
10 Utility. Metered revenues, sales for resale, interdepartmental sales, fire protection
11 revenues, and forfeited discounts have been assumed to equal Test Year levels
12 adjusted for the multi-phase increase that were originally adopted by the Council and
13 approved by the IURC on April 10, 2019, and later amended to update for the removal
14 of utility receipts tax. The amended rate increases were adopted on April 27, 2022,
15 by the Common Council, approved by the IURC on June 28, 2022. The final phase
16 of the rate increases was effective June 1, 2023. The Utility's adjusted water sales,
17 fire protection charges, forfeited discounts, and revenues from customer growth
18 subject to increase total \$64,467,600 for Phase I. Additional revenues from
19 anticipated future customer growth are also factored into the annual revenue
20 requirements. In order to provide sufficient revenues to meet the annual revenue
21 requirements over the five-year period, the adjusted revenues would need to be
22 increased by the amounts in Table III, below.

TABLE III

| | Annual Revenue | Cumulative Revenue |
|-------------------|--------------------------|--------------------------|
| <u>Rate Phase</u> | <u>Increase Required</u> | <u>Increase Required</u> |
| Phase I | \$3,225,000 | \$3,225,000 |
| Phase II | \$3,454,800 | \$6,679,800 |
| Phase III | \$3,658,700 | \$10,338,500 |

46. Q. PLEASE EXPLAIN MORE FULLY THE THIRD SECTION OF THE CONSULTANT'S REPORT.

A. Pages 16 through 28 contain the amortization schedules of the Utility's outstanding bonds. Page 29 of this section displays the Utility's Schedule of Outstanding Combined Bond Amortization.

47. Q. DOES THIS CONCLUDE THE EXPLANATION OF THE CONSULTANT'S REPORT?

A. Yes, it does.

III. Conclusion

48. Q. IN YOUR OPINION, IS THE ISSUANCE OF THE PROPOSED BONDS A REASONABLE AND NECESSARY METHOD OF FUNDING THE PROPOSED IMPROVEMENTS?

A. Yes, it is. The use of tax-exempt debt (and taxable debt to the SRF Program) is an appropriate means to finance the proposed improvements. The issuance of bonds allows the Utility to spread the recovery of these costs among the benefited users. It also results in lower rates for current customers (as it avoids the financial burden

1 associated with trying to cash fund the entire cost of the proposed improvements on
2 the front end) and provides a mechanism for future customers of the Petitioner to pay
3 for a portion of the facilities that they will use.

4 **49. Q. DO THE PROPOSED REVENUES PROVIDE ADEQUATE DEBT SERVICE**
5 **COVERAGE REQUIRED BY IC 8-1.5-2-19(b)?**

6 A. Yes.

7 **50. Q. IS IT YOUR OPINION THAT THE RATES PROPOSED IN THE**
8 **CONSULTANT'S REPORT ARE FAIR, JUST, NON-DISCRIMINATORY**
9 **AND REASONABLE, AND NECESSARY TO MEET THE PROJECTED**
10 **REVENUE REQUIREMENTS OF THE UTILITY AS THOSE**
11 **REQUIREMENTS HAVE BEEN REDUCED BY THE COUNCIL?**

12 A. Yes, it is my opinion they are.

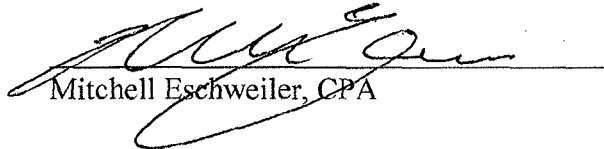
13 **51. Q. DOES THIS CONCLUDE YOUR DIRECT TESTIMONY IN THIS CAUSE?**

14 A. Yes, it does.

Direct Testimony of Mitchell Eschweiler, CPA
On Behalf of Fort Wayne Municipal Water Utility
IURC Cause No. _____
Petitioner's Exhibit 12

VERIFICATION

I affirm under penalties of perjury that the foregoing testimony is true to the best of my knowledge, information, and belief as of the date here filed.

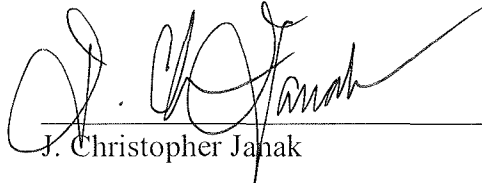


Mitchell Eschweiler, CPA

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing has been served upon the following counsel of record via electronic mail this 17th day of October, 2025:

Office of Utility Consumer Counselor
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Petitioner's Exhibit 13

CITY OF FORT WAYNE

**ACCOUNTING REPORT ON
RATE STUDY**

CONFIDENTIAL

**MUNICIPAL WATER UTILITY
March 17, 2025**

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March 17, 2025

Mr. Kumar Menon, Director of Utilities
Mr. Justin Brugger, Deputy Director of Utilities
Mr. Matthew Wirtz, Deputy Director of Utilities – Engineering
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ACCOUNTANTS' RATE STUDY AND COMPILATION REPORT

RE: Fort Wayne Municipal Water Utility (the "Utility") – Cost of Service Study

In connection with the proposed increase in the Utility's schedule of water rates and charges, we have, at your request, compiled this special purpose rate study report.

This special purpose rate study report has been prepared for the purpose of requesting approval of a new schedule of water rates and charges from the Indiana Utility Regulatory Commission ("IURC") and should not be used for any other purpose.

Further, the estimated financial information in this report which has not been compiled, reviewed or audited by us, is based upon unaudited financial information for the twelve months ended December 31, 2023 which was compiled by us and assumptions provided by management and their consulting engineers or obtained from other sources. This estimated financial information is prepared for the purpose of showing the estimated financial effects on the utility's revenue and revenue requirements of an increase in rates and charges for service and other changes that may be reasonably fixed, known or measured. The actual results achieved may vary from the estimated information and the variations may be material. We have no responsibility to update this report for events and circumstances occurring after the date of this report.

We have compiled the accompanying comparative statement of net position of the water utility as of December 31, 2021, 2022, 2023, and the related comparative statements of revenues, expenses, and changes in net position, and cash flows for the periods then ended and supplementary data. We have not audited or reviewed the accompanying historical financial statements and supplementary data, and accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

(Continued on next page)

Mr. Kumar Menon, Director of Utilities
Mr. Justin Brugger, Deputy Director of Utilities
Mr. Matthew Wirtz, Deputy Director of Utilities
Re: Fort Wayne (Indiana) Municipal Utilities – Cost of Service Study
March 17, 2025
Page 2

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures required by generally accepted accounting principles. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the utility's financial position, results of operations and its cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Baker Tilly Municipal Advisors, LLC

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

ESTIMATED OPERATION AND MAINTENANCE EXPENSES

| | 12 Months Ended 12/31/2023 | 2025 Adj. | Ref. | 2025 Budget |
|--|----------------------------------|---------------------------|------|----------------------------|
| Water Treatment: | | | | |
| Salaries and Wages | \$2,909,708 | \$640,272 | (1) | \$3,549,980 |
| Employee Benefits | 1,391,648 | 149,772 | (1) | 1,541,420 |
| Purchased Power | 1,915,715 | (1,391,715) | (1) | 524,000 |
| Chemicals | 7,062,546 | 1,360,454 | (1) | 8,423,000 |
| Materials and Supplies | 402,480 | 48,608 | (1) | 451,088 |
| Contractual Services | 905,524 | 598,238 | (1) | 1,503,762 |
| Repairs and Maintenance | 544,583 | 152,967 | (1) | 697,550 |
| Utilities | 349,906 | 323,794 | (1) | 673,700 |
| Insurance | 246,597 | 1,696 | (1) | 248,293 |
| Transportation | 88,495 | 145,505 | (1) | 234,000 |
| Other | 59,927 | 36,673 | (1) | 96,600 |
| Total Water Treatment | <u>15,877,129</u> | <u>2,066,264</u> | | <u>17,943,393</u> |
| Transmission and Distribution: | | | | |
| Salaries and Wages | 3,049,888 | (36,142) | (1) | 3,013,746 |
| Employee Benefits | 1,524,572 | (8,551) | (1) | 1,516,021 |
| Materials and Supplies | 761,560 | (31,703) | (1) | 729,857 |
| Contractual Services | - | 15,000 | (1) | 15,000 |
| Repairs and Maintenance | 740,373 | 69,627 | (1) | 810,000 |
| Other | 121,230 | 28,770 | (1) | 150,000 |
| Total Transmission and Distribution | <u>6,197,623</u> | <u>37,001</u> | | <u>6,234,624</u> |
| Customer Accounts: | | | | |
| Salaries and Wages | 262,836 | 710,678 | (1) | 973,514 |
| Employee Benefits | 379,480 | 101,079 | (1) | 480,559 |
| Purchased Power | 19,459 | 1,541 | (1) | 21,000 |
| Chemicals | 92 | 3,608 | (1) | 3,700 |
| Materials and Supplies | 277,407 | (271,378) | (1) | 6,029 |
| Contractual Services | 402,070 | 224,664 | (1) | 626,734 |
| Repairs and Maintenance | 179,596 | 37,904 | (1) | 217,500 |
| Utilities | 61,078 | 1,822 | (1) | 62,900 |
| Insurance | 87,743 | 14,901 | (1) | 102,644 |
| Transportation | 281,184 | (1,184) | (1) | 280,000 |
| Other | 72,435 | 325,265 | (1) | 397,700 |
| Total Customer Accounts | <u>2,023,380</u> | <u>1,148,900</u> | | <u>3,172,280</u> |
| Administrative and General: | | | | |
| Salaries and Wages | 4,404,878 | 1,304,149 | (1) | 5,709,027 |
| Employee Benefits | 116,566 | 81,911 | (1) | 198,477 |
| Materials and Supplies | (143,219) | (40,899) | (1) | (184,118) |
| Contractual Services | 3,172,064 | 103,529 | (1) | 3,275,593 |
| Repairs and Maintenance | 9,018 | 7,982 | (1) | 17,000 |
| Insurance | 4,510 | 2,684 | (1) | 7,194 |
| Other | 7,616 | 297,884 | (1) | 305,500 |
| Total Administrative and General | <u>7,571,433</u> | <u>1,757,240</u> | | <u>9,328,673</u> |
| Total Operation and Maintenance Expenses | <u><u>\$31,669,565</u></u> | <u><u>\$5,009,405</u></u> | | <u><u>\$36,678,970</u></u> |

(1) Per the 2025 budget provided by Utility Management.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

PROPOSED CAPITAL IMPROVEMENT PLAN

(Per Utility Management)

| | <u>2025</u> | <u>2026</u> | <u>2027</u> | <u>2028</u> | <u>Total</u> |
|--|----------------------------|----------------------------|----------------------------|----------------------------|-----------------------------|
| Filtration Plant | \$5,960,000 | \$17,070,000 | \$9,490,000 | \$5,630,000 | \$38,150,000 |
| Raw Water Dams & Reservoirs | 1,845,000 | 2,680,000 | 1,740,000 | 720,000 | 6,985,000 |
| Distribution Pumping & Storage | 370,000 | 2,160,000 | 1,460,000 | 490,000 | 4,480,000 |
| Distribution System | 15,570,000 | 27,875,000 | 33,435,000 | 23,695,000 | 100,575,000 |
| Water Maintenance | <u>1,490,000</u> | <u>2,960,000</u> | <u>2,360,000</u> | <u>1,880,000</u> | <u>8,690,000</u> |
| Gross Capital Improvements | 25,235,000 | 52,745,000 | 48,485,000 | 32,415,000 | 158,880,000 |
| Reduced/Deferred Replacements | <u>(5,010,100)</u> | <u>(2,625,000)</u> | <u>(2,787,500)</u> | <u>10,422,600</u> | <u>-</u> |
| Net Capital Improvements | <u><u>\$20,224,900</u></u> | <u><u>\$50,120,000</u></u> | <u><u>\$45,697,500</u></u> | <u><u>\$42,837,600</u></u> | <u><u>\$158,880,000</u></u> |
| Future Bond Funded Improvements: | | | | | |
| Filtration Plant | (\$610,000) | (\$8,230,000) | (\$3,370,000) | (\$1,320,000) | (\$13,530,000) |
| Raw Water Dams and Reservoirs | (80,000) | (1,930,000) | (1,500,000) | (550,000) | (4,060,000) |
| Distribution Pumping and Storage | - | (350,000) | (960,000) | (390,000) | (1,700,000) |
| Distribution System - Lead Service Replacement | (6,000,000) | (5,180,000) | (5,360,000) | (6,357,300) | (22,897,300) |
| Distribution System - Other | - | (19,100,000) | (18,110,000) | (14,290,000) | (51,500,000) |
| General Water Maintenance | <u>(50,000)</u> | <u>(1,040,000)</u> | <u>-</u> | <u>-</u> | <u>(1,090,000)</u> |
| Total Future Bond Funded Improvements | <u>(6,740,000)</u> | <u>(35,830,000)</u> | <u>(29,300,000)</u> | <u>(22,907,300)</u> | <u>(94,777,300)</u> |
| Other Non-Revenue Funding Sources: | | | | | |
| System Development Charge Funded | (1,500,000) | (1,350,000) | (1,400,000) | (810,000) | (5,060,000) |
| Grants | (1,140,000) | - | - | - | (1,140,000) |
| Commercial Loans | <u>(700,000)</u> | <u>(720,000)</u> | <u>(860,000)</u> | <u>(890,000)</u> | <u>(3,170,000)</u> |
| Total Other Non-Revenue Funding Sources | <u>(3,340,000)</u> | <u>(2,070,000)</u> | <u>(2,260,000)</u> | <u>(1,700,000)</u> | <u>(9,370,000)</u> |
| Cash Funded Capital Improvements | <u><u>\$10,144,900</u></u> | <u><u>\$12,220,000</u></u> | <u><u>\$14,137,500</u></u> | <u><u>\$18,230,300</u></u> | <u><u>\$54,732,700</u></u> |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

SCHEDULE OF PROPOSED PROJECT COSTS AND FUNDING

(Per Utility Management)

| <u>PROPOSED PROJECT COSTS</u> | (SRF) Proposed 2025 Bonds (LSR) | (Open Market) Proposed 2026 Bonds (1) | (SRF) Proposed 2026 Bonds (LSR) | (SRF) Proposed 2027 Bonds (LSR) | Total |
|--|--|--|--|--|---------------------|
| Construction and Engineering Costs: | | | | | |
| Filtration Plant Projects | \$ - | \$11,710,000 | \$ - | \$ - | \$ 11,710,000.00 |
| Raw Water Dams and Reservoirs Projects | - | 3,510,000 | - | - | 3,510,000 |
| Distribution Pumping and Storage Projects | - | 1,310,000 | - | - | 1,310,000 |
| Distribution System - Lead Service Replacement | 6,000,000 | - | 5,180,000 | 5,360,000 | 16,540,000 |
| Distribution System - Other | - | 35,420,000 | - | - | 35,420,000 |
| General Water Maintenance Projects | - | 1,090,000 | - | - | 1,090,000 |
| Total Proposed Construction Costs | 6,000,000 | 53,040,000 | 5,180,000 | 5,360,000 | 69,580,000 |
| Non-Construction Costs: | | | | | |
| Legal, Regulatory, Financial Advisory and Rounding | 127,600 | 151,600 | 143,700 | 143,200 | 566,100 |
| IURC Fee | 15,400 | 134,700 | 13,300 | 13,800 | 177,200 |
| Underwriter's Discount (1%) | - | 538,700 | - | - | 538,700 |
| Total Proposed Non-Construction Costs | 143,000 | 825,000 | 157,000 | 157,000 | 1,282,000 |
| Total Proposed Project Costs | \$6,143,000 | \$53,865,000 | \$5,337,000 | \$5,517,000 | \$70,862,000 |
| <u>PROPOSED PROJECT FUNDING</u> | | | | | |
| Proposed Waterworks Revenue Bonds | <u>\$6,143,000</u> | <u>\$53,865,000</u> | <u>\$5,337,000</u> | <u>\$5,517,000</u> | <u>\$70,862,000</u> |

(1) See page 14, represents the 2025 - 2027 future bond funded improvement projects.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$6,143,000 PROPOSED PRINCIPAL
AMOUNT OF TAXABLE WATERWORKS REVENUE BONDS OF 2025**

Principal payable annually on December 1st through 2032.

Principal payable semiannually on June 1st and December 1st, beginning June 1, 2033.

Assumes Bonds are dated December 15, 2025

| Payment Date | Principal Balance (-----In Dollars-----) | Assumed Interest Rate (%) | Debt Service | | | Bond Year Total |
|-----------------|--|------------------------------------|------------------------|----------|----------------|--------------------|
| | | | Principal | Interest | Total | |
| | | | (-----In Dollars-----) | | | |
| 06/01/26 | \$6,143,000 | | | \$ - | \$ - | |
| 12/01/26 | 6,143,000 | 0.00 | \$176,000 | - | 176,000.00 | \$176,000.00 |
| 06/01/27 | 5,967,000 | | | - | - | |
| 12/01/27 | 5,967,000 | 0.00 | 176,000 | - | 176,000.00 | 176,000.00 |
| 06/01/28 | 5,791,000 | | | - | - | |
| 12/01/28 | 5,791,000 | 0.00 | 176,000 | - | 176,000.00 | 176,000.00 |
| 06/01/29 | 5,615,000 | | | - | - | |
| 12/01/29 | 5,615,000 | 0.00 | 176,000 | - | 176,000.00 | 176,000.00 |
| 06/01/30 | 5,439,000 | | | - | - | |
| 12/01/30 | 5,439,000 | 0.00 | 176,000 | - | 176,000.00 | 176,000.00 |
| 06/01/31 | 5,263,000 | | | - | - | |
| 12/01/31 | 5,263,000 | 0.00 | 176,000 | - | 176,000.00 | 176,000.00 |
| 06/01/32 | 5,087,000 | | | - | - | |
| 12/01/32 | 5,087,000 | 0.00 | 176,000 | - | 176,000.00 | 176,000.00 |
| 06/01/33 | 4,911,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/33 | 4,823,000 | 0.00 | 88,000 | - | 88,000.00 | 176,000.00 |
| 06/01/34 | 4,735,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/34 | 4,647,000 | 0.00 | 88,000 | - | 88,000.00 | 176,000.00 |
| 06/01/35 | 4,559,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/35 | 4,471,000 | 0.00 | 88,000 | - | 88,000.00 | 176,000.00 |
| 06/01/36 | 4,383,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/36 | 4,295,000 | 0.00 | 88,000 | - | 88,000.00 | 176,000.00 |
| 06/01/37 | 4,207,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/37 | 4,119,000 | 0.00 | 88,000 | - | 88,000.00 | 176,000.00 |
| 06/01/38 | 4,031,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/38 | 3,943,000 | 0.00 | 88,000 | - | 88,000.00 | 176,000.00 |
| 06/01/39 | 3,855,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/39 | 3,767,000 | 0.00 | 88,000 | - | 88,000.00 | 176,000.00 |
| 06/01/40 | 3,679,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/40 | 3,591,000 | 0.00 | 88,000 | - | 88,000.00 | 176,000.00 |
| 06/01/41 | 3,503,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/41 | 3,415,000 | 0.00 | 88,000 | - | 88,000.00 | 176,000.00 |
| 06/01/42 | 3,327,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/42 | 3,239,000 | 0.00 | 88,000 | - | 88,000.00 | 176,000.00 |
| 06/01/43 | 3,151,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/43 | 3,063,000 | 0.00 | 88,000 | - | 88,000.00 | 176,000.00 |
| 06/01/44 | 2,975,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/44 | 2,887,000 | 0.00 | 88,000 | - | 88,000.00 | 176,000.00 |
| 06/01/45 | 2,799,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/45 | 2,711,000 | 0.00 | 88,000 | - | 88,000.00 | 176,000.00 |
| Sub-Totals | | | \$3,520,000 | \$ - | \$3,520,000.00 | \$3,520,000.00 |

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

**SCHEDULE OF AMORTIZATION OF \$6,143,000 PROPOSED PRINCIPAL
AMOUNT OF TAXABLE WATERWORKS REVENUE BONDS OF 2025**

Principal payable annually on December 1st through 2032.

Principal payable semiannually on June 1st and December 1st, beginning June 1, 2033.

Assumes Bonds are dated December 15, 2025

| Payment Date | Principal Balance (-----In Dollars-----) | Assumed Interest Rates (%) | Debt Service | | | Bond Year Total |
|----------------------------|--|---|------------------------|----------|----------------|--------------------|
| | | | Principal | Interest | Total | |
| | | | (-----In Dollars-----) | | | |
| Sub-Totals Carried Forward | | | \$3,520,000 | \$ - | \$3,520,000.00 | \$3,520,000.00 |
| 06/01/46 | \$2,623,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/46 | 2,535,000 | 0.00 | 88,000 | - | 88,000.00 | 176,000.00 |
| 06/01/47 | 2,447,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/47 | 2,359,000 | 0.00 | 88,000 | - | 88,000.00 | 176,000.00 |
| 06/01/48 | 2,271,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/48 | 2,183,000 | 0.00 | 88,000 | - | 88,000.00 | 176,000.00 |
| 06/01/49 | 2,095,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/49 | 2,007,000 | 0.00 | 88,000 | - | 88,000.00 | 176,000.00 |
| 06/01/50 | 1,919,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/50 | 1,831,000 | 0.00 | 88,000 | - | 88,000.00 | 176,000.00 |
| 06/01/51 | 1,743,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/51 | 1,655,000 | 0.00 | 88,000 | - | 88,000.00 | 176,000.00 |
| 06/01/52 | 1,567,000 | 0.00 | 88,000 | - | 88,000.00 | |
| 12/01/52 | 1,479,000 | 0.00 | 87,000 | - | 87,000.00 | 175,000.00 |
| 06/01/53 | 1,392,000 | 0.00 | 87,000 | - | 87,000.00 | |
| 12/01/53 | 1,305,000 | 0.00 | 87,000 | - | 87,000.00 | 174,000.00 |
| 06/01/54 | 1,218,000 | 0.00 | 87,000 | - | 87,000.00 | |
| 12/01/54 | 1,131,000 | 0.00 | 87,000 | - | 87,000.00 | 174,000.00 |
| 06/01/55 | 1,044,000 | 0.00 | 87,000 | - | 87,000.00 | |
| 12/01/55 | 957,000 | 0.00 | 87,000 | - | 87,000.00 | 174,000.00 |
| 06/01/56 | 870,000 | 0.00 | 87,000 | - | 87,000.00 | |
| 12/01/56 | 783,000 | 0.00 | 87,000 | - | 87,000.00 | 174,000.00 |
| 06/01/57 | 696,000 | 0.00 | 87,000 | - | 87,000.00 | |
| 12/01/57 | 609,000 | 0.00 | 87,000 | - | 87,000.00 | 174,000.00 |
| 06/01/58 | 522,000 | 0.00 | 87,000 | - | 87,000.00 | |
| 12/01/58 | 435,000 | 0.00 | 87,000 | - | 87,000.00 | 174,000.00 |
| 06/01/59 | 348,000 | 0.00 | 87,000 | - | 87,000.00 | |
| 12/01/59 | 261,000 | 0.00 | 87,000 | - | 87,000.00 | 174,000.00 |
| 06/01/60 | 174,000 | 0.00 | 87,000 | - | 87,000.00 | |
| 12/01/60 | 87,000 | 0.00 | 87,000 | - | 87,000.00 | 174,000.00 |
| Totals | | | \$6,143,000 | \$ - | \$6,143,000.00 | \$6,143,000.00 |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$53,865,000 PROPOSED PRINCIPAL AMOUNT
OF WATERWORKS REVENUE BONDS OF 2026**

Principal payable semiannually on June 1st and December 1st, beginning June 1, 2033.

Interest payable semiannually on June 1st and December 1st.

Assumes Bonds are dated December 15, 2026

Assumed interest rate as indicated.

| Payment Date | Principal Balance (In \$1,000's) | Assumed Interest Rate (%) | Debt Service | | | Bond Year Total |
|-----------------|--|------------------------------------|-----------------------------|------------------------------------|------------------------|------------------------|
| | | | Principal (In \$1,000's) | Interest (-----In Dollars-----) | Total | |
| 06/01/27 | \$53,865 | | | \$1,092,895.58 | \$1,092,895.58 | |
| 12/01/27 | 53,865 | | | 1,185,067.50 | 1,185,067.50 | \$2,277,963.08 |
| 06/01/28 | 53,865 | | | 1,185,067.50 | 1,185,067.50 | |
| 12/01/28 | 53,865 | | | 1,185,067.50 | 1,185,067.50 | 2,370,135.00 |
| 06/01/29 | 53,865 | | | 1,185,067.50 | 1,185,067.50 | |
| 12/01/29 | 53,865 | | | 1,185,067.50 | 1,185,067.50 | 2,370,135.00 |
| 06/01/30 | 53,865 | | | 1,185,067.50 | 1,185,067.50 | |
| 12/01/30 | 53,865 | | | 1,185,067.50 | 1,185,067.50 | 2,370,135.00 |
| 06/01/31 | 53,865 | | | 1,185,067.50 | 1,185,067.50 | |
| 12/01/31 | 53,865 | | | 1,185,067.50 | 1,185,067.50 | 2,370,135.00 |
| 06/01/32 | 53,865 | | | 1,185,067.50 | 1,185,067.50 | |
| 12/01/32 | 53,865 | | | 1,185,067.50 | 1,185,067.50 | 2,370,135.00 |
| 06/01/33 | 53,865 | 3.80 | \$1,315 | 1,185,067.50 | 2,500,067.50 | |
| 12/01/33 | 52,550 | 3.80 | 1,340 | 1,160,082.50 | 2,500,082.50 | 5,000,150.00 |
| 06/01/34 | 51,210 | 3.85 | 1,365 | 1,134,622.50 | 2,499,622.50 | |
| 12/01/34 | 49,845 | 3.85 | 1,390 | 1,108,346.25 | 2,498,346.25 | 4,997,968.75 |
| 06/01/35 | 48,455 | 3.90 | 1,420 | 1,081,588.75 | 2,501,588.75 | |
| 12/01/35 | 47,035 | 3.90 | 1,445 | 1,053,898.75 | 2,498,898.75 | 5,000,487.50 |
| 06/01/36 | 45,590 | 3.95 | 1,475 | 1,025,721.25 | 2,500,721.25 | |
| 12/01/36 | 44,115 | 3.95 | 1,505 | 996,590.00 | 2,501,590.00 | 5,002,311.25 |
| 06/01/37 | 42,610 | 4.00 | 1,535 | 966,866.25 | 2,501,866.25 | |
| 12/01/37 | 41,075 | 4.00 | 1,565 | 936,166.25 | 2,501,166.25 | 5,003,032.50 |
| 06/01/38 | 39,510 | 4.05 | 1,595 | 904,866.25 | 2,499,866.25 | |
| 12/01/38 | 37,915 | 4.05 | 1,630 | 872,567.50 | 2,502,567.50 | 5,002,433.75 |
| 06/01/39 | 36,285 | 4.15 | 1,660 | 839,560.00 | 2,499,560.00 | |
| 12/01/39 | 34,625 | 4.15 | 1,695 | 805,115.00 | 2,500,115.00 | 4,999,675.00 |
| 06/01/40 | 32,930 | 4.30 | 1,730 | 769,943.75 | 2,499,943.75 | |
| 12/01/40 | 31,200 | 4.30 | 1,765 | 732,748.75 | 2,497,748.75 | 4,997,692.50 |
| 06/01/41 | 29,435 | 4.45 | 1,805 | 694,801.25 | 2,499,801.25 | |
| 12/01/41 | 27,630 | 4.45 | 1,845 | 654,640.00 | 2,499,640.00 | 4,999,441.25 |
| 06/01/42 | 25,785 | 4.55 | 1,885 | 613,588.75 | 2,498,588.75 | |
| 12/01/42 | 23,900 | 4.55 | 1,930 | 570,705.00 | 2,500,705.00 | 4,999,293.75 |
| 06/01/43 | 21,970 | 4.65 | 1,975 | 526,797.50 | 2,501,797.50 | |
| 12/01/43 | 19,995 | 4.65 | 2,020 | 480,878.75 | 2,500,878.75 | 5,002,676.25 |
| 06/01/44 | 17,975 | 4.75 | 2,065 | 433,913.75 | 2,498,913.75 | |
| 12/01/44 | 15,910 | 4.75 | 2,115 | 384,870.00 | 2,499,870.00 | 4,998,783.75 |
| 06/01/45 | 13,795 | 4.80 | 2,165 | 334,638.75 | 2,499,638.75 | |
| 12/01/45 | 11,630 | 4.80 | 2,215 | 282,678.75 | 2,497,678.75 | 4,997,317.50 |
| 06/01/46 | 9,415 | 4.85 | 2,270 | 229,518.75 | 2,499,518.75 | |
| 12/01/46 | 7,145 | 4.85 | 2,325 | 174,471.25 | 2,499,471.25 | 4,998,990.00 |
| 06/01/47 | 4,820 | 4.90 | 2,380 | 118,090.00 | 2,498,090.00 | |
| 12/01/47 | 2,440 | 4.90 | 2,440 | 59,780.00 | 2,499,780.00 | 4,997,870.00 |
| Totals | | | <u>\$53,865</u> | <u>\$35,261,761.83</u> | <u>\$89,126,761.83</u> | <u>\$89,126,761.83</u> |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$5,337,000 PROPOSED PRINCIPAL
AMOUNT OF TAXABLE WATERWORKS REVENUE BONDS OF 2026**

Principal payable annually on December 1st through 2032.

Principal payable semiannually on June 1st and December 1st, beginning June 1, 2033.

Assumes Bonds are dated December 15, 2026

| Payment Date | Principal Balance (-----In Dollars-----) | Assumed Interest Rates (%) | Debt Service | | | Bond Year Total |
|-----------------|--|-------------------------------------|------------------------|----------|----------------|--------------------|
| | | | Principal | Interest | Total | |
| | | | (-----In Dollars-----) | | | |
| 06/01/27 | \$5,337,000 | | | \$ - | \$ - | |
| 12/01/27 | 5,337,000 | 0.00 | \$154,000 | - | 154,000.00 | \$154,000.00 |
| 06/01/28 | 5,183,000 | | | - | - | |
| 12/01/28 | 5,183,000 | 0.00 | 154,000 | - | 154,000.00 | 154,000.00 |
| 06/01/29 | 5,029,000 | | | - | - | |
| 12/01/29 | 5,029,000 | 0.00 | 154,000 | - | 154,000.00 | 154,000.00 |
| 06/01/30 | 4,875,000 | | | - | - | |
| 12/01/30 | 4,875,000 | 0.00 | 154,000 | - | 154,000.00 | 154,000.00 |
| 06/01/31 | 4,721,000 | | | - | - | |
| 12/01/31 | 4,721,000 | 0.00 | 154,000 | - | 154,000.00 | 154,000.00 |
| 06/01/32 | 4,567,000 | | | - | - | |
| 12/01/32 | 4,567,000 | 0.00 | 154,000 | - | 154,000.00 | 154,000.00 |
| 06/01/33 | 4,413,000 | 0.00 | 77,000 | - | 77,000.00 | |
| 12/01/33 | 4,336,000 | 0.00 | 77,000 | - | 77,000.00 | 154,000.00 |
| 06/01/34 | 4,259,000 | 0.00 | 77,000 | - | 77,000.00 | |
| 12/01/34 | 4,182,000 | 0.00 | 77,000 | - | 77,000.00 | 154,000.00 |
| 06/01/35 | 4,105,000 | 0.00 | 77,000 | - | 77,000.00 | |
| 12/01/35 | 4,028,000 | 0.00 | 76,000 | - | 76,000.00 | 153,000.00 |
| 06/01/36 | 3,952,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/36 | 3,876,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/37 | 3,800,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/37 | 3,724,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/38 | 3,648,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/38 | 3,572,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/39 | 3,496,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/39 | 3,420,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/40 | 3,344,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/40 | 3,268,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/41 | 3,192,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/41 | 3,116,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/42 | 3,040,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/42 | 2,964,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/43 | 2,888,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/43 | 2,812,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/44 | 2,736,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/44 | 2,660,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/45 | 2,584,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/45 | 2,508,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/46 | 2,432,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/46 | 2,356,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| Sub-Totals | | | \$3,057,000 | \$ - | \$3,057,000.00 | \$3,057,000.00 |

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

**SCHEDULE OF AMORTIZATION OF \$5,337,000 PROPOSED PRINCIPAL
AMOUNT OF TAXABLE WATERWORKS REVENUE BONDS OF 2026**

Principal payable annually on December 1st through 2032.

Principal payable semiannually on June 1st and December 1st, beginning June 1, 2033.

Assumes Bonds are dated December 15, 2026

| Payment Date | Principal Balance (-----In Dollars-----) | Assumed Interest Rates (%) | Debt Service | | | Bond Year Total |
|----------------------------|--|---|------------------------|----------|----------------|--------------------|
| | | | Principal | Interest | Total | |
| | | | (-----In Dollars-----) | | | |
| Sub-Totals Carried Forward | | | \$3,057,000 | \$ - | \$3,057,000.00 | \$3,057,000.00 |
| 06/01/47 | \$2,280,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/47 | 2,204,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/48 | 2,128,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/48 | 2,052,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/49 | 1,976,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/49 | 1,900,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/50 | 1,824,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/50 | 1,748,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/51 | 1,672,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/51 | 1,596,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/52 | 1,520,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/52 | 1,444,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/53 | 1,368,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/53 | 1,292,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/54 | 1,216,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/54 | 1,140,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/55 | 1,064,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/55 | 988,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/56 | 912,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/56 | 836,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/57 | 760,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/57 | 684,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/58 | 608,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/58 | 532,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/59 | 456,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/59 | 380,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/60 | 304,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/60 | 228,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| 06/01/61 | 152,000 | 0.00 | 76,000 | - | 76,000.00 | |
| 12/01/61 | 76,000 | 0.00 | 76,000 | - | 76,000.00 | 152,000.00 |
| Totals | | | \$5,337,000 | \$ - | \$5,337,000.00 | \$5,337,000.00 |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$5,517,000 PROPOSED PRINCIPAL
AMOUNT OF TAXABLE WATERWORKS REVENUE BONDS OF 2027**

Principal payable annually on December 1st through 2032.

Principal payable semiannually on June 1st and December 1st, beginning June 1, 2033.

Assumes Bonds are dated December 15, 2027

| Payment Date | Principal Balance (-----In Dollars-----) | Assumed | Debt Service | | | Bond Year Total |
|-----------------|--|-------------------|------------------------|----------|----------------|--------------------|
| | | Interest Rates | Principal | Interest | Total | |
| | | (%) | (-----In Dollars-----) | | | |
| 06/01/28 | \$5,517,000 | | | \$ - | \$ - | |
| 12/01/28 | 5,517,000 | 0.00 | \$158,000 | - | 158,000.00 | \$158,000.00 |
| 06/01/29 | 5,359,000 | | | - | - | |
| 12/01/29 | 5,359,000 | 0.00 | 158,000 | - | 158,000.00 | 158,000.00 |
| 06/01/30 | 5,201,000 | | | - | - | |
| 12/01/30 | 5,201,000 | 0.00 | 158,000 | - | 158,000.00 | 158,000.00 |
| 06/01/31 | 5,043,000 | | | - | - | |
| 12/01/31 | 5,043,000 | 0.00 | 158,000 | - | 158,000.00 | 158,000.00 |
| 06/01/32 | 4,885,000 | | | - | - | |
| 12/01/32 | 4,885,000 | 0.00 | 158,000 | - | 158,000.00 | 158,000.00 |
| 06/01/33 | 4,727,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/33 | 4,648,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/34 | 4,569,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/34 | 4,490,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/35 | 4,411,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/35 | 4,332,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/36 | 4,253,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/36 | 4,174,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/37 | 4,095,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/37 | 4,016,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/38 | 3,937,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/38 | 3,858,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/39 | 3,779,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/39 | 3,700,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/40 | 3,621,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/40 | 3,542,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/41 | 3,463,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/41 | 3,384,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/42 | 3,305,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/42 | 3,226,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/43 | 3,147,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/43 | 3,068,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/44 | 2,989,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/44 | 2,910,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/45 | 2,831,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/45 | 2,752,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/46 | 2,673,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/46 | 2,594,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/47 | 2,515,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/47 | 2,436,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| Sub-Totals | | | \$3,160,000 | \$ - | \$3,160,000.00 | \$3,160,000.00 |

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

**SCHEDULE OF AMORTIZATION OF \$5,517,000 PROPOSED PRINCIPAL
AMOUNT OF TAXABLE WATERWORKS REVENUE BONDS OF 2027**

Principal payable annually on December 1st through 2032.

Principal payable semiannually on June 1st and December 1st, beginning June 1, 2033.

Assumes Bonds are dated December 15, 2027

| Payment Date | Principal Balance (-----In Dollars-----) | Assumed Interest Rates (%) | Debt Service | | | Bond Year Total |
|----------------------------|--|---|------------------------|----------|----------------|--------------------|
| | | | Principal | Interest | Total | |
| | | | (-----In Dollars-----) | | | |
| Sub-Totals Carried Forward | | | \$3,160,000 | \$ - | \$3,160,000.00 | \$3,160,000.00 |
| 06/01/48 | \$2,357,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/48 | 2,278,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/49 | 2,199,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/49 | 2,120,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/50 | 2,041,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/50 | 1,962,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/51 | 1,883,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/51 | 1,804,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/52 | 1,725,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/52 | 1,646,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/53 | 1,567,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/53 | 1,488,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/54 | 1,409,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/54 | 1,330,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/55 | 1,251,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/55 | 1,172,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 06/01/56 | 1,093,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/01/56 | 1,014,000 | 0.00 | 78,000 | - | 78,000.00 | 157,000.00 |
| 06/01/57 | 936,000 | 0.00 | 78,000 | - | 78,000.00 | |
| 12/01/57 | 858,000 | 0.00 | 78,000 | - | 78,000.00 | 156,000.00 |
| 06/01/58 | 780,000 | 0.00 | 78,000 | - | 78,000.00 | |
| 12/01/58 | 702,000 | 0.00 | 78,000 | - | 78,000.00 | 156,000.00 |
| 06/01/59 | 624,000 | 0.00 | 78,000 | - | 78,000.00 | |
| 12/01/59 | 546,000 | 0.00 | 78,000 | - | 78,000.00 | 156,000.00 |
| 06/01/60 | 468,000 | 0.00 | 78,000 | - | 78,000.00 | |
| 12/01/60 | 390,000 | 0.00 | 78,000 | - | 78,000.00 | 156,000.00 |
| 06/01/61 | 312,000 | 0.00 | 78,000 | - | 78,000.00 | |
| 12/01/61 | 234,000 | 0.00 | 78,000 | - | 78,000.00 | 156,000.00 |
| 06/01/62 | 156,000 | 0.00 | 78,000 | - | 78,000.00 | |
| 12/01/62 | 78,000 | 0.00 | 78,000 | - | 78,000.00 | 156,000.00 |
| Totals | | | \$5,517,000 | \$ - | \$5,517,000.00 | \$5,517,000.00 |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

SCHEDULE OF PROPOSED COMBINED BOND AMORTIZATION

| Bond Year Ended December 1 | Outstanding Bonds | (SRF) Proposed 2025 Bonds (LSLR) | Bond Year Total | (Open Market) Proposed 2026 Bonds | (SRF) Proposed 2026 Bonds (LSLR) | Bond Year Total | (SRF) Proposed 2027 Bonds (LSLR) | Bond Year Total |
|-------------------------------|-------------------------|---|-------------------------|---|---|-------------------------|---|-------------------------|
| 2025 | \$16,183,256.22 | | \$16,183,256.22 | | | \$16,183,256.22 | | \$16,183,256.22 |
| 2026 | 16,192,518.12 | \$176,000.00 | 16,368,518.12 | | | 16,368,518.12 | | 16,368,518.12 |
| 2027 | 16,246,816.52 | 176,000.00 | 16,422,816.52 | \$2,277,963.08 | \$154,000.00 | 18,654,779.60 | | 18,654,779.60 |
| 2028 | 16,289,446.34 | 176,000.00 | 16,465,446.34 | 2,370,135.00 | 154,000.00 | 18,989,581.34 | \$158,000.00 | 19,147,581.34 |
| 2029 | 16,291,010.92 | 176,000.00 | 16,467,010.92 | 2,370,135.00 | 154,000.00 | 18,991,145.92 | 158,000.00 | 19,149,145.92 |
| 2030 | 16,293,543.94 | 176,000.00 | 16,469,543.94 | 2,370,135.00 | 154,000.00 | 18,993,678.94 | 158,000.00 | 19,151,678.94 |
| 2031 | 16,294,204.58 | 176,000.00 | 16,470,204.58 | 2,370,135.00 | 154,000.00 | 18,994,339.58 | 158,000.00 | 19,152,339.58 |
| 2032 | 14,338,282.18 | 176,000.00 | 14,514,282.18 | 2,370,135.00 | 154,000.00 | 17,038,417.18 | 158,000.00 | 17,196,417.18 |
| 2033 | 11,392,521.01 | 176,000.00 | 11,568,521.01 | 5,000,150.00 | 154,000.00 | 16,722,671.01 | 158,000.00 | 16,880,671.01 |
| 2034 | 11,414,353.40 | 176,000.00 | 11,590,353.40 | 4,997,968.75 | 154,000.00 | 16,742,322.15 | 158,000.00 | 16,900,322.15 |
| 2035 | 5,448,895.43 | 176,000.00 | 5,624,895.43 | 5,000,487.50 | 153,000.00 | 10,778,382.93 | 158,000.00 | 10,936,382.93 |
| 2036 | 5,458,198.90 | 176,000.00 | 5,634,198.90 | 5,002,311.25 | 152,000.00 | 10,788,510.15 | 158,000.00 | 10,946,510.15 |
| 2037 | 5,469,608.23 | 176,000.00 | 5,645,608.23 | 5,003,032.50 | 152,000.00 | 10,800,640.73 | 158,000.00 | 10,958,640.73 |
| 2038 | 5,485,427.95 | 176,000.00 | 5,661,427.95 | 5,002,433.75 | 152,000.00 | 10,815,861.70 | 158,000.00 | 10,973,861.70 |
| 2039 | 5,520,735.41 | 176,000.00 | 5,696,735.41 | 4,999,675.00 | 152,000.00 | 10,848,410.41 | 158,000.00 | 11,006,410.41 |
| 2040 | 3,586,446.40 | 176,000.00 | 3,762,446.40 | 4,997,692.50 | 152,000.00 | 8,912,138.90 | 158,000.00 | 9,070,138.90 |
| 2041 | 3,590,581.43 | 176,000.00 | 3,766,581.43 | 4,999,441.25 | 152,000.00 | 8,918,022.68 | 158,000.00 | 9,076,022.68 |
| 2042 | 3,596,503.38 | 176,000.00 | 3,772,503.38 | 4,999,293.75 | 152,000.00 | 8,923,797.13 | 158,000.00 | 9,081,797.13 |
| 2043 | 824,982.75 | 176,000.00 | 1,000,982.75 | 5,002,676.25 | 152,000.00 | 6,155,659.00 | 158,000.00 | 6,313,659.00 |
| 2044 | 823,597.55 | 176,000.00 | 999,597.55 | 4,998,783.75 | 152,000.00 | 6,150,381.30 | 158,000.00 | 6,308,381.30 |
| 2045 | 823,974.75 | 176,000.00 | 999,974.75 | 4,997,317.50 | 152,000.00 | 6,149,292.25 | 158,000.00 | 6,307,292.25 |
| 2046 | 824,025.25 | 176,000.00 | 1,000,025.25 | 4,998,990.00 | 152,000.00 | 6,151,015.25 | 158,000.00 | 6,309,015.25 |
| 2047 | 824,778.75 | 176,000.00 | 1,000,778.75 | 4,997,870.00 | 152,000.00 | 6,150,648.75 | 158,000.00 | 6,308,648.75 |
| 2048 | 824,220.40 | 176,000.00 | 1,000,220.40 | - | 152,000.00 | 1,152,220.40 | 158,000.00 | 1,310,220.40 |
| 2049 | 294,142.00 | 176,000.00 | 470,142.00 | - | 152,000.00 | 622,142.00 | 158,000.00 | 780,142.00 |
| 2050 | 294,142.00 | 176,000.00 | 470,142.00 | - | 152,000.00 | 622,142.00 | 158,000.00 | 780,142.00 |
| 2051 | 294,142.00 | 176,000.00 | 470,142.00 | - | 152,000.00 | 622,142.00 | 158,000.00 | 780,142.00 |
| 2052 | 294,142.00 | 175,000.00 | 469,142.00 | - | 152,000.00 | 621,142.00 | 158,000.00 | 779,142.00 |
| 2053 | 294,142.00 | 174,000.00 | 468,142.00 | - | 152,000.00 | 620,142.00 | 158,000.00 | 778,142.00 |
| 2054 | 294,142.00 | 174,000.00 | 468,142.00 | - | 152,000.00 | 620,142.00 | 158,000.00 | 778,142.00 |
| 2055 | 294,142.00 | 174,000.00 | 468,142.00 | - | 152,000.00 | 620,142.00 | 158,000.00 | 778,142.00 |
| 2056 | 294,142.00 | 174,000.00 | 468,142.00 | - | 152,000.00 | 620,142.00 | 157,000.00 | 777,142.00 |
| 2057 | 294,142.00 | 174,000.00 | 468,142.00 | - | 152,000.00 | 620,142.00 | 156,000.00 | 776,142.00 |
| 2058 | 263,172.00 | 174,000.00 | 437,172.00 | - | 152,000.00 | 589,172.00 | 156,000.00 | 745,172.00 |
| 2059 | 70,000.00 | 174,000.00 | 244,000.00 | - | 152,000.00 | 396,000.00 | 156,000.00 | 552,000.00 |
| 2060 | - | 174,000.00 | 174,000.00 | - | 152,000.00 | 326,000.00 | 156,000.00 | 482,000.00 |
| 2061 | - | - | 0.00 | - | 152,000.00 | 152,000.00 | 156,000.00 | 308,000.00 |
| 2062 | - | - | - | - | - | - | 156,000.00 | 156,000.00 |
| Totals | <u>\$197,018,379.81</u> | <u>\$6,143,000.00</u> | <u>\$203,161,379.81</u> | <u>\$89,126,761.83</u> | <u>\$5,337,000.00</u> | <u>\$297,625,141.64</u> | <u>\$5,517,000.00</u> | <u>\$303,142,141.64</u> |

*Maximum Annual Debt Service

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

ESTIMATED ANNUAL REVENUE REQUIREMENTS

AND ANNUAL OPERATING REVENUES

(See Explanation of References, Page 15)

(Amounts Rounded to Nearest \$100)

| | | <u>2023</u> | | <u>Phase I</u> | <u>Phase II</u> | <u>Phase III</u> |
|--|--------|---------------------|---------------------|---------------------|---------------------|---------------------|
| | | (Actual) | (2025) | (2026) | (2027) | (2028) |
| <u>Annual Revenue Requirements</u> | | | | | | |
| Operation and Maintenance Expenses (Page 3) | | \$31,669,600 | \$36,679,000 | \$36,679,000 | \$36,679,000 | \$36,679,000 |
| Debt Service (Page 13) | | 15,866,600 | 16,183,300 | 16,368,500 | 18,854,800 | 19,152,300 * |
| Debt Service Reserve | (1) | 874,200 | 459,200 | 494,400 | 557,900 | 589,500 |
| Commercial Loans | (2) | 637,300 | 1,100,200 | 1,199,400 | 1,091,100 | 957,900 |
| Payment In Lieu of Taxes | (3) | 3,693,600 | 3,668,100 | 4,082,600 | 4,082,600 | 4,082,600 |
| Replacements and Improvements (Page 4) | | 11,798,800 | 10,144,900 | 12,220,000 | 14,137,500 | 18,230,300 |
| Total Annual Revenue Requirements | | <u>64,540,100</u> | <u>68,234,700</u> | <u>71,043,900</u> | <u>75,402,900</u> | <u>79,691,600</u> |
| | | | | | | |
| Less: Other Sales | (4) | (898,800) | (898,800) | (898,800) | (898,800) | (898,800) |
| Less: Water Charges - Private | (4) | (60,900) | (60,900) | (60,900) | (60,900) | (60,900) |
| Less: Connection Fees | (5) | (100) | (53,900) | (53,900) | (53,900) | (53,900) |
| Less: Engineering Fees | (5) | (59,800) | (48,600) | (48,600) | (48,600) | (48,600) |
| Less: Scrap Metal Sales | (4) | (60,100) | (60,100) | (60,100) | (60,100) | (60,100) |
| Less: Interest Income | (6) | (3,482,800) | (2,786,200) | (2,229,000) | (1,783,200) | (1,783,200) |
| Net Annual Revenue Requirements | | <u>\$59,977,600</u> | <u>\$64,326,200</u> | <u>\$67,692,600</u> | <u>\$72,497,400</u> | <u>\$76,786,100</u> |
| | | | | | | |
| <u>Annual Revenues</u> | | | | | | |
| Metered Revenues, Sales For Resale and Interdepartmental Sales | (7)(8) | \$52,947,300 | \$54,183,700 | \$54,183,700 | \$54,183,700 | \$54,183,700 |
| Fire Protection Revenues | (7) | 7,876,500 | 8,034,600 | 8,034,600 | 8,034,600 | 8,034,600 |
| Forfeited Discounts | (7) | 1,333,500 | 1,349,300 | 1,349,300 | 1,349,300 | 1,349,300 |
| Additional Revenue From Phased Increases | | - | - | - | 3,225,000 | 6,679,800 |
| Additional Revenue From Customer Growth | | | 758,600 | 900,000 | 2,250,000 | 2,880,000 |
| Total Annual Operating Revenues | | <u>\$62,157,300</u> | <u>\$64,326,200</u> | <u>\$64,467,600</u> | <u>\$69,042,600</u> | <u>\$73,127,400</u> |
| Additional Revenues Required | | <u>\$ -</u> | <u>\$ -</u> | <u>\$3,225,000</u> | <u>\$3,454,800</u> | <u>\$3,658,700</u> |
| Across-The-Board Rate Adjustment | | <u>N/A</u> | <u>N/A</u> | <u>5.00%</u> | <u>5.00%</u> | <u>5.00%</u> |
| Avg. monthly bill (4,000 gallons/535 cu. ft.) | | <u>\$29.65</u> | <u>\$29.65</u> | <u>\$31.13</u> | <u>\$32.69</u> | <u>\$34.32</u> |
| | | | | | | |
| Bond Coverage Without PILOT | (8) | 221% | 181% | 189% | 181% | 194% |
| Bond Coverage With PILOT | (8) | 198% | 159% | 164% | 159% | 173% |

*Based on the estimated max annual debt service.

(Continued on Next Page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**ESTIMATED ANNUAL REVENUE REQUIREMENTS
AND ANNUAL OPERATING REVENUES**

(Explanation of References)

(1) Calculated as follows:

| | Funding Year | | | |
|---|---------------|---------------------|------------------------|---------------------|
| | 2025 (SRF) | 2026 (SRF) | 2027 (SRF) and (OM) | 2028 (SRF) |
| Proposed Bonds Issued | 2024 Bonds | Proposed 2025 Bonds | Proposed 2026 Bonds | Proposed 2027 Bonds |
| New Maximum Annual Combined Debt Service (Page 13) | \$16,294,205 | \$16,470,205 | \$18,994,340 | \$19,152,340 |
| Less: Existing Maximum Annual Combined Debt Service (Page 13) | (16,224,205) | (16,294,205) | (16,470,205) | (18,994,340) |
| New Amount To Be Funded | 70,000 | 176,000 | 2,524,135 | 158,000 |
| Divided By: Funding Period (Months) | 60 | 60 | 60 | 60 |
| Additional Monthly Funding Requirement | 1,167 | 2,933 | 42,069 | 2,633 |
| Plus: Previous Additional Monthly Funding Requirement | - | 1,167 | 4,100 | 46,169 |
| Sub-Total | 1,167 | 4,100 | 46,169 | 48,802 |
| Plus: Existing Monthly Funding Requirement - (Per the Closing Letter Dated December 19, 2023) (January 2024 - December 2026) | 37,097 | 37,097 | 324 | 324 |
| Estimated Monthly Funding Requirement Times: 12 Months | 38,264 | 41,197 | 46,493 | 49,126 |
| | 12 | 12 | 12 | 12 |
| Total Estimated Annual Funding Requirement | \$459,168 | \$494,364 | \$557,916 | \$589,512 |

(2) Based on the payment schedule provided by Utility Management for outstanding 2017 through 2023 loans. As detailed on page 4, the Utility anticipates rolling annual equipment loans. Future loans are assumed at the amounts shown on page 4 and 3.28% interest over 7 years (2023 loan terms).

| | Amount | Term | Interest Rate | 2025 | 2026 | 2027 | 2028 |
|------------------------------|-----------|---------|---------------|-------------|-------------|-------------|-----------|
| Future Commercial Loans | | | | | | | |
| 2025 Commercial Loan | \$700,000 | 7 Years | 3.28% | \$106,667 | \$106,667 | \$106,667 | \$106,667 |
| 2026 Commercial Loan | 720,000 | 7 Years | 3.28% | 109,714 | 109,714 | 109,714 | 109,714 |
| 2027 Commercial Loan | 860,000 | 7 Years | 3.28% | 131,048 | 131,048 | 131,048 | 131,048 |
| 2028 Commercial Loan | 890,000 | 7 Years | 3.28% | 135,619 | 135,619 | 135,619 | 135,619 |
| 2029 Commercial Loan | 1,030,000 | 7 Years | 3.28% | 156,952 | 156,952 | 156,952 | 156,952 |
| Sub-Total | | | | 483,048 | 640,000 | 640,000 | 640,000 |
| Outstanding Commercial Loans | | | | 617,115 | 559,368 | 451,126 | 317,941 |
| Totals | | | | \$1,100,163 | \$1,199,368 | \$1,091,126 | \$957,941 |

(3) Estimated payments in lieu of taxes are based on the 2024 Budget per Utility Management. The 2025 PILOT payment is assumed at a 6% increase over 2024 budget. The 2026 PILOT payment is assumed at a 5% increase over 2025.

(4) Phase I - III represents the Test Year amounts.

(5) Phase I - III represents the three year historical average of calendar years 2021 - 2023.

(6) Interest earnings assumes interest rate reductions of 1% each year for 2025-2027. This equates to an approximate 20% reduction in earnings each year, compounded, for 2025-2027.

(7) 2025 revenues are normalized for the final phases of multi-phase rate increases that were originally adopted by the Common Council and approved by the Indiana Utility Regulatory Commission ("IURC") on April 10, 2019 and later amended to update for the removal of utilities receipts tax. The amended rate increases were adopted on April 27, 2022 by the Common Council, approved by the IURC on June 28, 2022 and the final phase of rate increases are effective on June 1, 2023.

(8) Includes adjustment to normalize anticipated Town of Grabill revenues based on usage from 9/1/2023 through 4/30/2024.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL SEWAGE WORKS

SUPPLEMENTAL FINANCIAL DATA

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$13,075,000 OUTSTANDING PRINCIPAL
AMOUNT OF WATERWORKS REVENUE BONDS OF 2011, SERIES B**

Principal payable annually on December 1st.

Interest payable semiannually on June 1st and December 1st.

Interest rate as indicated.

| Payment Date | Principal Balance (-----In Dollars-----) | Interest Rate (%) | Debt Service | | | Bond Year Total |
|-----------------|--|-------------------------|------------------------|-----------------------|------------------------|------------------------|
| | | | Principal | Interest | Total | |
| | | | (-----In Dollars-----) | | | |
| 6/1/2025 | \$13,075,000 | | | \$193,967.65 | \$193,967.65 | |
| 12/1/2025 | 13,075,000 | 2.967 | \$1,674,000 | 193,967.65 | 1,867,967.65 | \$2,061,935.30 |
| 6/1/2026 | 11,401,000 | | | 169,133.86 | 169,133.86 | |
| 12/1/2026 | 11,401,000 | 2.967 | 1,735,000 | 169,133.86 | 1,904,133.86 | 2,073,267.72 |
| 6/1/2027 | 9,666,000 | | | 143,395.13 | 143,395.13 | |
| 12/1/2027 | 9,666,000 | 2.967 | 1,798,000 | 143,395.13 | 1,941,395.13 | 2,084,790.26 |
| 6/1/2028 | 7,868,000 | | | 116,721.80 | 116,721.80 | |
| 12/1/2028 | 7,868,000 | 2.967 | 1,863,000 | 116,721.80 | 1,979,721.80 | 2,096,443.60 |
| 6/1/2029 | 6,005,000 | | | 89,084.19 | 89,084.19 | |
| 12/1/2029 | 6,005,000 | 2.967 | 1,931,000 | 89,084.19 | 2,020,084.19 | 2,109,168.38 |
| 6/1/2030 | 4,074,000 | | | 60,437.80 | 60,437.80 | |
| 12/1/2030 | 4,074,000 | 2.967 | 2,001,000 | 60,437.80 | 2,061,437.80 | 2,121,875.60 |
| 6/1/2031 | 2,073,000 | | | 30,752.96 | 30,752.96 | |
| 12/1/2031 | 2,073,000 | 2.967 | 2,073,000 | 30,752.96 | 2,103,752.96 | 2,134,505.92 |
| Totals | | | <u>\$13,075,000</u> | <u>\$1,606,986.78</u> | <u>\$14,681,986.78</u> | <u>\$14,681,986.78</u> |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$21,500,000 OUTSTANDING PRINCIPAL
AMOUNT OF WATERWORKS REVENUE BONDS OF 2012**

Principal payable annually on December 1st.

Interest payable semiannually on June 1st and December 1st.

Interest rates as indicated.

| Payment Date | Principal Balance (-----In Dollars-----) | Interest Rate (%) | Debt Service | | | Bond Year Total |
|-----------------|--|-------------------------|-------------------------------------|------------------------------------|---------------------------------|------------------------|
| | | | Principal (-----In Dollars-----) | Interest (-----In Dollars-----) | Total (-----In Dollars-----) | |
| 6/1/2025 | \$21,500,000 | | | \$322,500.00 | \$322,500.00 | |
| 12/1/2025 | 21,500,000 | 3.00 | \$2,420,000 | 322,500.00 | 2,742,500.00 | \$3,065,000.00 |
| 6/1/2026 | 19,080,000 | | | 286,200.00 | 286,200.00 | |
| 12/1/2026 | 19,080,000 | 3.00 | 2,490,000 | 286,200.00 | 2,776,200.00 | 3,062,400.00 |
| 6/1/2027 | 16,590,000 | | | 248,850.00 | 248,850.00 | |
| 12/1/2027 | 16,590,000 | 3.00 | 2,565,000 | 248,850.00 | 2,813,850.00 | 3,062,700.00 |
| 6/1/2028 | 14,025,000 | | | 210,375.00 | 210,375.00 | |
| 12/1/2028 | 14,025,000 | 3.00 | 2,640,000 | 210,375.00 | 2,850,375.00 | 3,060,750.00 |
| 6/1/2029 | 11,385,000 | | | 170,775.00 | 170,775.00 | |
| 12/1/2029 | 11,385,000 | 3.00 | 2,720,000 | 170,775.00 | 2,890,775.00 | 3,061,550.00 |
| 6/1/2030 | 8,665,000 | | | 129,975.00 | 129,975.00 | |
| 12/1/2030 | 8,665,000 | 3.00 | 2,805,000 | 129,975.00 | 2,934,975.00 | 3,064,950.00 |
| 6/1/2031 | 5,860,000 | | | 87,900.00 | 87,900.00 | |
| 12/1/2031 | 5,860,000 | 3.00 (1) | 2,885,000 | 87,900.00 | 2,972,900.00 | 3,060,800.00 |
| 6/1/2032 | 2,975,000 | | | 44,625.00 | 44,625.00 | |
| 12/1/2032 | 2,975,000 | 3.00 (1) | 2,975,000 | 44,625.00 | 3,019,625.00 | 3,064,250.00 |
| Totals | | | <u>\$21,500,000</u> | <u>\$3,002,400.00</u> | <u>\$24,502,400.00</u> | <u>\$24,502,400.00</u> |

(1) \$5,860,000 of Term Bonds due December 1, 2032.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$47,600,000 OUTSTANDING PRINCIPAL
AMOUNT OF WATERWORKS REVENUE BONDS OF 2014**

Principal payable annually on December 1st through 2032.

Principal payable semiannually on June 1st and December 1st, beginning June 1, 2033.

Interest payable semiannually on June 1st and December 1st.

Interest rates as indicated.

| Payment Date | Principal Balance (-----In Dollars-----) | Interest Rate (%) | Debt Service | | | Bond Year Total |
|-----------------|--|-------------------------|------------------------|------------------------|------------------------|------------------------|
| | | | Principal | Interest | Total | |
| | | | (-----In Dollars-----) | | | |
| 6/1/2025 | \$47,600,000 | | | \$867,618.75 | \$867,618.75 | |
| 12/1/2025 | 47,600,000 | 3.00 | \$3,965,000 | 867,618.75 | 4,832,618.75 | \$5,700,237.50 |
| 6/1/2026 | 43,635,000 | | | 808,143.75 | 808,143.75 | |
| 12/1/2026 | 43,635,000 | 3.00 | 4,090,000 | 808,143.75 | 4,898,143.75 | 5,706,287.50 |
| 6/1/2027 | 39,545,000 | | | 746,793.75 | 746,793.75 | |
| 12/1/2027 | 39,545,000 | 3.25 | 4,255,000 | 746,793.75 | 5,001,793.75 | 5,748,587.50 |
| 6/1/2028 | 35,290,000 | | | 677,650.00 | 677,650.00 | |
| 12/1/2028 | 35,290,000 | 3.25 | 4,430,000 | 677,650.00 | 5,107,650.00 | 5,785,300.00 |
| 6/1/2029 | 30,860,000 | | | 605,662.50 | 605,662.50 | |
| 12/1/2029 | 30,860,000 | 3.50 | 4,615,000 | 605,662.50 | 5,220,662.50 | 5,826,325.00 |
| 6/1/2030 | 26,245,000 | | | 524,900.00 | 524,900.00 | |
| 12/1/2030 | 26,245,000 | 4.00 | 4,815,000 | 524,900.00 | 5,339,900.00 | 5,864,800.00 |
| 6/1/2031 | 21,430,000 | | | 428,600.00 | 428,600.00 | |
| 12/1/2031 | 21,430,000 | 4.00 | 5,025,000 | 428,600.00 | 5,453,600.00 | 5,882,200.00 |
| 6/1/2032 | 16,405,000 | | | 328,100.00 | 328,100.00 | |
| 12/1/2032 | 16,405,000 | 4.00 | 5,195,000 | 328,100.00 | 5,523,100.00 | 5,851,200.00 |
| 6/1/2033 | 11,210,000 | 4.00 | 2,735,000 | 224,200.00 | 2,959,200.00 | |
| 12/1/2033 | 8,475,000 | 4.00 | 2,745,000 | 169,500.00 | 2,914,500.00 | 5,873,700.00 |
| 6/1/2034 | 5,730,000 | 4.00 | 2,865,000 | 114,600.00 | 2,979,600.00 | |
| 12/1/2034 | 2,865,000 | 4.00 | 2,865,000 | 57,300.00 | 2,922,300.00 | 5,901,900.00 |
| Totals | | | <u>\$47,600,000</u> | <u>\$10,540,537.50</u> | <u>\$58,140,537.50</u> | <u>\$58,140,537.50</u> |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$9,525,000 OUTSTANDING PRINCIPAL
AMOUNT OF WATERWORKS REVENUE BONDS OF 2019, SERIES A**

Principal payable annually on December 1st through 2032.

Principal payable semiannually on June 1st and December 1st, beginning June 1, 2033.

Interest payable semiannually on June 1st and December 1st.

Interest rates as indicated.

| Payment Date | Principal Balance (-----In Dollars-----) | Interest Rate (%) | Debt Service | | | Bond Year Total |
|-----------------|--|-------------------------|------------------------|----------------|-----------------|--------------------|
| | | | Principal | Interest | Total | |
| | | | (-----In Dollars-----) | | | |
| 6/1/2025 | \$9,525,000 | | | \$129,834.38 | \$129,834.38 | |
| 12/1/2025 | 9,525,000 | 4.500 | \$490,000 | 129,834.38 | 619,834.38 | \$749,668.76 |
| 6/1/2026 | 9,035,000 | | | 118,809.38 | 118,809.38 | |
| 12/1/2026 | 9,035,000 | 4.500 | 505,000 | 118,809.38 | 623,809.38 | 742,618.76 |
| 6/1/2027 | 8,530,000 | | | 107,446.88 | 107,446.88 | |
| 12/1/2027 | 8,530,000 | 4.000 | 525,000 | 107,446.88 | 632,446.88 | 739,893.76 |
| 6/1/2028 | 8,005,000 | | | 96,946.88 | 96,946.88 | |
| 12/1/2028 | 8,005,000 | 3.000 | 540,000 | 96,946.88 | 636,946.88 | 733,893.76 |
| 6/1/2029 | 7,465,000 | | | 88,846.88 | 88,846.88 | |
| 12/1/2029 | 7,465,000 | 3.000 | 560,000 | 88,846.88 | 648,846.88 | 737,693.76 |
| 6/1/2030 | 6,905,000 | | | 80,446.88 | 80,446.88 | |
| 12/1/2030 | 6,905,000 | 3.000 | 580,000 | 80,446.88 | 660,446.88 | 740,893.76 |
| 6/1/2031 | 6,325,000 | | | 71,746.88 | 71,746.88 | |
| 12/1/2031 | 6,325,000 | 3.000 | 600,000 | 71,746.88 | 671,746.88 | 743,493.76 |
| 6/1/2032 | 5,725,000 | | | 62,746.88 | 62,746.88 | |
| 12/1/2032 | 5,725,000 | 3.000 | 620,000 | 62,746.88 | 682,746.88 | 745,493.76 |
| 6/1/2033 | 5,105,000 | 3.000 | 320,000 (1) | 53,446.88 | 373,446.88 | |
| 12/1/2033 | 4,785,000 | 3.000 | 330,000 (1) | 48,646.88 | 378,646.88 | 752,093.76 |
| 6/1/2034 | 4,455,000 | 3.000 | 335,000 (2) | 43,696.88 | 378,696.88 | |
| 12/1/2034 | 4,120,000 | 3.000 | 340,000 (2) | 38,671.88 | 378,671.88 | 757,368.76 |
| 6/1/2035 | 3,780,000 | 3.000 | 345,000 (3) | 33,571.88 | 378,571.88 | |
| 12/1/2035 | 3,435,000 | 3.000 | 355,000 (3) | 28,396.88 | 383,396.88 | 761,968.76 |
| 6/1/2036 | 3,080,000 | 3.000 | 360,000 (4) | 23,071.88 | 383,071.88 | |
| 12/1/2036 | 2,720,000 | 3.000 | 365,000 (4) | 17,671.88 | 382,671.88 | 765,743.76 |
| 6/1/2037 | 2,355,000 | 3.125 | 375,000 (5) | 12,196.88 | 387,196.88 | |
| 12/1/2037 | 1,980,000 | 3.125 | 380,000 (5) | 6,337.50 | 386,337.50 | 773,534.38 |
| 6/1/2038 | 1,600,000 | 0.050 | 390,000 (6) | 400.00 | 390,400.00 | |
| 12/1/2038 | 1,210,000 | 0.050 | 395,000 (6) | 302.50 | 395,302.50 | 785,702.50 |
| 6/1/2039 | 815,000 | 0.050 | 405,000 (6) | 203.75 | 405,203.75 | |
| 12/1/2039 | 410,000 | 0.050 | 410,000 (6) | 102.50 | 410,102.50 | 815,306.25 |
| Totals | | | \$9,525,000 | \$1,820,368.25 | \$11,345,368.25 | \$11,345,368.25 |

(1) \$650,000 of Term Bonds at 3.00% due December 1, 2033. (4) \$725,000 of Term Bonds at 3.00% due December 1, 2036.

(2) \$675,000 of Term Bonds at 3.00% due December 1, 2034. (5) \$755,000 of Term Bonds at 3.125% due December 1, 2037.

(3) \$700,000 of Term Bonds at 3.00% due December 1, 2035. (6) \$1,600,000 of Term Bonds at 0.050% due December 1, 2039.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$5,985,000 OUTSTANDING PRINCIPAL AMOUNT
OF WATERWORKS REVENUE BONDS OF 2019, SERIES B**

Principal payable annually on December 1st through 2032.

Principal payable semiannually on June 1st and December 1st, beginning June 1, 2033.

| Payment Date | Principal | Interest | Debt Service | | | Bond Year |
|-----------------|------------------------|----------|------------------------|----------|----------------|----------------|
| | Balance | Rate | Principal | Interest | Total | Total |
| | (-----In Dollars-----) | (%) | (-----In Dollars-----) | | | |
| 6/1/2025 | \$5,985,000 | | | \$ - | \$ - | |
| 12/1/2025 | 5,985,000 | 0.00 | \$303,000 | - | 303,000.00 | \$303,000.00 |
| 6/1/2026 | 5,682,000 | | | - | - | |
| 12/1/2026 | 5,682,000 | 0.00 | 303,000 | - | 303,000.00 | 303,000.00 |
| 6/1/2027 | 5,379,000 | | | - | - | |
| 12/1/2027 | 5,379,000 | 0.00 | 303,000 | - | 303,000.00 | 303,000.00 |
| 6/1/2028 | 5,076,000 | | | - | - | |
| 12/1/2028 | 5,076,000 | 0.00 | 303,000 | - | 303,000.00 | 303,000.00 |
| 6/1/2029 | 4,773,000 | | | - | - | |
| 12/1/2029 | 4,773,000 | 0.00 | 303,000 | - | 303,000.00 | 303,000.00 |
| 6/1/2030 | 4,470,000 | | | - | - | |
| 12/1/2030 | 4,470,000 | 0.00 | 303,000 | - | 303,000.00 | 303,000.00 |
| 6/1/2031 | 4,167,000 | | | - | - | |
| 12/1/2031 | 4,167,000 | 0.00 | 303,000 | - | 303,000.00 | 303,000.00 |
| 6/1/2032 | 3,864,000 | | | - | - | |
| 12/1/2032 | 3,864,000 | 0.00 | 303,000 | - | 303,000.00 | 303,000.00 |
| 6/1/2033 | 3,561,000 | 0.00 | 152,000 | - | 152,000.00 | |
| 12/1/2033 | 3,409,000 | 0.00 | 152,000 | - | 152,000.00 | 304,000.00 |
| 6/1/2034 | 3,257,000 | 0.00 | 152,000 | - | 152,000.00 | |
| 12/1/2034 | 3,105,000 | 0.00 | 152,000 | - | 152,000.00 | 304,000.00 |
| 6/1/2035 | 2,953,000 | 0.00 | 152,000 | - | 152,000.00 | |
| 12/1/2035 | 2,801,000 | 0.00 | 153,000 | - | 153,000.00 | 305,000.00 |
| 6/1/2036 | 2,648,000 | 0.00 | 152,000 | - | 152,000.00 | |
| 12/1/2036 | 2,496,000 | 0.00 | 153,000 | - | 153,000.00 | 305,000.00 |
| 6/1/2037 | 2,343,000 | 0.00 | 152,000 | - | 152,000.00 | |
| 12/1/2037 | 2,191,000 | 0.00 | 153,000 | - | 153,000.00 | 305,000.00 |
| 6/1/2038 | 2,038,000 | 0.00 | 152,000 | - | 152,000.00 | |
| 12/1/2038 | 1,886,000 | 0.00 | 153,000 | - | 153,000.00 | 305,000.00 |
| 6/1/2039 | 1,733,000 | 0.00 | 152,000 | - | 152,000.00 | |
| 12/1/2039 | 1,581,000 | 0.00 | 153,000 | - | 153,000.00 | 305,000.00 |
| 6/1/2040 | 1,428,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/1/2040 | 1,349,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 6/1/2041 | 1,270,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/1/2041 | 1,191,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 6/1/2042 | 1,112,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/1/2042 | 1,033,000 | 0.00 | 79,000 | - | 79,000.00 | 158,000.00 |
| 6/1/2043 | 954,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/1/2043 | 875,000 | 0.00 | 80,000 | - | 80,000.00 | 159,000.00 |
| 6/1/2044 | 795,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/1/2044 | 716,000 | 0.00 | 80,000 | - | 80,000.00 | 159,000.00 |
| 6/1/2045 | 636,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/1/2045 | 557,000 | 0.00 | 80,000 | - | 80,000.00 | 159,000.00 |
| 6/1/2046 | 477,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/1/2046 | 398,000 | 0.00 | 80,000 | - | 80,000.00 | 159,000.00 |
| 6/1/2047 | 318,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/1/2047 | 239,000 | 0.00 | 80,000 | - | 80,000.00 | 159,000.00 |
| 6/1/2048 | 159,000 | 0.00 | 79,000 | - | 79,000.00 | |
| 12/1/2048 | 80,000 | 0.00 | 80,000 | - | 80,000.00 | 159,000.00 |
| Totals | | | \$5,985,000 | \$ - | \$5,985,000.00 | \$5,985,000.00 |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$18,027,000 OUTSTANDING PRINCIPAL AMOUNT
OF WATERWORKS REVENUE BONDS OF 2019, SERIES C**

Principal payable annually on December 1st through 2032.

Principal payable semiannually on June 1st and December 1st, beginning June 1, 2033.

Interest payable semiannually on June 1st and December 1st.

Interest rates as indicated.

| Payment Date | Principal Balance (-----In Dollars-----) | Interest Rates (%) | Debt Service | | | Bond Year Total |
|-----------------|--|--------------------------|-------------------------------------|------------------------------------|---------------------------------|------------------------|
| | | | Principal (-----In Dollars-----) | Interest (-----In Dollars-----) | Total (-----In Dollars-----) | |
| 6/1/2025 | \$18,027,000 | | | \$267,700.95 | \$267,700.95 | |
| 12/1/2025 | 18,027,000 | 2.97 | \$811,000 | 267,700.95 | 1,078,700.95 | \$1,346,401.90 |
| 6/1/2026 | 17,216,000 | | | 255,657.60 | 255,657.60 | |
| 12/1/2026 | 17,216,000 | 2.97 | 834,000 | 255,657.60 | 1,089,657.60 | 1,345,315.20 |
| 6/1/2027 | 16,382,000 | | | 243,272.70 | 243,272.70 | |
| 12/1/2027 | 16,382,000 | 2.97 | 859,000 | 243,272.70 | 1,102,272.70 | 1,345,545.40 |
| 6/1/2028 | 15,523,000 | | | 230,516.55 | 230,516.55 | |
| 12/1/2028 | 15,523,000 | 2.97 | 884,000 | 230,516.55 | 1,114,516.55 | 1,345,033.10 |
| 6/1/2029 | 14,639,000 | | | 217,389.15 | 217,389.15 | |
| 12/1/2029 | 14,639,000 | 2.97 | 911,000 | 217,389.15 | 1,128,389.15 | 1,345,778.30 |
| 6/1/2030 | 13,728,000 | | | 203,860.80 | 203,860.80 | |
| 12/1/2030 | 13,728,000 | 2.97 | 938,000 | 203,860.80 | 1,141,860.80 | 1,345,721.60 |
| 6/1/2031 | 12,790,000 | | | 189,931.50 | 189,931.50 | |
| 12/1/2031 | 12,790,000 | 2.97 | 966,000 | 189,931.50 | 1,155,931.50 | 1,345,863.00 |
| 6/1/2032 | 11,824,000 | | | 175,586.40 | 175,586.40 | |
| 12/1/2032 | 11,824,000 | 2.97 | 995,000 | 175,586.40 | 1,170,586.40 | 1,346,172.80 |
| 6/1/2033 | 10,829,000 | 2.97 | 517,000 | 160,810.65 | 677,810.65 | |
| 12/1/2033 | 10,312,000 | 2.97 | 516,000 | 153,133.20 | 669,133.20 | 1,346,943.85 |
| 6/1/2034 | 9,796,000 | 2.97 | 532,000 | 145,470.60 | 677,470.60 | |
| 12/1/2034 | 9,264,000 | 2.97 | 532,000 | 137,570.40 | 669,570.40 | 1,347,041.00 |
| 6/1/2035 | 8,732,000 | 2.97 | 548,000 | 129,670.20 | 677,670.20 | |
| 12/1/2035 | 8,184,000 | 2.97 | 548,000 | 121,532.40 | 669,532.40 | 1,347,202.60 |
| 6/1/2036 | 7,636,000 | 2.97 | 565,000 | 113,394.60 | 678,394.60 | |
| 12/1/2036 | 7,071,000 | 2.97 | 564,000 | 105,004.35 | 669,004.35 | 1,347,398.95 |
| 6/1/2037 | 6,507,000 | 2.97 | 581,000 | 96,628.95 | 677,628.95 | |
| 12/1/2037 | 5,926,000 | 2.97 | 582,000 | 88,001.10 | 670,001.10 | 1,347,630.05 |
| 6/1/2038 | 5,344,000 | 2.97 | 599,000 | 79,358.40 | 678,358.40 | |
| 12/1/2038 | 4,745,000 | 2.97 | 599,000 | 70,463.25 | 669,463.25 | 1,347,821.65 |
| 6/1/2039 | 4,146,000 | 2.97 | 617,000 | 61,568.10 | 678,568.10 | |
| 12/1/2039 | 3,529,000 | 2.97 | 617,000 | 52,405.65 | 669,405.65 | 1,347,973.75 |
| 6/1/2040 | 2,912,000 | 2.97 | 143,000 | 43,243.20 | 186,243.20 | |
| 12/1/2040 | 2,769,000 | 2.97 | 143,000 | 41,119.65 | 184,119.65 | 370,362.85 |
| 6/1/2041 | 2,626,000 | 2.97 | 147,000 | 38,996.10 | 185,996.10 | |
| 12/1/2041 | 2,479,000 | 2.97 | 148,000 | 36,813.15 | 184,813.15 | 370,809.25 |
| 6/1/2042 | 2,331,000 | 2.97 | 153,000 | 34,615.35 | 187,615.35 | |
| 12/1/2042 | 2,178,000 | 2.97 | 152,000 | 32,343.30 | 184,343.30 | 371,958.65 |
| 6/1/2043 | 2,026,000 | 2.97 | 157,000 | 30,086.10 | 187,086.10 | |
| 12/1/2043 | 1,869,000 | 2.97 | 157,000 | 27,754.65 | 184,754.65 | 371,840.75 |
| 6/1/2044 | 1,712,000 | 2.97 | 161,000 | 25,423.20 | 186,423.20 | |
| 12/1/2044 | 1,551,000 | 2.97 | 161,000 | 23,032.35 | 184,032.35 | 370,455.55 |
| 6/1/2045 | 1,390,000 | 2.97 | 165,000 | 20,641.50 | 185,641.50 | |
| 12/1/2045 | 1,225,000 | 2.97 | 167,000 | 18,191.25 | 185,191.25 | 370,832.75 |
| 6/1/2046 | 1,058,000 | 2.97 | 171,000 | 15,711.30 | 186,711.30 | |
| 12/1/2046 | 887,000 | 2.97 | 171,000 | 13,171.95 | 184,171.95 | 370,883.25 |
| 6/1/2047 | 716,000 | 2.97 | 177,000 | 10,632.60 | 187,632.60 | |
| 12/1/2047 | 539,000 | 2.97 | 176,000 | 8,004.15 | 184,004.15 | 371,636.75 |
| 6/1/2048 | 363,000 | 2.97 | 182,000 | 5,390.55 | 187,390.55 | |
| 12/1/2048 | 181,000 | 2.97 | 181,000 | 2,687.85 | 183,687.85 | 371,078.40 |
| Totals | | | <u>\$18,027,000</u> | <u>\$5,510,701.35</u> | <u>\$23,537,701.35</u> | <u>\$23,537,701.35</u> |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$40,087,065 OUTSTANDING PRINCIPAL
AMOUNT OF WATERWORKS REVENUE BONDS OF 2021**

Principal payable annually on December 1st through 2032.

Principal payable semiannually on June 1st and December 1st, beginning June 1, 2033.

Interest payable semiannually on June 1st and December 1st.

Interest rates as indicated.

Bonds are dated December 15, 2021

| Payment Date | Principal Balance (-----In Dollars-----) | Interest Rate (%) | Debt Service | | | Bond Year Total |
|-----------------|--|-------------------------|-------------------------------------|------------------------------------|---------------------------------|------------------------|
| | | | Principal (-----In Dollars-----) | Interest (-----In Dollars-----) | Total (-----In Dollars-----) | |
| 6/1/2025 | \$40,847,065 | | | \$398,258.88 | \$398,258.88 | |
| 12/1/2025 | 40,847,065 | 1.95 | \$1,868,453 | 398,258.88 | 2,266,711.88 | \$2,664,970.76 |
| 6/1/2026 | 38,978,612 | | | 380,041.47 | 380,041.47 | |
| 12/1/2026 | 38,978,612 | 1.95 | 1,907,504 | 380,041.47 | 2,287,545.47 | 2,667,586.94 |
| 6/1/2027 | 37,071,108 | | | 361,443.30 | 361,443.30 | |
| 12/1/2027 | 37,071,108 | 1.95 | 1,947,371 | 361,443.30 | 2,308,814.30 | 2,670,257.60 |
| 6/1/2028 | 35,123,737 | | | 342,456.44 | 342,456.44 | |
| 12/1/2028 | 35,123,737 | 1.95 | 1,988,071 | 342,456.44 | 2,330,527.44 | 2,672,983.88 |
| 6/1/2029 | 33,135,666 | | | 323,072.74 | 323,072.74 | |
| 12/1/2029 | 33,135,666 | 1.95 | 1,969,308 | 323,072.74 | 2,292,380.74 | 2,615,453.48 |
| 6/1/2030 | 31,166,358 | | | 303,871.99 | 303,871.99 | |
| 12/1/2030 | 31,166,358 | 1.95 | 1,952,517 | 303,871.99 | 2,256,388.99 | 2,560,260.98 |
| 6/1/2031 | 29,213,841 | | | 284,834.95 | 284,834.95 | |
| 12/1/2031 | 29,213,841 | 1.95 | 1,962,630 | 284,834.95 | 2,247,464.95 | 2,532,299.90 |
| 6/1/2032 | 27,251,211 | | | 265,699.31 | 265,699.31 | |
| 12/1/2032 | 27,251,211 | 1.95 | 2,204,725 | 265,699.31 | 2,470,424.31 | 2,736,123.62 |
| 6/1/2033 | 25,046,486 | 1.95 | 1,176,213 | 244,203.24 | 1,420,416.24 | |
| 12/1/2033 | 23,870,273 | 1.95 | 1,168,590 | 232,735.16 | 1,401,325.16 | 2,821,741.40 |
| 6/1/2034 | 22,701,683 | 1.95 | 1,193,557 | 221,341.41 | 1,414,898.41 | |
| 12/1/2034 | 21,508,126 | 1.95 | 1,185,299 | 209,704.23 | 1,395,003.23 | 2,809,901.64 |
| 6/1/2035 | 20,322,827 | 1.95 | 1,182,159 | 198,147.56 | 1,380,306.56 | |
| 12/1/2035 | 19,140,668 | 1.95 | 1,173,654 | 186,621.51 | 1,360,275.51 | 2,740,582.07 |
| 6/1/2036 | 17,967,014 | 1.95 | 1,206,111 | 175,178.39 | 1,381,289.39 | |
| 12/1/2036 | 16,760,903 | 1.95 | 1,201,206 | 163,418.80 | 1,364,624.80 | 2,745,914.19 |
| 6/1/2037 | 15,559,697 | 1.95 | 1,231,620 | 151,707.05 | 1,383,327.05 | |
| 12/1/2037 | 14,328,077 | 1.95 | 1,226,276 | 139,698.75 | 1,365,974.75 | 2,749,301.80 |
| 6/1/2038 | 13,101,801 | 1.95 | 1,257,674 | 127,742.56 | 1,385,416.56 | |
| 12/1/2038 | 11,844,127 | 1.95 | 1,251,865 | 115,480.24 | 1,367,345.24 | 2,752,761.80 |
| 6/1/2039 | 10,592,262 | 1.95 | 1,285,302 | 103,274.55 | 1,388,576.55 | |
| 12/1/2039 | 9,306,960 | 1.95 | 1,278,994 | 90,742.86 | 1,369,736.86 | 2,758,313.41 |
| 6/1/2040 | 8,027,966 | 1.95 | 1,313,517 | 78,272.67 | 1,391,789.67 | |
| 12/1/2040 | 6,714,449 | 1.95 | 1,306,686 | 65,465.88 | 1,372,151.88 | 2,763,941.55 |
| 6/1/2041 | 5,407,763 | 1.95 | 1,344,020 | 52,725.69 | 1,396,745.69 | |
| 12/1/2041 | 4,063,743 | 1.95 | 1,331,263 | 39,621.49 | 1,370,884.49 | 2,767,630.18 |
| 6/1/2042 | 2,732,480 | 1.95 | 1,370,321 | 26,641.68 | 1,396,962.68 | |
| 12/1/2042 | 1,362,159 | 1.95 | 1,362,159 | 13,281.05 | 1,375,440.05 | 2,772,402.73 |
| Totals | | | <u>\$40,847,065</u> | <u>\$7,955,362.93</u> | <u>\$48,802,427.93</u> | <u>\$48,802,427.93</u> |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$1,941,058 PRINCIPAL
AMOUNT OF TAXABLE WATERWORKS REVENUE BONDS OF 2023**

Principal payable annually on December 1st through 2032.

Principal payable semiannually on June 1st and December 1st, beginning June 1, 2033.

Bonds are dated June 21, 2023

| Payment Date | Principal Balance (----In Dollars----) | Interest Rate (%) | Debt Service | | | Bond Year Total |
|-----------------|--|-------------------------|------------------------|----------|----------------|--------------------|
| | | | Principal | Interest | Total | |
| | | | (-----In Dollars-----) | | | |
| 06/01/25 | \$1,941,058 | | | \$ - | \$ - | |
| 12/01/25 | 1,941,058 | 0.00 | \$57,942 | - | 57,942.00 | 57,942.00 |
| 06/01/26 | 1,883,116 | | | - | - | |
| 12/01/26 | 1,883,116 | 0.00 | 57,942 | - | 57,942.00 | 57,942.00 |
| 06/01/27 | 1,825,174 | | | - | - | |
| 12/01/27 | 1,825,174 | 0.00 | 57,942 | - | 57,942.00 | 57,942.00 |
| 06/01/28 | 1,767,232 | | | - | - | |
| 12/01/28 | 1,767,232 | 0.00 | 57,942 | - | 57,942.00 | 57,942.00 |
| 06/01/29 | 1,709,290 | | | - | - | |
| 12/01/29 | 1,709,290 | 0.00 | 57,942 | - | 57,942.00 | 57,942.00 |
| 06/01/30 | 1,651,348 | | | - | - | |
| 12/01/30 | 1,651,348 | 0.00 | 57,942 | - | 57,942.00 | 57,942.00 |
| 06/01/31 | 1,593,406 | | | - | - | |
| 12/01/31 | 1,593,406 | 0.00 | 57,942 | - | 57,942.00 | 57,942.00 |
| 06/01/32 | 1,535,464 | | | - | - | |
| 12/01/32 | 1,535,464 | 0.00 | 57,942 | - | 57,942.00 | 57,942.00 |
| 06/01/33 | 1,477,522 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/33 | 1,448,551 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/34 | 1,419,580 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/34 | 1,390,609 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/35 | 1,361,638 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/35 | 1,332,667 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/36 | 1,303,696 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/36 | 1,274,725 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/37 | 1,245,754 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/37 | 1,216,783 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/38 | 1,187,812 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/38 | 1,158,841 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/39 | 1,129,870 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/39 | 1,100,899 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/40 | 1,071,928 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/40 | 1,042,957 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/41 | 1,013,986 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/41 | 985,015 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/42 | 956,044 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/42 | 927,073 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/43 | 898,102 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/43 | 869,131 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| Sub-Totals | | | \$1,100,898 | \$ - | \$1,100,898.00 | \$1,100,898.00 |

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

**SCHEDULE OF AMORTIZATION OF \$1,941,058 PRINCIPAL
AMOUNT OF TAXABLE WATERWORKS REVENUE BONDS OF 2023**

Principal payable annually on December 1st through 2032.

Principal payable semiannually on June 1st and December 1st, beginning June 1, 2033.

Bonds are dated June 21, 2023

| Payment Date | Principal Balance (----In Dollars---- | Interest Rate (%) | Debt Service | | | Bond Year Total |
|----------------------------|---|-------------------------|------------------------|----------|----------------|--------------------|
| | | | Principal | Interest | Total | |
| | | | (-----In Dollars-----) | | | |
| Sub-Totals Carried Forward | | | \$1,100,898 | \$ - | \$1,100,898.00 | \$1,100,898.00 |
| 06/01/44 | \$840,160 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/44 | 811,189 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/45 | 782,218 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/45 | 753,247 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/46 | 724,276 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/46 | 695,305 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/47 | 666,334 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/47 | 637,363 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/48 | 608,392 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/48 | 579,421 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/49 | 550,450 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/49 | 521,479 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/50 | 492,508 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/50 | 463,537 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/51 | 434,566 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/51 | 405,595 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/52 | 376,624 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/52 | 347,653 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/53 | 318,682 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/53 | 289,711 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/54 | 260,740 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/54 | 231,769 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/55 | 202,798 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/55 | 173,827 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/56 | 144,856 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/56 | 115,885 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/57 | 86,914 | 0.00 | 28,971 | - | 28,971.00 | |
| 12/01/57 | 57,943 | 0.00 | 28,971 | - | 28,971.00 | 57,942.00 |
| 06/01/58 | 28,972 | 0.00 | 28,972 | - | 28,972.00 | 28,972.00 |
| Totals | | | \$1,941,058 | \$ - | \$1,941,058.00 | \$1,941,058.00 |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$5,581,900 PRINCIPAL
AMOUNT OF TAXABLE WATERWORKS REVENUE BONDS OF 2023, SERIES B**

Principal payable annually on December 1st through 2032.

Principal payable semiannually on June 1st and December 1st, beginning June 1, 2033.

Bonds are dated December 29, 2023

| Payment Date | Principal Balance (-----In Dollars-----) | Principal | Interest Rate (%) | Interest (-----In Dollars-----) | Total (-----In Dollars-----) | Bond Year Total |
|-----------------|--|-------------|-------------------------|------------------------------------|---------------------------------|--------------------|
| 06/01/25 | \$5,581,900 | | | \$ - | \$ - | |
| 12/01/25 | 5,581,900 | \$164,100 | 0.00 | - | 164,100.00 | \$164,100.00 |
| 06/01/26 | 5,417,800 | | | - | - | |
| 12/01/26 | 5,417,800 | 164,100 | 0.00 | - | 164,100.00 | 164,100.00 |
| 06/01/27 | 5,253,700 | | | - | - | |
| 12/01/27 | 5,253,700 | 164,100 | 0.00 | - | 164,100.00 | 164,100.00 |
| 06/01/28 | 5,089,600 | | | - | - | |
| 12/01/28 | 5,089,600 | 164,100 | 0.00 | - | 164,100.00 | 164,100.00 |
| 06/01/29 | 4,925,500 | | | - | - | |
| 12/01/29 | 4,925,500 | 164,100 | 0.00 | - | 164,100.00 | 164,100.00 |
| 06/01/30 | 4,761,400 | | | - | - | |
| 12/01/30 | 4,761,400 | 164,100 | 0.00 | - | 164,100.00 | 164,100.00 |
| 06/01/31 | 4,597,300 | | | - | - | |
| 12/01/31 | 4,597,300 | 164,100 | 0.00 | - | 164,100.00 | 164,100.00 |
| 06/01/32 | 4,433,200 | | | - | - | |
| 12/01/32 | 4,433,200 | 164,100 | 0.00 | - | 164,100.00 | 164,100.00 |
| 06/01/33 | 4,269,100 | 82,000 | 0.00 | - | 82,000.00 | |
| 12/01/33 | 4,187,100 | 82,100 | 0.00 | - | 82,100.00 | 164,100.00 |
| 06/01/34 | 4,105,000 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/34 | 4,022,900 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/35 | 3,940,800 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/35 | 3,858,700 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/36 | 3,776,600 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/36 | 3,694,500 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/37 | 3,612,400 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/37 | 3,530,300 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/38 | 3,448,200 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/38 | 3,366,100 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/39 | 3,284,000 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/39 | 3,201,900 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/40 | 3,119,800 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/40 | 3,037,700 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/41 | 2,955,600 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/41 | 2,873,500 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/42 | 2,791,400 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/42 | 2,709,300 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/43 | 2,627,200 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/43 | 2,545,100 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| Sub-totals | | \$3,118,900 | | \$ - | \$3,118,900.00 | \$3,118,900.00 |

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(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

**SCHEDULE OF AMORTIZATION OF \$5,581,900 PRINCIPAL
AMOUNT OF TAXABLE WATERWORKS REVENUE BONDS OF 2023, SERIES B**

Principal payable annually on December 1st through 2032.

Principal payable semiannually on June 1st and December 1st, beginning June 1, 2033.

Bonds are dated December 29, 2023

| Payment Date | Principal Balance (-----In Dollars-----) | Principal | Interest Rate (%) | Interest (-----In Dollars-----) | Total (-----In Dollars-----) | Bond Year Total |
|----------------------------|--|--------------------|-------------------------|------------------------------------|---------------------------------|-----------------------|
| Sub-totals carried forward | | \$3,118,900 | | \$ - | \$3,118,900.00 | \$3,118,900.00 |
| 06/01/44 | \$2,463,000 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/44 | 2,380,900 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/45 | 2,298,800 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/45 | 2,216,700 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/46 | 2,134,600 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/46 | 2,052,500 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/47 | 1,970,400 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/47 | 1,888,300 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/48 | 1,806,200 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/48 | 1,724,100 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/49 | 1,642,000 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/49 | 1,559,900 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/50 | 1,477,800 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/50 | 1,395,700 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/51 | 1,313,600 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/51 | 1,231,500 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/52 | 1,149,400 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/52 | 1,067,300 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/53 | 985,200 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/53 | 903,100 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/54 | 821,000 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/54 | 738,900 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/55 | 656,800 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/55 | 574,700 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/56 | 492,600 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/56 | 410,500 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/57 | 328,400 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/57 | 246,300 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| 06/01/58 | 164,200 | 82,100 | 0.00 | - | 82,100.00 | |
| 12/01/58 | 82,100 | 82,100 | 0.00 | - | 82,100.00 | 164,200.00 |
| Totals | | <u>\$5,581,900</u> | | <u>\$ -</u> | <u>\$5,581,900.00</u> | <u>\$5,581,900.00</u> |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$2,500,000 PRINCIPAL AMOUNT
OF TAXABLE WATERWORKS REVENUE BONDS OF 2024**

**Interest and Principal payable semi-annually June 1st and December 1st
Bonds dated December 23, 2024**

| Payment Date | Principal | Interest | Debt Service | | | Bond Year |
|-----------------|----------------|----------|------------------------|----------|----------------|----------------|
| | Balance | Rate | Principal | Interest | Total | Total |
| | (In \$1,000's) | (%) | (-----In Dollars-----) | | | |
| 06/01/25 | \$2,500 | | | \$ - | \$ - | |
| 12/01/25 | 2,500 | 0.00 | \$70 | - | 70,000.00 | \$70,000.00 |
| 06/01/26 | 2,430 | 0.00 | | - | - | |
| 12/01/26 | 2,430 | 0.00 | 70 | - | 70,000.00 | 70,000.00 |
| 06/01/27 | 2,360 | 0.00 | | - | - | |
| 12/01/27 | 2,360 | 0.00 | 70 | - | 70,000.00 | 70,000.00 |
| 06/01/28 | 2,290 | 0.00 | | - | - | |
| 12/01/28 | 2,290 | 0.00 | 70 | - | 70,000.00 | 70,000.00 |
| 06/01/29 | 2,220 | 0.00 | | - | - | |
| 12/01/29 | 2,220 | 0.00 | 70 | - | 70,000.00 | 70,000.00 |
| 06/01/30 | 2,150 | 0.00 | | - | - | |
| 12/01/30 | 2,150 | 0.00 | 70 | - | 70,000.00 | 70,000.00 |
| 06/01/31 | 2,080 | 0.00 | | - | - | |
| 12/01/31 | 2,080 | 0.00 | 70 | - | 70,000.00 | 70,000.00 |
| 06/01/32 | 2,010 | 0.00 | | - | - | |
| 12/01/32 | 2,010 | 0.00 | 70 | - | 70,000.00 | 70,000.00 |
| 06/01/33 | 1,940 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/33 | 1,904 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/34 | 1,868 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/34 | 1,832 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/35 | 1,796 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/35 | 1,760 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/36 | 1,724 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/36 | 1,688 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/37 | 1,652 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/37 | 1,616 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/38 | 1,580 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/38 | 1,544 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/39 | 1,508 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/39 | 1,472 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/40 | 1,436 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/40 | 1,400 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/41 | 1,364 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/41 | 1,328 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/42 | 1,292 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/42 | 1,256 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/43 | 1,220 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/43 | 1,184 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/44 | 1,148 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/44 | 1,112 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| Sub-Totals | | | \$1,424 | \$ - | \$1,424,000.00 | \$1,424,000.00 |

(Continued on next page)

(No assurance is provided on this consultants report)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$2,500,000 PRINCIPAL AMOUNT
OF TAXABLE WATERWORKS REVENUE BONDS OF 2024**

**Interest and Principal payable semi-annually June 1st and December 1st
Bonds dated December 23, 2024**

| Payment Date | Principal Balance (In \$1,000's) | Assumed Interest Rate (%) | Debt Service | | | Bond Year Total |
|----------------------------|--|------------------------------------|----------------------|----------|----------------|--------------------|
| | | | Principal | Interest | Total | |
| | | | -----In Dollars----- | | | |
| Sub-Totals Carried Forward | | | \$1,424 | \$ - | \$1,424,000.00 | \$1,424,000.00 |
| 06/01/45 | 1,076 | 0.00 | \$36 | \$ - | \$ 36,000.00 | |
| 12/01/45 | 1,040 | 0.00 | 36 | - | 36,000.00 | \$72,000.00 |
| 06/01/46 | 1,004 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/46 | 968 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/47 | 932 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/47 | 896 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/48 | 860 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/48 | 824 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/49 | 788 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/49 | 752 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/50 | 716 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/50 | 680 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/51 | 644 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/51 | 608 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/52 | 572 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/52 | 536 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/53 | 500 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/53 | 464 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/54 | 428 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/54 | 392 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/55 | 356 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/55 | 320 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/56 | 284 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/56 | 248 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/57 | 212 | 0.00 | 36 | - | 36,000.00 | |
| 12/01/57 | 176 | 0.00 | 36 | - | 36,000.00 | 72,000.00 |
| 06/01/58 | 140 | 0.00 | 35 | - | 35,000.00 | |
| 12/01/58 | 105 | 0.00 | 35 | - | 35,000.00 | 70,000.00 |
| 06/01/59 | 70 | 0.00 | 35 | - | 35,000.00 | |
| 12/01/59 | 35 | 0.00 | 35 | - | 35,000.00 | 70,000.00 |
| | | | \$2,500 | \$ - | \$2,500,000.00 | \$2,500,000.00 |

(No assurance is provided on this consultants report)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

SCHEDULE OF OUTSTANDING COMBINED BOND AMORTIZATION

| Payment Date | 2011B Bonds** | 2012 Bonds* | 2014 Bonds* | 2019A Bonds* | 2019B Bonds** | 2019C Bonds** | 2021 Bonds** | 2023A Bonds** | 2023B Bonds** | 2024 Bonds** | Total | Bond Year Total |
|--------------|------------------|-----------------|-----------------|-----------------|----------------|------------------|------------------|----------------|----------------|----------------|------------------|-------------------|
| 6/1/2025 | \$193,967.65 | \$322,500.00 | \$867,618.75 | \$129,834.38 | \$ - | \$267,700.95 | \$398,258.88 | \$ - | \$ - | \$ - | \$2,179,880.61 | |
| 12/1/2025 | 1,867,967.65 | 2,742,500.00 | 4,832,618.75 | 619,834.38 | 303,000.00 | 1,078,700.95 | 2,266,711.88 | 57,942.00 | 164,100.00 | 70,000.00 | 14,003,375.61 | \$16,183,256.22 |
| 6/1/2026 | 169,133.86 | 286,200.00 | 806,143.75 | 118,809.38 | - | 255,657.60 | 380,041.47 | - | - | - | 2,017,886.06 | |
| 12/1/2026 | 1,904,133.86 | 2,776,200.00 | 4,896,143.75 | 623,809.38 | 303,000.00 | 1,089,657.60 | 2,287,545.47 | 57,942.00 | 164,100.00 | 70,000.00 | 14,174,532.06 | 16,192,518.12 |
| 6/1/2027 | 143,395.13 | 248,850.00 | 746,793.75 | 107,446.88 | - | 243,272.70 | 361,443.30 | - | - | - | 1,851,201.76 | |
| 12/1/2027 | 1,941,395.13 | 2,813,850.00 | 5,001,793.75 | 632,446.88 | 303,000.00 | 1,102,272.70 | 2,308,814.30 | 57,942.00 | 164,100.00 | 70,000.00 | 14,395,614.76 | 16,246,816.52 |
| 6/1/2028 | 116,721.80 | 210,375.00 | 677,650.00 | 96,946.88 | - | 230,516.55 | 342,456.44 | - | - | - | 1,674,666.67 | |
| 12/1/2028 | 1,979,721.80 | 2,850,375.00 | 5,107,650.00 | 636,946.88 | 303,000.00 | 1,114,516.55 | 2,330,527.44 | 57,942.00 | 164,100.00 | 70,000.00 | 14,614,779.67 | 16,289,446.34 |
| 6/1/2029 | 89,084.19 | 170,775.00 | 605,662.50 | 88,846.88 | - | 217,389.15 | 323,072.74 | - | - | - | 1,494,830.46 | |
| 12/1/2029 | 2,020,084.19 | 2,890,775.00 | 5,220,662.50 | 648,846.88 | 303,000.00 | 1,128,389.15 | 2,292,380.74 | 57,942.00 | 164,100.00 | 70,000.00 | 14,796,180.46 | 16,291,010.92 |
| 6/1/2030 | 60,437.80 | 129,975.00 | 524,900.00 | 80,446.88 | - | 203,860.80 | 303,871.99 | - | - | - | 1,303,492.47 | |
| 12/1/2030 | 2,061,437.80 | 2,934,975.00 | 5,339,900.00 | 660,446.88 | 303,000.00 | 1,141,860.80 | 2,256,388.99 | 57,942.00 | 164,100.00 | 70,000.00 | 14,990,051.47 | 16,293,543.94 |
| 6/1/2031 | 30,752.96 (2) | 87,900.00 | 428,600.00 | 71,746.88 | - | 189,931.50 (2) | 284,834.95 (2) | - | - | - | 1,093,786.29 | |
| 12/1/2031 | 2,103,752.96 (2) | 2,972,900.00 | 5,453,600.00 | 671,746.88 | 303,000.00 (2) | 1,155,931.50 (2) | 2,247,464.95 (2) | 57,942.00 (2) | 164,100.00 | 70,000.00 | 15,200,436.29 | 16,294,204.58 (1) |
| 6/1/2032 | - | 44,625.00 | 328,100.00 | 62,746.88 | - | 175,586.40 | 265,699.31 | - | - | - | 876,757.59 | |
| 12/1/2032 | - | 3,019,625.00 | 5,523,100.00 | 682,746.88 | 303,000.00 | 1,170,586.40 | 2,470,424.31 | 57,942.00 | 164,100.00 | 70,000.00 | 13,461,524.59 | 14,338,282.18 |
| 6/1/2033 | - | - | 2,959,200.00 | 373,446.88 | 152,000.00 | 677,810.65 | 1,420,416.24 | 28,971.00 | 82,000.00 | - | 5,693,844.77 | |
| 12/1/2033 | - | - | 2,914,500.00 | 378,646.88 | 152,000.00 | 669,133.20 | 1,401,325.16 | 28,971.00 | 82,100.00 | 72,000.00 | 5,698,676.24 | 11,392,521.01 |
| 6/1/2034 | - | - | 2,979,600.00 | 378,696.88 | 152,000.00 | 677,470.60 | 1,414,698.41 | 28,971.00 | 82,100.00 | - | 5,713,736.89 | |
| 12/1/2034 | - | - | 2,922,300.00 | 378,671.88 | 152,000.00 | 669,570.40 | 1,395,003.23 | 28,971.00 | 82,100.00 | 72,000.00 | 5,700,616.51 | 11,414,353.40 |
| 6/1/2035 | - | - | - | 378,571.88 | 152,000.00 | 677,670.20 | 1,380,306.56 | 28,971.00 | 82,100.00 | - | 2,699,619.64 | |
| 12/1/2035 | - | - | - | 383,396.88 | 153,000.00 | 669,532.40 | 1,360,275.51 | 28,971.00 | 82,100.00 | 72,000.00 | 2,749,275.79 | 5,448,895.43 |
| 6/1/2036 | - | - | - | 383,071.88 | 152,000.00 | 678,394.60 | 1,381,289.39 | 28,971.00 | 82,100.00 | - | 2,705,826.87 | |
| 12/1/2036 | - | - | - | 382,671.88 | 153,000.00 | 669,004.35 | 1,364,624.80 | 28,971.00 | 82,100.00 | 72,000.00 | 2,752,372.03 | 5,458,198.90 |
| 6/1/2037 | - | - | - | 387,196.88 | 152,000.00 | 677,628.95 | 1,383,327.05 | 28,971.00 | 82,100.00 | - | 2,711,223.88 | |
| 12/1/2037 | - | - | - | 386,337.50 | 153,000.00 | 670,001.10 | 1,365,974.75 | 28,971.00 | 82,100.00 | 72,000.00 | 2,758,384.35 | 5,469,608.23 |
| 6/1/2038 | - | - | - | 390,400.00 | 152,000.00 | 678,358.40 | 1,385,416.56 | 28,971.00 | 82,100.00 | - | 2,717,245.96 | |
| 12/1/2038 | - | - | - | 395,302.50 | 153,000.00 | 669,463.25 | 1,367,345.24 | 28,971.00 | 82,100.00 | 72,000.00 | 2,768,181.99 | 5,485,427.95 |
| 6/1/2039 | - | - | - | 405,203.75 | 152,000.00 | 678,568.10 | 1,388,576.55 | 28,971.00 | 82,100.00 | - | 2,735,419.40 | |
| 12/1/2039 | - | - | - | 410,102.50 | 153,000.00 | 669,405.65 | 1,369,736.86 | 28,971.00 | 82,100.00 | 72,000.00 | 2,785,316.01 | 5,520,735.41 |
| 6/1/2040 | - | - | - | - | 79,000.00 | 186,243.20 | 1,391,789.67 | 28,971.00 | 82,100.00 | - | 1,768,103.87 | |
| 12/1/2040 | - | - | - | - | 79,000.00 | 184,119.65 | 1,372,151.88 | 28,971.00 | 82,100.00 | 72,000.00 | 1,818,342.53 | 3,586,446.40 |
| 6/1/2041 | - | - | - | - | 79,000.00 | 185,996.10 | 1,396,745.69 | 28,971.00 | 82,100.00 | - | 1,772,812.79 | |
| 12/1/2041 | - | - | - | - | 79,000.00 | 184,813.15 | 1,370,884.49 | 28,971.00 | 82,100.00 | 72,000.00 | 1,817,768.64 | 3,590,581.43 |
| 6/1/2042 | - | - | - | - | 79,000.00 | 187,615.35 | 1,396,962.68 | 28,971.00 | 82,100.00 | - | 1,774,649.03 | |
| 12/1/2042 | - | - | - | - | 79,000.00 | 184,343.30 | 1,375,440.05 | 28,971.00 | 82,100.00 | 72,000.00 | 1,821,854.35 | 3,596,503.38 |
| 6/1/2043 | - | - | - | - | 79,000.00 | 187,086.10 | - | 28,971.00 | 82,100.00 | - | 377,157.10 | |
| 12/1/2043 | - | - | - | - | 80,000.00 | 184,754.65 | - | 28,971.00 | 82,100.00 | 72,000.00 | 447,825.65 | 824,982.75 |
| 6/1/2044 | - | - | - | - | 79,000.00 | 186,423.20 | - | 28,971.00 | 82,100.00 | - | 376,494.20 | |
| 12/1/2044 | - | - | - | - | 80,000.00 | 184,032.35 | - | 28,971.00 | 82,100.00 | 72,000.00 | 447,103.35 | 823,597.55 |
| 6/1/2045 | - | - | - | - | 79,000.00 | 185,641.50 | - | 28,971.00 | 82,100.00 | - | 375,712.50 | |
| 12/1/2045 | - | - | - | - | 80,000.00 | 185,191.25 | - | 28,971.00 | 82,100.00 | 72,000.00 | 448,262.25 | 823,974.75 |
| 6/1/2046 | - | - | - | - | 79,000.00 | 186,711.30 | - | 28,971.00 | 82,100.00 | - | 376,782.30 | |
| 12/1/2046 | - | - | - | - | 80,000.00 | 184,171.95 | - | 28,971.00 | 82,100.00 | 72,000.00 | 447,242.95 | 824,025.25 |
| 6/1/2047 | - | - | - | - | 79,000.00 | 187,632.60 | - | 28,971.00 | 82,100.00 | - | 377,703.60 | |
| 12/1/2047 | - | - | - | - | 80,000.00 | 184,004.15 | - | 28,971.00 | 82,100.00 | 72,000.00 | 447,075.15 | 824,778.75 |
| 6/1/2048 | - | - | - | - | 79,000.00 | 187,390.55 | - | 28,971.00 | 82,100.00 | - | 377,461.55 | |
| 12/1/2048 | - | - | - | - | 80,000.00 | 183,687.85 | - | 28,971.00 | 82,100.00 | 72,000.00 | 446,758.85 | 824,220.40 |
| 6/1/2049 | - | - | - | - | - | - | - | 28,971.00 | 82,100.00 | - | 111,071.00 | |
| 12/1/2049 | - | - | - | - | - | - | - | 28,971.00 | 82,100.00 | 72,000.00 | 183,071.00 | 294,142.00 |
| 6/1/2050 | - | - | - | - | - | - | - | 28,971.00 | 82,100.00 | - | 111,071.00 | |
| 12/1/2050 | - | - | - | - | - | - | - | 28,971.00 | 82,100.00 | 72,000.00 | 183,071.00 | 294,142.00 |
| 6/1/2051 | - | - | - | - | - | - | - | 28,971.00 | 82,100.00 | - | 111,071.00 | |
| 12/1/2051 | - | - | - | - | - | - | - | 28,971.00 | 82,100.00 | 72,000.00 | 183,071.00 | 294,142.00 |
| 6/1/2052 | - | - | - | - | - | - | - | 28,971.00 | 82,100.00 | - | 111,071.00 | |
| 12/1/2052 | - | - | - | - | - | - | - | 28,971.00 | 82,100.00 | 72,000.00 | 183,071.00 | 294,142.00 |
| 6/1/2053 | - | - | - | - | - | - | - | 28,971.00 | 82,100.00 | - | 111,071.00 | |
| 12/1/2053 | - | - | - | - | - | - | - | 28,971.00 | 82,100.00 | 72,000.00 | 183,071.00 | 294,142.00 |
| 6/1/2054 | - | - | - | - | - | - | - | 28,971.00 | 82,100.00 | - | 111,071.00 | |
| 12/1/2054 | - | - | - | - | - | - | - | 28,971.00 | 82,100.00 | 72,000.00 | 183,071.00 | 294,142.00 |
| 6/1/2055 | - | - | - | - | - | - | - | 28,971.00 | 82,100.00 | - | 111,071.00 | |
| 12/1/2055 | - | - | - | - | - | - | - | 28,971.00 | 82,100.00 | 72,000.00 | 183,071.00 | 294,142.00 |
| 6/1/2056 | - | - | - | - | - | - | - | 28,971.00 | 82,100.00 | - | 111,071.00 | |
| 12/1/2056 | - | - | - | - | - | - | - | 28,971.00 | 82,100.00 | 72,000.00 | 183,071.00 | 294,142.00 |
| 6/1/2057 | - | - | - | - | - | - | - | 28,971.00 | 82,100.00 | - | 111,071.00 | |
| 12/1/2057 | - | - | - | - | - | - | - | 28,971.00 | 82,100.00 | 72,000.00 | 183,071.00 | 294,142.00 |
| 6/1/2058 | - | - | - | - | - | - | - | 28,972.00 | 82,100.00 | - | 111,072.00 | |
| 12/1/2058 | - | - | - | - | - | - | - | - | 82,100.00 | - | 152,100.00 | 263,172.00 |
| 6/1/2059 | - | - | - | - | - | - | - | - | 82,100.00 | 70,000.00 | - | |
| 12/1/2059 | - | - | - | - | - | - | - | - | - | 70,000.00 | - | |
| Totals | \$14,681,886.78 | \$24,502,400.00 | \$58,140,537.50 | \$11,345,368.25 | \$5,985,000.00 | \$23,537,701.35 | \$48,802,427.93 | \$1,941,058.00 | \$5,581,900.00 | \$2,500,000.00 | \$197,018,379.81 | \$197,018,379.81 |

* Open Market Bonds

** SRF Bonds

(1) Maximum annual debt service.

(2) SRF portion of DSR = \$6,373,611

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

CONSUMER ANALYSIS SUMMARY

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

CONSUMER STUDY SUMMARY - INSIDE USERS
(12 Months Ended 12/31/2023)

Quarters 1 and 2:

| | | Service Charges | | | Usage Billings (Water) | | | | | |
|------------------|------------|--------------------------------|------------|-------------|------------------------|-----------------|----------------------------|---------------------------|----------------------------|--------------------------------|
| | | Number of Bills | Times Rate | Revenues | Demand Revenue | Number of Bills | First 2,500 CF Block Usage | Next 9,500 CF Block Usage | Over 12,000 CF Block Usage | New Haven All Flow Block Usage |
| | | (----- 100's Cubic feet -----) | | | | | | | | |
| 5/8 | inch meter | 466,832 | \$11.29 | \$5,263,669 | | 466,832 | 2,087,737 | 38,696 | 12,109 | |
| 3/4 | inch meter | 32,590 | 11.29 | 367,873 | | 32,590 | 169,046 | 8,554 | 1,603 | |
| 1 | inch meter | 16,653 | 28.76 | 477,790 | | 16,653 | 130,937 | 46,314 | 10,353 | |
| 1 1/2 | inch meter | 5,620 | 64.40 | 361,606 | | 5,620 | 62,182 | 56,946 | 48,315 | |
| 2 | inch meter | 6,971 | 114.21 | 796,044 | | 6,971 | 115,400 | 189,787 | 184,714 | |
| 3 | inch meter | 1,997 | 257.15 | 513,529 | | 1,997 | 38,282 | 86,017 | 186,510 | |
| 4 | inch meter | 701 | 457.13 | 316,791 | | 701 | 15,647 | 45,044 | 194,325 | |
| 6 | inch meter | 399 | 1,027.98 | 411,192 | | 399 | 9,785 | 35,910 | 455,959 | |
| 8 | inch meter | 76 | 1,828.00 | 138,928 | | 76 | 1,830 | 6,076 | 94,475 | |
| 10 | inch meter | 12 | 2,855.96 | 31,416 | | 12 | 225 | 855 | 9,565 | |
| New Haven 6 | inch meter | 24 | 1,027.98 | 24,672 | | 24 | - | - | - | 259,661 |
| New Haven 6 | inch meter | 6 | 13,765 | - | \$82,589 | - | - | - | - | - |
| Totals | | | | | | | 2,631,070 | 514,199 | 1,197,929 | 259,661 |
| Times rate | | | | | | | \$2,550 | \$2,370 | \$2,310 | \$1,878 |
| Test Year Totals | | 531,875 | | \$8,703,509 | \$82,589 | 531,875 | \$6,709,229 | \$1,218,653 | \$2,767,215 | \$487,591 |

Quarters 3 and 4:

| | | | | | | Usage Billings (Water) | | | | |
|---------------------------|------------|--------------------------------|------------|-------------|----------------|------------------------|----------------------------|---------------------------|----------------------------|--------------------------------|
| | | Number of Bills | Times Rate | Revenues | Demand Revenue | Number of Bills | First 2,500 CF Block Usage | Next 9,500 CF Block Usage | Next 12,000 CF Block Usage | New Haven All Flow Block Usage |
| | | (----- 100's Cubic feet -----) | | | | | | | | |
| 5/8 | inch meter | 470,012 | \$11.96 | \$5,609,025 | | 470,015 | 2,293,498 | 51,496 | 3,120 | |
| 3/4 | inch meter | 33,852 | 11.96 | 403,698 | | 33,852 | 213,856 | 23,031 | 1,525 | |
| 1 | inch meter | 17,957 | 30.45 | 543,350 | | 17,957 | 170,203 | 85,087 | 17,766 | |
| 1 1/2 | inch meter | 5,828 | 68.20 | 394,606 | | 5,828 | 71,931 | 82,422 | 79,363 | |
| 2 | inch meter | 7,235 | 120.96 | 870,670 | | 7,235 | 121,714 | 210,823 | 240,789 | |
| 3 | inch meter | 2,076 | 272.35 | 562,676 | | 2,076 | 38,996 | 91,197 | 248,460 | |
| 4 | inch meter | 687 | 484.15 | 326,801 | | 687 | 15,093 | 43,532 | 212,674 | |
| 6 | inch meter | 391 | 1,088.74 | 418,076 | | 391 | 9,444 | 34,940 | 550,676 | |
| 8 | inch meter | 78 | 1,936.06 | 151,013 | | 78 | 1,911 | 6,677 | 108,178 | |
| 10 | inch meter | 12 | 3,024.77 | 27,223 | | 12 | 176 | 665 | 6,786 | |
| New Haven 6 | inch meter | 24 | 1,088.74 | 26,130 | | 24 | - | - | - | 251,867 |
| New Haven 6 | inch meter | 6 | 14,655 | - | \$87,928 | - | - | - | - | - |
| Totals | | | | | | | 2,936,822 | 629,869 | 1,469,338 | 251,867 |
| Times rate | | | | | | | \$2,690 | \$2,510 | \$2,440 | \$1,968 |
| Test Year Totals | | 538,152 | | \$9,333,268 | \$87,928 | 538,155 | \$7,900,052 | \$1,580,971 | \$3,585,185 | \$495,775 |
| Total Bills | | | | | | | | | | 1,070,030 |
| Total Usage | | | | | | | | | | 9,890,756 |
| Total Calculated Revenues | | | | | | | | | | \$42,951,965 |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

CONSUMER STUDY SUMMARY - OUTSIDE USERS
(12 Months Ended 12/31/2023)

Quarters 1 and 2:

| | | | | | Usage Billings (Water) | | | | | | | |
|------------------|------------|--------------------------------|------------|-------------|------------------------|-----------------|----------------------------|---------------------------|----------------------------|-------------------------|------------------------|-------------------------|
| | | Number of Bills | Times Rate | Revenues | Demand Revenue | Number of Bills | First 2,500 CF Block Usage | Next 9,500 CF Block Usage | Over 12,000 CF Block Usage | First 2,500 Block Usage | Next 9,500 Block Usage | Over 12,000 Block Usage |
| | | (----- 100's Cubic feet -----) | | | | | | | | | | |
| 5/8 | inch meter | 82,130 | \$12.56 | \$1,031,503 | | 82,130 | 391,214 | 4,645 | 1,086 | | | |
| 3/4 | inch meter | 21,438 | 12.56 | 269,198 | | 21,438 | 110,917 | 3,160 | 174 | | | |
| 1 | inch meter | 3,822 | 31.95 | 122,177 | | 3,822 | 23,814 | 3,107 | 519 | | | |
| 1 1/2 | inch meter | 592 | 71.51 | 42,334 | | 592 | 6,223 | 10,200 | 7,359 | | | |
| 2 | inch meter | 801 | 126.80 | 101,694 | | 801 | 11,982 | 16,017 | 28,326 | | | |
| 3 | inch meter | 258 | 285.47 | 73,936 | | 258 | 6,068 | 16,105 | 32,308 | | | |
| 4 | inch meter | 209 | 507.44 | 106,055 | | 209 | 4,724 | 15,600 | 27,177 | | | |
| 6 | inch meter | 30 | 1,141.09 | 34,233 | | 30 | 739 | 2,316 | 22,146 | | | |
| 8 | inch meter | 64 | 2,029.11 | 129,863 | | 64 | 1,484 | 5,123 | 121,787 | | | |
| | | | | | | | | | | | | |
| | | | | | | | | | | | | |
| | | | | | | | | | | | | |
| Totals | | | | | | | 557,166 | 76,273 | 240,880 | | | |
| Times rate | | | | | | | \$2,830 | \$2,630 | \$2,560 | | | |
| Test Year Totals | | 109,362 | | \$1,952,080 | | 109,362 | \$1,576,778 | \$200,599 | \$616,654 | | | |

Quarters 3 and 4:

| | | | | | | Usage Billings (Water) | | | | | | | | Town of Grabil |
|---------------------------|------------|--------------------------------|------------|-------------|----------------|------------------------|----------------------------|---------------------------|----------------------------|-------------------------|------------------------|-------------------------|----------------------|----------------|
| | | Number of Bills | Times Rate | Revenues | Demand Revenue | Number of Bills | First 2,500 CF Block Usage | Next 9,500 CF Block Usage | Over 12,000 CF Block Usage | First 2,500 Block Usage | Next 9,500 Block Usage | Over 12,000 Block Usage | All Flow Block Usage | |
| | | (----- 100's Cubic feet -----) | | | | | | | | | | | | |
| 5/8 | inch meter | 85,582 | \$13.19 | \$1,127,943 | | 85,580 | 498,472 | 24,386 | 681 | | | | | |
| 3/4 | inch meter | 23,186 | 13.19 | 305,572 | | 23,186 | 163,569 | 20,279 | 1,119 | | | | | |
| 1 | inch meter | 4,723 | 33.53 | 158,194 | | 4,723 | 45,016 | 17,139 | 2,092 | | | | | |
| 1 1/2 | inch meter | 608 | 75.05 | 45,630 | | 608 | 8,066 | 14,595 | 11,967 | | | | | |
| 2 | inch meter | 824 | 133.09 | 108,335 | | 824 | 13,204 | 21,302 | 39,738 | | | | | |
| 3 | inch meter | 258 | 299.62 | 77,302 | | 258 | 5,995 | 16,012 | 45,738 | | | | | |
| 4 | inch meter | 199 | 532.60 | 105,987 | | 199 | 4,587 | 13,876 | 35,806 | | | | | |
| 6 | inch meter | 36 | 1,197.64 | 43,115 | | 36 | 844 | 2,535 | 21,633 | | | | | |
| 8 | inch meter | 66 | 2,129.70 | 140,560 | | 66 | 1,579 | 5,440 | 141,450 | | | | | |
| | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | |
| Grabil 6 | inch meter | 4 | 1,088.74 | 4,355 | | 4 | - | - | - | | | | 8 | |
| Grabil 6 | inch meter | 4 | 1,801.39 | - | \$7,206 | 4 | | | | | | | | |
| | | | | | | | | | | | | | | |
| Totals | | | | | | | 741,332 | 135,564 | 300,223 | | | | 8 | |
| Times rate | | | | | | | \$2,960 | \$2,760 | \$2,680 | | | | \$1,968 | |
| | | | | | | | | | | | | | | |
| | | | | | \$7,206 | 115,515 | \$2,194,343 | \$374,156 | \$804,597 | | | | \$15 | |
| | | | | | | | | | | | | | | |
| Total Bills | | | | | | | | | | | | | 224,869 | |
| | | | | | | | | | | | | | | |
| Total Usage | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | |
| Total Calculated Revenues | | | | | | | | | | | | | | |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY
CONSUMER STUDY SUMMARY - FIRE PROTECTION - INSIDE USERS
(12 Months Ended 12/31/2023)

Public Fire Protection

| | <u>Meter Size</u> | <u>Monthly Charge</u> | <u>Number of Bills</u> | <u>Total Billed Fire Protection</u> |
|-------------------------------------|-------------------|-----------------------|------------------------|-------------------------------------|
| Quarters 1 and 2: | | | | |
| | 5/8" | \$3.11 | 466,832 | \$1,449,964 * |
| | 3/4" | 3.11 | 32,590 | 101,336 * |
| | 1" | 7.94 | 16,653 | 131,923 * |
| | 1 1/2" | 17.86 | 5,620 | 100,284 * |
| | 2" | 31.78 | 6,971 | 221,506 * |
| | 3" | 71.51 | 1,997 | 142,805 |
| | 4" | 127.11 | 701 | 88,087 * |
| | 6" | 285.98 | 423 | 121,256 * |
| | 8" | 508.42 | 76 | 38,640 |
| | 10" | 794.41 | 12 | 9,533 |
| | Sub-totals | | 531,875 | 2,405,335 |
| Quarters 3 and 4: | | | | |
| | 5/8 | \$3.30 | 470,015 | \$1,547,651 * |
| | 3/4 | 3.30 | 33,852 | 111,389 * |
| | 1" | 8.43 | 17,957 | 150,425 * |
| | 1 1/2" | 18.92 | 5,828 | 109,471 * |
| | 2" | 33.66 | 7,235 | 242,285 * |
| | 3" | 75.74 | 2,076 | 156,479 * |
| | 4" | 134.63 | 687 | 90,875 * |
| | 6" | 302.89 | 415 | 123,579 * |
| | 8" | 538.48 | 78 | 42,001 |
| | 10 | 841.37 | 12 | 7,572 * |
| | Sub-totals | | 538,155 | 2,581,727 |
| Total Public Fire Protection | | | | <u>\$4,987,061</u> |

Private Fire Protection

| | <u>Meter Size</u> | <u>Monthly Surcharge</u> | <u>Number of Bills</u> | <u>Total Billed Fire Protection</u> |
|--------------------------------------|-------------------|--------------------------|------------------------|-------------------------------------|
| Quarters 1 and 2: | | | | |
| | Private Hydrant | \$39.57 | 7,501 | \$296,815 |
| | 1" | 0.35 | 108 | \$38 |
| | 1 1/2" | 1.02 | 6 | 6 |
| | 2" | 2.20 | 269 | 592 |
| | 2 1/2" | 3.97 | 6 | 24 |
| | 3" | 6.38 | 24 | 153 |
| | 4" | 13.62 | 896 | 12,204 |
| | 6" | 39.57 | 4,743 | 187,681 |
| | 8" | 84.34 | 2,228 | 187,910 |
| | 10" | 151.66 | 248 | 37,612 |
| | 12" | 245.00 | 60 | 14,700 |
| | Sub-totals | | 16,089 | 737,735 |
| Quarters 3 and 4: | | | | |
| | Private Hydrant | \$41.92 | 7,296 | \$305,848 |
| | 1" | 0.38 | 96 | \$36 |
| | 1 1/2" | 1.10 | 6 | 7 |
| | 2" | 2.34 | 270 | 632 |
| | 2 1/2" | 4.21 | 6 | 25 |
| | 3" | 6.77 | 24 | 162 |
| | 4" | 14.43 | 901 | 13,001 |
| | 6" | 41.92 | 4,789 | 200,755 |
| | 8" | 89.32 | 2,209 | 197,308 |
| | 10" | 160.63 | 236 | 37,909 |
| | 12" | 259.49 | 58 | 15,050 |
| | Sub-totals | | 15,891 | 770,733 |
| Total Private Fire Protection | | | | <u>\$1,508,468</u> |

* Adjusted to reconcile billing adjustments and cancelled billings.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY
CONSUMER STUDY SUMMARY - FIRE PROTECTION - OUTSIDE USERS
(12 Months Ended 12/31/2023)

Public Fire Protection

| | <u>Meter Size</u> | <u>Monthly Charge</u> | <u>Number of Bills</u> | <u>Total Billed Fire Protection</u> |
|------------------------------|-------------------|-----------------------|------------------------|-------------------------------------|
| Quarters 1 and 2: | | | | |
| | 5/8" | \$3.45 | 82,130 | \$283,342 * |
| | 3/4" | 3.45 | 21,438 | 73,944 * |
| | 1" | 8.81 | 3,822 | 33,690 * |
| | 1 1/2" | 19.82 | 592 | 11,733 |
| | 2" | 35.28 | 801 | 28,294 * |
| | 3" | 79.38 | 258 | 20,559 * |
| | 4" | 141.09 | 215 | 30,334 |
| | 6" | 317.44 | 30 | 9,523 |
| | 8" | 564.35 | 64 | 36,118 |
| | 10" | 881.80 | 12 | 10,582 |
| | Sub-totals | | 109,362 | 538,119 |
| Quarters 3 and 4: | | | | |
| | 5/8 | \$3.63 | 85,590 | \$310,449 * |
| | 3/4 | 3.63 | 23,186 | 84,096 * |
| | 1" | 9.27 | 4,723 | 43,736 * |
| | 1 1/2" | 20.81 | 608 | 12,652 |
| | 2" | 37.03 | 824 | 30,143 * |
| | 3" | 83.31 | 258 | 21,494 |
| | 4" | 148.09 | 204 | 30,210 |
| | 6" | 333.18 | 40 | 13,327 |
| | 8" | 592.33 | 66 | 39,094 |
| | 10 | 925.51 | 12 | 11,106 |
| | Sub-totals | | 115,511 | 596,306 |
| Total Public Fire Protection | | | | <u>\$1,134,425</u> |

Private Fire Protection

| | <u>Meter Size</u> | <u>Monthly Surcharge</u> | <u>Number of Bills</u> | <u>Total Billed Fire Protection</u> |
|-------------------------------|-------------------|--------------------------|------------------------|-------------------------------------|
| Quarters 1 and 2: | | | | |
| | Private Hydrant | \$43.92 | 2,055 | \$90,256 |
| | 1 1/2" | 1.13 | 6 | \$7 |
| | 2" | 2.44 | 60 | 146 |
| | 4" | 15.12 | 162 | 2,449 |
| | 6" | 43.92 | 496 | 21,784 |
| | 8" | 93.62 | 314 | 29,397 |
| | 10" | 168.34 | 108 | 18,181 |
| | 12" | 271.95 | 12 | 3,263 |
| | Sub-totals | | 3,213 | 165,483 |
| Quarters 3 and 4: | | | | |
| | Private Hydrant | \$46.11 | 2,008 | \$92,589 |
| | 1 1/2" | 1.21 | 6 | \$7 |
| | 2" | 2.57 | 60 | 154 |
| | 4" | 15.87 | 162 | 2,571 |
| | 6" | 46.11 | 497 | 22,917 |
| | 8" | 98.25 | 314 | 30,851 |
| | 10" | 176.69 | 102 | 18,022 |
| | 12" | 285.44 | 11 | 3,140 |
| | Sub-totals | | 3,160 | 170,251 |
| Total Private Fire Protection | | | | <u>\$335,733</u> |

* Adjusted to reconcile billing adjustments and cancelled billings.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

CONSUMER STUDY SUMMARY - ALL USERS
(12 Months Ended 12/31/2023)

| | |
|--|------------------------------|
| Total User Calculated Revenues | \$53,447,433 |
| Total Public Fire Protection Revenues | 6,121,487 |
| Total Private Fire Protection Revenues | <u>1,844,201</u> |
| Total Calculated Revenues | <u><u>\$61,413,121</u></u> |
| | |
| Total Control Revenues | <u><u>\$61,783,497</u></u> * |
| Variance | <u><u>(\$370,376)</u></u> |
| Percentage | <u><u>-0.60%</u></u> |

* Total charges for goods and services less non operating revenues, shut off fees and finance charges

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

ESTIMATED BILLING DETERMINANTS - TOWN OF GRABILL

| Meter Size | Town of Grabill | |
|---------------|--------------------|--------------------------------------|
| | Test Year Bills | Billed Flow (100's Cubic Feet) |
| 6" | 11 | 110,095 (1) |
| Totals | 11 | 110,095 |

(1) Adjusted for estimated annual billing determinants for Grabill based on 100's of cubic feet used for water services during 1/1/2024 through 11/31/2024:

| | |
|--|-----------|
| Metered Water Usage in 100's of cubic feet (1/1/2024 - 11/31/24) | 110,095 |
| Divided by 11 months (1) | 11 |
| Average Monthly Flow | 10,009 |
| Times 12 months | 12 |
| Anticipated Annual Usage (100's CCF) | 120,108 |
| Times: Contract Rate | \$1.9684 |
| Total Anticipated Usage Revenue | \$236,421 |
| Plus Annual Charges: | |
| Service Charges | 13,065 |
| Public Fire Protection | 3,635 |
| Demand Charge | 21,617 |
| Total Anticipated Revenue | \$274,738 |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

CALCULATION OF TEST YEAR EQUIVALENT METERS

(Based upon test year service charge billings)

(Inside Users)

| Cost of service customer class | | Normalized Annual Bills | Average Connections | Equivalency Factor (1) | Equivalent Meters and Services |
|---------------------------------------|------------|-------------------------------|------------------------|---------------------------|--------------------------------------|
| Residential | | | | | |
| 5/8 | inch meter | 900,895 | 75,075 | 1.0 | 75,075 |
| 3/4 | inch meter | 59,156 | 4,930 | 1.5 | 7,395 |
| 1 | inch meter | 12,204 | 1,017 | 2.5 | 2,543 |
| 1 1/2 | inch meter | 419 | 35 | 5.0 | 175 |
| 2 | inch meter | 129 | 11 | 8.0 | 88 |
| 3 | inch meter | 1 | - | 16.0 | - |
| Sub-totals | | 972,804 | 81,068 | | 85,276 |
| Commercial | | | | | |
| 5/8 | inch meter | 35,256 | 2,938 | 1.0 | 2,938 |
| 3/4 | inch meter | 7,179 | 598 | 1.5 | 897 |
| 1 | inch meter | 21,841 | 1,820 | 2.5 | 4,550 |
| 1 1/2 | inch meter | 10,559 | 880 | 5.0 | 4,400 |
| 2 | inch meter | 13,483 | 1,124 | 8.0 | 8,992 |
| 3 | inch meter | 3,920 | 327 | 16.0 | 5,232 |
| 4 | inch meter | 1,237 | 103 | 25.0 | 2,575 |
| 6 | inch meter | 759 | 63 | 50.0 | 3,150 |
| 8 | inch meter | 132 | 11 | 80.0 | 880 |
| 10 | inch meter | 24 | 2 | 115.0 | 230 |
| Sub-totals | | 94,390 | 7,853 | | 32,734 |
| Industrial | | | | | |
| 5/8 | inch meter | 696 | 58 | 1.0 | 58 |
| 3/4 | inch meter | 107 | 9 | 1.5 | 14 |
| 1 | inch meter | 565 | 47 | 2.5 | 118 |
| 1 1/2 | inch meter | 470 | 39 | 5.0 | 195 |
| 2 | inch meter | 596 | 50 | 8.0 | 400 |
| 3 | inch meter | 152 | 13 | 16.0 | 208 |
| 4 | inch meter | 151 | 13 | 25.0 | 325 |
| 6 | inch meter | 31 | 3 | 50.0 | 150 |
| 8 | inch meter | 22 | 2 | 80.0 | 160 |
| 12 | inch meter | 24 | 2 | 215.0 | 430 |
| Sub-totals | | 2,814 | 236 | | 2,058 |
| Contract Customers - New Haven | | | | | |
| 6 | inch meter | 48 | 4 | 50.0 | 200 |
| Totals | | <u>1,070,056</u> | <u>89,161</u> | | <u>120,268</u> |

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

CALCULATION OF TEST YEAR EQUIVALENT METERS

(Based upon test year service charge billings)

(Outside Users)

| Cost of service customer class | | Normalized Annual Bills | Average Connections | Equivalency Factor (1) | Equivalent Meters and Services |
|--------------------------------|------------|-------------------------------|------------------------|---------------------------|--------------------------------------|
| Residential | | | | | |
| 5/8 | inch meter | 166,584 | 13,882 | 1.0 | 13,882 |
| 3/4 | inch meter | 43,737 | 3,645 | 1.5 | 5,468 |
| 1 | inch meter | 6,693 | 558 | 2.5 | 1,395 |
| 1 1/2 | inch meter | 59 | 5 | 5.0 | 25 |
| 2 | inch meter | 48 | 4 | 8.0 | 32 |
| Sub-totals | | 217,121 | 18,094 | | 20,802 |
| Commercial | | | | | |
| 5/8 | inch meter | 1,112 | 93 | 1.0 | 93 |
| 3/4 | inch meter | 851 | 71 | 1.5 | 107 |
| 1 | inch meter | 1,776 | 148 | 2.5 | 370 |
| 1 1/2 | inch meter | 1,093 | 91 | 5.0 | 455 |
| 2 | inch meter | 1,495 | 125 | 8.0 | 1,000 |
| 3 | inch meter | 481 | 40 | 16.0 | 640 |
| 4 | inch meter | 345 | 29 | 25.0 | 725 |
| 6 | inch meter | 66 | 6 | 50.0 | 300 |
| 8 | inch meter | 118 | 10 | 80.0 | 800 |
| Sub-totals | | 7,337 | 613 | | 4,490 |
| Industrial | | | | | |
| 5/8 | inch meter | 24 | 2 | 1.0 | 2 |
| 3/4 | inch meter | 36 | 3 | 1.5 | 5 |
| 1 | inch meter | 76 | 6 | 2.5 | 15 |
| 1 1/2 | inch meter | 48 | 4 | 5.0 | 20 |
| 2 | inch meter | 82 | 7 | 8.0 | 56 |
| 3 | inch meter | 35 | 3 | 16.0 | 48 |
| 4 | inch meter | 57 | 5 | 25.0 | 125 |
| 8 | inch meter | 16 | 1 | 80.0 | 80 |
| Sub-totals | | 374 | 31 | | 351 |
| Contract Customers | | | | | |
| 4 | inch meter | 12 | 1 | 5.0 | 5 |
| 6 | inch meter | 12 | 1 | 50.0 | 50 |
| 10 | inch meter | 24 | 2 | 115.0 | 230 |
| Sub-totals | | 48 | 4 | | 285 |
| Totals | | <u>224,880</u> | <u>18,742</u> | | <u>25,928</u> |

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

CALCULATION OF TEST YEAR EQUIVALENT METERS

(Based upon test year billings)

| | | <u>Total Bills</u> | <u>Number of Connections</u> | <u>Equivalency Factor (1)</u> | <u>Equivalent Fire Connections</u> |
|-------------------------|----------------|--------------------|----------------------------------|-----------------------------------|--|
| Fire Protection | | | | | |
| Inside: | | | | | |
| Private fire protection | | | | | |
| 1 | inch fire line | 204 | 17 | 1.00 | 17.0 |
| 1 1/2 | inch fire line | 12 | 1 | 2.90 | 2.9 |
| 2 | inch fire line | 539 | 45 | 6.19 | 278.6 |
| 2 1/2 | inch fire line | 12 | 1 | 11.13 | 11.1 |
| 3 | inch fire line | 48 | 4 | 17.98 | 71.9 |
| 4 | inch fire line | 1,797 | 150 | 38.32 | 5,748.0 |
| 6 | inch fire line | 9,532 | 794 | 111.31 | 88,380.1 |
| 8 | inch fire line | 4,437 | 370 | 237.21 | 87,767.7 |
| 10 | inch fire line | 484 | 40 | 426.58 | 17,063.2 |
| 12 | inch fire line | 118 | 10 | 689.04 | 6,890.4 |
| Private hydrants | | 14,797 | 1,233 | 111.31 | 137,245.2 |
| Public hydrants | | 9,298 | 9,298 | 111.31 | 1,034,960.4 |
| Outside: | | | | | |
| Private fire protection | | | | | |
| 1 | inch fire line | 12 | 1 | 2.90 | 2.9 |
| 2 | inch fire line | 120 | 10 | 6.19 | 61.9 |
| 3 | inch fire line | 324 | 27 | 17.98 | 485.5 |
| 4 | inch fire line | 993 | 83 | 38.32 | 3,180.6 |
| 6 | inch fire line | 628 | 52 | 111.31 | 5,788.1 |
| 8 | inch fire line | 210 | 18 | 237.21 | 4,269.8 |
| 10 | inch fire line | 23 | 2 | 426.58 | 853.2 |
| Private hydrants | | 4,051 | 337 | 111.31 | 37,511.5 |
| Private hydrants | | | | | |
| Public hydrants | | 2,813 | 234 | 111.31 | 26,046.5 |
| Totals | | | | | |

(1) Per M1 ed. 7, page 163.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

TEST YEAR UNITS OF SERVICE

Base-Extra Capacity Method

| Customer Class | Base | | Maximum Day | | | Maximum Hour | | | Customer | | Equivalent Fire Connections |
|--------------------|--------------------------------|--------------------|--------------------------|-----------------------|---------------------------|--------------------------|-----------------------|---------------------------|------------------------|------------|-----------------------------|
| | Normalized Annual Sales (1) | Average Day (2) | Capacity Factor (3) % | Total Capacity (2) | Extra Capacity (4) (2) | Capacity Factor (3) % | Total Capacity (2) | Extra Capacity (5) (2) | Equivalent Connections | Bills | |
| Residential | | | | | | | | | | | |
| Inside | 4,820,836.2 | 13,207.8 | 190 | 25,094.8 | 11,887.0 | 370 | 48,868.9 | 23,774.1 | 85,276 | 972,804 | |
| Outside | 1,278,219.3 | 3,502.0 | 190 | 6,653.8 | 3,151.8 | 370 | 12,957.4 | 6,303.6 | 20,802 | 217,121 | |
| Commercial | | | | | | | | | | | |
| Inside | 4,085,226.9 | 11,192.4 | 235 | 26,302.1 | 15,109.7 | 280 | 31,338.7 | 5,036.6 | 32,734 | 94,390 | |
| Outside | 555,637.1 | 1,522.3 | 235 | 3,577.4 | 2,055.1 | 280 | 4,262.4 | 685.0 | 4,490 | 7,337 | |
| Industrial | | | | | | | | | | | |
| Inside | 839,140.5 | 2,299.0 | 225 | 5,172.8 | 2,873.8 | 305 | 7,012.0 | 1,839.2 | 2,058 | 2,814 | |
| Outside | 217,581.4 | 596.1 | 225 | 1,341.2 | 745.1 | 305 | 1,818.1 | 476.9 | 351 | 374 | |
| Contract Customers | | | | | | | | | | | |
| Town of New Haven | 511,528.0 | 1,401.4 | 175 | 2,452.5 | 1,051.1 | 290 | 4,064.1 | 1,611.6 | 200 | 48 | |
| Town of Grabbill | 120,108.0 (6) | 329.1 | 145 | 477.2 | 148.1 | 235 | 773.4 | 296.2 | 50 | 12 | |
| Large Industrial | | | | | | | | | | | |
| ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ |
| Fire Protection | | | | 1,397.4 | 1,397.4 * | | 8,384.4 * | 6,987.0 | | | 1,378,437 |
| Inside | | | | | | | | | | | 78,311 |
| Outside | | | | | | | | | | | |
| Totals | ██████████ | ██████████ | | ██████████ | ██████████ | | ██████████ | ██████████ | ██████████ | ██████████ | 1,456,748 |

(1) 100's of cubic feet.

(2) 100's of cubic feet per day.

(3) Calculated based on test year usage data.

(4) Capacity in excess of average day usage.

(5) Capacity in excess of maximum day demand.

(6) See page 35.

*Based on estimated fire requirement of 584 cubic feet (4,367 gallons) per minute for a 4 hour duration.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY
 ALLOCATION OF UTILITY PLANT TO FUNCTIONAL COST COMPONENTS
 Base-Extra Capacity Method

| Source of Supply Plant | Common to All | | | | Common to Small | | | Customer Meters and Services | Direct Fire Protection Service | Percentage Allocation | | | | | | Ref. | | |
|--|---------------|--------------|----------------|-----------------|-----------------|----------------|-----------------|------------------------------------|--------------------------------------|-----------------------|--------|--------|-----------------|--------|--------|---------|--------|-----|
| | Total | Base | Maximum Day | Maximum Hour | Base | Maximum Day | Maximum Hour | | | Common to All | | | Common to Small | | | | | |
| | | | | | | | | | | BAS | MXD | MXH | BAS | MXD | MXH | | CUS | FP |
| Land and Land Rights | \$2,889,548 | | \$2,889,548 | | | | | | | 100.00% | | | | | | | (1) | |
| Structures and Improvements | 22,272,130 | 10,496,655 | \$11,775,275 | | | | | | | 47.13% | 52.87% | | | | | | (2) | |
| Collecting and Impounding Reservoirs | 2,206,901 | 2,206,901 | | | | | | | | 100.00% | | | | | | | (1) | |
| Supply Mains - Other | 461,345 | 217,432 | 243,913 | | | | | | | 47.13% | 52.87% | | | | | | (2) | |
| Power Generation Equipment | 43,738 | 20,614 | 23,124 | | | | | | | 47.13% | 52.87% | | | | | | (2) | |
| Pumping Equipment | 31,263,648 | 14,743,983 | 16,539,665 | | | | | | | 47.13% | 52.87% | | | | | | (2) | |
| Other Plant and Miscellaneous Equipment | 1,312,142 | 618,413 | 693,729 | | | | | | | 47.13% | 52.87% | | | | | | (2) | |
| Treatment | | | | | | | | | | | | | | | | | | |
| Land and Land Rights | 86,506 | 40,770 | 45,736 | | | | | | | 47.13% | 52.87% | | | | | | (2) | |
| Structures and Improvements | 27,750,916 | 13,078,007 | 14,671,909 | | | | | | | 47.13% | 52.87% | | | | | | (2) | |
| Water Treatment Equipment | 36,382,726 | 10,481,862 | 11,758,697 | \$14,141,967 | | | | | | 28.81% | 32.32% | 38.87% | | | | | (3) | |
| Other Plant and Miscellaneous Equipment | 433,824 | 124,986 | 140,212 | 168,626 | | | | | | 28.81% | 32.32% | 38.87% | | | | | (3) | |
| Transmission and Distribution: | | | | | | | | | | | | | | | | | | |
| Land and Land Rights | 721,524 | 207,871 | 233,197 | 260,456 | | | | | | 28.81% | 32.32% | 38.87% | | | | | (3) | |
| Structures and Improvements | 8,477,327 | 2,442,316 | 2,739,872 | 3,295,139 | | | | | | 28.81% | 32.32% | 38.87% | | | | | (3) | |
| Distribution Reservoirs and Standpipes | 22,098,140 | 2,209,814 | | 17,678,512 | | | | | \$2,209,814 | 10.00% | | 80.00% | | | | 10.00% | (4) | |
| Transmission and Distribution Mains: | | | | | | | | | | | | | | | | | | |
| Transmission and Distribution Mains - smaller than 12 inch | 63,662,629 | | | | \$18,341,203 | \$20,575,762 | \$24,745,664 | | | 28.81% | 32.32% | 38.87% | 28.81% | 32.32% | 38.87% | | (3) | |
| Transmission and Distribution Mains - 12-inch and larger | 82,419,585 | 23,745,083 | 26,638,010 | 32,036,492 | | | | | | | | | | | | | (8) | |
| Transmission and Distribution Mains - Direct Fire | 113,006,668 | | | | | | | | \$113,006,668 | | | | | | | 100.00% | (3) | |
| Services | 16,087,182 | | | | | | | \$16,087,182 | | | | | | | | 100.00% | (5) | |
| Meters and Meter Installations - Other | 1,849,996 | | | | | | | 1,849,996 | | | | | | | | 100.00% | (5) | |
| Hydrants | 21,103,616 | | | | | | | | 21,103,616 | | | | | | | 100% | (6) | |
| Other Plant and Miscellaneous Equipment | 581,841 | 167,628 | 188,051 | 226,162 | | | | | | 28.81% | 32.32% | 38.87% | | | | | (4) | |
| General Plant | | | | | | | | | | | | | | | | | | |
| Land and Land Rights | 2,443,667 | 449,392 | 460,142 | 384,106 | 98,480 | 110,454 | 132,935 | 96,280 | 731,878 | 18.39% | 18.83% | 14.90% | 4.03% | 4.52% | 5.44% | 3.94% | 29.95% | (7) |
| Structures and Improvements | 43,895,318 | 8,072,351 | 8,265,488 | 6,540,402 | 1,768,981 | 1,994,068 | 2,387,905 | 1,729,476 | 13,146,647 | 18.39% | 18.83% | 14.90% | 4.03% | 4.52% | 5.44% | 3.94% | 29.95% | (7) |
| Computers | 1,952,716 | 359,106 | 367,696 | 290,955 | 78,694 | 88,263 | 106,228 | 76,937 | 584,837 | 18.39% | 18.83% | 14.90% | 4.03% | 4.52% | 5.44% | 3.94% | 29.95% | (7) |
| Transportation Equipment | 7,232,943 | 1,330,140 | 1,361,963 | 1,077,709 | 291,488 | 326,929 | 393,472 | 284,978 | 2,166,264 | 18.39% | 18.83% | 14.90% | 4.03% | 4.52% | 5.44% | 3.94% | 29.95% | (7) |
| Tools, Shop and Garage Equipment | 1,137,857 | 208,252 | 214,258 | 169,541 | 45,856 | 51,431 | 61,899 | 44,832 | 340,788 | 18.39% | 18.83% | 14.90% | 4.03% | 4.52% | 5.44% | 3.94% | 29.95% | (7) |
| Laboratory Equipment | 328,997 | 60,463 | 61,931 | 49,006 | 13,255 | 14,866 | 17,892 | 12,919 | 58,505 | 18.39% | 18.83% | 14.90% | 4.03% | 4.52% | 5.44% | 3.94% | 29.95% | (7) |
| Power Operated Equipment | 1,485,730 | 273,223 | 279,763 | 221,374 | 59,875 | 67,155 | 80,824 | 58,538 | 444,978 | 18.39% | 18.83% | 14.90% | 4.03% | 4.52% | 5.44% | 3.94% | 29.95% | (7) |
| Communication Equipment | 734,815 | 135,133 | 138,366 | 109,487 | 29,613 | 33,214 | 39,974 | 28,952 | 220,076 | 18.39% | 18.83% | 14.90% | 4.03% | 4.52% | 5.44% | 3.94% | 29.95% | (7) |
| Miscellaneous Equipment | 2,638,880 | 485,291 | 496,901 | 393,193 | 106,347 | 119,277 | 143,555 | 103,972 | 790,344 | 18.39% | 18.83% | 14.90% | 4.03% | 4.52% | 5.44% | 3.94% | 29.95% | (7) |
| Other Tangible Plant | 263,946 | 52,218 | 53,467 | 42,308 | 11,443 | 12,834 | 15,447 | 11,187 | 85,042 | 18.39% | 18.83% | 14.90% | 4.03% | 4.52% | 5.44% | 3.94% | 29.95% | (7) |
| Less Accumulated Depreciation | (214,021,949) | (39,356,634) | (40,300,333) | (31,889,270) | (8,625,085) | (9,673,792) | (11,642,754) | (8,432,466) | (64,099,575) | 18.39% | 18.83% | 14.90% | 4.03% | 4.52% | 5.44% | 3.94% | 29.95% | (7) |
| Net Utility Plant in Service | \$303,244,751 | \$55,761,036 | \$57,091,232 | \$45,196,165 | \$12,220,150 | \$13,710,461 | \$16,483,001 | \$11,952,823 | \$90,829,682 | 18.39% | 18.83% | 14.90% | 4.03% | 4.52% | 5.44% | 3.94% | 29.95% | |

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

ALLOCATION OF UTILITY PLANT TO FUNCTIONAL COST COMPONENTS

Base-Extra Capacity Method

(1) Allocated 100% to base.

(2) Allocated in ratio to maximum day demand.

| | <u>Flow</u> | <u>Allocation</u> |
|-----------------------------|-----------------|-------------------|
| | (CCF) | |
| Average day demand | 34,843.3 | 47.13% |
| Maximum day excess capacity | 39,093.3 | 52.87% |
| Totals | <u>73,936.6</u> | <u>100.00%</u> |

(3) Allocated in ratio to maximum hour demand.

| | <u>Flow</u> | <u>Allocation</u> |
|------------------------------|------------------|-------------------|
| | (CCF) | |
| Average day demand | 34,843.3 | 28.81% |
| Maximum day excess capacity | 39,093.3 | 32.32% |
| Maximum hour excess capacity | 47,010.2 | 38.87% |
| Totals | <u>120,946.8</u> | <u>100.00%</u> |

(4) Allocated 10% to base, 80% to maximum hour and 10% to fire protection per estimates.

(5) Allocated 100% to customer meters and services.

(6) Allocated 100% to direct fire protection.

(7) Allocated pro rata to all other allocable utility plant.

(8) Allocated 43.62% directly to fire protection per management calculations.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**ALLOCATION OF ESTIMATED OPERATION AND MAINTENANCE EXPENSES
TO FUNCTIONAL COST COMPONENTS
Base-Extra Capacity Method**

| | Estimated Expense | Common to All | | | Common to Small | | | Customer Class | | Direct Fire Protection Service | Percentage Allocation | | | | | | | | Ref. | |
|-------------------------------------|-------------------|---------------|-------------|--------------|-----------------|-------------|--------------|---------------------|------------------------|--------------------------------|-----------------------|--------|--------|-----------------|--------|--------|---------|---------|-------|-----|
| | | Base | Maximum Day | Maximum Hour | Base | Maximum Day | Maximum Hour | Meters and Services | Billing and Collecting | | Common to All | | | Common to Small | | | MET | BILL | | FP |
| | | | | | | | | | | | BAS | MXD | MXH | BAS | MXD | MXH | | | | |
| Water Treatment | | | | | | | | | | | 47.13% | 52.87% | | | | | | | (1) | |
| Salaries and Wages | \$3,549,980 | \$1,673,106 | \$1,876,874 | | | | | | | | 47.13% | 52.87% | | | | | | | (1) | |
| Employee Benefits | 1,541,420 | 726,471 | 814,949 | | | | | | | | 100.00% | | | | | | | | (2) | |
| Purchased Power | 524,000 | 524,000 | | | | | | | | | 100.00% | | | | | | | | (2) | |
| Chemicals | 8,423,000 | 8,423,000 | | | | | | | | | 36.75% | 41.23% | 22.02% | | | | | | (3) | |
| Materials and Supplies | 451,088 | 165,774 | 185,984 | \$99,330 | | | | | | | 36.75% | 41.23% | 22.02% | | | | | | (3) | |
| Contractual Services | 1,503,762 | 552,635 | 620,001 | 331,126 | | | | | | | 36.75% | 41.23% | 22.02% | | | | | | (3) | |
| Repairs and Maintenance | 697,550 | 256,348 | 287,600 | 153,601 | | | | | | | 36.75% | 41.23% | 22.02% | | | | | | (3) | |
| Utilities | 673,700 | 247,583 | 277,767 | 148,350 | | | | | | | 100.00% | | | | | | | | (2) | |
| Insurance | 249,293 | 249,293 | | | | | | | | | 36.75% | 41.23% | 22.02% | | | | | | (2) | |
| Transportation | 234,000 | 65,996 | 96,478 | 51,526 | | | | | | | 36.75% | 41.23% | 22.02% | | | | | | (3) | |
| Other | 96,600 | 35,501 | 39,828 | 21,271 | | | | | | | 36.75% | 41.23% | 22.02% | | | | | | (3) | |
| Transmission and Distribution | | | | | | | | | | | 16.25% | 18.23% | 21.93% | 12.56% | 14.09% | 16.94% | 100.00% | | (4) | |
| Transmission and Distribution Maint | 3,525,898 | 572,958 | 642,771 | 773,229 | \$442,853 | \$496,799 | \$597,288 | | | | | | | | | | | | (5) | |
| Maintenance of Structures | 1,849,284 | | | | | | | \$1,849,254 | | | | | | | | | | 100.00% | (8) | |
| Maintenance of Hydrants | 582,881 | | | | | | | | | 582,881 | | | | | | | | | (8) | |
| Miscellaneous | 276,591 | 44,945 | 50,424 | 60,856 | 34,740 | 38,972 | 46,854 | | | | 16.25% | 18.23% | 21.93% | 12.56% | 14.09% | 16.94% | | | (4) | |
| Customer Accounts | | | | | | | | | | | | | | | | | | | | |
| Salaries and Wages | 973,514 | | | | | | | 973,514 | | | | | | | | | 100.00% | | (5) | |
| Employee Benefits | 480,559 | | | | | | | 480,559 | | | | | | | | | 100.00% | | (5) | |
| Purchased Power | 21,000 | | | | | | | 21,000 | | | | | | | | | 100.00% | | (5) | |
| Chemicals | 3,700 | | | | | | | 3,700 | | | | | | | | | 100.00% | | (5) | |
| Materials and Supplies | 6,029 | | | | | | | 6,029 | | | | | | | | | 100.00% | | (5) | |
| Contractual Services | 526,734 | | | | | | | 526,734 | | | | | | | | | 100.00% | | (5) | |
| Repairs and Maintenance | 217,500 | | | | | | | 217,500 | | | | | | | | | 100.00% | | (5) | |
| Utilities | 62,900 | | | | | | | 62,900 | | | | | | | | | 100.00% | | (5) | |
| Insurance | 102,644 | | | | | | | 102,644 | | | | | | | | | 100.00% | | (5) | |
| Transportation | 280,000 | | | | | | | 280,000 | | | | | | | | | 100.00% | | (5) | |
| Other | 397,700 | | | | | | | 397,700 | | | | | | | | | 100.00% | | (5) | |
| Administrative and General: | | | | | | | | | | | | | | | | | | | | |
| Salaries and Wages | 5,709,027 | | | | | | | 5,709,027 | | | 22.22% | 24.92% | | | | | | 100.00% | (7) | |
| Employee Benefits | 198,477 | 44,103 | 49,460 | | | | | 104,914 | | | | | | | | | | 52.86% | (8) | |
| Materials and Supplies | (184,118) | (75,284) | (27,360) | (9,077) | (2,651) | (2,964) | (3,572) | (27,802) | (32,185) | (3,223) | 40.89% | 14.86% | 4.93% | 1.44% | 1.61% | 1.94% | 15.10% | 17.48% | 1.75% | (9) |
| Contractual Services | 3,275,583 | 1,339,388 | 486,753 | 161,487 | 47,169 | 52,737 | 63,547 | 494,615 | 572,575 | 57,322 | 40.89% | 14.86% | 4.93% | 1.44% | 1.61% | 1.94% | 15.10% | 17.48% | 1.75% | (9) |
| Repairs and Maintenance | 17,000 | 6,950 | 2,526 | 838 | 245 | 274 | 330 | 2,567 | 2,971 | 299 | 40.89% | 14.86% | 4.93% | 1.44% | 1.61% | 1.94% | 15.10% | 17.48% | 1.75% | (9) |
| Insurance | 7,194 | 2,940 | 1,069 | 355 | 104 | 116 | 140 | 1,086 | 1,258 | 126 | 40.89% | 14.86% | 4.93% | 1.44% | 1.61% | 1.94% | 15.10% | 17.48% | 1.75% | (9) |
| Other | 305,500 | 124,921 | 45,397 | 15,061 | 4,399 | 4,919 | 5,927 | 46,131 | 53,400 | 5,345 | 40.89% | 14.86% | 4.93% | 1.44% | 1.61% | 1.94% | 15.10% | 17.48% | 1.75% | (9) |
| Total operation expenses | 36,678,970 | 14,999,629 | 5,450,521 | 1,807,753 | 526,859 | 590,853 | 710,514 | 5,538,131 | 6,411,960 | 642,750 | | | | | | | | | | |
| Other Sales | (898,800) | (367,520) | (133,562) | (44,311) | (12,943) | (14,471) | (17,437) | (135,719) | (157,110) | (15,727) | 40.89% | 14.86% | 4.93% | 1.44% | 1.61% | 1.94% | 15.10% | 17.48% | 1.75% | (9) |
| Water Charges - Private | (60,900) | (24,901) | (9,050) | (3,002) | (877) | (980) | (1,181) | (9,196) | (10,646) | (1,067) | 40.89% | 14.86% | 4.93% | 1.44% | 1.61% | 1.94% | 15.10% | 17.48% | 1.75% | (9) |
| Connection Fees | (53,900) | (22,041) | (8,010) | (2,657) | (776) | (868) | (1,046) | (8,139) | (9,421) | (942) | 40.89% | 14.86% | 4.93% | 1.44% | 1.61% | 1.94% | 15.10% | 17.48% | 1.75% | (9) |
| Engineering Fees | (48,600) | (19,872) | (7,222) | (2,396) | (700) | (782) | (943) | (7,339) | (8,495) | (851) | 40.89% | 14.86% | 4.93% | 1.44% | 1.61% | 1.94% | 15.10% | 17.48% | 1.75% | (9) |
| Scrap Metal Sales | (60,100) | (24,575) | (8,931) | (2,953) | (865) | (968) | (1,166) | (9,075) | (10,505) | (1,052) | 40.89% | 14.86% | 4.93% | 1.44% | 1.61% | 1.94% | 15.10% | 17.48% | 1.75% | (9) |
| Interest Income | (2,229,000) | (911,437) | (331,229) | (109,850) | (32,098) | (35,887) | (43,243) | (336,579) | (389,629) | (39,009) | 40.89% | 14.86% | 4.93% | 1.44% | 1.61% | 1.94% | 15.10% | 17.48% | 1.75% | (9) |
| Total net operation expenses | \$33,327,670 | \$13,628,283 | \$4,952,517 | \$1,642,534 | \$478,600 | \$535,897 | \$645,498 | \$5,032,084 | \$5,826,154 | \$584,102 | 40.88% | 14.86% | 4.93% | 1.44% | 1.61% | 1.94% | 15.10% | 17.48% | 1.75% | |

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

**ALLOCATION OF ESTIMATED OPERATION AND MAINTENANCE EXPENSES
TO FUNCTIONAL COST COMPONENTS**

Base-Extra Capacity Method

(1) Allocated in ratio to maximum day demand.

| | <u>Flow</u> | <u>%</u> |
|-----------------------------|-----------------|----------------|
| | (cubic feet) | |
| Average day demand | 34,843.3 | 47.13% |
| Maximum day excess capacity | 39,093.3 | 52.87% |
| Totals | <u>73,936.6</u> | <u>100.00%</u> |

(2) Allocated 100% to base.

(3) Allocated pro rata based on the allocation of total treatment plant.

| | <u>Treatment Plant</u> | <u>%</u> |
|------------------------------|------------------------|----------------|
| Average day demand | \$23,601,639 | 36.75% |
| Maximum day excess capacity | 26,476,542 | 41.23% |
| Maximum hour excess capacity | 14,141,967 | 22.02% |
| Totals | <u>\$64,220,148</u> | <u>100.00%</u> |

(4) Allocated based on the allocation of total transmission and distribution plant mains.

| | <u>Transmission and Distribution Plant</u> | <u>%</u> |
|------------------------------|--|----------------|
| <u>Common to All:</u> | | |
| Average day demand | \$23,745,083 | 16.25% |
| Maximum day excess capacity | 26,638,010 | 18.23% |
| Maximum hour excess capacity | 32,036,492 | 21.93% |
| <u>Common to Small:</u> | | |
| Average day demand | 18,341,203 | 12.56% |
| Maximum day excess capacity | 20,575,762 | 14.09% |
| Maximum hour excess capacity | 24,745,664 | 16.94% |
| Totals | <u>\$146,082,214</u> | <u>100.00%</u> |

(5) Allocated 100% to meters and services.

(6) Allocated 100% to fire protection.

(7) Allocated 100% to billing and collection.

(8) Allocated pro rata based upon total payroll.

(9) Allocated in ratio to all other functionalized expenses.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

All Customers

UNIT COSTS OF SERVICE
(12 Months Ended 12/31/2023)

| Units of Service | Net Estimated Revenue Requirements | Common to All | | | Common to Small | | | Customer Costs | | Direct Fire Protection Service Equiv. Connections | Ref |
|---------------------------------------|---|-----------------------|-------------------------------|-----------------------|-------------------------------|-------------------------------|-------------|--|------------------------------------|---|-----|
| | | Extra Capacity | | | Extra Capacity | | | Meters and Services Equiv. Meters | Billing and Collection Bills | | |
| | | Maximum | Maximum | | Maximum | Maximum | | | | | |
| | | Base | Day | Hour | Base | Day | Hour | | | | |
| | | (100's of cubic feet) | (100's of cubic feet per day) | (100's of cubic feet) | (100's of cubic feet per day) | (100's of cubic feet per day) | | | | | |
| Inside | | 9,745,203.5 | 31,267.9 | 37,636.9 | 8,906,063.0 | 28,394.1 | 35,797.7 | 120,068.0 | 1,070,008.0 | 1,378,437 | (1) |
| Contract | | 921,160.0 | 1,873.4 | 1,907.8 | - | - | - | 485.0 | 96.0 | - | (1) |
| Outside | | 2,051,437.8 | 5,952.0 | 7,465.5 | 1,833,856.4 | 5,206.9 | 6,988.6 | 25,643.0 | 224,832.0 | 78,311 | (1) |
| Total system | | 12,717,801.3 | 39,093.3 | 47,010.2 | 10,739,919.4 | 33,601.0 | 42,786.3 | 146,196 | 1,294,936 | 1,456,748 | |
| Estimated Cost of Service | | | | | | | | | | | |
| Net operation and maintenance expense | \$33,327,670 | \$13,629,284 | \$4,952,517 | \$1,642,534 | \$478,600 | \$536,897 | \$645,498 | \$5,032,084 | \$5,826,154 | \$584,102 | (2) |
| Debt service and reserve | 14,251,625 | 2,620,875 | 2,683,581 | 2,123,492 | 574,340 | 644,173 | 775,288 | 561,514 | - | 4,268,362 | (3) |
| Outside users return | 2,611,275 (4) | 480,214 | 491,703 | 389,080 | 105,234 | 118,030 | 142,053 | 102,884 | - | 782,077 | (3) |
| Commercial loans | 1,199,400 | 220,570 | 225,847 | 178,711 | 48,336 | 54,213 | 65,247 | 47,256 | - | 359,220 | (3) |
| Payment in lieu of taxes | 4,082,600 | 750,791 | 768,754 | 608,307 | 164,529 | 184,534 | 222,093 | 160,854 | - | 1,222,738 | (3) |
| Replacements and improvements | 12,220,000 | 2,247,258 | 2,301,026 | 1,820,780 | 492,466 | 552,344 | 664,768 | 481,468 | - | 3,659,890 | (3) |
| Net cost of service | \$67,692,570 | \$19,948,992 | \$11,423,428 | \$6,762,904 | \$1,863,505 | \$2,090,191 | \$2,514,947 | \$6,386,060 | \$5,826,154 | \$10,876,389 | |
| Total unit cost of service | | | | | | | | | | | |
| Inside and Contract Customers | \$3,351,330 | \$1,5308 | \$279,6317 | \$135,5839 | \$0.1637 | \$58,6935 | \$55,4592 | \$42,9778 | \$4,4992 | \$6,9293 | |
| Outside | | \$1,7649 | \$362,2431 | \$187,7009 | \$0,2211 | \$81,3615 | \$75,7856 | \$46,9899 | \$4,4992 | \$16,9162 | |

(1) As presented on pages 36 - 39.

(2) See pages 42 - 43.

(3) Allocated in ratio to plant values, see page 40.

(4) Calculated as follows:

| | | | | | |
|------|---|-------------------------|------------------------|---------------------------------|----------------------|
| (1): | Utility Plant in Service (12/31/2023) | \$517,266,700 | | | |
| | Less: accumulated depreciation | (214,021,949) | | | |
| | Net Utility Plant | 303,244,751 | | | |
| | Add static working capital* | 8,844,133 | | | |
| | Subtotal | 312,088,884 | | | |
| | Less Outstanding Principal (12/31/2023) | (85,948,619) | | | |
| | Total Rate Base | <u>\$226,140,265</u> | | | |
| (2): | Base - Avg Day | Max Day - Extra Cap. | Max Hr - Extra Cap. | Customer - Equiv Connections | |
| | Outside City | | | | |
| | Units of Service (see page 39) | 6,413.6 | 6,626.2 | 7,465.5 | 25,878.0 |
| | Total | | | | |
| | Units of Service (see page 39) | <u>34,843.3</u> | <u>39,093.3</u> | <u>47,010.2</u> | <u>146,196.0</u> |
| | % of Outside City to Total Units of Service | <u>18.41%</u> | <u>16.95%</u> | <u>15.88%</u> | <u>17.70%</u> |
| | % Average of Outside City to Total Units of Service (base, max day, max hour, customer) | | | | 17.23% |
| | Rate Base (see above) | | | | <u>\$226,140,265</u> |
| | Rate Base Applied to Outside Customers | | | | <u>\$38,974,246</u> |
| | Times Rate of Return | | | | <u>6.7%</u> |
| | Return from Outside City Customers | | | | <u>\$2,611,274</u> |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

Inside Customers

COST OF SERVICE ALLOCATED TO CUSTOMER CLASS
(12 Months Ended 12/31/2023)

| | Total Costs of Service | Common to All | | | Common to Small | | | Customer Costs | | Direct Fire Protection Service Equiv Connections |
|-----------------------------------|------------------------------|---------------------------------|---------------------|--------------------|---------------------------------|--------------------|--------------------|--|--|--|
| | | Extra Capacity | | | Extra Capacity | | | Meters and Services Equiv. Meters | Billing and Collection Bills | |
| | | Maximum | Maximum | Maximum | Maximum | Maximum | | | | |
| | | Base | Day | Hour | Base | Day | Hour | | | |
| | | (-----100's of Cubic Feet-----) | | | (-----100's of Cubic Feet-----) | | | | | |
| Unit Costs of Service (1) | | <u>\$1.5308</u> | <u>\$279.6317</u> | <u>\$135.5839</u> | <u>\$0.1637</u> | <u>\$58.6935</u> | <u>\$55.4592</u> | <u>\$42.9778</u> | <u>\$4.4992</u> | <u>\$6.9293</u> |
| <u>Allocated Costs of Service</u> | | | | | | | | | | |
| Residential: | | | | | | | | | | |
| Units of service (2) | | 4,820,836.2 | 11,887.0 | 23,774.1 | 4,820,836.2 | 11,887.0 | 23,774.1 | 85,276 | 972,804 | |
| Cost | \$24,774,534 | \$7,380,077 | \$3,323,981 | \$3,223,385 | \$789,179 | \$697,688 | \$1,318,497 | \$3,664,974 | \$4,376,753 | |
| Commercial: | | | | | | | | | | |
| Units of service (2) | | 4,085,226.9 | 15,109.7 | 5,036.6 | 4,085,226.9 | 15,109.7 | 5,036.6 | 32,734 | 94,390 | |
| Cost | 14,828,293 | \$6,253,665 | \$4,225,148 | \$682,878 | \$668,861 | \$886,844 | \$279,322 | \$1,406,832 | \$424,743 | |
| Industrial | | | | | | | | | | |
| Units of service (2) | | 839,140.5 | 2,873.8 | 1,839.2 | - | - | - | 2,058 | 2,814 | |
| Cost | 2,438,637 | \$1,284,556 | \$803,606 | \$249,366 | \$- | \$- | \$- | \$88,448 | \$12,661 | |
| Fire Protection: | | | | | | | | | | |
| Units of service (2) | | | 1,397.4 | 6,987.0 | - | 1,397.4 | 6,987.00 | | | 1,378,437 |
| Cost | <u>11,359,262</u> | <u>\$-</u> | <u>\$390,760</u> | <u>\$947,327</u> | <u>\$-</u> | <u>\$82,018</u> | <u>\$387,493</u> | | | <u>\$9,551,664</u> |
| Total allocated cost of service | <u>\$53,400,726</u> | <u>\$14,918,298</u> | <u>\$8,743,495</u> | <u>\$5,102,956</u> | <u>\$1,458,040</u> | <u>\$1,666,550</u> | <u>\$1,985,312</u> | <u>\$5,160,254</u> | <u>\$4,814,157</u> | <u>\$9,551,664</u> |
| (1) See page 44. | | | | | | | | | | |
| (2) See page 39. | | | | | | | | | | |
| | Public Fire Protection | Private Fire Protection | Totals | | | | | | | |
| Equivalent connections (page 38) | <u>1,034,960.40</u> | <u>343,476.10</u> | <u>1,378,436.50</u> | | | | | | | |
| Percentage allocation | 75.08% | 24.92% | 100.00% | | | | | | | |
| Times allocable costs | <u>\$11,359,262</u> | <u>\$11,359,262</u> | <u>\$11,359,262</u> | | | | | | | |
| Total Fire Protection allocations | <u>\$8,528,783</u> | <u>\$2,830,479</u> | <u>\$11,359,262</u> | | | | | | | |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

Contract Customers

COST OF SERVICE ALLOCATED TO CUSTOMER CLASS
(12 Months Ended 12/31/2023)

| Total Costs of Service | Common to All | | | Common to Small | | | Customer Costs | | Direct Fire Protection Service Equiv Connections |
|-----------------------------------|---------------------------------|------------|------------|---------------------------------|-----------|-----------|--|--|--|
| | Extra Capacity | | | Extra Capacity | | | Meters and Services Equiv. Meters | Billing and Collection Bills | |
| | Maximum | Maximum | | Maximum | Maximum | | | | |
| | Base | Day | Hour | Base | Day | Hour | | | |
| | (-----100's of Cubic Feet-----) | | | (-----100's of Cubic Feet-----) | | | | | |
| Unit Costs of Service (1) | \$1.5308 | \$279.6317 | \$135.5839 | \$0.1637 | \$58.6935 | \$55.4592 | \$42.9778 | \$4.4992 | \$6.9293 |
| <u>Allocated Costs of Service</u> | | | | | | | | | |
| Large Industrial: | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |
| Contract: | | | | | | | | | |
| New Haven and Grabill: | | | | | | | | | |
| Units of service (2) | | 631,636.0 | 1,199.2 | 1,907.8 | - | - | - | 250 | 60 |
| Cost | 1,571,924 | \$966,909 | \$335,334 | \$258,667 | \$- | \$- | \$- | \$10,744 | \$270 |
| | | | | | | | | | |
| | | | | | | | | | |

(1) See page 44.

(2) See page 39.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

Outside Customers

COST OF SERVICE ALLOCATED TO CUSTOMER CLASS
(12 Months Ended 12/31/2023)

| Total Costs of Service | Common to All | | | Common to Small | | | Customer Costs | | Direct Fire Protection Service |
|--|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|------------------------|---------------------------|--------------------------------------|
| | Extra Capacity | | | Extra Capacity | | | Meters and Services | Billing and Collection | |
| | Base | Maximum Day | Maximum Hour | Base | Maximum Day | Maximum Hour | Equiv. Meters | Bills | Equiv Connections |
| | (-----100's of Cubic Feet-----) | (-----100's of Cubic Feet-----) | (-----100's of Cubic Feet-----) | (-----100's of Cubic Feet-----) | (-----100's of Cubic Feet-----) | (-----100's of Cubic Feet-----) | | | |
| Unit Costs of Service (1) | <u>\$1.7649</u> | <u>\$362.2431</u> | <u>\$187.7009</u> | <u>\$0.2211</u> | <u>\$81.3615</u> | <u>\$75.7856</u> | <u>\$46.9899</u> | <u>\$4.4992</u> | <u>\$16.9162</u> |
| <u>Allocated Costs of Service</u> | | | | | | | | | |
| Residential: | | | | | | | | | |
| Units of service (2) | 1,278,219.3 | 3,151.8 | 6,303.6 | 1,278,219.3 | 3,151.8 | 6,303.6 | 20,802 | 217,121 | |
| Cost | \$7,551,964 | \$2,255,929 | \$1,141,718 | \$282,614 | \$256,435 | \$477,722 | \$977,484 | \$976,871 | |
| Commercial: | | | | | | | | | |
| Units of service (2) | 555,637.1 | 2,055.1 | 685.0 | 555,637.1 | 2,055.1 | 685.0 | 4,490 | 7,337 | |
| Cost | 2,439,631 | \$980,644 | \$744,446 | \$122,851 | \$167,206 | \$51,913 | \$210,985 | \$33,011 | |
| Industrial | | | | | | | | | |
| Units of service (2) | 217,581.4 | 745.1 | 476.9 | - | - | - | 351 | 374 | |
| Cost | 761,607 | \$384,009 | \$269,907 | \$ - | \$ - | \$ - | \$16,493 | \$1,683 | |
| Fire Protection: | | | | | | | | | |
| Units of service (2) | | - | - | | - | - | | | 78,311 |
| Cost | 1,324,725 | \$ - | \$ - | | \$ - | \$ - | | | \$1,324,725 |
| Total allocated cost of service | <u>\$12,077,927</u> | <u>\$3,620,582</u> | <u>\$2,156,071</u> | <u>\$405,465</u> | <u>\$423,641</u> | <u>\$529,635</u> | <u>\$1,204,962</u> | <u>\$1,011,565</u> | <u>\$1,324,725</u> |
| (1) See page 44. | | | | | | | | | |
| (2) See page 39. | | | | | | | | | |
| | Public Fire Protection | Private Fire Protection | Totals | | | | | | |
| Equivalent connections (page 38) | 26,046.50 | 52,264.80 | 78,311.30 | | | | | | |
| Percentage allocation | 33.26% | 66.74% | 100.00% | | | | | | |
| Times allocable costs | \$1,324,725 | \$1,324,725 | \$1,324,725 | | | | | | |
| Total Fire Protection allocations | <u>\$440,606</u> | <u>\$884,119</u> | <u>\$1,324,725</u> | | | | | | |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

CALCULATION OF PROPOSED MONTHLY SERVICE CHARGES - INSIDE CUSTOMERS

| <u>Meter Size</u> | | <u>5/8 inch Equivalency Factor</u> | <u>Meter Cost Per Equiv. Unit (1)</u> | <u>Meter Cost Per Unit</u> | <u>Billing Cost Per Unit (2)</u> | <u>Total</u> | <u>Rounded</u> |
|-------------------|------------|--|---|------------------------------------|--|--------------|----------------|
| 5/8 | inch meter | 1.0 | \$3.5815 | \$3.5815 | \$4.4992 | \$8.0807 | \$8.05 |
| 3/4 | inch meter | 1.5 | 3.5815 | 5.3722 | 4.4992 | 9.8714 | 9.90 |
| 1 | inch meter | 2.5 | 3.5815 | 8.9537 | 4.4992 | 13.4529 | 13.50 |
| 1 1/2 | inch meter | 5.0 | 3.5815 | 17.9074 | 4.4992 | 22.4066 | 22.45 |
| 2 | inch meter | 8.0 | 3.5815 | 28.6519 | 4.4992 | 33.1511 | 33.15 |
| 2 1/2 | inch meter | 13.4 * | 3.5815 | 47.9919 | 4.4992 | 52.4911 | 52.45 |
| 3 | inch meter | 15.0 | 3.5815 | 53.7223 | 4.4992 | 58.2215 | 58.20 |
| 4 | inch meter | 25.0 | 3.5815 | 89.5371 | 4.4992 | 94.0363 | 94.05 |
| 6 | inch meter | 50.0 | 3.5815 | 179.0742 | 4.4992 | 183.5734 | 183.60 |
| 8 | inch meter | 80.0 | 3.5815 | 286.5187 | 4.4992 | 291.0179 | 291.05 |
| 10 | inch meter | 115.0 | 3.5815 | 411.8706 | 4.4992 | 416.3698 | 416.40 |
| 12 | inch meter | 215.0 | 3.5815 | 770.0189 | 4.4992 | 774.5181 | 774.55 |
| 14 | inch meter | 320.0 | 3.5815 | 1,146.0747 | 4.4992 | 1,150.5739 | 1,150.60 |
| 16 | inch meter | 458.0 | 3.5815 | 1,640.3194 | 4.4992 | 1,644.8186 | 1,644.85 |

(1) Calculated as follows:

| | |
|--|------------------------|
| Annual charge per equivalent meter (page 44) | \$42.9778 |
| Divided by 12 months | <u>12</u> |
| Monthly charge per equivalent meter | <u><u>\$3.5815</u></u> |

(2) See page 44

* Calculated based on max flow in relation to a 2" meter of 1.67.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

CALCULATION OF PROPOSED MONTHLY SERVICE CHARGES - OUTSIDE CUSTOMERS

| <u>Meter Size</u> | <u>5/8 inch Equivalency Factor</u> | <u>Meter Cost Per Equiv. Unit (1)</u> | <u>Meter Cost Per Unit</u> | <u>Billing Cost Per Unit (2)</u> | <u>Total</u> | <u>Rounded</u> |
|-------------------|--|---|------------------------------------|--|--------------|----------------|
| 5/8 inch meter | 1.0 | \$3.9158 | \$3.9158 | \$4.4992 | \$8.4150 | \$8.45 |
| 3/4 inch meter | 1.5 | 3.9158 | 5.8737 | 4.4992 | 10.3729 | 10.35 |
| 1 inch meter | 2.5 | 3.9158 | 9.7896 | 4.4992 | 14.2888 | 14.30 |
| 1 1/2 inch meter | 5.0 | 3.9158 | 19.5791 | 4.4992 | 24.0783 | 24.05 |
| 2 inch meter | 8.0 | 3.9158 | 31.3266 | 4.4992 | 35.8258 | 35.85 |
| 2 1/2 inch meter | 13.4 * | 3.9158 | 52.4721 | 4.4992 | 56.9713 | 57.00 |
| 3 inch meter | 15.0 | 3.9158 | 58.7374 | 4.4992 | 63.2366 | 63.25 |
| 4 inch meter | 25.0 | 3.9158 | 97.8956 | 4.4992 | 102.3948 | 102.40 |
| 6 inch meter | 50.0 | 3.9158 | 195.7913 | 4.4992 | 200.2905 | 200.30 |
| 8 inch meter | 80.0 | 3.9158 | 313.2660 | 4.4992 | 317.7652 | 317.80 |
| 10 inch meter | 115.0 | 3.9158 | 450.3199 | 4.4992 | 454.8191 | 454.80 |
| 12 inch meter | 215.0 | 3.9158 | 841.9024 | 4.4992 | 846.4016 | 846.40 |
| 14 inch meter | 320.0 | 3.9158 | 1,253.0640 | 4.4992 | 1,257.5632 | 1,257.55 |
| 16 inch meter | 458.0 | 3.9158 | 1,793.4479 | 4.4992 | 1,797.9471 | 1,797.90 |

(1) Calculated as follows:

| | |
|--|------------------------|
| Annual charge per equivalent meter (page 44) | \$46.9899 |
| Divided by 12 months | <u>12</u> |
| Monthly charge per equivalent meter | <u><u>\$3.9158</u></u> |

(2) See page 44

* Calculated based on max flow in relation to a 2" meter of 1.67.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**CALCULATION OF FIRE PROTECTION CHARGES BASED UPON
ALLOCATED COST OF SERVICE**

| | <u>Size of Connection</u> | <u>Equivalency Ratio*</u> | <u>Rate per Equivalent Connection</u> | <u>Adjusted Rates</u> |
|--------------------------|-------------------------------|-------------------------------|---|---------------------------|
| Public Fire Protection: | | | | |
| 5/8 | inch connection | 1.00 | \$4.72 | \$4.72 |
| 3/4 | inch connection | 1.50 | 4.72 | 7.08 |
| 1 | inch connection | 2.50 | 4.72 | 11.80 |
| 1 1/2 | inch connection | 2.90 | 4.72 | 13.69 |
| 2 | inch connection | 6.19 | 4.72 | 29.22 |
| 2 1/2 | inch connection | 11.13 | 4.72 | 52.53 |
| 3 | inch connection | 17.98 | 4.72 | 84.87 |
| 4 | inch connection | 38.32 | 4.72 | 180.87 |
| 6 | inch connection | 111.31 | 4.72 | 525.38 |
| 8 | inch connection | 237.21 | 4.72 | 1,119.63 |
| 10 | inch connection | 426.58 | 4.72 | 2,013.46 |
| 12 | inch connection | 689.04 | 4.72 | 3,252.27 |
| Public hydrants | | 111.31 | 4.72 | 525.38 |
| Private Fire Protection: | | | | |
| 1 | inch connection | 1.00 | \$0.77 | \$0.77 |
| 1 1/2 | inch connection | 2.90 | 0.77 | 2.23 |
| 2 | inch connection | 6.19 | 0.77 | 4.77 |
| 2 1/2 | inch connection | 11.13 | 0.77 | 8.57 |
| 3 | inch connection | 17.98 | 0.77 | 13.84 |
| 4 | inch connection | 38.32 | 0.77 | 29.51 |
| 6 | inch connection | 111.31 | 0.77 | 85.71 |
| 8 | inch connection | 237.21 | 0.77 | 182.65 |
| 10 | inch connection | 426.58 | 0.77 | 328.47 |
| 12 | inch connection | 689.04 | 0.77 | 530.56 |
| 16 | inch connection | 1,465.93 | 0.77 | 1,128.77 |
| 20 | inch connection | 2,640.64 ** | 0.77 | 2,033.29 |
| 24 | inch connection | 4,265.36 ** | 0.77 | 3,284.33 |
| Private hydrants | | 111.31 | 0.77 | 85.71 |

* Per M1 Seventh Edition.

** Calculated based on size of connection to the 2.63 power per M1 Manual 7th edition.

| <u>Fire Hydrants</u> | <u>Public</u> | <u>Private</u> |
|--|----------------|----------------|
| Total costs to be recovered from private fire protection, see pages 45-47 | \$8,969,389 | \$3,714,598 |
| Divide by equivalent connections, see pages 36-37 | 146,196 | 395,741 |
| Annual charge per equivalent connection | <u>\$61.35</u> | <u>\$9.39</u> |
| Monthly charge per equivalent connection (inside/outside weighted average) | <u>\$5.11</u> | <u>\$0.78</u> |
| Use (Inside) | <u>\$4.72</u> | <u>\$0.77</u> |
| Use (Outside) | <u>\$5.19</u> | <u>\$0.85</u> |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**PRO FORMA ANNUAL OPERATING REVENUE AT ADJUSTED
RATES AND CHARGES BASED UPON ALLOCATED COST OF SERVICE**

| | | Percent of Use | Billing Determinants | | Allocated Cost of Service Rates | Pro Forma Revenue Under Adjusted Rates |
|--|------------|-------------------|-----------------------|----------------------------|---------------------------------------|---|
| | | | Annual Consumption | Normalized Annual Bills | | |
| | | | (100's of CF) | | | |
| Residential - Inside: | | | | | | |
| Base Charge: | | | | | | |
| 5/8 | inch meter | | | 900,895 | \$8.05 | \$7,252,205 |
| 3/4 | inch meter | | | 59,156 | 9.90 | 585,644 |
| 1 | inch meter | | | 12,204 | 13.50 | 164,754 |
| 1 1/2 | inch meter | | | 419 | 22.45 | 9,407 |
| 2 | inch meter | | | 129 | 33.15 | 4,276 |
| 3 | inch meter | | | 1 | 58.20 | 58 |
| Volume Charge Per 100 Cubic Feet: | | | | | | |
| First | 1,000 | 90.21% | 4,348,816 | | 3.59 | 15,612,249 |
| Next | 49,000 | 9.76% | 470,439 | | 3.42 | 1,608,901 |
| Over | 50,000 | 0.03% | 1,582 | | 2.73 | 4,319 |
| Sub-totals | | 100.00% | 4,820,837.0 | 972,804 | | 25,241,813 |
| Commercial - Inside: | | | | | | |
| Base Charge: | | | | | | |
| 5/8 | inch meter | | | 35,256 | 8.05 | 283,811 |
| 3/4 | inch meter | | | 7,179 | 9.90 | 71,072 |
| 1 | inch meter | | | 21,841 | 13.50 | 294,854 |
| 1 1/2 | inch meter | | | 10,559 | 22.45 | 237,050 |
| 2 | inch meter | | | 13,483 | 33.15 | 446,961 |
| 3 | inch meter | | | 3,920 | 58.20 | 228,144 |
| 4 | inch meter | | | 1,237 | 94.05 | 116,340 |
| 6 | inch meter | | | 759 | 183.60 | 139,352 |
| 8 | inch meter | | | 132 | 291.05 | 38,419 |
| 10 | inch meter | | | 24 | 416.40 | 9,994 |
| Volume Charge Per 100 Cubic Feet: | | | | | | |
| First | 1,000 | 11.51% | 470,331 | | 3.59 | 1,688,488 |
| Next | 49,000 | 59.93% | 2,448,179 | | 3.42 | 8,372,772 |
| Over | 50,000 | 28.56% | 1,166,717 | | 2.73 | 3,185,137 |
| Sub-totals | | 100.00% | 4,085,227 | 94,390 | | 15,112,394 |
| Industrial - Inside: | | | | | | |
| Base Charge: | | | | | | |
| 5/8 | inch meter | | | 696 | 8.05 | \$5,603 |
| 3/4 | inch meter | | | 107 | 9.90 | 1,059 |
| 1 | inch meter | | | 565 | 13.50 | 7,628 |
| 1 1/2 | inch meter | | | 470 | 22.45 | 10,552 |
| 2 | inch meter | | | 596 | 33.15 | 19,757 |
| 3 | inch meter | | | 152 | 58.20 | 8,846 |
| 4 | inch meter | | | 151 | 94.05 | 14,202 |
| 6 | inch meter | | | 31 | 183.60 | 5,692 |
| 8 | inch meter | | | 22 | 291.05 | 6,403 |
| 12 | inch meter | | | 24 | 774.55 | 18,589 |
| Volume Charge Per 100 Cubic Feet: | | | | | | |
| First | 1,000 | 2.11% | 17,733 | | 3.59 | 63,661 |
| Next | 49,000 | 24.57% | 206,160 | | 3.42 | 705,067 |
| Over | 50,000 | 73.32% | 615,248 | | 2.73 | 1,679,627 |
| Sub-totals | | 100.00% | 839,141 | 2,814 | | 2,546,686 |
| Sub-total carried forward to next page | | | 9,745,205 | 1,070,008 | | 42,900,893 |

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

**PRO FORMA ANNUAL OPERATING REVENUE AT ADJUSTED
RATES AND CHARGES BASED UPON ALLOCATED COST OF SERVICE**

| | | Percent of Use | Billing Determinants | | Allocated Cost of Service Rates | Pro Forma Revenue |
|--|------------|-------------------|-----------------------|----------------------------|---------------------------------------|-------------------------|
| | | | Annual Consumption | Normalized Annual Bills | | Under Adjusted Rates |
| | | | (100's of CF) | | | |
| Residential - Outside: | | | | | | |
| Base Charge: | | | | | | |
| 5/8 | inch meter | | | 166,584 | \$8.45 | \$1,407,635 |
| 3/4 | inch meter | | | 43,737 | 10.35 | 452,678 |
| 1 | inch meter | | | 6,693 | 14.30 | 95,710 |
| 1 1/2 | inch meter | | | 59 | 24.05 | 1,419 |
| 2 | inch meter | | | 48 | 35.85 | 1,721 |
| Volume Charge Per 100 Cubic Feet: | | | | | | |
| First | 1,000 | 83.53% | 1,067,703 | | 3.95 | 4,217,427 |
| Next | 49,000 | 16.43% | 210,031 | | 3.76 | 789,717 |
| Over | 50,000 | 0.04% | 485 | | 3.00 | 1,455 |
| Sub-totals | | 100.00% | 1,278,219 | 217,121 | | 6,967,762 |
| Commercial - Outside: | | | | | | |
| Base Charge: | | | | | | |
| 5/8 | inch meter | | | 1,112 | \$8.45 | 9,396 |
| 3/4 | inch meter | | | 851 | 10.35 | 8,808 |
| 1 | inch meter | | | 1,776 | 14.30 | 25,397 |
| 1 1/2 | inch meter | | | 1,093 | 24.05 | 26,287 |
| 2 | inch meter | | | 1,495 | 35.85 | 53,596 |
| 3 | inch meter | | | 481 | 63.25 | 30,423 |
| 4 | inch meter | | | 345 | 102.40 | 35,328 |
| 6 | inch meter | | | 66 | 200.30 | 13,220 |
| 8 | inch meter | | | 118 | 317.80 | 37,500 |
| Volume Charge Per 100 Cubic Feet: | | | | | | |
| First | 1,000 | 7.85% | 43,604 | | 3.95 | 172,236 |
| Next | 49,000 | 63.96% | 355,363 | | 3.76 | 1,336,165 |
| Over | 50,000 | 28.19% | 156,669 | | 3.00 | 470,007 |
| Sub-totals | | 100.00% | 555,636 | 7,337 | | 2,218,363 |
| Industrial - Outside: | | | | | | |
| Base Charge: | | | | | | |
| 5/8 | inch meter | | | 24 | \$8.45 | \$203 |
| 3/4 | inch meter | | | 36 | 10.35 | 373 |
| 1 | inch meter | | | 76 | 14.30 | 1,087 |
| 1 1/2 | inch meter | | | 48 | 24.05 | 1,154 |
| 2 | inch meter | | | 82 | 35.85 | 2,940 |
| 3 | inch meter | | | 35 | 63.25 | 2,214 |
| 4 | inch meter | | | 57 | 102.40 | 5,837 |
| Volume Charge Per 100 Cubic Feet: | | | | | | |
| First | 1,000 | 1.24% | 2,705 | | 3.95 | 10,685 |
| Next | 49,000 | 18.84% | 41,001 | | 3.76 | 154,164 |
| Over | 50,000 | 79.92% | 173,875 | | 3.00 | 521,625 |
| Sub-totals | | 100.00% | 217,581 | 358 | | 700,282 |
| Sub-total carried forward to next page | | | 2,051,436 | 224,816 | | \$9,886,407 |

(Continued on next page)

(No assurance is provided on this financial analysis)

(Cont'd)

| | | Billing Determinants | | Allocated | Pro Forma |
|-----------------------------------|----------------|----------------------|--------------|---------------|------------------|
| | Percent | Annual | Normalized | Cost of | Revenue |
| | of Use | Consumption | Annual Bills | Service Rates | Under Adjusted |
| | | (100's of CF) | | | Rates |
| Town of New Haven and Grabill: | | | | | |
| Demand Charge: | | | | | |
| Monthly charge - New Haven | | | 12 | \$15,387.41 | \$184,649.00 |
| Monthly charge - Grabill | | | 12 | 1,891.46 | <u>22,698.00</u> |
| Base Charge: | | | | | |
| 6 inch meter | | | 60 | 183.60 | <u>11,016</u> |
| Volume Charge Per 100 Cubic Feet: | | | | | |
| All Cubic Feet | <u>100.00%</u> | <u>631,636.0</u> | | \$2.143 | <u>1,353,596</u> |
| Sub-totals | 100.00% | 631,636.0 | 60 | | 1,571,959 |

[illegible]

| Inside: | | | | |
|---------|-------|---------|----------|-----------|
| 5/8" | meter | 936,847 | 4.72 | 4,421,918 |
| 3/4" | meter | 66,442 | 7.08 | 470,409 |
| 1" | meter | 34,610 | 11.80 | 408,398 |
| 1 1/2" | meter | 11,448 | 13.69 | 156,723 |
| 2" | meter | 14,208 | 29.22 | 415,158 |
| 3" | meter | 4,073 | 84.87 | 345,676 |
| 4" | meter | 1,388 | 180.87 | 251,048 |
| 6" | meter | 850 | 525.38 | 446,573 |
| 8" | meter | 154 | 1,119.63 | 172,423 |
| 10" | meter | 24 | 2,013.46 | 48,323 |
| 12" | meter | 24 | 3,252.27 | 78,054 |

| | | | | |
|----------|-------|---------|----------|---------|
| Outside: | | | | |
| 5/8" | meter | 167,720 | 5.19 | 870,802 |
| 3/4" | meter | 44,624 | 7.79 | 347,532 |
| 1" | meter | 8,545 | 12.98 | 110,914 |
| 1 1/2" | meter | 1,200 | 15.06 | 18,071 |
| 2" | meter | 1,625 | 32.14 | 52,231 |
| 3" | meter | 516 | 93.36 | 48,172 |
| 4" | meter | 414 | 198.96 | 82,368 |
| 6" | meter | 66 | 577.92 | 38,143 |
| 8" | meter | 118 | 1,231.59 | 145,328 |
| 10" | meter | 24 | 2,214.81 | 53,155 |

| | | |
|------------|---------|-------------|
| Sub-totals | 224,852 | \$1,766,716 |
|------------|---------|-------------|

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FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

PRO FORMA ANNUAL OPERATING REVENUE AT ADJUSTED
RATES AND CHARGES BASED UPON ALLOCATED COST OF SERVICE

| | Percent of Use | Billing Determinants Annual Consumption (100's of CF) | Bills | Allocated Cost of Service Rates | Pro Forma Revenue Under Adjusted Rates |
|--------------------------|-------------------|--|-----------|---------------------------------------|---|
| Private fire protection: | | | | | |
| Inside: | | | | | |
| 1 | inch fire line | | 204 | \$0.77 | \$157 |
| 1 1/2 | inch fire line | | 12 | 2.23 | 27 |
| 2 | inch fire line | | 539 | 4.77 | 2,571 |
| 2 1/2 | inch fire line | | 12 | 8.57 | 103 |
| 3 | inch fire line | | 48 | 13.84 | 664 |
| 4 | inch fire line | | 1,797 | 29.51 | 53,029 |
| 6 | inch fire line | | 9,532 | 85.71 | 816,988 |
| 8 | inch fire line | | 4,437 | 182.65 | 810,418 |
| 10 | inch fire line | | 484 | 328.47 | 158,979 |
| 12 | inch fire line | | 118 | 530.56 | 62,606 |
| Private hydrant | | | 14,797 | 85.71 | 1,268,251 |
| Sub-totals | | | 31,980 | | 3,173,793 |
| Outside: | | | | | |
| 1 | inch fire line | | 12 | \$0.85 | 10 |
| 2 | inch fire line | | 120 | 5.25 | 630 |
| 3 | inch fire line | | 324 | 15.22 | 4,931 |
| 4 | inch fire line | | 993 | 32.46 | 32,233 |
| 6 | inch fire line | | 628 | 94.28 | 59,208 |
| 8 | inch fire line | | 210 | 200.92 | 42,193 |
| 10 | inch fire line | | 23 | 583.62 | 13,423 |
| Private hydrant | | | 4,063 | 94.28 | 383,060 |
| Sub-totals | | | 6,373 | | 535,688 |
| Totals | | | 2,628,193 | | \$67,694,632 |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**COMPARISON OF ALLOCATED COST OF SERVICE WITH
REVENUE UNDER ADJUSTED RATES**

| Customer Classification | Cost of Service | Normalized Revenue Under Existing Rates | Increase (Decrease) | | Revenue Under Adjusted Rates | Variance Between Adjusted Revenues and Cost of Service | |
|-------------------------------|--------------------|---|---------------------|-------------|---------------------------------------|--|-----------|
| | | | % | Amount | | % | Amount |
| Inside: | | | | | | | |
| Residential | \$24,774,534 | \$24,842,171 | -0.27% | (\$67,637) | \$25,241,813 | 1.89% | \$467,279 |
| Commercial | 14,828,293 | 16,592,195 | -10.63% | (1,763,902) | 15,112,394 | 1.92% | 284,101 |
| Industrial | 2,438,637 | 2,453,295 | -0.60% | (14,658) | 2,546,686 | 4.43% | 108,049 |
| Outside: | | | | | | | |
| Residential | 7,551,964 | 6,779,053 | 11.40% | 772,911 | 6,967,762 | -7.74% | (584,202) |
| Commercial | 2,439,631 | 2,547,481 | -4.23% | (107,850) | 2,218,363 | -9.07% | (221,268) |
| Industrial | 761,607 | 644,566 | 18.16% | 117,041 | 700,282 | -8.05% | (61,325) |
| | | | | | | | |
| Contract: | | | | | | | |
| Town of New Haven and Grabill | 1,571,924 | 1,516,847 | 3.63% | 55,077 | 1,571,959 | 0.00% | 35 |
| Fire Protection | | | | | | | |
| Public | 8,969,389 | 6,312,424 | 42.09% | 2,656,965 | 8,981,419 | 0.13% | 12,030 |
| Private | 3,714,598 | 1,896,175 | 95.90% | 1,818,423 | 3,709,481 | -0.14% | (5,117) |
| | | | | | | | |
| | | | | | | | |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

SCHEDULE OF PRESENT AND PROPOSED RATES AND CHARGES

(Inside City)

| <u>Metered Rates - Monthly (Per 100 Cubic Feet)</u> | | <u>Present (1)</u> | <u>Proposed Rates 2026</u> |
|---|-------------------|--------------------|--------------------------------|
| First | 2,500 cubic feet | \$2.69 | |
| Next | 9,500 cubic feet | 2.51 | |
| Over | 12,000 cubic feet | 2.44 | |
| First | 1,000 cubic feet | | \$3.59 |
| Next | 49,000 cubic feet | | 3.42 |
| Over | 50,000 cubic feet | | 2.73 |

Service Charge - Monthly

| | | |
|------------------|----------|--------|
| 5/8 inch meter | \$11.96 | \$8.05 |
| 3/4 inch meter | 11.96 | 9.90 |
| 1 inch meter | 30.45 | 13.50 |
| 1 1/2 inch meter | 68.20 | 22.45 |
| 2 inch meter | 120.96 | 33.15 |
| 2 1/2 inch meter | 120.96 | 52.45 |
| 3 inch meter | 272.35 | 58.20 |
| 4 inch meter | 484.15 | 94.05 |
| 6 inch meter | 1,088.74 | 183.60 |
| 8 inch meter | 1,936.06 | 291.05 |
| 10 inch meter | 3,024.77 | 416.40 |
| 12 inch meter | 3,024.77 | 774.55 |

Fire Protection Services

Public Fire Protection Surcharge - Monthly

| | | |
|------------------|----------|----------|
| 5/8 inch meter | \$3.30 | \$4.72 |
| 3/4 inch meter | 3.30 | 7.08 |
| 1 inch meter | 8.43 | 11.80 |
| 1 1/2 inch meter | 18.92 | 13.69 |
| 2 inch meter | 33.66 | 29.22 |
| 2 1/2 inch meter | 52.60 | 52.53 |
| 3 inch meter | 75.74 | 84.87 |
| 4 inch meter | 134.63 | 180.87 |
| 6 inch meter | 302.89 | 525.38 |
| 8 inch meter | 538.48 | 1,119.63 |
| 10 inch meter | 841.37 | 2,013.46 |
| 12 inch meter | 1,211.57 | 3,252.27 |

Private Fire Protection Charge - Monthly

| | | |
|-----------------------|--------|----------|
| 1 inch connection | \$0.38 | \$0.77 |
| 1 1/2 inch connection | 1.10 | 2.23 |
| 2 inch connection | 2.34 | 4.77 |
| 2 1/2 inch connection | 4.21 | 8.57 |
| 3 inch connection | 6.77 | 13.84 |
| 4 inch connection | 14.43 | 29.51 |
| 6 inch connection | 41.92 | 85.71 |
| 8 inch connection | 89.32 | 182.65 |
| 10 inch connection | 160.63 | 328.47 |
| 12 inch connection | 259.49 | 530.56 |
| 16 inch connection | 552.95 | 1,128.77 |
| 20 inch connection | - | 2,033.29 |
| 24 inch connection | - | 3,284.33 |

| | | |
|----------------------------------|---------|---------|
| Private Hydrant Rental - Monthly | \$41.92 | \$85.71 |
|----------------------------------|---------|---------|

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY
SCHEDULE OF PRESENT AND PROPOSED RATES AND CHARGES
(Outside City)

| <u>Metered Rates - Monthly (Per 100 Cubic Feet)</u> | | <u>Present (1)</u> | <u>Proposed Rates 2026</u> |
|---|-------------------|--------------------|--------------------------------|
| First | 2,500 cubic feet | \$2.96 | |
| Next | 9,500 cubic feet | 2.76 | |
| Over | 12,000 cubic feet | 2.68 | |
| First | 1,000 cubic feet | | \$3.95 |
| Next | 49,000 cubic feet | | 3.76 |
| Over | 50,000 cubic feet | | 3.00 |

Service Charge - Monthly

| | | |
|------------------|----------|--------|
| 5/8 inch meter | \$13.19 | \$8.45 |
| 3/4 inch meter | 13.19 | 10.35 |
| 1 inch meter | 33.53 | 14.30 |
| 1 1/2 inch meter | 75.05 | 24.05 |
| 2 inch meter | 133.09 | 35.85 |
| 3 inch meter | 299.62 | 63.25 |
| 4 inch meter | 532.60 | 102.40 |
| 6 inch meter | 1,197.64 | 200.30 |
| 8 inch meter | 2,129.70 | 317.80 |
| 10 inch meter | 3,327.28 | 454.80 |
| 12 inch meter | 3,327.28 | 846.40 |

Fire Protection Services

Public Fire Protection Surcharge - Monthly Charge:

| | | |
|------------------|----------|----------|
| 5/8 inch meter | \$3.63 | \$5.19 |
| 3/4 inch meter | 3.63 | 7.79 |
| 1 inch meter | 9.27 | 12.98 |
| 1 1/2 inch meter | 20.81 | 15.06 |
| 2 inch meter | 37.03 | 32.14 |
| 2 1/2 inch meter | 57.86 | 57.78 |
| 3 inch meter | 83.31 | 93.36 |
| 4 inch meter | 148.09 | 198.96 |
| 6 inch meter | 333.18 | 577.92 |
| 8 inch meter | 592.33 | 1,231.59 |
| 10 inch meter | 925.51 | 2,214.81 |
| 12 inch meter | 1,332.73 | 3,577.50 |

Private Fire Protection Charge - Monthly

| | | |
|-----------------------|--------|----------|
| 1 inch connection | \$0.42 | \$0.85 |
| 1 1/2 inch connection | 1.21 | 2.45 |
| 2 inch connection | 2.57 | 5.25 |
| 2 1/2 inch connection | 4.63 | 9.43 |
| 3 inch connection | 7.45 | 15.22 |
| 4 inch connection | 15.87 | 32.46 |
| 6 inch connection | 46.11 | 94.28 |
| 8 inch connection | 98.25 | 200.92 |
| 10 inch connection | 176.69 | 361.32 |
| 12 inch connection | 285.44 | 583.62 |
| 16 inch connection | 608.25 | 1,241.65 |
| 20 inch connection | - | 2,236.62 |
| 24 inch connection | - | 3,612.76 |

| | | |
|----------------------------------|---------|---------|
| Private Hydrant Rental - Monthly | \$46.11 | \$94.28 |
|----------------------------------|---------|---------|

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY
SCHEDULE OF PRESENT AND PROPOSED RATES AND CHARGES

| | Present (1) | Proposed Rates 2026 |
|--|--|------------------------|
| <u>Large Industrial Customers</u> | | |
| <u>Commodity Charge (per 100 cubic feet)</u> | | |
| First 2,500 cubic feet | \$2.73 | |
| Next 9,500 cubic feet | 2.52 | |
| Over 12,000 cubic feet | 2.14 | |
| First 1,000 cubic feet | | \$2.78 |
| Next 49,000 cubic feet | | 2.57 |
| Over 50,000 cubic feet | | 2.18 |
| -Monthly Service Charge for each Meter | (Based on Meter Size - Same as Outside-City Rates) | |
| -Fire Protection Service - 10" line | (Based on Meter Size - Same as Outside-City Rates) | |
| <u>City of New Haven:</u> | | |
| Monthly Demand Charge | \$14,654.68 | \$15,387.41 |
| Commodity Charge: | | |
| - Rate per Hundred Cubic Feet | \$1.9684 | \$2.1430 |
| -Monthly Service Charge for each Meter | (Based on Meter Size - Same as In-City Rates) | |
| -Fire Protection Services for each Meter | (Based on Meter Size - Same as In-City Rates) | |
| <u>Town of Grabill:</u> | | |
| Monthly Demand Charge | \$1,801.39 | \$1,891.46 |
| Commodity Charge: | | |
| - Rate per Hundred Cubic Feet | \$1.9684 | \$2.1430 |
| -Monthly Service Charge for each Meter | (Based on Meter Size - Same as In-City Rates) | |
| -Fire Protection Services for each Meter | (Based on Meter Size - Same as In-City Rates) | |
| <u>System Development Charge:</u> | | |
| 5/8 inch meter | \$580.00 | \$650.00 |
| 3/4 inch meter | 870.00 | 975.00 |
| 1 inch meter | 1,450.00 | 1,625.00 |
| 1 1/2 inch meter | 2,900.00 | 3,250.00 |
| 2 inch meter | 4,640.00 | 5,200.00 |
| 3 inch meter | 8,700.00 | 9,750.00 |
| 4 inch meter | 14,500.00 | 16,250.00 |
| 6 inch meter | 29,000.00 | 32,500.00 |
| 8 inch meter | 46,400.00 | 52,000.00 |
| 10 inch meter | 66,700.00 | 74,750.00 |
| 12 inch meter | - | 139,750.00 |

(1) Rates effective June 1, 2023 per IURC Order No. 50520.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

AVERAGE CUSTOMER BILL IMPACT
(Inside City Rates)

| | <u>Current Rates</u> | <u>Proposed Rates</u> | <u>Change</u> | <u>% Change</u> |
|--|----------------------|-----------------------|-------------------|-----------------|
| Residential - 5/8" Meter - 5 CCF Flow | | | | |
| Water Charges | \$25.41 | \$26.00 | | |
| Fire Protection | 3.30 | 4.72 | | |
| Total | <u>\$28.71</u> | <u>\$30.72</u> | <u>\$2.01</u> | <u>7%</u> |
| Small Commercial - 2" Meter - 75 CCF Flow | | | | |
| Water Charges | \$313.71 | \$291.35 | | |
| Fire Protection | 33.66 | 29.22 | | |
| Total | <u>\$347.37</u> | <u>\$320.57</u> | <u>(\$26.80)</u> | <u>-8%</u> |
| Large Commercial - 4" Meter - 320 CCF Flow | | | | |
| Water Charges | \$1,277.85 | \$1,190.15 | | |
| Fire Protection | 134.63 | 180.87 | | |
| Total | <u>\$1,412.48</u> | <u>\$1,371.02</u> | <u>(\$41.46)</u> | <u>-3%</u> |
| Small Industrial - 4" Meter - 730 CCF Flow | | | | |
| Water Charges | \$2,253.85 | \$2,433.65 | | |
| Fire Protection | 134.63 | 180.87 | | |
| Total | <u>\$2,388.48</u> | <u>\$2,614.52</u> | <u>\$226.04</u> | <u>9%</u> |
| Large Industrial - 6" Meter - 2,000 CCF Flow | | | | |
| Water Charges | \$5,981.64 | \$5,990.30 | | |
| Fire Protection | 302.89 | 525.38 | | |
| Total | <u>\$6,284.53</u> | <u>\$6,515.68</u> | <u>\$231.15</u> | <u>4%</u> |
| ██████████ - ██████████ | | | | |
| ██████████ | ██████████ | ██████████ | | |
| ██████████ | ██████████ | ██████████ | | |
| ██████████ | ██████████ | ██████████ | | |
| ██████████ | ██████████ | ██████████ | ██████████ | ██████████% |
| Grabill (1 million CCF) | | | | |
| Water Charges | \$19,684.00 | \$21,430.00 | | |
| Meter charge (1) | 1,088.74 | 183.60 | | |
| Demand Charges | 1,801.39 | 1,891.46 | | |
| Fire Protection | 302.89 | 525.38 | | |
| Total | <u>\$22,877.02</u> | <u>\$24,030.44</u> | <u>\$1,153.42</u> | <u>5%</u> |
| New Haven (4 million CCF) | | | | |
| Water Charges | \$78,736.00 | \$85,720.00 | | |
| Meter charge (4) | 4,354.96 | 734.40 | | |
| Demand Charges | 14,654.68 | 15,387.41 | | |
| Fire Protection | 1,211.56 | 2,101.52 | | |
| Total | <u>\$98,957.20</u> | <u>\$103,943.33</u> | <u>\$4,986.13</u> | <u>5%</u> |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY
APPENDIX A - 2027 CALCULATION OF PROPOSED RATES

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**ESTIMATED ANNUAL REVENUE REQUIREMENTS
AND ANNUAL OPERATING REVENUES**

(See Explanation of References, Page 61)

(Amounts Rounded to Nearest \$100)

| | | <u>Phase I</u> | <u>Adjustments</u> | <u>Phase II</u> |
|---|--------|---------------------|--------------------|---------------------|
| | | (2026) | | (2027) |
| <u>Annual Revenue Requirements</u> | | | | |
| Operation and Maintenance Expenses (Page 3) | | \$36,679,000 | \$ - | \$36,679,000 |
| Debt Service (Page 13) | | 16,368,500 | 2,486,300 | 18,854,800 |
| Debt Service Reserve | (1) | 494,400 | 63,500 | 557,900 |
| Commercial Loans | (2) | 1,199,400 | (108,300) | 1,091,100 |
| Payment In Lieu of Taxes | (3) | 4,082,600 | - | 4,082,600 |
| Replacements and Improvements (Page 4) | | 12,220,000 | 1,917,500 | 14,137,500 |
| Total Annual Revenue Requirements | | 71,043,900 | 4,359,000 | 75,402,900 |
| | | | | |
| Less: Other Sales | (4) | (898,800) | - | (898,800) |
| Less: Water Charges - Private | (4) | (60,900) | - | (60,900) |
| Less: Connection Fees | (5) | (53,900) | - | (53,900) |
| Less: Engineering Fees | (5) | (48,600) | - | (48,600) |
| Less: Scrap Metal Sales | (4) | (60,100) | - | (60,100) |
| Less: Interest Income | (6) | (2,229,000) | 445,800 | (1,783,200) |
| Net Annual Revenue Requirements | | \$67,692,600 | \$4,804,800 | \$72,497,400 |
| | | | | |
| <u>Annual Revenues</u> | | | | |
| Metered Revenues, Sales For Resale and Interdepartmental Sales | (7)(8) | \$54,183,700 | \$ - | \$54,183,700 |
| Fire Protection Revenues | (7) | 8,034,600 | - | 8,034,600 |
| Forfeited Discounts | (7) | 1,349,300 | - | 1,349,300 |
| Additional Revenue From Phased Increases | | - | 3,225,000 | 3,225,000 |
| Additional Revenue From Customer Growth | | 900,000 | 1,350,000 | 2,250,000 |
| Total Annual Operating Revenues | | \$64,467,600 | \$4,575,000 | \$69,042,600 |
| | | | | |
| Additional Revenues Required | | \$3,225,000 | | \$3,454,800 |
| | | | | |
| Across-The-Board Rate Adjustment | | 5.00% | | 5.00% |
| <i>Avg. monthly bill (4,000 gallons/535 cu. ft.)</i> | | <i>\$31.13</i> | | <i>\$32.69</i> |
| | | | | |
| <i>Bond Coverage Without PILOT</i> | (8) | <i>189%</i> | | <i>181%</i> |
| <i>Bond Coverage With PILOT</i> | (8) | <i>164%</i> | | <i>159%</i> |

(Continued on Next Page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**ESTIMATED ANNUAL REVENUE REQUIREMENTS
AND ANNUAL OPERATING REVENUES**
(Explanation of References)

(1) Calculated as follows:

| | Funding Year | | | |
|---|---------------|---------------------|------------------------|---------------------|
| | 2025 (SRF) | 2026 (SRF) | 2027 (SRF) and (OM) | 2028 (SRF) |
| Proposed Bonds Issued | 2024 Bonds | Proposed 2025 Bonds | Proposed 2026 Bonds | Proposed 2027 Bonds |
| New Maximum Annual Combined Debt Service (Page 13) | \$16,294,205 | \$16,470,205 | \$18,994,340 | \$19,152,340 |
| Less: Existing Maximum Annual Combined Debt Service (Page 13) | (16,224,205) | (16,294,205) | (16,470,205) | (18,994,340) |
| New Amount To Be Funded | 70,000 | 176,000 | 2,524,135 | 158,000 |
| Divided By: Funding Period (Months) | 60 | 60 | 60 | 60 |
| Additional Monthly Funding Requirement | 1,167 | 2,933 | 42,069 | 2,633 |
| Plus: Previous Additional Monthly Funding Requirement | - | 1,167 | 4,100 | 46,169 |
| Sub-Total | 1,167 | 4,100 | 46,169 | 48,802 |
| Plus: Existing Monthly Funding Requirement - (Per the Closing Letter Dated December 19, 2023) (January 2024 - December 2026) | 37,097 | 37,097 | 324 | 324 |
| Estimated Monthly Funding Requirement | 38,264 | 41,197 | 46,493 | 49,126 |
| Times: 12 Months | 12 | 12 | 12 | 12 |
| Total Estimated Annual Funding Requirement | \$459,168 | \$494,364 | \$557,916 | \$589,512 |

(2) Based on the payment schedule provided by Utility Management for outstanding 2017 through 2023 loans. As detailed on page 4, the Utility anticipates rolling annual equipment loans. Future loans are assumed at the amounts shown on page 4 and 3.28% interest over 7 years (2023 loan terms).

| | Amount | Term | Interest Rate | 2025 | 2026 | 2027 | 2028 |
|------------------------------|-----------|---------|---------------|-------------|-------------|-------------|-----------|
| Future Commercial Loans | | | | | | | |
| 2025 Commercial Loan | \$700,000 | 7 Years | 3.28% | \$106,667 | \$106,667 | \$106,667 | \$106,667 |
| 2026 Commercial Loan | 720,000 | 7 Years | 3.28% | 109,714 | 109,714 | 109,714 | 109,714 |
| 2027 Commercial Loan | 860,000 | 7 Years | 3.28% | 131,048 | 131,048 | 131,048 | 131,048 |
| 2028 Commercial Loan | 890,000 | 7 Years | 3.28% | 135,619 | 135,619 | 135,619 | 135,619 |
| 2029 Commercial Loan | 1,030,000 | 7 Years | 3.28% | 156,952 | 156,952 | 156,952 | 156,952 |
| Sub-Total | | | | 483,048 | 640,000 | 640,000 | 640,000 |
| Outstanding Commercial Loans | | | | 617,115 | 559,368 | 451,126 | 317,941 |
| Totals | | | | \$1,100,163 | \$1,199,368 | \$1,091,126 | \$957,941 |

(3) Estimated payments in lieu of taxes are based on the 2024 Budget per Utility Management. The 2025 PILOT payment is assumed at a 6% increase over 2024 budget. The 2026 PILOT payment is assumed at a 5% increase over 2025.

(4) Phase I - III represents the Test Year amounts.

(5) Phase I - III represents the three year historical average of calendar years 2021 - 2023.

(6) Interest earnings assumes interest rate reductions of 1% each year for 2025-2027. This equates to an approximate 20% reduction in earnings each year, compounded, for 2025-2027.

(7) 2025 revenues are normalized for the final phases of multi-phase rate increases that were originally adopted by the Common Council and approved by the Indiana Utility Regulatory Commission ("IURC") on April 10, 2019 and later amended to update for the removal of utilities receipts tax. The amended rate increases were adopted on April 27, 2022 by the Common Council, approved by the IURC on June 28, 2022 and the final phase of rate increases are effective on June 1, 2023.

(8) Includes adjustment to normalize anticipated Town of Grabill revenues based on usage from 9/1/2023 through 4/30/2024.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

TEST YEAR UNITS OF SERVICE
Base-Extra Capacity Method

| Customer Class | Base | | Maximum Day | | | Maximum Hour | | | Customer | | Equivalent Fire Connections |
|--------------------|--------------------------------|--------------------|--------------------------|-----------------------|---------------------------|--------------------------|-----------------------|---------------------------|------------------------|------------|-----------------------------|
| | Normalized Annual Sales (1) | Average Day (2) | Capacity Factor (3) % | Total Capacity (2) | Extra Capacity (4) (2) | Capacity Factor (3) % | Total Capacity (2) | Extra Capacity (5) (2) | Equivalent Connections | Bills | |
| Residential | | | | | | | | | | | |
| Inside | 4,820,836.2 | 13,207.8 | 180 | 23,774.0 | 10,566.2 | 355 | 46,887.7 | 23,113.7 | 85,276 | 972,804 | |
| Outside | 1,278,219.3 | 3,502.0 | 180 | 6,303.6 | 2,801.6 | 355 | 12,432.1 | 6,128.5 | 20,802 | 217,121 | |
| Commercial | | | | | | | | | | | |
| Inside | 4,085,226.9 | 11,192.4 | 225 | 25,182.9 | 13,990.5 | 265 | 29,659.9 | 4,477.0 | 32,734 | 94,390 | |
| Outside | 555,637.1 | 1,522.3 | 225 | 3,425.2 | 1,902.9 | 265 | 4,034.1 | 608.9 | 4,490 | 7,337 | |
| Industrial | | | | | | | | | | | |
| Inside | 1,595,490.8 * | 4,371.2 | 185 | 8,086.7 | 3,715.5 | 255 | 11,146.6 | 3,059.9 | 2,058 | 2,814 | |
| Outside | 217,581.4 | 596.1 | 185 | 1,102.8 | 506.7 | 255 | 1,520.1 | 417.3 | 351 | 374 | |
| Contract Customers | | | | | | | | | | | |
| Town of New Haven | 511,528.0 | 1,401.4 | 165 | 2,312.3 | 910.9 | 275 | 3,853.9 | 1,541.6 | 200 | 48 | |
| Town of Grabill | 120,108.0 (6) | 329.1 | 145 | 477.2 | 148.1 | 225 | 740.5 | 263.3 | 50 | 12 | |
| Large Industrial | | | | | | | | | | | |
| ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | |
| Fire Protection | | | | 1,397.4 | 1,397.4 ** | | 8,384.4 ** | 6,987.0 | | | 1,378,437 |
| Inside | | | | | | | | | | | 78,311 |
| Outside | | | | | | | | | | | |
| Totals | ██████████ | ██████████ | | ██████████ | ██████████ | | ██████████ | ██████████ | ██████████ | ██████████ | 1,456,748 |

(1) 100's of cubic feet.

(2) 100's of cubic feet per day.

(3) Calculated based on test year usage data.

(4) Capacity in excess of average day usage.

(5) Capacity in excess of maximum day demand.

(6) See page 35.

* Includes additional usage from new customer growth.

**Based on estimated fire requirement of 535 cubic feet (4,000 gallons) per minute for a 4 hour duration.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY
ALLOCATION OF UTILITY PLANT TO FUNCTIONAL COST COMPONENTS
Base-Extra Capacity Method

| Source of Supply Plant: | Common to All | | | | Common to Small | | | Customer Meters and Services | Direct Fire Protection Service | Percentage Allocation | | | | | | | Ref. | |
|--|---------------|--------------|----------------|-----------------|-----------------|----------------|-----------------|------------------------------------|--------------------------------------|-----------------------|--------|--------|-----------------|--------|--------|---------|--------|-----|
| | Total | Base | Maximum Day | Maximum Hour | Base | Maximum Day | Maximum Hour | | | Common to All | | | Common to Small | | | | | |
| | | | | | | | | | | BAS | MXD | MXH | BAS | MXD | MXH | CUS | | FP |
| Land and Land Rights | \$2,889,548 | \$2,889,548 | | | | | | | | 100.00% | | | | | | | (1) | |
| Structures and Improvements | 22,272,130 | 11,193,973 | \$11,078,157 | | | | | | | 50.26% | 49.74% | | | | | | (2) | |
| Collecting and Impounding Reservoirs | 2,206,501 | 2,206,901 | | | | | | | | 100.00% | | | | | | | (1) | |
| Supply Mains - Other | 461,345 | 231,872 | 229,473 | | | | | | | 50.26% | 49.74% | | | | | | (2) | |
| Power Generation Equipment | 43,738 | 21,983 | 21,755 | | | | | | | 50.26% | 49.74% | | | | | | (2) | |
| Pumping Equipment | 31,283,648 | 15,723,161 | 15,560,487 | | | | | | | 50.26% | 49.74% | | | | | | (2) | |
| Other Plant and Miscellaneous Equipment | 1,312,142 | 659,483 | 652,659 | | | | | | | 50.26% | 49.74% | | | | | | (2) | |
| Treatment | | | | | | | | | | | | | | | | | | |
| Land and Land Rights | 86,506 | 43,478 | 43,028 | | | | | | | 50.26% | 49.74% | | | | | | (2) | |
| Structures and Improvements | 27,750,916 | 13,947,610 | 13,803,306 | | | | | | | 50.26% | 49.74% | | | | | | (2) | |
| Water Treatment Equipment | 36,382,726 | 11,184,049 | 11,067,625 | \$14,131,052 | | | | | | 30.74% | 30.42% | 38.84% | | | | | (3) | |
| Other Plant and Miscellaneous Equipment | 433,824 | 133,359 | 131,969 | 168,496 | | | | | | 30.74% | 30.42% | 38.84% | | | | | (3) | |
| Transmission and Distribution: | | | | | | | | | | | | | | | | | | |
| Land and Land Rights | 721,524 | 221,796 | 219,488 | 280,240 | | | | | | 30.74% | 30.42% | 38.84% | | | | | (3) | |
| Structures and Improvements | 8,477,327 | 2,605,928 | 2,578,803 | 3,292,586 | | | | | | 30.74% | 30.42% | 38.84% | | | | | (3) | |
| Distribution Reservoirs and Standpipes | 22,088,140 | 2,209,814 | | 17,678,512 | | | | | \$2,209,814 | 10.00% | | 80.00% | | | | 100.00% | (4) | |
| Transmission and Distribution Mains: | | | | | | | | | | | | | | | | | | |
| Transmission and Distribution Mains - smaller than 12 inch | 63,662,629 | | | | \$19,569,892 | \$19,366,172 | \$24,726,565 | | | 30.74% | 30.42% | 38.84% | 30.74% | 30.42% | 38.84% | | (3) | |
| Transmission and Distribution Mains - 12-inch and larger | 82,419,585 | 25,335,781 | 25,072,038 | 32,011,766 | | | | | | 30.74% | 30.42% | 38.84% | | | | | (8) | |
| Transmission and Distribution Mains - Direct Fire | 113,006,668 | | | | | | | \$113,006,668 | | | | | | | | 100.00% | (3) | |
| Services | 16,087,182 | | | | | | | \$16,087,182 | | | | | | | | 100.00% | (5) | |
| Meters and Meter Installations - Other | 1,849,998 | | | | | | | 1,849,998 | | | | | | | | 100.00% | (5) | |
| Hydrants | 21,103,616 | | | | | | | | 21,103,616 | | | | | | | 100% | (6) | |
| Other Plant and Miscellaneous Equipment | 581,841 | 178,858 | 176,996 | 225,987 | | | | | | 30.74% | 30.42% | 38.84% | | | | | (4) | |
| General Plant | | | | | | | | | | | | | | | | | | |
| Land and Land Rights | 2,443,667 | 476,760 | 433,018 | 363,862 | 105,078 | 104,100 | 132,691 | 96,280 | 731,878 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Structures and Improvements | 43,895,318 | 8,563,976 | 7,778,250 | 6,536,013 | 1,887,499 | 1,869,941 | 2,383,516 | 1,729,476 | 13,146,647 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Computers | 1,952,716 | 380,977 | 346,021 | 290,759 | 83,967 | 83,186 | 106,032 | 76,937 | 584,837 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Transportation Equipment | 7,232,943 | 1,411,150 | 1,281,677 | 1,076,985 | 311,017 | 308,123 | 392,749 | 284,978 | 2,166,264 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Tools, Shop and Garage Equipment | 1,137,857 | 221,995 | 201,628 | 169,427 | 48,928 | 48,473 | 61,786 | 44,832 | 340,788 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Laboratory Equipment | 329,597 | 64,166 | 58,281 | 48,973 | 14,143 | 14,011 | 17,859 | 12,959 | 98,505 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Power Operated Equipment | 1,465,730 | 289,865 | 263,271 | 221,225 | 63,896 | 63,292 | 80,675 | 58,538 | 444,978 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Communication Equipment | 7,638,815 | 143,364 | 130,209 | 109,414 | 31,597 | 31,303 | 39,900 | 28,952 | 220,076 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Miscellaneous Equipment | 2,638,880 | 514,846 | 467,610 | 392,929 | 113,472 | 112,416 | 143,291 | 103,972 | 790,344 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Other Tangible Plant | 283,946 | 55,398 | 50,315 | 42,280 | 12,210 | 12,096 | 15,418 | 11,187 | 85,042 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Less Accumulated Depreciation | (214,021,945) | (41,755,680) | (37,924,689) | (31,867,868) | (9,202,944) | (9,117,335) | (11,621,392) | (8,432,466) | (64,099,575) | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Net Utility Plant in Service | \$303,244,751 | \$59,154,411 | \$53,721,375 | \$45,172,648 | \$13,038,745 | \$12,895,778 | \$16,479,080 | \$11,952,823 | \$90,829,882 | 19.51% | 17.72% | 14.90% | 4.30% | 4.25% | 5.43% | 3.94% | 29.95% | |

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

ALLOCATION OF UTILITY PLANT TO FUNCTIONAL COST COMPONENTS

Base-Extra Capacity Method

(1) Allocated 100% to base.

(2) Allocated in ratio to maximum day demand.

| | <u>Flow</u> <u>(CCF)</u> | <u>Allocation</u> |
|-----------------------------|-----------------------------|-------------------|
| Average day demand | 36,915.5 | 50.26% |
| Maximum day excess capacity | 36,534.7 | 49.74% |
| Totals | <u>73,450.2</u> | <u>100.00%</u> |

(3) Allocated in ratio to maximum hour demand.

| | <u>Flow</u> <u>(CCF)</u> | <u>Allocation</u> |
|------------------------------|-----------------------------|-------------------|
| Average day demand | 36,915.5 | 30.74% |
| Maximum day excess capacity | 36,534.7 | 30.42% |
| Maximum hour excess capacity | 46,636.9 | 38.84% |
| Totals | <u>120,087.1</u> | <u>100.00%</u> |

(4) Allocated 10% to base, 80% to maximum hour and 10% to fire protection per estimates.

(5) Allocated 100% to customer meters and services.

(6) Allocated 100% to direct fire protection.

(7) Allocated pro rata to all other allocable utility plant.

(8) Allocated 43.62% directly to fire protection per management calculations.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**ALLOCATION OF ESTIMATED OPERATION AND MAINTENANCE EXPENSES
TO FUNCTIONAL COST COMPONENTS
Base-Extra Capacity Method**

| | Estimated Expense | Common to All | | | Common to Small | | | Customer Class | | Direct Fire Protection Service | Percentage Allocation | | | | | | | Ref | | |
|-------------------------------------|----------------------|---------------|----------------|-----------------|-----------------|----------------|-----------------|------------------------|---------------------------|--------------------------------------|-----------------------|--------|--------|-----------------|--------|--------|---------|-------|------|----|
| | | Base | Maximum Day | Maximum Hour | Base | Maximum Day | Maximum Hour | Meters and Services | Billing and Collecting | | Common to All | | | Common to Small | | | MET | | BILL | FP |
| | | | | | | | | | | | BAS | MXD | MXH | BAS | MXD | MXH | | | | |
| Water Treatment | | | | | | | | | | | | | | | | | | | | |
| Salaries and Wages | \$3,549,980 | \$1,764,220 | \$1,765,760 | | | | | | | | 50.26% | 49.74% | | | | | | (1) | | |
| Employee Benefits | 1,541,420 | 774,718 | 766,702 | | | | | | | | 50.26% | 49.74% | | | | | | (1) | | |
| Purchased Power | 524,000 | 524,000 | | | | | | | | | 100.00% | | | | | | | (2) | | |
| Chemicals | 8,423,000 | 8,423,000 | | | | | | | | | 100.00% | | | | | | | (2) | | |
| Materials and Supplies | 451,088 | 176,827 | 174,977 | \$99,284 | | | | | | | 39.20% | 38.79% | 22.01% | | | | | (3) | | |
| Contractual Services | 1,503,762 | 589,477 | 583,309 | 330,976 | | | | | | | 39.20% | 38.79% | 22.01% | | | | | (3) | | |
| Repairs and Maintenance | 697,550 | 273,439 | 270,580 | 153,531 | | | | | | | 39.20% | 38.79% | 22.01% | | | | | (3) | | |
| Utilities | 673,700 | 264,950 | 261,328 | 148,282 | | | | | | | 39.20% | 38.79% | 22.01% | | | | | (3) | | |
| Insurance | 248,293 | 248,293 | | | | | | | | | 100.00% | | | | | | | (2) | | |
| Transportation | 234,000 | 91,729 | 90,769 | 51,502 | | | | | | | 39.20% | 38.79% | 22.01% | | | | | (3) | | |
| Other | 96,600 | 37,867 | 37,471 | 21,262 | | | | | | | 39.20% | 38.79% | 22.01% | | | | | (3) | | |
| Transmission and Distribution: | | | | | | | | | | | | | | | | | | | | |
| Transmission and Distribution Mains | 3,525,898 | 611,380 | 605,044 | 772,524 | \$472,470 | \$467,534 | \$596,936 | | | | 17.34% | 17.16% | 21.91% | 13.40% | 13.26% | 16.93% | 100.00% | (4) | | |
| Maintenance of Services | 1,849,254 | | | | | | | \$1,849,254 | | | | | | | | | | (5) | | |
| Maintenance of Hydrants | 582,881 | | | | | | | | \$582,881 | | | | | | | | | (6) | | |
| Miscellaneous | 276,581 | 47,961 | 47,464 | 60,601 | 37,063 | 36,676 | 46,826 | | | | 17.34% | 17.16% | 21.91% | 13.40% | 13.26% | 16.93% | 100.00% | (4) | | |
| Customer Accounts: | | | | | | | | | | | | | | | | | | | | |
| Salaries and Wages | 973,514 | | | | | | | 973,514 | | | | | | | | | 100.00% | (5) | | |
| Employee Benefits | 480,559 | | | | | | | 480,559 | | | | | | | | | 100.00% | (5) | | |
| Purchased Power | 21,000 | | | | | | | 21,000 | | | | | | | | | 100.00% | (5) | | |
| Chemicals | 3,700 | | | | | | | 3,700 | | | | | | | | | 100.00% | (5) | | |
| Materials and Supplies | 6,029 | | | | | | | 6,029 | | | | | | | | | 100.00% | (5) | | |
| Contractual Services | 626,734 | | | | | | | 626,734 | | | | | | | | | 100.00% | (5) | | |
| Repairs and Maintenance | 217,500 | | | | | | | 217,500 | | | | | | | | | 100.00% | (5) | | |
| Utilities | 62,900 | | | | | | | 62,900 | | | | | | | | | 100.00% | (5) | | |
| Insurance | 102,644 | | | | | | | 102,644 | | | | | | | | | 100.00% | (5) | | |
| Transportation | 280,000 | | | | | | | 280,000 | | | | | | | | | 100.00% | (5) | | |
| Other | 397,700 | | | | | | | 397,700 | | | | | | | | | 100.00% | (5) | | |
| Administrative and General: | | | | | | | | | | | | | | | | | | | | |
| Salaries and Wages | 5,709,027 | | | | | | | 5,709,027 | | | | | | | | | 100.00% | (7) | | |
| Employee Benefits | 198,477 | 47,020 | 46,543 | | | | | 104,914 | | | 23.69% | 23.45% | | | | | 52.86% | (8) | | |
| Materials and Supplies | (164,118) | (76,921) | (25,740) | (9,077) | (2,817) | (2,799) | (3,572) | (27,802) | (32,185) | (3,205) | 41.78% | 13.96% | 4.93% | 1.53% | 1.52% | 1.94% | 15.10% | 1.74% | (9) | |
| Contractual Services | 3,275,593 | 1,368,541 | 457,928 | 161,487 | 50,117 | 49,789 | 63,547 | 494,615 | 572,575 | 56,994 | 41.78% | 13.96% | 4.93% | 1.53% | 1.52% | 1.94% | 15.10% | 1.74% | (9) | |
| Repairs and Maintenance | 17,000 | 7,102 | 2,377 | 838 | 260 | 258 | 330 | 2,567 | 2,971 | 297 | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | 15.10% | 1.74% | (9) | |
| Insurance | 7,194 | 3,005 | 1,006 | 355 | 110 | 109 | 140 | 1,066 | 1,258 | 125 | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | 15.10% | 1.74% | (9) | |
| Other | 305,500 | 127,639 | 42,709 | 15,061 | 4,674 | 4,644 | 5,927 | 46,131 | 53,400 | 5,315 | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | 15.10% | 1.74% | (9) | |
| Total operating expenses | 36,678,970 | 15,323,397 | 5,128,227 | 1,806,626 | 561,877 | 556,211 | 710,134 | 5,538,131 | 6,411,960 | 642,407 | | | | | | | | | | |
| Other Sales | (898,800) | (375,520) | (125,652) | (44,311) | (13,752) | (13,662) | (17,437) | (135,719) | (157,110) | (15,637) | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | 15.10% | 1.74% | (9) | |
| Water Charges - Private | (60,900) | (25,442) | (8,514) | (3,002) | (932) | (926) | (1,181) | (9,196) | (10,645) | (1,061) | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | 15.10% | 1.74% | (9) | |
| Connection Fees | (53,900) | (22,521) | (7,535) | (2,657) | (825) | (819) | (1,046) | (9,421) | (9,977) | (937) | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | 15.10% | 1.74% | (9) | |
| Engineering Fees | (48,600) | (20,304) | (6,794) | (2,396) | (744) | (739) | (943) | (7,339) | (8,495) | (846) | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | 15.10% | 1.74% | (9) | |
| Scrap Metal Sales | (60,100) | (25,109) | (8,402) | (2,963) | (920) | (914) | (1,166) | (9,075) | (10,505) | (1,046) | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | 15.10% | 1.74% | (9) | |
| Interest Income | (1,783,200) | (745,020) | (249,291) | (87,912) | (27,283) | (27,105) | (34,594) | (269,263) | (311,703) | (31,029) | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | 15.10% | 1.74% | (9) | |
| Total net operating expenses | \$33,773,470 | \$14,109,481 | \$4,722,039 | \$1,663,385 | \$517,421 | \$512,046 | \$653,767 | \$5,009,400 | \$5,904,080 | \$591,851 | 41.77% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | 15.10% | 1.75% | | |

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

**ALLOCATION OF ESTIMATED OPERATION AND MAINTENANCE EXPENSES
TO FUNCTIONAL COST COMPONENTS**

Base-Extra Capacity Method

(1) Allocated in ratio to maximum day demand.

| | <u>Flow</u> | <u>%</u> |
|-----------------------------|-----------------|----------------|
| | (cubic feet) | |
| Average day demand | 36,915.5 | 50.26% |
| Maximum day excess capacity | 36,534.7 | 49.74% |
| Totals | <u>73,450.2</u> | <u>100.00%</u> |

(2) Allocated 100% to base.

(3) Allocated pro rata based on the allocation of total treatment plant.

| | <u>Treatment Plant</u> | <u>%</u> |
|------------------------------|------------------------|----------------|
| Average day demand | \$25,175,137 | 39.20% |
| Maximum day excess capacity | 24,913,959 | 38.79% |
| Maximum hour excess capacity | 14,131,052 | 22.01% |
| Totals | <u>\$64,220,148</u> | <u>100.00%</u> |

(4) Allocated based on the allocation of total transmission and distribution plant mains.

| | <u>Transmission and Distribution Plant</u> | <u>%</u> |
|------------------------------|--|----------------|
| <u>Common to All:</u> | | |
| Average day demand | \$25,335,781 | 17.34% |
| Maximum day excess capacity | 25,072,038 | 17.16% |
| Maximum hour excess capacity | 32,011,766 | 21.91% |
| <u>Common to Small:</u> | | |
| Average day demand | 19,569,892 | 13.40% |
| Maximum day excess capacity | 19,366,172 | 13.26% |
| Maximum hour excess capacity | 24,726,565 | 16.93% |
| Totals | <u>\$146,082,214</u> | <u>100.00%</u> |

(5) Allocated 100% to meters and services.

(6) Allocated 100% to fire protection.

(7) Allocated 100% to billing and collection.

(8) Allocated pro rata based upon total payroll.

(9) Allocated in ratio to all other functionalized expenses.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

All Customers

UNIT COSTS OF SERVICE
(12 Months Ended 12/31/2023)

| Units of Service | Net Estimated Revenue Requirements | Common to All | | | Common to Small | | | Customer Costs | | Direct Fire | Ref |
|---------------------------------------|---|-----------------------|-------------------------------|-------------------------------|-----------------------|-------------------------------|-------------------------------|------------------------------|---------------------|----------------------------------|-----|
| | | Extra Capacity | | | Extra Capacity | | | Meters and | Billing and | Protection | |
| | | Base | Maximum Day | Maximum Hour | Base | Maximum Day | Maximum Hour | Services Equiv. Meters | Collection Bills | Service Equiv. Connections | |
| | | (100's of cubic feet) | (100's of cubic feet per day) | (100's of cubic feet per day) | (100's of cubic feet) | (100's of cubic feet per day) | (100's of cubic feet per day) | | | | |
| Inside | | 10,501,553.8 | 29,669.6 | 37,637.6 | 8,906,063.0 | 25,954.1 | 34,577.7 | 120,068.0 | 1,070,008.0 | 1,378,437 | (1) |
| Contract | | 921,160.0 | 1,653.9 | 1,844.6 | - | - | - | 485.0 | 96.0 | - | (1) |
| Outside | | 2,051,437.8 | 5,211.2 | 7,154.7 | 1,833,856.4 | 4,704.5 | 6,737.4 | 25,643.0 | 224,832.0 | 78,311 | (1) |
| Total system | | <u>13,474,151.6</u> | <u>36,534.7</u> | <u>46,636.9</u> | <u>10,739,919.4</u> | <u>30,658.6</u> | <u>41,315.1</u> | <u>146,196</u> | <u>1,294,936</u> | <u>1,456,748</u> | |
| Estimated Cost of Service | | | | | | | | | | | |
| Net operation and maintenance expense | \$33,773,470 | \$14,109,481 | \$4,722,039 | \$1,663,385 | \$517,421 | \$512,046 | \$653,767 | \$5,099,400 | \$5,904,080 | \$591,851 | (2) |
| Debt service and reserve | 16,897,831 | 3,296,766 | 2,994,296 | 2,517,777 | 726,607 | 718,158 | 917,552 | 665,775 | - | 5,060,900 | (3) |
| Outside users return | 2,514,869 (4) | 490,652 | 445,635 | 374,715 | 108,139 | 106,862 | 136,557 | 99,086 | - | 753,203 | (3) |
| Commercial loans | 1,091,100 | 212,874 | 193,343 | 162,574 | 46,917 | 46,372 | 59,247 | 42,989 | - | 326,784 | (3) |
| Payment in lieu of taxes | 4,082,600 | 796,516 | 723,437 | 608,307 | 175,552 | 173,511 | 221,885 | 160,854 | - | 1,222,738 | (3) |
| Replacements and improvements | 14,137,500 | 2,758,225 | 2,505,165 | 2,106,488 | 607,913 | 600,844 | 767,666 | 557,018 | - | 4,234,181 | (3) |
| Net cost of service | <u>\$72,497,370</u> | <u>\$21,664,514</u> | <u>\$11,583,915</u> | <u>\$7,433,246</u> | <u>\$2,182,549</u> | <u>\$2,157,813</u> | <u>\$2,756,474</u> | <u>\$6,625,122</u> | <u>\$5,904,080</u> | <u>\$12,189,657</u> | |
| Total unit cost of service | | | | | | | | | | | |
| Inside and Contract Customers | | <u>\$1.5714</u> | <u>\$304.8685</u> | <u>\$151.3508</u> | <u>\$0.1931</u> | <u>\$66.8958</u> | <u>\$63.4131</u> | <u>\$44.6390</u> | <u>\$4.5594</u> | <u>\$7.8507</u> | |
| Outside | | <u>\$1.8106</u> | <u>\$390.3834</u> | <u>\$203.7240</u> | <u>\$0.2521</u> | <u>\$89.6149</u> | <u>\$83.6816</u> | <u>\$48.5030</u> | <u>\$4.5594</u> | <u>\$17.4688</u> | |

(1) As presented on page 62.

(2) See pages 65 - 66.

(3) Allocated in ratio to plant values, see page 63.

(4) Calculated as follows:

| | | | | | |
|------|---|-------------------------|------------------------|---------------------------------|----------------------|
| (1): | Utility Plant in Service (12/31/2023) | \$517,266,700 | | | |
| | Less: accumulated depreciation | <u>(214,021,949)</u> | | | |
| | Net Utility Plant | 303,244,751 | | | |
| | Add static working capital* | <u>8,844,133</u> | | | |
| | Subtotal | 312,088,884 | | | |
| | Less Outstanding Principal (12/31/2023) | <u>(85,948,619)</u> | | | |
| | Total Rate Base | <u>\$226,140,265</u> | | | |
| (2): | Base - Avg Day | Max Day - Extra Cap. | Max Hr - Extra Cap. | Customer - Equiv Connections | |
| | Outside City | | | | |
| | Units of Service (see page 62) | 6,413.6 | 5,806.1 | 7,194.4 | 25,878.0 |
| | Total | | | | |
| | Units of Service (see page 62) | <u>36,915.5</u> | <u>36,534.7</u> | <u>46,636.9</u> | <u>146,196.0</u> |
| | % of Outside City to Total Units of Service | <u>17.37%</u> | <u>15.89%</u> | <u>15.43%</u> | <u>17.70%</u> |
| | % Average of Outside City to Total Units of Service (base, max day, max hour, customer) | | | | 16.60% |
| | Rate Base (see above) | | | | <u>\$226,140,265</u> |
| | Rate Base Applied to Outside Customers | | | | \$37,535,356 |
| | Times Rate of Return | | | | <u>6.7%</u> |
| | Return from Outside City Customers | | | | <u>\$2,514,869</u> |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

Inside Customers

COST OF SERVICE ALLOCATED TO CUSTOMER CLASS
(12 Months Ended 12/31/2023)

| Total Costs of Service | Common to All | | | Common to Small | | | Customer Costs | | Direct Fire Protection Service Equiv Connections | |
|-----------------------------------|---------------------------|--|---|--------------------|--|---|--|--|--|---------------------|
| | Extra Capacity | | | Extra Capacity | | | Meters and Services Equiv. Meters | Billing and Collection Bills | | |
| | Base | Maximum | Maximum | Base | Maximum | Maximum | | | | |
| | | Day (-----100's of Cubic Feet-----) | Hour (-----100's of Cubic Feet-----) | | Day (-----100's of Cubic Feet-----) | Hour (-----100's of Cubic Feet-----) | | | | |
| Unit Costs of Service (1) | <u>\$1.5714</u> | <u>\$304.8685</u> | <u>\$151.3508</u> | <u>\$0.1931</u> | <u>\$66.8958</u> | <u>\$63.4131</u> | <u>\$44.6390</u> | <u>\$4.5594</u> | <u>\$7.8507</u> | |
| <u>Allocated Costs of Service</u> | | | | | | | | | | |
| Residential: | | | | | | | | | | |
| Units of service (2) | | 4,820,836.2 | 10,566.2 | 23,113.7 | 4,820,836.2 | 10,566.2 | 23,113.7 | 85,276 | 972,804 | |
| Cost | \$25,641,190 | \$7,575,989 | \$3,221,300 | \$3,498,276 | \$931,142 | \$706,833 | \$1,465,712 | \$3,806,632 | \$4,435,306 | |
| Commercial: | | | | | | | | | | |
| Units of service (2) | | 4,085,226.9 | 13,990.5 | 4,477.0 | 4,085,226.9 | 13,990.5 | 4,477.0 | 32,734 | 94,390 | |
| Cost | 15,262,899 | \$6,419,526 | \$4,265,262 | \$677,595 | \$789,092 | \$935,907 | \$283,898 | \$1,461,211 | \$430,408 | |
| Industrial | | | | | | | | | | |
| Units of service (2) | | 1,595,490.8 | 3,715.5 | 3,059.9 | - | - | - | 2,058 | 2,814 | |
| Cost | 4,207,708 | \$2,507,154 | \$1,132,739 | \$463,118 | \$- | \$- | \$- | \$91,867 | \$12,830 | |
| Fire Protection: | | | | | | | | | | |
| Units of service (2) | | | 1,397.4 | 6,987.0 | - | 1,397.4 | 6,987.00 | | 1,378,437 | |
| Cost | <u>12,841,721</u> | <u>\$-</u> | <u>\$426,026</u> | <u>\$1,057,490</u> | <u>\$-</u> | <u>\$93,480</u> | <u>\$443,067</u> | | <u>\$10,821,658</u> | |
| Total allocated cost of service | <u>\$57,953,518</u> | <u>\$16,502,669</u> | <u>\$9,045,327</u> | <u>\$5,696,479</u> | <u>\$1,720,234</u> | <u>\$1,736,220</u> | <u>\$2,192,677</u> | <u>\$5,359,710</u> | <u>\$4,878,544</u> | <u>\$10,821,658</u> |
| (1) See page 67. | | | | | | | | | | |
| (2) See page 62. | | | | | | | | | | |
| | Public Fire Protection | Private Fire Protection | Totals | | | | | | | |
| Equivalent connections (page 38) | <u>1,034,960.40</u> | <u>343,476.10</u> | <u>1,378,436.50</u> | | | | | | | |
| Percentage allocation | 75.08% | 24.92% | 100.00% | | | | | | | |
| Times allocable costs | <u>\$12,841,721</u> | <u>\$12,841,721</u> | <u>\$12,841,721</u> | | | | | | | |
| Total Fire Protection allocations | <u>\$9,641,846</u> | <u>\$3,199,875</u> | <u>\$12,841,721</u> | | | | | | | |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

Contract Customers

COST OF SERVICE ALLOCATED TO CUSTOMER CLASS
(12 Months Ended 12/31/2023)

| Total Costs of Service | Common to All | | | Common to Small | | | Customer Costs | | Direct Fire Protection Service Equiv Connections |
|-----------------------------------|---------------------------------|------------|------------|---------------------------------|-----------|-----------|--|--|--|
| | Extra Capacity | | | Extra Capacity | | | Meters and Services Equiv. Meters | Billing and Collection Bills | |
| | Maximum | Maximum | | Maximum | Maximum | | | | |
| | Base | Day | Hour | Base | Day | Hour | | | |
| | (-----100's of Cubic Feet-----) | | | (-----100's of Cubic Feet-----) | | | | | |
| Unit Costs of Service (1) | \$1.5714 | \$304.8685 | \$151.3508 | \$0.1931 | \$66.8958 | \$63.4131 | \$44.6390 | \$4.5594 | \$7.8507 |
| <u>Allocated Costs of Service</u> | | | | | | | | | |
| Large Industrial: | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |
| Contract: | | | | | | | | | |
| New Haven and Grabil: | | | | | | | | | |
| Units of service (2) | | | | | | | | | |
| Cost | 1,600,017 | \$992,554 | \$322,856 | \$273,173 | \$- | \$- | \$- | \$11,160 | \$274 |
| Total allocated cost of service | | | | | | | | | |
| | | | | | | | | | \$- |

(1) See page 67.

(2) See page 62.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

Outside Customers

COST OF SERVICE ALLOCATED TO CUSTOMER CLASS
(12 Months Ended 12/31/2023)

| Total Costs of Service | Common to All | | | Common to Small | | | Customer Costs | | Direct Fire Protection Service Equiv Connections |
|-----------------------------------|---------------------------------|----------------------------|--------------------|---------------------------------|------------------|------------------|--|--|--|
| | Extra Capacity | | | Extra Capacity | | | Meters and Services Equiv. Meters | Billing and Collection Bills | |
| | Maximum | Maximum | | Maximum | Maximum | | | | |
| | Base | Day | Hour | Base | Day | Hour | | | |
| | (-----100's of Cubic Feet-----) | | | (-----100's of Cubic Feet-----) | | | | | |
| Unit Costs of Service (1) | <u>\$1.8106</u> | <u>\$390.3834</u> | <u>\$203.7240</u> | <u>\$0.2521</u> | <u>\$89.6149</u> | <u>\$83.6816</u> | <u>\$48.5030</u> | <u>\$4.5594</u> | <u>\$17.4688</u> |
| Allocated Costs of Service | | | | | | | | | |
| Residential: | | | | | | | | | |
| Units of service (2) | | 1,278,219.3 | 2,801.6 | 6,128.5 | 1,278,219.3 | 2,801.6 | 6,128.5 | 20,802 | 217,121 |
| Cost | \$7,741,612 | \$2,314,344 | \$1,093,698 | \$1,248,523 | \$322,239 | \$251,065 | \$512,843 | \$1,008,959 | \$989,941 |
| Commercial: | | | | | | | | | |
| Units of service (2) | | 555,637.1 | 1,902.9 | 608.9 | 555,637.1 | 1,902.9 | 608.9 | 4,490 | 7,337 |
| Cost | 2,485,733 | \$1,006,036 | \$742,861 | \$124,048 | \$140,076 | \$170,528 | \$50,954 | \$217,778 | \$33,452 |
| Industrial | | | | | | | | | |
| Units of service (2) | | 217,581.4 | 506.7 | 417.3 | - | - | - | 351 | 374 |
| Cost | 695,504 | \$393,953 | \$197,807 | \$85,014 | \$- | \$- | \$- | \$17,025 | \$1,705 |
| Fire Protection: | | | | | | | | | |
| Units of service (2) | | | - | - | | - | - | | 78,311 |
| Cost | <u>1,367,999</u> | <u>\$-</u> | <u>\$-</u> | | <u>\$-</u> | <u>\$-</u> | <u>\$-</u> | | <u>\$1,367,999</u> |
| Total allocated cost of service | <u>\$12,290,848</u> | <u>\$3,714,333</u> | <u>\$2,034,366</u> | <u>\$1,457,585</u> | <u>\$462,315</u> | <u>\$421,593</u> | <u>\$563,797</u> | <u>\$1,243,762</u> | <u>\$1,025,098</u> |
| (1) See page 67. | | | | | | | | | |
| (2) See page 62. | | | | | | | | | |
| | Public Fire Protection | Private Fire Protection | Totals | | | | | | |
| Equivalent connections (page 38) | <u>26,046.50</u> | <u>52,264.80</u> | <u>78,311.30</u> | | | | | | |
| Percentage allocation | 33.26% | 66.74% | 100.00% | | | | | | |
| Times allocable costs | <u>\$1,367,999</u> | <u>\$1,367,999</u> | <u>\$1,367,999</u> | | | | | | |
| Total Fire Protection allocations | <u>\$454,999</u> | <u>\$913,000</u> | <u>\$1,367,999</u> | | | | | | |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

CALCULATION OF PROPOSED MONTHLY SERVICE CHARGES - INSIDE CUSTOMERS

| <u>Meter Size</u> | <u>5/8 inch Equivalency Factor</u> | <u>Meter Cost Per Equiv. Unit (1)</u> | <u>Meter Cost Per Unit</u> | <u>Billing Cost Per Unit (2)</u> | <u>Total</u> | <u>Rounded</u> |
|-------------------|--|---|------------------------------------|--|--------------|----------------|
| 5/8 inch meter | 1.0 | \$3.7199 | \$3.7199 | \$4.5594 | \$8.2793 | \$8.25 |
| 3/4 inch meter | 1.5 | 3.7199 | 5.5799 | 4.5594 | 10.1393 | 10.15 |
| 1 inch meter | 2.5 | 3.7199 | 9.2998 | 4.5594 | 13.8592 | 13.90 |
| 1 1/2 inch meter | 5.0 | 3.7199 | 18.5996 | 4.5594 | 23.1590 | 23.20 |
| 2 inch meter | 8.0 | 3.7199 | 29.7593 | 4.5594 | 34.3187 | 34.30 |
| 2 1/2 inch meter | 13.4 * | 3.7199 | 49.8469 | 4.5594 | 54.4063 | 54.40 |
| 3 inch meter | 15.0 | 3.7199 | 55.7988 | 4.5594 | 60.3582 | 60.35 |
| 4 inch meter | 25.0 | 3.7199 | 92.9979 | 4.5594 | 97.5573 | 97.60 |
| 6 inch meter | 50.0 | 3.7199 | 185.9958 | 4.5594 | 190.5552 | 190.60 |
| 8 inch meter | 80.0 | 3.7199 | 297.5933 | 4.5594 | 302.1527 | 302.20 |
| 10 inch meter | 115.0 | 3.7199 | 427.7904 | 4.5594 | 432.3498 | 432.35 |
| 12 inch meter | 215.0 | 3.7199 | 799.7821 | 4.5594 | 804.3415 | 804.35 |
| 14 inch meter | 320.0 | 3.7199 | 1,190.3733 | 4.5594 | 1,194.9327 | 1,194.95 |
| 16 inch meter | 458.0 | 3.7199 | 1,703.7218 | 4.5594 | 1,708.2812 | 1,708.30 |

(1) Calculated as follows:

| | |
|--|------------------------|
| Annual charge per equivalent meter (page 67) | \$44.6390 |
| Divided by 12 months | <u>12</u> |
| Monthly charge per equivalent meter | <u><u>\$3.7199</u></u> |

(2) See page 67

* Calculated based on max flow in relation to a 2" meter of 1.67.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

CALCULATION OF PROPOSED MONTHLY SERVICE CHARGES - OUTSIDE CUSTOMERS

| <u>Meter Size</u> | <u>5/8 inch Equivalency Factor</u> | <u>Meter Cost Per Equiv. Unit (1)</u> | <u>Meter Cost Per Unit</u> | <u>Billing Cost Per Unit (2)</u> | <u>Total</u> | <u>Rounded</u> |
|-------------------|--|---|------------------------------------|--|--------------|----------------|
| 5/8 inch meter | 1.0 | \$4.0419 | \$4.0419 | \$4.5594 | \$8.6013 | \$8.65 |
| 3/4 inch meter | 1.5 | 4.0419 | 6.0629 | 4.5594 | 10.6223 | 10.60 |
| 1 inch meter | 2.5 | 4.0419 | 10.1048 | 4.5594 | 14.6642 | 14.70 |
| 1 1/2 inch meter | 5.0 | 4.0419 | 20.2096 | 4.5594 | 24.7690 | 24.75 |
| 2 inch meter | 8.0 | 4.0419 | 32.3353 | 4.5594 | 36.8947 | 36.90 |
| 2 1/2 inch meter | 13.4 * | 4.0419 | 54.1617 | 4.5594 | 58.7211 | 58.75 |
| 3 inch meter | 15.0 | 4.0419 | 60.6288 | 4.5594 | 65.1882 | 65.20 |
| 4 inch meter | 25.0 | 4.0419 | 101.0479 | 4.5594 | 105.6073 | 105.65 |
| 6 inch meter | 50.0 | 4.0419 | 202.0958 | 4.5594 | 206.6552 | 206.70 |
| 8 inch meter | 80.0 | 4.0419 | 323.3533 | 4.5594 | 327.9127 | 327.95 |
| 10 inch meter | 115.0 | 4.0419 | 464.8204 | 4.5594 | 469.3798 | 469.35 |
| 12 inch meter | 215.0 | 4.0419 | 869.0121 | 4.5594 | 873.5715 | 873.55 |
| 14 inch meter | 320.0 | 4.0419 | 1,293.4133 | 4.5594 | 1,297.9727 | 1,297.95 |
| 16 inch meter | 458.0 | 4.0419 | 1,851.1978 | 4.5594 | 1,855.7572 | 1,855.75 |

(1) Calculated as follows:

| | |
|--|------------------------|
| Annual charge per equivalent meter (page 67) | \$48.5030 |
| Divided by 12 months | <u>12</u> |
| Monthly charge per equivalent meter | <u><u>\$4.0419</u></u> |

(2) See page 67

* Calculated based on max flow in relation to a 2" meter of 1.67.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**CALCULATION OF FIRE PROTECTION CHARGES BASED UPON
ALLOCATED COST OF SERVICE**

| | <u>Size of Connection</u> | <u>Equivalency Ratio*</u> | <u>Rate per Equivalent Connection</u> | <u>Adjusted Rates</u> |
|--------------------------|-------------------------------|-------------------------------|---|---------------------------|
| Public Fire Protection: | | | | |
| 5/8 | inch connection | 1.00 | \$5.31 | \$5.31 |
| 3/4 | | 1.50 | 5.31 | 7.97 |
| 1 | inch connection | 2.50 | 5.31 | 13.28 |
| 1 1/2 | inch connection | 2.90 | 5.31 | 15.40 |
| 2 | inch connection | 6.19 | 5.31 | 32.87 |
| 2 1/2 | inch connection | 11.13 | 5.31 | 59.10 |
| 3 | inch connection | 17.98 | 5.31 | 95.47 |
| 4 | inch connection | 38.32 | 5.31 | 203.48 |
| 6 | inch connection | 111.31 | 5.31 | 591.06 |
| 8 | inch connection | 237.21 | 5.31 | 1,259.59 |
| 10 | inch connection | 426.58 | 5.31 | 2,265.14 |
| 12 | inch connection | 689.04 | 5.31 | 3,658.80 |
| Private Fire Protection: | | | | |
| 1 | inch connection | 1.00 | \$0.86 | \$0.86 |
| 1 1/2 | inch connection | 2.90 | 0.86 | 2.49 |
| 2 | inch connection | 6.19 | 0.86 | 5.32 |
| 2 1/2 | inch connection | 11.13 | 0.86 | 9.57 |
| 3 | inch connection | 17.98 | 0.86 | 15.46 |
| 4 | inch connection | 38.32 | 0.86 | 32.96 |
| 6 | inch connection | 111.31 | 0.86 | 95.73 |
| 8 | inch connection | 237.21 | 0.86 | 204.00 |
| 10 | inch connection | 426.58 | 0.86 | 366.86 |
| 12 | inch connection | 689.04 | 0.86 | 592.57 |
| 16 | inch connection | 1,465.93 | 0.86 | 1,260.70 |
| 20 | inch connection | 2,640.64 | 0.86 | 2,270.95 |
| 24 | inch connection | 4,265.36 | 0.86 | 3,668.21 |
| Private hydrants | | 111.31 | 0.86 | 95.73 |

* Per M1 Seventh Edition.

| <u>Fire Hydrants</u> | <u>Public</u> | <u>Private</u> |
|--|----------------|----------------|
| Total costs to be recovered from private fire protection, see pages 68-70 | \$10,096,845 | \$4,112,875 |
| Divide by equivalent connections, see pages 36-37 | <u>146,196</u> | <u>395,741</u> |
| Annual charge per equivalent connection | <u>\$69.06</u> | <u>\$10.39</u> |
| Monthly charge per equivalent connection (inside/outside weighted average) | <u>\$5.76</u> | <u>\$0.87</u> |
| Use (Inside) | <u>\$5.31</u> | <u>\$0.86</u> |
| Use (Outside) | <u>\$5.84</u> | <u>\$0.95</u> |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**PRO FORMA ANNUAL OPERATING REVENUE AT ADJUSTED
RATES AND CHARGES BASED UPON ALLOCATED COST OF SERVICE**

| | | Percent of Use | Billing Determinants | | Allocated Cost of Service Rates | Pro Forma Revenue |
|--|------------|-------------------|--|----------------------------|---------------------------------------|-------------------------|
| | | | Annual Consumption (100's of CF) | Normalized Annual Bills | | Under Adjusted Rates |
| Residential - Inside: | | | | | | |
| Base Charge: | | | | | | |
| 5/8 | inch meter | | | 900,895 | \$8.25 | \$7,432,384 |
| 3/4 | inch meter | | | 59,156 | 10.15 | 600,433 |
| 1 | inch meter | | | 12,204 | 13.90 | 169,636 |
| 1 1/2 | inch meter | | | 419 | 23.20 | 9,721 |
| 2 | inch meter | | | 129 | 34.30 | 4,425 |
| 3 | inch meter | | | 1 | 60.35 | 60 |
| Volume Charge Per 100 Cubic Feet: | | | | | | |
| First | 1,000 | 90.21% | 4,348,816 | | 3.68 | 16,003,643 |
| Next | 49,000 | 9.76% | 470,439 | | 3.51 | 1,651,241 |
| Over | 50,000 | 0.03% | 1,582 | | 2.71 | 4,287 |
| Sub-totals | | 100.00% | 4,820,837.0 | 972,804 | | 25,875,830 |
| Commercial - Inside: | | | | | | |
| Base Charge: | | | | | | |
| 5/8 | inch meter | | | 35,256 | 8.25 | 290,862 |
| 3/4 | inch meter | | | 7,179 | 10.15 | 72,867 |
| 1 | inch meter | | | 21,841 | 13.90 | 303,590 |
| 1 1/2 | inch meter | | | 10,559 | 23.20 | 244,969 |
| 2 | inch meter | | | 13,483 | 34.30 | 462,467 |
| 3 | inch meter | | | 3,920 | 60.35 | 236,572 |
| 4 | inch meter | | | 1,237 | 97.60 | 120,731 |
| 6 | inch meter | | | 759 | 190.60 | 144,665 |
| 8 | inch meter | | | 132 | 302.20 | 39,890 |
| 10 | inch meter | | | 24 | 432.35 | 10,376 |
| Volume Charge Per 100 Cubic Feet: | | | | | | |
| First | 1,000 | 11.51% | 470,331 | | 3.68 | 1,730,818 |
| Next | 49,000 | 59.93% | 2,448,179 | | 3.51 | 8,593,108 |
| Over | 50,000 | 28.56% | 1,166,717 | | 2.71 | 3,161,803 |
| Sub-totals | | 100.00% | 4,085,227 | 94,390 | | 15,412,718 |
| Industrial - Inside: | | | | | | |
| Base Charge: | | | | | | |
| 5/8 | inch meter | | | 696 | 8.25 | \$5,742 |
| 3/4 | inch meter | | | 107 | 10.15 | 1,086 |
| 1 | inch meter | | | 565 | 13.90 | 7,854 |
| 1 1/2 | inch meter | | | 470 | 23.20 | 10,904 |
| 2 | inch meter | | | 596 | 34.30 | 20,443 |
| 3 | inch meter | | | 152 | 60.35 | 9,173 |
| 4 | inch meter | | | 151 | 97.60 | 14,738 |
| 6 | inch meter | | | 31 | 190.60 | 5,909 |
| 8 | inch meter | | | 22 | 302.20 | 6,648 |
| 12 | inch meter | | | 24 | 804.35 | 19,304 |
| Volume Charge Per 100 Cubic Feet: | | | | | | |
| First | 1,000 | 1.11% | 17,733 | | 3.68 | 65,257 |
| Next | 49,000 | 12.92% | 206,160 | | 3.51 | 723,622 |
| Over | 50,000 | 85.97% | 1,371,598 | | 2.71 | 3,717,031 |
| Sub-totals | | 100.00% | 1,595,491 | 2,814 | | 4,607,711 |
| Sub-total carried forward to next page | | | 10,501,555 | 1,070,008 | | 45,896,259 |

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

**PRO FORMA ANNUAL OPERATING REVENUE AT ADJUSTED
RATES AND CHARGES BASED UPON ALLOCATED COST OF SERVICE**

| | | Percent of Use | Billing Determinants | | Allocated Cost of Service Rates | Pro Forma Revenue |
|--|------------|-------------------|-----------------------|----------------------------|---------------------------------------|-------------------------|
| | | | Annual Consumption | Normalized Annual Bills | | Under Adjusted Rates |
| | | | (100's of CF) | | | |
| Residential - Outside: | | | | | | |
| Base Charge: | | | | | | |
| 5/8 | inch meter | | | 166,584 | \$8.65 | \$1,440,952 |
| 3/4 | inch meter | | | 43,737 | 10.60 | 463,612 |
| 1 | inch meter | | | 6,693 | 14.70 | 98,387 |
| 1 1/2 | inch meter | | | 59 | 24.75 | 1,460 |
| 2 | inch meter | | | 48 | 36.90 | 1,771 |
| Volume Charge Per 100 Cubic Feet: | | | | | | |
| First | 1,000 | 83.53% | 1,067,703 | | 4.05 | 4,324,197 |
| Next | 49,000 | 16.43% | 210,031 | | 3.86 | 810,720 |
| Over | 50,000 | 0.04% | 485 | | 2.98 | 1,445 |
| Sub-totals | | 100.00% | 1,278,219 | 217,121 | | 7,142,544 |
| Commercial - Outside: | | | | | | |
| Base Charge: | | | | | | |
| 5/8 | inch meter | | | 1,112 | \$8.65 | 9,619 |
| 3/4 | inch meter | | | 851 | 10.60 | 9,021 |
| 1 | inch meter | | | 1,776 | 14.70 | 26,107 |
| 1 1/2 | inch meter | | | 1,093 | 24.75 | 27,052 |
| 2 | inch meter | | | 1,495 | 36.90 | 55,166 |
| 3 | inch meter | | | 481 | 65.20 | 31,361 |
| 4 | inch meter | | | 345 | 105.65 | 36,449 |
| 6 | inch meter | | | 66 | 206.70 | 13,642 |
| 8 | inch meter | | | 118 | 327.95 | 38,698 |
| Volume Charge Per 100 Cubic Feet: | | | | | | |
| First | 1,000 | 7.85% | 43,604 | | 4.05 | 176,596 |
| Next | 49,000 | 63.96% | 355,363 | | 3.86 | 1,371,701 |
| Over | 50,000 | 28.19% | 156,669 | | 2.98 | 466,874 |
| Sub-totals | | 100.00% | 555,636 | 7,337 | | 2,262,286 |
| Industrial - Outside: | | | | | | |
| Base Charge: | | | | | | |
| 5/8 | inch meter | | | 24 | \$8.65 | \$208 |
| 3/4 | inch meter | | | 36 | 10.60 | 382 |
| 1 | inch meter | | | 76 | 14.70 | 1,117 |
| 1 1/2 | inch meter | | | 48 | 24.75 | 1,188 |
| 2 | inch meter | | | 82 | 36.90 | 3,026 |
| 3 | inch meter | | | 35 | 65.20 | 2,282 |
| 4 | inch meter | | | 57 | 105.65 | 6,022 |
| Volume Charge Per 100 Cubic Feet: | | | | | | |
| First | 1,000 | 1.24% | 2,705 | | 4.05 | 10,955 |
| Next | 49,000 | 18.84% | 41,001 | | 3.86 | 158,264 |
| Over | 50,000 | 79.92% | 173,875 | | 2.98 | 518,148 |
| Sub-totals | | 100.00% | 217,581 | 358 | | 701,592 |
| Sub-total carried forward to next page | | | 2,051,436 | 224,816 | | \$10,106,422 |

(Continued on next page)

(No assurance is provided on this financial analysis)

(Cont'd)

(Cont'd)

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FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

**PRO FORMA ANNUAL OPERATING REVENUE AT ADJUSTED
RATES AND CHARGES BASED UPON ALLOCATED COST OF SERVICE**

| | | <u>Billing Determinants</u> | | <u>Allocated</u> | <u>Pro Forma</u> |
|--------------------------|-----------------|-----------------------------|--------------|----------------------|-----------------------|
| <u>Percent</u> | | <u>Annual</u> | <u>Bills</u> | <u>Cost of</u> | <u>Revenue</u> |
| <u>of Use</u> | | <u>Consumption</u> | | <u>Service Rates</u> | <u>Under Adjusted</u> |
| | | <u>(100's of CF)</u> | | | <u>Rates</u> |
| Private fire protection: | | | | | |
| Inside: | | | | | |
| 1 | inch fire line | | 204 | \$0.86 | \$175 |
| 1 1/2 | inch fire line | | 12 | 2.49 | 30 |
| 2 | inch fire line | | 539 | 5.32 | 2,867 |
| 2 1/2 | inch fire line | | 12 | 9.57 | 115 |
| 3 | inch fire line | | 48 | 15.46 | 742 |
| 4 | inch fire line | | 1,797 | 32.96 | 59,229 |
| 6 | inch fire line | | 9,532 | 95.73 | 912,498 |
| 8 | inch fire line | | 4,437 | 204.00 | 905,148 |
| 10 | inch fire line | | 484 | 366.86 | 177,560 |
| 12 | inch fire line | | 118 | 592.57 | 69,923 |
| | Private hydrant | | 14,797 | 95.73 | 1,416,517 |
| Sub-totals | | | 31,980 | | 3,544,804 |
| Outside: | | | | | |
| 1 | inch fire line | | 12 | \$0.95 | 11 |
| 2 | inch fire line | | 120 | 5.85 | 702 |
| 3 | inch fire line | | 324 | 17.01 | 5,511 |
| 4 | inch fire line | | 993 | 36.26 | 36,006 |
| 6 | inch fire line | | 628 | 105.30 | 66,128 |
| 8 | inch fire line | | 210 | 224.40 | 47,124 |
| 10 | inch fire line | | 23 | 651.83 | 14,992 |
| | Private hydrant | | 4,063 | 105.30 | 427,834 |
| Sub-totals | | | 6,373 | | 598,308 |
| Totals | | | 2,628,193 | | \$72,503,954 |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**COMPARISON OF ALLOCATED COST OF SERVICE WITH
REVENUE UNDER ADJUSTED RATES**

| Customer Classification | Cost of Service | Normalized Revenue Under Existing Rates | Increase (Decrease) | | Revenue Under Adjusted Rates | Variance Between Adjusted Revenues and Cost of Service | |
|-------------------------------|---------------------|---|---------------------|--------------------|------------------------------|--|----------------|
| | | | % | Amount | | % | Amount |
| Inside: | | | | | | | |
| Residential | \$25,641,190 | \$25,241,813 | 1.58% | \$399,377 | \$25,875,830 | 0.92% | \$234,640 |
| Commercial | 15,262,899 | 15,112,394 | 1.00% | 150,505 | 15,412,718 | 0.98% | 149,819 |
| Industrial | 4,207,708 | 4,180,616 | 0.65% | 27,092 | 4,607,711 | 9.51% | 400,003 |
| Outside: | | | | | | | |
| Residential | 7,741,612 | 6,967,762 | 11.11% | 773,850 | 7,142,544 | -7.74% | (599,068) |
| Commercial | 2,485,733 | 2,218,363 | 12.05% | 267,370 | 2,262,286 | -8.99% | (223,447) |
| Industrial | 695,504 | 700,282 | -0.68% | (4,778) | 701,592 | 0.88% | 6,088 |
| Large Industrial: | | | | | | | |
| | | | | | | | |
| Contract: | | | | | | | |
| Town of New Haven and Grabill | 1,600,017 | 1,571,959 | 1.78% | 28,058 | 1,599,799 | -0.01% | (218) |
| Fire Protection | | | | | | | |
| Public | 10,096,845 | 8,981,419 | 12.42% | 1,115,426 | 10,104,809 | 0.08% | 7,964 |
| Private | 4,112,875 | 3,709,481 | 10.87% | 403,394 | 4,143,112 | 0.74% | 30,237 |
| Totals | <u>\$72,497,370</u> | <u>\$69,328,562</u> | <u>4.57%</u> | <u>\$3,168,808</u> | <u>\$72,503,954</u> | <u>0.01%</u> | <u>\$6,584</u> |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

SCHEDULE OF PRESENT AND PROPOSED RATES AND CHARGES

(Inside City)

| <u>Metered Rates - Monthly (Per 100 Cubic Feet)</u> | | <u>Present Rates</u> 2026 | <u>Proposed Rates</u> 2027 |
|---|-------------------|------------------------------|-------------------------------|
| First | 1,000 cubic feet | \$3.59 | \$3.68 |
| Next | 49,000 cubic feet | 3.42 | 3.51 |
| Over | 50,000 cubic feet | 2.73 | 2.71 |
| <u>Service Charge - Monthly</u> | | | |
| 5/8 inch meter | | \$8.05 | \$8.25 |
| 3/4 inch meter | | 9.90 | 10.15 |
| 1 inch meter | | 13.50 | 13.90 |
| 1 1/2 inch meter | | 22.45 | 23.20 |
| 2 inch meter | | 33.15 | 34.30 |
| 2 1/2 inch meter | | 52.45 | 54.40 |
| 3 inch meter | | 58.20 | 60.35 |
| 4 inch meter | | 94.05 | 97.60 |
| 6 inch meter | | 183.60 | 190.60 |
| 8 inch meter | | 291.05 | 302.20 |
| 10 inch meter | | 416.40 | 432.35 |
| 12 inch meter | | 774.55 | 804.35 |
| <u>Fire Protection Services</u> | | | |
| <u>Public Fire Protection Surcharge - Monthly</u> | | | |
| 5/8 inch meter | | \$4.72 | \$5.31 |
| 3/4 inch meter | | 7.08 | 7.97 |
| 1 inch meter | | 11.80 | 13.28 |
| 1 1/2 inch meter | | 13.69 | 15.40 |
| 2 inch meter | | 29.22 | 32.87 |
| 2 1/2 inch meter | | 52.53 | 59.10 |
| 3 inch meter | | 84.87 | 95.47 |
| 4 inch meter | | 180.87 | 203.48 |
| 6 inch meter | | 525.38 | 591.06 |
| 8 inch meter | | 1,119.63 | 1,259.59 |
| 10 inch meter | | 2,013.46 | 2,265.14 |
| 12 inch meter | | 3,252.27 | 3,658.80 |
| <u>Private Fire Protection Charge - Monthly</u> | | | |
| 1 inch connection | | \$0.77 | \$0.86 |
| 1 1/2 inch connection | | 2.23 | 2.49 |
| 2 inch connection | | 4.77 | 5.32 |
| 2 1/2 inch connection | | 8.57 | 9.57 |
| 3 inch connection | | 13.84 | 15.46 |
| 4 inch connection | | 29.51 | 32.96 |
| 6 inch connection | | 85.71 | 95.73 |
| 8 inch connection | | 182.65 | 204.00 |
| 10 inch connection | | 328.47 | 366.86 |
| 12 inch connection | | 530.56 | 592.57 |
| 16 inch connection | | 1,128.77 | 1,260.70 |
| 20 inch connection | | 2,033.29 | 2,270.95 |
| 24 inch connection | | 3,284.33 | 3,668.21 |
| Private Hydrant Rental - Monthly | | \$85.71 | \$95.73 |

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY
SCHEDULE OF PRESENT AND PROPOSED RATES AND CHARGES
(Outside City)

| <u>Metered Rates - Monthly (Per 100 Cubic Feet)</u> | | <u>2026</u> | <u>Proposed Rates</u> <u>2027</u> |
|---|-------------------|-------------|--------------------------------------|
| First | 1,000 cubic feet | \$3.95 | \$4.05 |
| Next | 49,000 cubic feet | 3.76 | 3.86 |
| Over | 50,000 cubic feet | 3.00 | 2.98 |

Service Charge - Monthly

| | | |
|------------------|--------|--------|
| 5/8 inch meter | \$8.45 | \$8.65 |
| 3/4 inch meter | 10.35 | 10.60 |
| 1 inch meter | 14.30 | 14.70 |
| 1 1/2 inch meter | 24.05 | 24.75 |
| 2 inch meter | 35.85 | 36.90 |
| 3 inch meter | 63.25 | 65.20 |
| 4 inch meter | 102.40 | 105.65 |
| 6 inch meter | 200.30 | 206.70 |
| 8 inch meter | 317.80 | 327.95 |
| 10 inch meter | 454.80 | 469.35 |
| 12 inch meter | 846.40 | 873.55 |

Fire Protection Services

Public Fire Protection Surcharge - Monthly Charge:

| | | |
|------------------|----------|----------|
| 5/8 inch meter | \$5.19 | \$5.84 |
| 3/4 inch meter | 7.79 | 8.77 |
| 1 inch meter | 12.98 | 14.61 |
| 1 1/2 inch meter | 15.06 | 16.94 |
| 2 inch meter | 32.14 | 36.16 |
| 2 1/2 inch meter | 57.78 | 65.01 |
| 3 inch meter | 93.36 | 105.02 |
| 4 inch meter | 198.96 | 223.83 |
| 6 inch meter | 577.92 | 650.17 |
| 8 inch meter | 1,231.59 | 1,385.55 |
| 10 inch meter | 2,214.81 | 2,491.65 |
| 12 inch meter | 3,577.50 | 4,024.68 |

Private Fire Protection Charge - Monthly

| | | |
|-----------------------|----------|----------|
| 1 inch connection | \$0.85 | \$0.95 |
| 1 1/2 inch connection | 2.45 | 2.74 |
| 2 inch connection | 5.25 | 5.85 |
| 2 1/2 inch connection | 9.43 | 10.53 |
| 3 inch connection | 15.22 | 17.01 |
| 4 inch connection | 32.46 | 36.26 |
| 6 inch connection | 94.28 | 105.30 |
| 8 inch connection | 200.92 | 224.40 |
| 10 inch connection | 361.32 | 403.55 |
| 12 inch connection | 583.62 | 651.83 |
| 16 inch connection | 1,241.65 | 1,386.77 |
| 20 inch connection | 2,236.62 | 2,498.05 |
| 24 inch connection | 3,612.76 | 4,035.03 |

| | | |
|----------------------------------|---------|----------|
| Private Hydrant Rental - Monthly | \$94.28 | \$105.30 |
|----------------------------------|---------|----------|

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY
SCHEDULE OF PRESENT AND PROPOSED RATES AND CHARGES

| | 2026 | Proposed Rates 2027 |
|--|--|------------------------|
| <u>Large Industrial Customers</u> | | |
| <u>Commodity Charge (per 100 cubic feet)</u> | | |
| First 1,000 cubic feet | \$2.78 | \$2.82 |
| Next 49,000 cubic feet | 2.57 | 2.60 |
| Over 50,000 cubic feet | 2.18 | 2.21 |
| -Monthly Service Charge for each Meter | (Based on Meter Size - Same as Outside-City Rates) | |
| -Fire Protection Service - 10" line | (Based on Meter Size - Same as Outside-City Rates) | |
| <u>City of New Haven:</u> | | |
| Monthly Demand Charge | \$15,387.41 | \$16,156.78 |
| Commodity Charge: | | |
| - Rate per Hundred Cubic Feet | \$2.1430 | \$2.1700 |
| -Monthly Service Charge for each Meter | (Based on Meter Size - Same as In-City Rates) | |
| -Fire Protection Services for each Meter | (Based on Meter Size - Same as In-City Rates) | |
| <u>Town of Grabill:</u> | | |
| Monthly Demand Charge | \$1,891.46 | \$1,986.03 |
| Commodity Charge: | | |
| - Rate per Hundred Cubic Feet | \$2.1430 | \$2.1700 |
| -Monthly Service Charge for each Meter | (Based on Meter Size - Same as In-City Rates) | |
| -Fire Protection Services for each Meter | (Based on Meter Size - Same as In-City Rates) | |
| <u>System Development Charge:</u> | | |
| 5/8 inch meter | \$650.00 | \$650.00 |
| 3/4 inch meter | 975.00 | 975.00 |
| 1 inch meter | 1,625.00 | 1,625.00 |
| 1 1/2 inch meter | 3,250.00 | 3,250.00 |
| 2 inch meter | 5,200.00 | 5,200.00 |
| 3 inch meter | 9,750.00 | 9,750.00 |
| 4 inch meter | 16,250.00 | 16,250.00 |
| 6 inch meter | 32,500.00 | 32,500.00 |
| 8 inch meter | 52,000.00 | 52,000.00 |
| 10 inch meter | 74,750.00 | 74,750.00 |
| 12 inch meter | 139,750.00 | 139,750.00 |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

AVERAGE CUSTOMER BILL IMPACT
(Inside City Rates)

| | <u>Current Rates</u> | <u>Proposed Rates</u> | <u>Change</u> | <u>% Change</u> |
|--|----------------------|-----------------------|-------------------|-----------------|
| Residential - 5/8" Meter - 5 CCF Flow | | | | |
| Water Charges | \$26.00 | \$26.65 | | |
| Fire Protection | 4.72 | 5.31 | | |
| Total | <u>\$30.72</u> | <u>\$31.96</u> | <u>\$1.24</u> | <u>4%</u> |
| Small Commercial - 2" Meter - 75 CCF Flow | | | | |
| Water Charges | \$291.35 | \$299.25 | | |
| Fire Protection | 29.22 | 32.87 | | |
| Total | <u>\$320.57</u> | <u>\$332.12</u> | <u>\$11.55</u> | <u>4%</u> |
| Large Commercial - 4" Meter - 320 CCF Flow | | | | |
| Water Charges | \$1,190.15 | \$1,222.50 | | |
| Fire Protection | 180.87 | 203.48 | | |
| Total | <u>\$1,371.02</u> | <u>\$1,425.98</u> | <u>\$54.96</u> | <u>4%</u> |
| Small Industrial - 4" Meter - 730 CCF Flow | | | | |
| Water Charges | \$2,433.65 | \$2,477.60 | | |
| Fire Protection | 180.87 | 203.48 | | |
| Total | <u>\$2,614.52</u> | <u>\$2,681.08</u> | <u>\$66.56</u> | <u>3%</u> |
| Large Industrial - 6" Meter - 2,000 CCF Flow | | | | |
| Water Charges | \$5,990.30 | \$6,012.30 | | |
| Fire Protection | 525.38 | 591.06 | | |
| Total | <u>\$6,515.68</u> | <u>\$6,603.36</u> | <u>\$87.68</u> | <u>1%</u> |
| ██████████ - ██████████ | | | | |
| ██ | ██████████ | ██████████ | | |
| ██ | ██████████ | ██████████ | | |
| ██ | ██████████ | ██████████ | | |
| ██████████ | ██████████ | ██████████ | ██████████ | ██████████ |
| Grabill (1 million CCF) | | | | |
| Water Charges | \$21,430.00 | \$21,700.00 | | |
| Meter charge (1) | 183.60 | 190.60 | | |
| Demand Charges | 1,891.46 | 1,986.03 | | |
| Fire Protection | 525.38 | 591.06 | | |
| Total | <u>\$24,030.44</u> | <u>\$24,467.69</u> | <u>\$437.25</u> | <u>2%</u> |
| New Haven (4 million CCF) | | | | |
| Water Charges | \$85,720.00 | \$86,800.00 | | |
| Meter charge (4) | 734.40 | 762.40 | | |
| Demand Charges | 15,387.41 | 15,387.41 | | |
| Fire Protection | 2,101.52 | 2,364.24 | | |
| Total | <u>\$103,943.33</u> | <u>\$105,314.05</u> | <u>\$1,370.72</u> | <u>1%</u> |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

APPENDIX B - 2028 CALCULATION OF PROPOSED RATES

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

ESTIMATED ANNUAL REVENUE REQUIREMENTS

AND ANNUAL OPERATING REVENUES

(See Explanation of References, Page 84)

(Amounts Rounded to Nearest \$100)

| | | <u>Phase II</u> | <u>Adjustments</u> | <u>Phase III</u> |
|---|--------|---------------------|--------------------|---------------------|
| | | <u>(2027)</u> | | <u>(2028)</u> |
| <u>Annual Revenue Requirements</u> | | | | |
| Operation and Maintenance Expenses (Page 3) | | \$36,679,000 | \$ - | \$36,679,000 |
| Debt Service (Page 13) | | 18,854,800 | 297,500 | 19,152,300 * |
| Debt Service Reserve | (1) | 557,900 | 31,600 | 589,500 |
| Commercial Loans | (2) | 1,091,100 | (133,200) | 957,900 |
| Payment In Lieu of Taxes | (3) | 4,082,600 | - | 4,082,600 |
| Replacements and Improvements (Page 11) | | 14,137,500 | 4,092,800 | 18,230,300 |
| Total Annual Revenue Requirements | | <u>75,402,900</u> | <u>4,288,700</u> | <u>79,691,600</u> |
| | | | | |
| Less: Other Sales | (4) | (898,800) | - | (898,800) |
| Less: Water Charges - Private | (4) | (60,900) | - | (60,900) |
| Less: Connection Fees | (5) | (53,900) | - | (53,900) |
| Less: Engineering Fees | (5) | (48,600) | - | (48,600) |
| Less: Scrap Metal Sales | (4) | (60,100) | - | (60,100) |
| Less: Interest Income | (6) | (1,783,200) | - | (1,783,200) |
| Net Annual Revenue Requirements | | <u>\$72,497,400</u> | <u>\$4,288,700</u> | <u>\$76,786,100</u> |
| | | | | |
| <u>Annual Revenues</u> | | | | |
| Metered Revenues, Sales For Resale and Interdepartmental Sales | (7)(8) | \$54,183,700 | \$ - | \$54,183,700 |
| Fire Protection Revenues | (7) | 8,034,600 | - | 8,034,600 |
| Forfeited Discounts | (7) | 1,349,300 | - | 1,349,300 |
| Additional Revenue From Phased Increases | | 3,225,000 | 3,454,800 | 6,679,800 |
| Additional Revenue From Customer Growth | | 2,250,000 | 630,000 | 2,880,000 |
| Total Annual Operating Revenues | | <u>\$69,042,600</u> | <u>\$4,084,800</u> | <u>\$73,127,400</u> |
| | | | | |
| Additional Revenues Required | | <u>\$3,454,800</u> | | <u>\$3,658,700</u> |
| | | | | |
| Across-The-Board Rate Adjustment | | <u>5.00%</u> | | <u>5.00%</u> |
| <i>Avg. monthly bill (4,000 gallons/535 cu. ft.)</i> | | <u>\$32.69</u> | | <u>\$34.32</u> |
| | | | | |
| <i>Bond Coverage Without PILOT</i> | (8) | 181% | | 194% |
| <i>Bond Coverage With PILOT</i> | (8) | 159% | | 173% |

*Based on the estimated max annual debt service.

(Continued on Next Page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**ESTIMATED ANNUAL REVENUE REQUIREMENTS
AND ANNUAL OPERATING REVENUES**
(Explanation of References)

(1) Calculated as follows:

| | Funding Year | | | |
|---|---------------------|------------------------------|---------------------------------------|------------------------------|
| | 2025 | 2026 | 2027 | 2028 |
| | (SRF) 2024 Bonds | (SRF) Proposed 2025 Bonds | (SRF) and (OM) Proposed 2026 Bonds | (SRF) Proposed 2027 Bonds |
| Proposed Bonds Issued | | | | |
| New Maximum Annual Combined Debt Service (Page 13) | \$16,294,205 | \$16,470,205 | \$18,994,340 | \$19,152,340 |
| Less: Existing Maximum Annual Combined Debt Service (Page 13) | (16,224,205) | (16,294,205) | (16,470,205) | (18,994,340) |
| New Amount To Be Funded | 70,000 | 176,000 | 2,524,135 | 158,000 |
| Divided By: Funding Period (Months) | 60 | 60 | 60 | 60 |
| Additional Monthly Funding Requirement | 1,167 | 2,933 | 42,069 | 2,633 |
| Plus: Previous Additional Monthly Funding Requirement | - | 1,167 | 4,100 | 46,169 |
| Sub-Total | 1,167 | 4,100 | 46,169 | 48,802 |
| Plus: Existing Monthly Funding Requirement - (Per the Closing Letter Dated December 19, 2023) (January 2024 - December 2026) | 37,097 | 37,097 | 324 | 324 |
| Estimated Monthly Funding Requirement Times: 12 Months | 38,264 | 41,197 | 46,493 | 49,126 |
| | 12 | 12 | 12 | 12 |
| Total Estimated Annual Funding Requirement | \$459,168 | \$494,364 | \$557,916 | \$589,512 |

(2) Based on the payment schedule provided by Utility Management for outstanding 2017 through 2023 loans. As detailed on page 4, the Utility anticipates rolling annual equipment loans. Future loans are assumed at the amounts shown on page 4 and 3.28% interest over 7 years (2023 loan terms).

| | Amount | Term | Interest Rate | 2025 | 2026 | 2027 | 2028 |
|------------------------------|-----------|---------|---------------|-------------|-------------|-------------|-----------|
| Future Commercial Loans | | | | | | | |
| 2025 Commercial Loan | \$700,000 | 7 Years | 3.28% | \$106,667 | \$106,667 | \$106,667 | \$106,667 |
| 2026 Commercial Loan | 720,000 | 7 Years | 3.28% | 109,714 | 109,714 | 109,714 | 109,714 |
| 2027 Commercial Loan | 860,000 | 7 Years | 3.28% | 131,048 | 131,048 | 131,048 | 131,048 |
| 2028 Commercial Loan | 890,000 | 7 Years | 3.28% | 135,619 | 135,619 | 135,619 | 135,619 |
| 2029 Commercial Loan | 1,030,000 | 7 Years | 3.28% | 156,952 | 156,952 | 156,952 | 156,952 |
| Sub-Total | | | | 483,048 | 640,000 | 640,000 | 640,000 |
| Outstanding Commercial Loans | | | | 617,115 | 559,368 | 451,126 | 317,941 |
| Totals | | | | \$1,100,163 | \$1,199,368 | \$1,091,126 | \$957,941 |

(3) Estimated payments in lieu of taxes are based on the 2024 Budget per Utility Management. The 2025 PILOT payment is assumed at a 6% increase over 2024 budget. The 2026 PILOT payment is assumed at a 5% increase over 2025.

(4) Phase I - III represents the Test Year amounts.

(5) Phase I - III represents the three year historical average of calendar years 2021 - 2023.

(6) Interest earnings assumes interest rate reductions of 1% each year for 2025-2027. This equates to an approximate 20% reduction in earnings each year, compounded, for 2025-2027.

(7) 2025 revenues are normalized for the final phases of multi-phase rate increases that were originally adopted by the Common Council and approved by the Indiana Utility Regulatory Commission ("IURC") on April 10, 2019 and later amended to update for the removal of utilities receipts tax. The amended rate increases were adopted on April 27, 2022 by the Common Council, approved by the IURC on June 28, 2022 and the final phase of rate increases are effective on June 1, 2023.

(8) Includes adjustment to normalize anticipated Town of Grabill revenues based on usage from 9/1/2023 through 4/30/2024.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

TEST YEAR UNITS OF SERVICE
Base-Extra Capacity Method

| Customer Class | Base | | Maximum Day | | | Maximum Hour | | | Customer | | Equivalent Fire Connections |
|--------------------|--------------------------------|--------------------|--------------------------|-----------------------|---------------------------|--------------------------|-----------------------|---------------------------|------------------------|------------|-----------------------------|
| | Normalized Annual Sales (1) | Average Day (2) | Capacity Factor (3) % | Total Capacity (2) | Extra Capacity (4) (2) | Capacity Factor (3) % | Total Capacity (2) | Extra Capacity (5) (2) | Equivalent Connections | Bills | |
| Residential | | | | | | | | | | | |
| Inside | 4,820,836.2 | 13,207.8 | 180 | 23,774.0 | 10,566.2 | 355 | 46,887.7 | 23,113.7 | 85,276 | 972,804 | |
| Outside | 1,278,219.3 | 3,502.0 | 180 | 6,303.6 | 2,801.6 | 355 | 12,432.1 | 6,128.5 | 20,802 | 217,121 | |
| Commercial | | | | | | | | | | | |
| Inside | 4,085,226.9 | 11,192.4 | 225 | 25,182.9 | 13,990.5 | 265 | 29,659.9 | 4,477.0 | 32,734 | 94,390 | |
| Outside | 555,637.1 | 1,522.3 | 225 | 3,425.2 | 1,902.9 | 265 | 4,034.1 | 608.9 | 4,490 | 7,337 | |
| Industrial | | | | | | | | | | | |
| Inside | 1,595,490.8 | 4,371.2 | 185 | 8,086.7 | 3,715.5 | 255 | 11,146.6 | 3,059.9 | 2,058 | 2,814 | |
| Outside | 217,581.4 | 596.1 | 185 | 1,102.8 | 506.7 | 255 | 1,520.1 | 417.3 | 351 | 374 | |
| Contract Customers | | | | | | | | | | | |
| Town of New Haven | 511,528.0 | 1,401.4 | 165 | 2,312.3 | 910.9 | 275 | 3,853.9 | 1,541.6 | 200 | 48 | |
| Town of Grabill | 120,108.0 (6) | 329.1 | 145 | 477.2 | 148.1 | 225 | 740.5 | 263.3 | 50 | 12 | |
| Large Industrial | | | | | | | | | | | |
| ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ | ██████████ |
| Fire Protection | | | | 1,397.4 | 1,397.4 * | | 8,384.4 * | 6,987.0 | | | 1,378,437 |
| Inside | | | | | | | | | | | 78,311 |
| Outside | | | | | | | | | | | |
| Totals | ██████████ | ██████████ | | ██████████ | ██████████ | | ██████████ | ██████████ | ██████████ | ██████████ | 1,456,748 |

- (1) 100's of cubic feet.
(2) 100's of cubic feet per day.
(3) Calculated based on test year usage data.
(4) Capacity in excess of average day usage.
(5) Capacity in excess of maximum day demand.
(6) See page 35.

*Based on estimated fire requirement of 535 cubic feet (4,000 gallons) per minute for a 4 hour duration.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY
ALLOCATION OF UTILITY PLANT TO FUNCTIONAL COST COMPONENTS
Base-Extra Capacity Method

| Source of Supply Plant | Common to All | | | | Common to Small | | | Customer Meters and Services | Direct Fire Protection Service | Percentage Allocation | | | | | | | | |
|--|---------------|--------------|--------------|--------------|-----------------|--------------|--------------|------------------------------|--------------------------------|-----------------------|--------|--------|-----------------|--------|--------|---------|--------|-----|
| | Total | Base | Maximum Day | Maximum Hour | Base | Maximum Day | Maximum Hour | | | Common to All | | | Common to Small | | | CUS | FP | Ref |
| | | | | | | | | | | BAS | MXD | MXH | BAS | MXD | MXH | | | |
| Land and Land Rights | \$2,889,548 | \$2,889,548 | | | | | | | | 100.00% | | | | | | | (1) | |
| Structures and Improvements | 22,272,130 | 11,193,973 | \$11,078,157 | | | | | | | 50.26% | 49.74% | | | | | | (2) | |
| Collecting and Impounding Reservoirs | 2,206,901 | 2,206,901 | | | | | | | | 100.00% | | | | | | | (1) | |
| Supply Mains - Other | 461,345 | 231,872 | 229,473 | | | | | | | 50.26% | 49.74% | | | | | | (2) | |
| Power Generation Equipment | 43,738 | 21,983 | 21,755 | | | | | | | 50.26% | 49.74% | | | | | | (2) | |
| Pumping Equipment | 31,283,848 | 15,723,161 | 15,560,487 | | | | | | | 50.26% | 49.74% | | | | | | (2) | |
| Other Plant and Miscellaneous Equipment | 1,312,142 | 659,483 | 652,659 | | | | | | | 50.26% | 49.74% | | | | | | (2) | |
| Treatment | | | | | | | | | | | | | | | | | | |
| Land and Land Rights | 86,506 | 43,478 | 43,026 | | | | | | | 50.26% | 49.74% | | | | | | (2) | |
| Structures and Improvements | 27,750,916 | 13,947,610 | 13,803,306 | | | | | | | 50.26% | 49.74% | | | | | | (2) | |
| Water Treatment Equipment | 38,382,726 | 11,184,049 | 11,067,625 | \$14,131,052 | | | | | | 30.74% | 30.42% | 38.84% | | | | | (3) | |
| Other Plant and Miscellaneous Equipment | 433,824 | 133,359 | 131,969 | 168,496 | | | | | | 30.74% | 30.42% | 38.84% | | | | | (3) | |
| Transmission and Distribution | | | | | | | | | | | | | | | | | | |
| Land and Land Rights | 721,524 | 221,796 | 219,488 | 280,240 | | | | | | 30.74% | 30.42% | 38.84% | | | | | (3) | |
| Structures and Improvements | 8,477,327 | 2,605,928 | 2,576,803 | 3,292,596 | | | | | | 30.74% | 30.42% | 38.84% | | | | | (3) | |
| Distribution Reservoirs and Standpipes | 22,098,140 | 2,209,314 | | 17,678,512 | | | | | \$2,209,814 | 10.00% | | 80.00% | | | | 100.00% | (4) | |
| Transmission and Distribution Mains: | | | | | | | | | | | | | | | | | | |
| Transmission and Distribution Mains - smaller than 12 inch | 63,662,629 | | | | \$19,569,692 | \$19,366,172 | \$24,726,565 | | | | | | 30.74% | 30.42% | 38.84% | | (3) | |
| Transmission and Distribution Mains - 12-inch and larger | 82,419,585 | 25,335,781 | 25,072,038 | 32,011,766 | | | | | | 30.74% | 30.42% | 38.84% | | | | | (3) | |
| Transmission and Distribution Mains - Direct Fire | 113,006,668 | | | | | | | | \$113,006,668 | | | | | | | 100.00% | (6) | |
| Services | 16,087,182 | | | | | | | \$16,087,182 | | | | | | | | 100.00% | (5) | |
| Meters and Meter Installations - Other | 1,849,996 | | | | | | | 1,849,996 | | | | | | | | 100.00% | (5) | |
| Hydrants | 21,103,616 | | | | | | | | 21,103,616 | | | | | | | 100% | (6) | |
| Other Plant and Miscellaneous Equipment | 581,841 | 178,858 | 176,996 | 225,987 | | | | | | 30.74% | 30.42% | 38.84% | | | | | (4) | |
| General Plant | | | | | | | | | | | | | | | | | | |
| Land and Land Rights | 2,443,667 | 476,760 | 433,018 | 363,862 | 105,078 | 104,100 | 132,691 | 96,280 | 731,878 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Structures and Improvements | 43,895,318 | 8,563,976 | 7,778,250 | 6,536,013 | 1,887,489 | 1,869,941 | 2,383,516 | 1,729,476 | 13,146,647 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Computers | 1,952,716 | 380,977 | 346,021 | 290,759 | 83,967 | 83,186 | 106,032 | 76,937 | 584,837 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Transportation Equipment | 7,232,943 | 1,411,150 | 1,281,677 | 1,076,985 | 311,017 | 308,123 | 392,749 | 284,978 | 2,166,264 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Tools, Shop and Garage Equipment | 1,137,857 | 221,995 | 201,628 | 169,427 | 48,928 | 48,473 | 61,786 | 44,832 | 340,788 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Laboratory Equipment | 328,897 | 64,166 | 58,281 | 48,973 | 14,143 | 14,011 | 17,859 | 12,959 | 98,505 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Power Operated Equipment | 1,485,730 | 289,865 | 263,271 | 221,225 | 63,886 | 63,292 | 80,675 | 58,538 | 444,978 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Communication Equipment | 734,615 | 143,364 | 130,209 | 108,414 | 31,597 | 31,303 | 39,900 | 28,952 | 220,076 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Miscellaneous Equipment | 2,638,880 | 514,846 | 467,810 | 392,929 | 113,472 | 112,416 | 143,291 | 103,972 | 790,344 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Other Tangible Plant | 283,946 | 55,398 | 50,315 | 42,280 | 12,210 | 12,096 | 15,418 | 11,187 | 85,042 | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Less Accumulated Depreciation | (214,021,949) | (41,755,680) | (37,924,689) | (31,867,868) | (9,202,944) | (9,117,335) | (11,621,392) | (8,432,466) | (84,099,575) | 19.51% | 17.72% | 14.89% | 4.30% | 4.26% | 5.43% | 3.94% | 29.95% | (7) |
| Net Utility Plant in Service | \$303,244,751 | \$59,154,411 | \$53,721,375 | \$45,172,648 | \$13,038,745 | \$12,895,778 | \$16,479,050 | \$11,952,823 | \$90,829,882 | 19.51% | 17.72% | 14.90% | 4.30% | 4.25% | 5.43% | 3.94% | 29.95% | |

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

ALLOCATION OF UTILITY PLANT TO FUNCTIONAL COST COMPONENTS

Base-Extra Capacity Method

(1) Allocated 100% to base.

(2) Allocated in ratio to maximum day demand.

| | <u>Flow</u> <u>(CCF)</u> | <u>Allocation</u> |
|-----------------------------|-----------------------------|-------------------|
| Average day demand | 36,915.5 | 50.26% |
| Maximum day excess capacity | 36,534.7 | 49.74% |
| Totals | <u>73,450.2</u> | <u>100.00%</u> |

(3) Allocated in ratio to maximum hour demand.

| | <u>Flow</u> <u>(CCF)</u> | <u>Allocation</u> |
|------------------------------|-----------------------------|-------------------|
| Average day demand | 36,915.5 | 30.74% |
| Maximum day excess capacity | 36,534.7 | 30.42% |
| Maximum hour excess capacity | 46,636.9 | 38.84% |
| Totals | <u>120,087.1</u> | <u>100.00%</u> |

(4) Allocated 10% to base, 80% to maximum hour and 10% to fire protection per estimates.

(5) Allocated 100% to customer meters and services.

(6) Allocated 100% to direct fire protection.

(7) Allocated pro rata to all other allocable utility plant.

(8) Allocated 43.62% directly to fire protection per management calculations.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**ALLOCATION OF ESTIMATED OPERATION AND MAINTENANCE EXPENSES
TO FUNCTIONAL COST COMPONENTS
Base-Extra Capacity Method**

| | Estimated Expense | Common to All | | | Common to Small | | | Customer Class | | Direct Fire Protection Service | Percentage Allocation | | | | | | Ref. |
|-------------------------------------|-------------------|---------------|-------------|--------------|-----------------|-------------|--------------|---------------------|------------------------|--------------------------------|-----------------------|--------|--------|-----------------|--------|---------|-------|
| | | Base | Maximum Day | Maximum Hour | Base | Maximum Day | Maximum Hour | Meters and Services | Billing and Collecting | | Common to All | | | Common to Small | | | |
| | | | | | | | | | | | BAS | MXD | MXH | BAS | MXD | MXH | |
| Water Treatment: | | | | | | | | | | | | | | | | | |
| Salaries and Wages | \$3,549,980 | \$1,784,220 | \$1,765,760 | | | | | | | | 50.26% | 49.74% | | | | | (1) |
| Employee Benefits | 1,541,420 | 774,718 | 766,702 | | | | | | | | 50.26% | 49.74% | | | | | (1) |
| Purchased Power | 524,000 | 524,000 | | | | | | | | | 100.00% | | | | | | (2) |
| Chemicals | 8,423,000 | 8,423,000 | | | | | | | | | 100.00% | | | | | | (2) |
| Materials and Supplies | 451,088 | 176,827 | 174,977 | \$99,284 | | | | | | | 39.20% | 38.79% | 22.01% | | | | (3) |
| Contractual Services | 1,503,762 | 589,477 | 583,309 | 330,976 | | | | | | | 39.20% | 38.79% | 22.01% | | | | (3) |
| Repairs and Maintenance | 697,550 | 273,439 | 270,580 | 153,531 | | | | | | | 39.20% | 38.79% | 22.01% | | | | (3) |
| Utilities | 673,700 | 264,050 | 261,328 | 148,282 | | | | | | | 39.20% | 38.79% | 22.01% | | | | (3) |
| Insurance | 248,293 | 248,293 | | | | | | | | | 100.00% | | | | | | (2) |
| Transportation | 234,000 | 91,729 | 90,769 | 51,502 | | | | | | | 39.20% | 38.79% | 22.01% | | | | (3) |
| Other | 96,600 | 37,867 | 37,471 | 21,262 | | | | | | | 39.20% | 38.79% | 22.01% | | | | (3) |
| Transmission and Distribution: | | | | | | | | | | | | | | | | | |
| Transmission and Distribution Mains | 3,525,898 | 611,390 | 605,044 | 772,524 | \$472,470 | \$467,534 | \$596,936 | | | | 17.34% | 17.16% | 21.91% | 13.40% | 13.28% | 16.93% | (4) |
| Maintenance of Services | 1,849,254 | | | | | | | \$1,849,254 | | | | | | | | | (5) |
| Maintenance of Hydrants | 582,881 | | | | | | | | | \$582,881 | | | | | | | (6) |
| Miscellaneous | 276,591 | 47,961 | 47,464 | 60,601 | 37,063 | 36,676 | 46,826 | | | | 17.34% | 17.16% | 21.91% | 13.40% | 13.28% | 16.93% | (4) |
| Customer Accounts: | | | | | | | | | | | | | | | | | |
| Salaries and Wages | 973,514 | | | | | | | 973,514 | | | | | | | | | (5) |
| Employee Benefits | 480,559 | | | | | | | 480,559 | | | | | | | | | (5) |
| Purchased Power | 21,000 | | | | | | | 21,000 | | | | | | | | | (5) |
| Chemicals | 3,700 | | | | | | | 3,700 | | | | | | | | | (5) |
| Materials and Supplies | 6,029 | | | | | | | 6,029 | | | | | | | | | (5) |
| Contractual Services | 626,734 | | | | | | | 626,734 | | | | | | | | | (5) |
| Repairs and Maintenance | 217,500 | | | | | | | 217,500 | | | | | | | | | (5) |
| Utilities | 62,900 | | | | | | | 62,900 | | | | | | | | | (5) |
| Insurance | 102,644 | | | | | | | 102,644 | | | | | | | | | (5) |
| Transportation | 280,000 | | | | | | | 280,000 | | | | | | | | | (5) |
| Other | 397,700 | | | | | | | 397,700 | | | | | | | | | (5) |
| Administrative and General: | | | | | | | | | | | | | | | | | |
| Salaries and Wages | 5,709,027 | | | | | | | | \$5,709,027 | | | | | | | 100.00% | (7) |
| Employee Benefits | 198,477 | 47,020 | 46,543 | | | | | | 101,914 | | 23.69% | 23.45% | | | | 52.86% | (8) |
| Materials and Supplies | (184,118) | (76,921) | (25,740) | (9,077) | (2,817) | (2,789) | (3,572) | (27,602) | (32,185) | (3,205) | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | (9) |
| Contractual Services | 3,275,593 | 1,368,541 | 457,928 | 161,487 | 50,117 | 49,789 | 63,547 | 494,615 | 572,575 | 56,894 | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | (9) |
| Repairs and Maintenance | 17,000 | 7,102 | 2,377 | 838 | 260 | 258 | 330 | 2,567 | 2,971 | 297 | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | (9) |
| Insurance | 7,194 | 3,005 | 1,006 | 355 | 110 | 109 | 140 | 1,086 | 1,258 | 125 | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | (9) |
| Other | 305,500 | 127,639 | 42,709 | 15,061 | 4,674 | 4,644 | 5,927 | 46,131 | 53,400 | 5,315 | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | (9) |
| Total operating expenses | 36,676,970 | 15,323,397 | 5,128,227 | 1,806,626 | 561,877 | 556,211 | 710,134 | 5,538,131 | 6,411,960 | 642,407 | | | | | | | |
| Other Sales | (898,800) | (375,520) | (125,652) | (44,311) | (13,752) | (13,662) | (17,437) | (135,719) | (157,110) | (15,637) | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | (9) |
| Water Charges - Private | (60,900) | (25,442) | (8,514) | (3,002) | (932) | (926) | (1,181) | (9,196) | (10,646) | (1,061) | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | (9) |
| Connection Fees | (53,900) | (22,521) | (7,535) | (2,657) | (825) | (819) | (1,046) | (8,139) | (9,421) | (937) | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | (9) |
| Engineering Fees | (48,600) | (20,304) | (6,754) | (2,396) | (744) | (739) | (943) | (7,339) | (8,495) | (846) | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | (9) |
| Scrap Metal Sales | (60,100) | (25,109) | (8,402) | (2,963) | (920) | (914) | (1,166) | (9,075) | (10,505) | (1,046) | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | (9) |
| Interest Income | (1,783,200) | (745,020) | (249,281) | (87,912) | (27,283) | (27,105) | (34,594) | (269,263) | (311,703) | (31,029) | 41.78% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | (9) |
| Total net operating expenses | \$33,773,470 | \$14,109,481 | \$4,722,039 | \$1,663,385 | \$517,421 | \$512,046 | \$653,767 | \$5,099,400 | \$5,804,060 | \$591,851 | 41.77% | 13.98% | 4.93% | 1.53% | 1.52% | 1.94% | 1.75% |

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

ALLOCATION OF ESTIMATED OPERATION AND MAINTENANCE EXPENSES
TO FUNCTIONAL COST COMPONENTS
Base-Extra Capacity Method

(1) Allocated in ratio to maximum day demand.

| | <u>Flow</u> | <u>%</u> |
|-----------------------------|-----------------|----------------|
| | (cubic feet) | |
| Average day demand | 36,915.5 | 50.26% |
| Maximum day excess capacity | 36,534.7 | 49.74% |
| Totals | <u>73,450.2</u> | <u>100.00%</u> |

(2) Allocated 100% to base.

(3) Allocated pro rata based on the allocation of total treatment plant.

| | <u>Treatment Plant</u> | <u>%</u> |
|------------------------------|------------------------|----------------|
| Average day demand | \$25,175,137 | 39.20% |
| Maximum day excess capacity | 24,913,959 | 38.79% |
| Maximum hour excess capacity | 14,131,052 | 22.01% |
| Totals | <u>\$64,220,148</u> | <u>100.00%</u> |

(4) Allocated based on the allocation of total transmission and distribution plant mains.

| | <u>Transmission and Distribution Plant</u> | <u>%</u> |
|------------------------------|--|----------------|
| <u>Common to All:</u> | | |
| Average day demand | \$25,335,781 | 17.34% |
| Maximum day excess capacity | 25,072,038 | 17.16% |
| Maximum hour excess capacity | 32,011,766 | 21.91% |
| <u>Common to Small:</u> | | |
| Average day demand | 19,569,892 | 13.40% |
| Maximum day excess capacity | 19,366,172 | 13.26% |
| Maximum hour excess capacity | 24,726,565 | 16.93% |
| Totals | <u>\$146,082,214</u> | <u>100.00%</u> |

(5) Allocated 100% to meters and services.

(6) Allocated 100% to fire protection.

(7) Allocated 100% to billing and collection.

(8) Allocated pro rata based upon total payroll.

(9) Allocated in ratio to all other functionalized expenses.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

All Customers

UNIT COSTS OF SERVICE
(12 Months Ended 12/31/2023)

| Units of Service | Net Estimated Revenue Requirements | Common to All | | | Common to Small | | | Customer Costs | | Direct Fire Protection Service | Ref |
|---------------------------------------|---|-------------------------------|---|--------------------|-------------------------------|---|--------------------|------------------------|---------------------------|--------------------------------------|-----|
| | | Extra Capacity | | | Extra Capacity | | | Meters and Services | Billing and Collection | | |
| | | Base (100's of cubic feet) | Maximum Day (100's of cubic feet per day) | Maximum Hour | Base (100's of cubic feet) | Maximum Day (100's of cubic feet per day) | Maximum Hour | Equiv. Meters | Bills | Equiv. Connections | |
| Inside | | 10,501,553.8 | 29,669.6 | 37,637.6 | 8,906,063.0 | 25,954.1 | 34,577.7 | 120,068.0 | 1,070,008.0 | 1,378,437 | (1) |
| Contract | | 921,160.0 | 1,653.9 | 1,844.6 | - | - | - | 485.0 | 96.0 | - | (1) |
| Outside | | 2,051,437.8 | 5,211.2 | 7,154.7 | 1,833,856.4 | 4,704.5 | 6,737.4 | 25,643.0 | 224,832.0 | 78,311 | (1) |
| Total system | | 13,474,151.6 | 36,534.7 | 46,636.9 | 10,739,919.4 | 30,658.6 | 41,315.1 | 146,196 | 1,294,936 | 1,456,748 | |
| Estimated Cost of Service | | | | | | | | | | | |
| Net operation and maintenance expense | \$33,773,470 | \$14,109,481 | \$4,722,039 | \$1,663,385 | \$517,421 | \$512,046 | \$653,767 | \$5,099,400 | \$5,904,080 | \$591,851 | (2) |
| Debt service and reserve | 17,226,931 | 3,360,974 | 3,052,612 | 2,566,813 | 740,758 | 732,145 | 935,422 | 678,741 | - | 5,159,466 | (3) |
| Outside users return | 2,514,869 (4) | 490,652 | 445,635 | 374,715 | 108,139 | 106,882 | 136,557 | 99,086 | - | 753,203 | (3) |
| Commercial loans | 957,900 | 186,886 | 169,740 | 142,727 | 41,190 | 40,711 | 52,014 | 37,741 | - | 286,891 | (3) |
| Payment in lieu of taxes | 4,082,600 | 796,516 | 723,437 | 608,307 | 175,552 | 173,511 | 221,685 | 160,854 | - | 1,222,738 | (3) |
| Replacements and improvements | 18,230,300 | 3,556,731 | 3,230,409 | 2,716,315 | 783,903 | 774,788 | 989,905 | 718,274 | - | 5,459,975 | (3) |
| Net cost of service | \$76,786,070 | \$22,501,240 | \$12,343,872 | \$8,072,262 | \$2,366,963 | \$2,340,083 | \$2,989,350 | \$6,794,096 | \$5,904,080 | \$13,474,124 | |
| Total unit cost of service | | | | | | | | | | | |
| Inside and Contract Customers | | \$1,6335 | \$325.6695 | \$165.0527 | \$0.2103 | \$72.8409 | \$69.0496 | \$45.7948 | \$4.5594 | \$8.7324 | |
| Outside | | \$1.8727 | \$411.1843 | \$217.4260 | \$0.2693 | \$95.5600 | \$89.3181 | \$49.6588 | \$4.5594 | \$18.3505 | |

(1) As presented on page 85.

(2) See pages 88 - 89.

(3) Allocated in ratio to plant values, see page 86.

(4) Calculated as follows:

| | | | | | |
|------|---|-------------------------|------------------------|---------------------------------|---------------|
| (1): | Utility Plant in Service (12/31/2023) | \$517,266,700 | | | |
| | Less: accumulated depreciation | (214,021,949) | | | |
| | Net Utility Plant | 303,244,751 | | | |
| | Add static working capital* | 8,844,133 | | | |
| | Subtotal | 312,088,884 | | | |
| | Less Outstanding Principal (12/31/2023) | (85,948,619) | | | |
| | Total Rate Base | \$226,140,265 | | | |
| (2): | Base - Avg Day | Max Day - Extra Cap. | Max Hr - Extra Cap. | Customer - Equiv Connections | |
| | Outside City | | | | |
| | Units of Service (see page 85) | 6,413.6 | 5,806.1 | 7,194.4 | 25,878.0 |
| | Total | | | | |
| | Units of Service (see page 85) | 36,915.5 | 36,534.7 | 46,636.9 | 146,196.0 |
| | % of Outside City to Total Units of Service | 17.37% | 15.89% | 15.43% | 17.70% |
| | % Average of Outside City to Total Units of Service (base, max day, max hour, customer) | | | | 16.60% |
| | Rate Base (see above) | | | | \$226,140,265 |
| | Rate Base Applied to Outside Customers | | | | \$37,535,356 |
| | Times Rate of Return | | | | 6.7% |
| | Return from Outside City Customers | | | | \$2,514,869 |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

Inside Customers

COST OF SERVICE ALLOCATED TO CUSTOMER CLASS
(12 Months Ended 12/31/2023)

| Total Costs of Service | Common to All | | | Common to Small | | | Customer Costs | | Direct Fire Protection Service Equiv Connections | |
|-----------------------------------|---------------------------------|----------------------------|---------------------|---------------------------------|--------------------|--------------------|--|--|--|---------------------|
| | Extra Capacity | | | Extra Capacity | | | Meters and Services Equiv. Meters | Billing and Collection Bills | | |
| | Maximum | Maximum | | Maximum | Maximum | | | | | |
| | Base | Day | Hour | Base | Day | Hour | | | | |
| | (-----100's of Cubic Feet-----) | | | (-----100's of Cubic Feet-----) | | | | | | |
| Unit Costs of Service (1) | <u>\$1.6335</u> | <u>\$325.6695</u> | <u>\$165.0527</u> | <u>\$0.2103</u> | <u>\$72.8409</u> | <u>\$69.0496</u> | <u>\$45.7948</u> | <u>\$4.5594</u> | <u>\$8.7324</u> | |
| <u>Allocated Costs of Service</u> | | | | | | | | | | |
| Residential: | | | | | | | | | | |
| Units of service (2) | | 4,820,836.2 | 10,566.2 | 23,113.7 | 4,820,836.2 | 10,566.2 | 23,113.7 | 85,276 | 972,804 | |
| Cost | \$26,851,304 | \$7,875,345 | \$3,441,086 | \$3,814,979 | \$1,013,748 | \$769,651 | \$1,595,995 | \$3,905,194 | \$4,435,306 | |
| Commercial: | | | | | | | | | | |
| Units of service (2) | | 4,085,226.9 | 13,990.5 | 4,477.0 | 4,085,226.9 | 13,990.5 | 4,477.0 | 32,734 | 94,390 | |
| Cost | 16,085,460 | \$6,673,218 | \$4,556,278 | \$738,938 | \$859,358 | \$1,019,082 | \$309,133 | \$1,499,045 | \$430,408 | |
| Industrial | | | | | | | | | | |
| Units of service (2) | | 1,595,490.8 | 3,715.5 | 3,059.9 | - | - | - | 2,058 | 2,814 | |
| Cost | 4,428,380 | \$2,606,234 | \$1,210,025 | \$505,045 | \$- | \$- | \$- | \$94,246 | \$12,830 | |
| Fire Protection: | | | | | | | | | | |
| Units of service (2) | | | 1,397.4 | 6,987.0 | - | 1,397.4 | 6,987.00 | | 1,378,437 | |
| Cost | 14,229,635 | \$- | \$455,094 | \$1,153,225 | \$- | \$101,788 | \$482,450 | | \$12,037,078 | |
| Total allocated cost of service | <u>\$61,594,779</u> | <u>\$17,154,797</u> | <u>\$9,662,483</u> | <u>\$6,212,187</u> | <u>\$1,873,106</u> | <u>\$1,890,521</u> | <u>\$2,387,578</u> | <u>\$5,498,485</u> | <u>\$4,878,544</u> | <u>\$12,037,078</u> |
| (1) See page 90. | | | | | | | | | | |
| (2) See page 85. | | | | | | | | | | |
| | Public Fire Protection | Private Fire Protection | Totals | | | | | | | |
| Equivalent connections (page 38) | <u>1,034,960.40</u> | <u>343,476.10</u> | <u>1,378,436.50</u> | | | | | | | |
| Percentage allocation | 75.08% | 24.92% | 100.00% | | | | | | | |
| Times allocable costs | <u>\$14,229,635</u> | <u>\$14,229,635</u> | <u>\$14,229,635</u> | | | | | | | |
| Total Fire Protection allocations | <u>\$10,683,922</u> | <u>\$3,545,713</u> | <u>\$14,229,635</u> | | | | | | | |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

Contract Customers

COST OF SERVICE ALLOCATED TO CUSTOMER CLASS
(12 Months Ended 12/31/2023)

| Total Costs of Service | Common to All | | | Common to Small | | | Customer Costs | | Direct Fire Protection Service Equiv Connections |
|-----------------------------------|---------------------------------|-------------|------------|---------------------------------|-----------|-----------|--|------------------------------------|--|
| | Extra Capacity | | | Extra Capacity | | | Meters and Services Equiv. Meters | Billing and Collection Bills | |
| | Maximum | Maximum | | Maximum | Maximum | | | | |
| | Base | Day | Hour | Base | Day | Hour | | | |
| | (-----100's of Cubic Feet-----) | | | (-----100's of Cubic Feet-----) | | | | | |
| Unit Costs of Service (1) | \$1.6335 | \$325.6695 | \$165.0527 | \$0.2103 | \$72.8409 | \$69.0496 | \$45.7948 | \$4.5594 | \$8.7324 |
| <u>Allocated Costs of Service</u> | | | | | | | | | |
| Large Industrial: | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |
| Contract: | | | | | | | | | |
| New Haven and Grabill: | | | | | | | | | |
| Units of service (2) | | 631,636.0 | 1,059.0 | | 1,804.9 | | - | - | - |
| Cost | 1,686,289 | \$1,031,778 | \$344,884 | \$297,904 | \$ | - | \$ | - | \$ |
| | | | | | | | | | |
| Total allocated cost of service | | | | | | | | | |

(1) See page 90.

(2) See page 85.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

Outside Customers

COST OF SERVICE ALLOCATED TO CUSTOMER CLASS
(12 Months Ended 12/31/2023)

| Total Costs of Service | Common to All | | | Common to Small | | | | | Direct Fire Protection Service |
|-----------------------------------|---------------------------------|----------------------------|--------------------|---------------------------------|------------------|------------------|------------------|--------------------|--------------------------------------|
| | Extra Capacity | | | Extra Capacity | | | Customer Costs | | |
| | | Maximum | Maximum | | Maximum | Maximum | Meters and | Billing and | |
| | Base | Day | Hour | Base | Day | Hour | Services | Collection | |
| | (-----100's of Cubic Feet-----) | | | (-----100's of Cubic Feet-----) | | | Equiv. Meters | Bills | Equiv Connections |
| Unit Costs of Service (1) | <u>\$1.8727</u> | <u>\$411.1843</u> | <u>\$217.4260</u> | <u>\$0.2693</u> | <u>\$95.5600</u> | <u>\$89.3181</u> | <u>\$49.6588</u> | <u>\$4.5594</u> | <u>\$18.3505</u> |
| <u>Allocated Costs of Service</u> | | | | | | | | | |
| Residential: | | | | | | | | | |
| Units of service (2) | | 1,278,219.3 | 2,801.6 | 6,128.5 | 1,278,219.3 | 2,801.6 | 6,128.5 | 20,802 | 217,121 |
| Cost | \$8,060,464 | \$2,393,721 | \$1,151,974 | \$1,332,495 | \$344,224 | \$267,721 | \$547,386 | \$1,033,002 | \$989,941 |
| Commercial: | | | | | | | | | |
| Units of service (2) | | 555,637.1 | 1,902.9 | 608.9 | 555,637.1 | 1,902.9 | 608.9 | 4,490 | 7,337 |
| Cost | 2,597,656 | \$1,040,542 | \$782,443 | \$132,391 | \$149,633 | \$181,841 | \$54,386 | \$222,968 | \$33,452 |
| Industrial | | | | | | | | | |
| Units of service (2) | | 217,581.4 | 506.7 | 417.3 | - | - | - | 351 | 374 |
| Cost | 725,679 | \$407,465 | \$208,347 | \$90,732 | \$- | \$- | \$- | \$17,430 | \$1,705 |
| Fire Protection: | | | | | | | | | |
| Units of service (2) | | - | - | - | - | - | - | | 78,311 |
| Cost | <u>1,437,046</u> | <u>\$-</u> | <u>\$-</u> | <u>\$-</u> | <u>\$-</u> | <u>\$-</u> | <u>\$-</u> | <u></u> | <u>\$1,437,046</u> |
| Total allocated cost of service | <u>\$12,820,845</u> | <u>\$3,841,728</u> | <u>\$2,142,764</u> | <u>\$1,555,618</u> | <u>\$493,857</u> | <u>\$449,562</u> | <u>\$601,772</u> | <u>\$1,273,400</u> | <u>\$1,025,098</u> |
| (1) See page 90. | | | | | | | | | |
| (2) See page 85. | | | | | | | | | |
| | Public Fire Protection | Private Fire Protection | Totals | | | | | | |
| Equivalent connections (page 38) | <u>26,046.50</u> | <u>52,264.80</u> | <u>78,311.30</u> | | | | | | |
| Percentage allocation | 33.26% | 66.74% | 100.00% | | | | | | |
| Times allocable costs | <u>\$1,437,046</u> | <u>\$1,437,046</u> | <u>\$1,437,046</u> | | | | | | |
| Total Fire Protection allocations | <u>\$477,964</u> | <u>\$959,082</u> | <u>\$1,437,046</u> | | | | | | |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

CALCULATION OF PROPOSED MONTHLY SERVICE CHARGES - INSIDE CUSTOMERS

| <u>Meter Size</u> | | <u>5/8 inch Equivalency Factor</u> | <u>Meter Cost Per Equiv. Unit (1)</u> | <u>Meter Cost Per Unit</u> | <u>Billing Cost Per Unit (2)</u> | <u>Total</u> | <u>Rounded</u> |
|-------------------|------------|--|---|------------------------------------|--|--------------|----------------|
| 5/8 | inch meter | 1.0 | \$3.8162 | \$3.8162 | \$4.5594 | \$8.3756 | \$8.35 |
| 3/4 | inch meter | 1.5 | 3.8162 | 5.7244 | 4.5594 | 10.2838 | 10.30 |
| 1 | inch meter | 2.5 | 3.8162 | 9.5406 | 4.5594 | 14.1000 | 14.10 |
| 1 1/2 | inch meter | 5.0 | 3.8162 | 19.0812 | 4.5594 | 23.6406 | 23.65 |
| 2 | inch meter | 8.0 | 3.8162 | 30.5299 | 4.5594 | 35.0893 | 35.05 |
| 2 1/2 | inch meter | 13.4 * | 3.8162 | 51.1375 | 4.5594 | 55.6969 | 55.65 |
| 3 | inch meter | 15.0 | 3.8162 | 57.2435 | 4.5594 | 61.8029 | 61.80 |
| 4 | inch meter | 25.0 | 3.8162 | 95.4058 | 4.5594 | 99.9652 | 100.00 |
| 6 | inch meter | 50.0 | 3.8162 | 190.8117 | 4.5594 | 195.3711 | 195.40 |
| 8 | inch meter | 80.0 | 3.8162 | 305.2987 | 4.5594 | 309.8581 | 309.90 |
| 10 | inch meter | 115.0 | 3.8162 | 438.8668 | 4.5594 | 443.4262 | 443.45 |
| 12 | inch meter | 215.0 | 3.8162 | 820.4902 | 4.5594 | 825.0496 | 825.05 |
| 14 | inch meter | 320.0 | 3.8162 | 1,221.1947 | 4.5594 | 1,225.7541 | 1,225.80 |
| 16 | inch meter | 458.0 | 3.8162 | 1,747.8349 | 4.5594 | 1,752.3943 | 1,752.40 |

(1) Calculated as follows:

| | |
|--|------------------------|
| Annual charge per equivalent meter (page 90) | \$45.7948 |
| Divided by 12 months | <u>12</u> |
| Monthly charge per equivalent meter | <u><u>\$3.8162</u></u> |

(2) See page 90

* Calculated based on max flow in relation to a 2" meter of 1.67.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

CALCULATION OF PROPOSED MONTHLY SERVICE CHARGES - OUTSIDE CUSTOMERS

| <u>Meter Size</u> | <u>5/8 inch Equivalency Factor</u> | <u>Meter Cost Per Equiv. Unit (1)</u> | <u>Meter Cost Per Unit</u> | <u>Billing Cost Per Unit (2)</u> | <u>Total</u> | <u>Rounded</u> |
|-------------------|--|---|------------------------------------|--|--------------|----------------|
| 5/8 inch meter | 1.0 | \$4.1382 | \$4.1382 | \$4.5594 | \$8.6976 | \$8.70 |
| 3/4 inch meter | 1.5 | 4.1382 | 6.2074 | 4.5594 | 10.7668 | 10.75 |
| 1 inch meter | 2.5 | 4.1382 | 10.3456 | 4.5594 | 14.9050 | 14.95 |
| 1 1/2 inch meter | 5.0 | 4.1382 | 20.6912 | 4.5594 | 25.2506 | 25.25 |
| 2 inch meter | 8.0 | 4.1382 | 33.1059 | 4.5594 | 37.6653 | 37.70 |
| 2 1/2 inch meter | 13.4 * | 4.1382 | 55.4523 | 4.5594 | 60.0117 | 60.05 |
| 3 inch meter | 15.0 | 4.1382 | 62.0735 | 4.5594 | 66.6329 | 66.65 |
| 4 inch meter | 25.0 | 4.1382 | 103.4558 | 4.5594 | 108.0152 | 108.05 |
| 6 inch meter | 50.0 | 4.1382 | 206.9117 | 4.5594 | 211.4711 | 211.50 |
| 8 inch meter | 80.0 | 4.1382 | 331.0587 | 4.5594 | 335.6181 | 335.65 |
| 10 inch meter | 115.0 | 4.1382 | 475.8968 | 4.5594 | 480.4562 | 480.45 |
| 12 inch meter | 215.0 | 4.1382 | 889.7202 | 4.5594 | 894.2796 | 894.25 |
| 14 inch meter | 320.0 | 4.1382 | 1,324.2347 | 4.5594 | 1,328.7941 | 1,328.75 |
| 16 inch meter | 458.0 | 4.1382 | 1,895.3109 | 4.5594 | 1,899.8703 | 1,899.85 |

(1) Calculated as follows:

| | |
|--|------------------------|
| Annual charge per equivalent meter (page 90) | \$49.6588 |
| Divided by 12 months | <u>12</u> |
| Monthly charge per equivalent meter | <u><u>\$4.1382</u></u> |

(2) See page 90

* Calculated based on max flow in relation to a 2" meter of 1.67.

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**CALCULATION OF FIRE PROTECTION CHARGES BASED UPON
ALLOCATED COST OF SERVICE**

| | <u>Size of Connection</u> | <u>Equivalency Ratio*</u> | <u>Rate per Equivalent Connection</u> | <u>Adjusted Rates</u> |
|--------------------------|-------------------------------|-------------------------------|---|---------------------------|
| Public Fire Protection: | | | | |
| 5/8 | inch connection | 1.00 | \$5.87 | \$5.87 |
| 3/4 | | 1.50 | 5.87 | 8.81 |
| 1 | inch connection | 2.50 | 5.87 | 14.68 |
| 1 1/2 | inch connection | 2.90 | 5.87 | 17.02 |
| 2 | inch connection | 6.19 | 5.87 | 36.34 |
| 2 1/2 | inch connection | 11.13 | 5.87 | 65.33 |
| 3 | inch connection | 17.98 | 5.87 | 105.54 |
| 4 | inch connection | 38.32 | 5.87 | 224.94 |
| 6 | inch connection | 111.31 | 5.87 | 653.39 |
| 8 | inch connection | 237.21 | 5.87 | 1,392.42 |
| 10 | inch connection | 426.58 | 5.87 | 2,504.02 |
| 12 | inch connection | 689.04 | 5.87 | 4,044.66 |
| Private Fire Protection: | | | | |
| 1 | inch connection | 1.00 | \$0.94 | \$0.94 |
| 1 1/2 | inch connection | 2.90 | 0.94 | 2.73 |
| 2 | inch connection | 6.19 | 0.94 | 5.82 |
| 2 1/2 | inch connection | 11.13 | 0.94 | 10.46 |
| 3 | inch connection | 17.98 | 0.94 | 16.90 |
| 4 | inch connection | 38.32 | 0.94 | 36.02 |
| 6 | inch connection | 111.31 | 0.94 | 104.63 |
| 8 | inch connection | 237.21 | 0.94 | 222.98 |
| 10 | inch connection | 426.58 | 0.94 | 400.99 |
| 12 | inch connection | 689.04 | 0.94 | 647.70 |
| 16 | inch connection | 1,465.93 | 0.94 | 1,377.97 |
| 20 | inch connection | 2,640.64 | 0.94 | 2,482.20 |
| 24 | inch connection | 4,265.36 | 0.94 | 4,009.44 |
| Private hydrants | | 111.31 | 0.94 | 104.63 |

* Per M1 Seventh Edition.

| <u>Fire Hydrants</u> | <u>Public</u> | <u>Private</u> |
|--|----------------|----------------|
| Total costs to be recovered from private fire protection, see pages 91-93 | \$11,161,886 | \$4,504,795 |
| Divide by equivalent connections, see pages 36-37 | <u>146,196</u> | <u>395,741</u> |
| Annual charge per equivalent connection | <u>\$76.35</u> | <u>\$11.38</u> |
| Monthly charge per equivalent connection (inside/outside weighted average) | <u>\$6.36</u> | <u>\$0.95</u> |
| Use (Inside) | <u>\$5.87</u> | <u>\$0.94</u> |
| Use (Outside) | <u>\$6.46</u> | <u>\$1.03</u> |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**PRO FORMA ANNUAL OPERATING REVENUE AT ADJUSTED
RATES AND CHARGES BASED UPON ALLOCATED COST OF SERVICE**

| | | Percent of Use | Billing Determinants | | Allocated Cost of Service Rates | Pro Forma |
|--|------------|-------------------|----------------------|--------------|---------------------------------------|----------------|
| | | | Annual | Normalized | | Revenue |
| | | | Consumption | Annual Bills | | Under Adjusted |
| | | | (100's of CF) | | Rates | |
| Residential - Inside: | | | | | | |
| Base Charge: | | | | | | |
| 5/8 | inch meter | | | 900,895 | \$8.35 | \$7,522,473 |
| 3/4 | inch meter | | | 59,156 | 10.30 | 609,307 |
| 1 | inch meter | | | 12,204 | 14.10 | 172,076 |
| 1 1/2 | inch meter | | | 419 | 23.65 | 9,909 |
| 2 | inch meter | | | 129 | 35.05 | 4,521 |
| 3 | inch meter | | | 1 | 61.80 | 62 |
| Volume Charge Per 100 Cubic Feet: | | | | | | |
| First | 1,000 | 90.21% | 4,348,816 | | 3.92 | 17,047,359 |
| Next | 49,000 | 9.76% | 470,439 | | 3.81 | 1,792,373 |
| Over | 50,000 | 0.03% | 1,582 | | 2.70 | 4,271 |
| Sub-totals | | 100.00% | 4,820,837.0 | 972,804 | | 27,162,351 |
| Commercial - Inside: | | | | | | |
| Base Charge: | | | | | | |
| 5/8 | inch meter | | | 35,256 | 8.35 | 294,388 |
| 3/4 | inch meter | | | 7,179 | 10.30 | 73,944 |
| 1 | inch meter | | | 21,841 | 14.10 | 307,958 |
| 1 1/2 | inch meter | | | 10,559 | 23.65 | 249,720 |
| 2 | inch meter | | | 13,483 | 35.05 | 472,579 |
| 3 | inch meter | | | 3,920 | 61.80 | 242,256 |
| 4 | inch meter | | | 1,237 | 100.00 | 123,700 |
| 6 | inch meter | | | 759 | 195.40 | 148,309 |
| 8 | inch meter | | | 132 | 309.90 | 40,907 |
| 10 | inch meter | | | 24 | 443.45 | 10,643 |
| Volume Charge Per 100 Cubic Feet: | | | | | | |
| First | 1,000 | 11.51% | 470,331 | | 3.92 | 1,843,698 |
| Next | 49,000 | 59.93% | 2,448,179 | | 3.81 | 9,327,562 |
| Over | 50,000 | 28.56% | 1,166,717 | | 2.70 | 3,150,136 |
| Sub-totals | | 100.00% | 4,085,227 | 94,390 | | 16,285,800 |
| Industrial - Inside: | | | | | | |
| Base Charge: | | | | | | |
| 5/8 | inch meter | | | 696 | 8.35 | \$5,812 |
| 3/4 | inch meter | | | 107 | 10.30 | 1,102 |
| 1 | inch meter | | | 565 | 14.10 | 7,967 |
| 1 1/2 | inch meter | | | 470 | 23.65 | 11,116 |
| 2 | inch meter | | | 596 | 35.05 | 20,890 |
| 3 | inch meter | | | 152 | 61.80 | 9,394 |
| 4 | inch meter | | | 151 | 100.00 | 15,100 |
| 6 | inch meter | | | 31 | 195.40 | 6,057 |
| 8 | inch meter | | | 22 | 309.90 | 6,818 |
| 12 | inch meter | | | 24 | 825.05 | 19,801 |
| Volume Charge Per 100 Cubic Feet: | | | | | | |
| First | 1,000 | 1.11% | 17,733 | | 3.92 | 69,513 |
| Next | 49,000 | 12.92% | 206,160 | | 3.81 | 785,470 |
| Over | 50,000 | 85.97% | 1,371,598 | | 2.70 | 3,703,315 |
| Sub-totals | | 100.00% | 1,595,491 | 2,814 | | 4,662,355 |
| Sub-total carried forward to next page | | | 10,501,555 | 1,070,008 | | 48,110,506 |

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

**PRO FORMA ANNUAL OPERATING REVENUE AT ADJUSTED
RATES AND CHARGES BASED UPON ALLOCATED COST OF SERVICE**

| | | Percent of Use | Billing Determinants | | Allocated Cost of Service Rates | Pro Forma Revenue |
|--|------------|-------------------|-----------------------|----------------------------|---------------------------------------|-------------------------|
| | | | Annual Consumption | Normalized Annual Bills | | Under Adjusted Rates |
| | | | (100's of CF) | | | |
| Residential - Outside: | | | | | | |
| Base Charge: | | | | | | |
| 5/8 | inch meter | | | 166,584 | \$8.70 | \$1,449,281 |
| 3/4 | inch meter | | | 43,737 | 10.75 | 470,173 |
| 1 | inch meter | | | 6,693 | 14.95 | 100,060 |
| 1 1/2 | inch meter | | | 59 | 25.25 | 1,490 |
| 2 | inch meter | | | 48 | 37.70 | 1,810 |
| Volume Charge Per 100 Cubic Feet: | | | | | | |
| First | 1,000 | 83.53% | 1,067,703 | | 4.31 | 4,601,800 |
| Next | 49,000 | 16.43% | 210,031 | | 4.19 | 880,030 |
| Over | 50,000 | 0.04% | 485 | | 2.97 | 1,440 |
| Sub-totals | | 100.00% | 1,278,219 | 217,121 | | 7,506,084 |
| Commercial - Outside: | | | | | | |
| Base Charge: | | | | | | |
| 5/8 | inch meter | | | 1,112 | \$8.70 | 9,674 |
| 3/4 | inch meter | | | 851 | 10.75 | 9,148 |
| 1 | inch meter | | | 1,776 | 14.95 | 26,551 |
| 1 1/2 | inch meter | | | 1,093 | 25.25 | 27,598 |
| 2 | inch meter | | | 1,495 | 37.70 | 56,362 |
| 3 | inch meter | | | 481 | 66.65 | 32,059 |
| 4 | inch meter | | | 345 | 108.05 | 37,277 |
| 6 | inch meter | | | 66 | 211.50 | 13,959 |
| 8 | inch meter | | | 118 | 335.65 | 39,607 |
| Volume Charge Per 100 Cubic Feet: | | | | | | |
| First | 1,000 | 7.85% | 43,604 | | 4.31 | 187,933 |
| Next | 49,000 | 63.96% | 355,363 | | 4.19 | 1,488,971 |
| Over | 50,000 | 28.19% | 156,669 | | 2.97 | 465,307 |
| Sub-totals | | 100.00% | 555,636 | 7,337 | | 2,394,446 |
| Industrial - Outside: | | | | | | |
| Base Charge: | | | | | | |
| 5/8 | inch meter | | | 24 | \$8.70 | \$209 |
| 3/4 | inch meter | | | 36 | 10.75 | 387 |
| 1 | inch meter | | | 76 | 14.95 | 1,136 |
| 1 1/2 | inch meter | | | 48 | 25.25 | 1,212 |
| 2 | inch meter | | | 82 | 37.70 | 3,091 |
| 3 | inch meter | | | 35 | 66.65 | 2,333 |
| 4 | inch meter | | | 57 | 108.05 | 6,159 |
| Volume Charge Per 100 Cubic Feet: | | | | | | |
| First | 1,000 | 1.24% | 2,705 | | 4.31 | 11,659 |
| Next | 49,000 | 18.84% | 41,001 | | 4.19 | 171,794 |
| Over | 50,000 | 79.92% | 173,875 | | 2.97 | 516,409 |
| Sub-totals | | 100.00% | 217,581 | 358 | | 714,389 |
| Sub-total carried forward to next page | | | 2,051,436 | 224,816 | | \$10,614,919 |

(Continued on next page)

(No assurance is provided on this financial analysis)

(Cont'd)

| Percent of Use | Billing Determinants | | Allocated Cost of Service Rates | Pro Forma Revenue Under Adjusted Rates |
|-------------------|--|----------------------------|---------------------------------------|---|
| | Annual Consumption (100's of CF) | Normalized Annual Bills | | |
| | | 12 | \$16,964.62 | \$203,575.00 |
| | | 12 | 2,085.33 | 25,024.00 |
| | | 60 | 195.40 | 11,724 |
| 100.00% | 631,636.0 | | \$2.290 | 1,446,446 |
| 100.00% | 631,636.0 | 60 | | 1,686,769 |

[illegible]

Public fire protection surcharge

| | | | | |
|---------|-------|---------|----------|-----------|
| Inside: | | | | |
| 5/8" | meter | 936,847 | 5.87 | 5,499,292 |
| 3/4" | meter | 66,442 | 8.81 | 585,354 |
| 1" | meter | 34,610 | 14.68 | 508,075 |
| 1 1/2" | meter | 11,448 | 17.02 | 194,845 |
| 2" | meter | 14,208 | 36.34 | 516,319 |
| 3" | meter | 4,073 | 105.54 | 429,864 |
| 4" | meter | 1,388 | 224.94 | 312,217 |
| 6" | meter | 850 | 653.39 | 555,382 |
| 8" | meter | 154 | 1,392.42 | 214,433 |
| 10" | meter | 24 | 2,504.02 | 60,096 |
| 12" | meter | 24 | 4,044.66 | 97,072 |

| | | |
|------------|-----------|-----------|
| Sub-totals | 1,070,068 | 8,972,949 |
|------------|-----------|-----------|

| | | | | |
|----------|-------|---------|----------|-----------|
| Outside: | | | | |
| 5/8" | meter | 167,720 | 6.46 | 1,082,968 |
| 3/4" | meter | 44,624 | 9.69 | 432,451 |
| 1" | meter | 8,545 | 16.15 | 137,985 |
| 1 1/2" | meter | 1,200 | 18.72 | 22,466 |
| 2" | meter | 1,625 | 39.97 | 64,958 |
| 3" | meter | 516 | 116.09 | 59,905 |
| 4" | meter | 414 | 247.43 | 102,438 |
| 6" | meter | 66 | 718.73 | 47,436 |
| 8" | meter | 118 | 1,531.66 | 180,736 |
| 10" | meter | 24 | 2,754.42 | 66,106 |

| | | |
|------------|---------|-------------|
| Sub-totals | 224,852 | \$2,197,449 |
|------------|---------|-------------|

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FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

**PRO FORMA ANNUAL OPERATING REVENUE AT ADJUSTED
RATES AND CHARGES BASED UPON ALLOCATED COST OF SERVICE**

| | | <u>Billing Determinants</u> | | <u>Allocated</u> | <u>Pro Forma</u> |
|--------------------------|-----------------|-----------------------------|--------------|----------------------|-----------------------|
| <u>Percent</u> | | <u>Annual</u> | <u>Bills</u> | <u>Cost of</u> | <u>Revenue</u> |
| <u>of Use</u> | | <u>Consumption</u> | | <u>Service Rates</u> | <u>Under Adjusted</u> |
| | | <u>(100's of CF)</u> | | | <u>Rates</u> |
| Private fire protection: | | | | | |
| Inside: | | | | | |
| 1 | inch fire line | | 204 | \$0.94 | \$192 |
| 1 1/2 | inch fire line | | 12 | 2.73 | 33 |
| 2 | inch fire line | | 539 | 5.82 | 3,137 |
| 2 1/2 | inch fire line | | 12 | 10.46 | 126 |
| 3 | inch fire line | | 48 | 16.90 | 811 |
| 4 | inch fire line | | 1,797 | 36.02 | 64,728 |
| 6 | inch fire line | | 9,532 | 104.63 | 997,333 |
| 8 | inch fire line | | 4,437 | 222.98 | 989,362 |
| 10 | inch fire line | | 484 | 400.99 | 194,079 |
| 12 | inch fire line | | 118 | 647.70 | 76,429 |
| | Private hydrant | | 14,797 | 104.63 | 1,548,210 |
| Sub-totals | | | 31,980 | | 3,874,440 |
| Outside: | | | | | |
| 1 | inch fire line | | 12 | \$1.03 | 12 |
| 2 | inch fire line | | 120 | 6.40 | 768 |
| 3 | inch fire line | | 324 | 18.59 | 6,023 |
| 4 | inch fire line | | 993 | 39.62 | 39,343 |
| 6 | inch fire line | | 628 | 115.09 | 72,277 |
| 8 | inch fire line | | 210 | 245.28 | 51,509 |
| 10 | inch fire line | | 23 | 712.47 | 16,387 |
| | Private hydrant | | 4,063 | 115.09 | 467,611 |
| Sub-totals | | | 6,373 | | 653,930 |
| Totals | | | 2,628,193 | | \$76,796,717 |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

**COMPARISON OF ALLOCATED COST OF SERVICE WITH
REVENUE UNDER ADJUSTED RATES**

| Customer Classification | Cost of Service | Normalized Revenue Under Existing Rates | Increase (Decrease) | | Revenue Under Adjusted Rates | Variance Between Adjusted Revenues and Cost of Service | |
|-------------------------------|---------------------|---|---------------------|--------------------|------------------------------|--|-----------------|
| | | | % | Amount | | % | Amount |
| Inside: | | | | | | | |
| Residential | \$26,851,304 | \$25,875,830 | 3.77% | \$975,474 | \$27,162,351 | 1.16% | \$311,047 |
| Commercial | 16,085,460 | 15,412,718 | 4.36% | 672,742 | 16,285,800 | 1.25% | 200,340 |
| Industrial | 4,428,380 | 4,607,711 | -3.89% | (179,331) | 4,662,355 | 5.28% | 233,975 |
| Outside: | | | | | | | |
| Residential | 8,060,464 | 7,142,544 | 12.85% | 917,920 | 7,506,084 | -6.88% | (554,380) |
| Commercial | 2,597,656 | 2,262,286 | 14.82% | 335,370 | 2,394,446 | -7.82% | (203,210) |
| Industrial | 725,679 | 701,592 | 3.43% | 24,087 | 714,389 | -1.56% | (11,290) |
| Large Industrial: | | | | | | | |
| | | | | | | | |
| Contract: | | | | | | | |
| Town of New Haven and Grabill | 1,686,289 | 1,599,928 | 5.40% | 86,361 | 1,686,769 | 0.03% | 480 |
| Fire Protection | | | | | | | |
| Public | 11,161,886 | 10,104,809 | 10.46% | 1,057,077 | 11,170,398 | 0.08% | 8,512 |
| Private | 4,504,795 | 4,143,112 | 8.73% | 361,683 | 4,528,370 | 0.52% | 23,575 |
| Totals | <u>\$76,786,070</u> | <u>\$72,504,083</u> | <u>5.91%</u> | <u>\$4,281,987</u> | <u>\$76,796,717</u> | <u>0.01%</u> | <u>\$10,647</u> |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

SCHEDULE OF PRESENT AND PROPOSED RATES AND CHARGES

(Inside City)

| <u>Metered Rates - Monthly (Per 100 Cubic Feet)</u> | | <u>Present Rates</u> 2027 | <u>Proposed Rates</u> 2028 |
|---|-------------------|------------------------------|-------------------------------|
| First | 1,000 cubic feet | \$3.68 | \$3.92 |
| Next | 49,000 cubic feet | 3.51 | 3.81 |
| Over | 50,000 cubic feet | 2.71 | 2.70 |
| <u>Service Charge - Monthly</u> | | | |
| 5/8 inch meter | | \$8.25 | \$8.35 |
| 3/4 inch meter | | 10.15 | 10.30 |
| 1 inch meter | | 13.90 | 14.10 |
| 1 1/2 inch meter | | 23.20 | 23.65 |
| 2 inch meter | | 34.30 | 35.05 |
| 2 1/2 inch meter | | 54.40 | 55.65 |
| 3 inch meter | | 60.35 | 61.80 |
| 4 inch meter | | 97.60 | 100.00 |
| 6 inch meter | | 190.60 | 195.40 |
| 8 inch meter | | 302.20 | 309.90 |
| 10 inch meter | | 432.35 | 443.45 |
| 12 inch meter | | 804.35 | 825.05 |
| <u>Fire Protection Services</u> | | | |
| <u>Public Fire Protection Surcharge - Monthly</u> | | | |
| 5/8 inch meter | | \$5.31 | \$5.87 |
| 3/4 inch meter | | 7.97 | 8.81 |
| 1 inch meter | | 13.28 | 14.68 |
| 1 1/2 inch meter | | 15.40 | 17.02 |
| 2 inch meter | | 32.87 | 36.34 |
| 2 1/2 inch meter | | 59.10 | 65.33 |
| 3 inch meter | | 95.47 | 105.54 |
| 4 inch meter | | 203.48 | 224.94 |
| 6 inch meter | | 591.06 | 653.39 |
| 8 inch meter | | 1,259.59 | 1,392.42 |
| 10 inch meter | | 2,265.14 | 2,504.02 |
| 12 inch meter | | 3,658.80 | 4,044.66 |
| <u>Private Fire Protection Charge - Monthly</u> | | | |
| 1 inch connection | | \$0.86 | \$0.94 |
| 1 1/2 inch connection | | 2.49 | 2.73 |
| 2 inch connection | | 5.32 | 5.82 |
| 2 1/2 inch connection | | 9.57 | 10.46 |
| 3 inch connection | | 15.46 | 16.90 |
| 4 inch connection | | 32.96 | 36.02 |
| 6 inch connection | | 95.73 | 104.63 |
| 8 inch connection | | 204.00 | 222.98 |
| 10 inch connection | | 366.86 | 400.99 |
| 12 inch connection | | 592.57 | 647.70 |
| 16 inch connection | | 1,260.70 | 1,377.97 |
| 20 inch connection | | 2,033.29 | 2,482.20 |
| 24 inch connection | | 3,284.33 | 4,009.44 |
| Private Hydrant Rental - Monthly | | \$95.73 | \$104.63 |

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY
SCHEDULE OF PRESENT AND PROPOSED RATES AND CHARGES
(Outside City)

| <u>Metered Rates - Monthly (Per 100 Cubic Feet)</u> | | <u>2027</u> | <u>Proposed Rates 2028</u> |
|---|-------------------|-------------|--------------------------------|
| First | 1,000 cubic feet | \$4.05 | \$4.31 |
| Next | 49,000 cubic feet | 3.86 | 4.19 |
| Over | 50,000 cubic feet | 2.98 | 2.97 |

Service Charge - Monthly

| | | |
|------------------|--------|--------|
| 5/8 inch meter | \$8.65 | \$8.70 |
| 3/4 inch meter | 10.60 | 10.75 |
| 1 inch meter | 14.70 | 14.95 |
| 1 1/2 inch meter | 24.75 | 25.25 |
| 2 inch meter | 36.90 | 37.70 |
| 3 inch meter | 65.20 | 66.65 |
| 4 inch meter | 105.65 | 108.05 |
| 6 inch meter | 206.70 | 211.50 |
| 8 inch meter | 327.95 | 335.65 |
| 10 inch meter | 469.35 | 480.45 |
| 12 inch meter | 873.55 | 894.25 |

Fire Protection Services

Public Fire Protection Surcharge - Monthly Charge:

| | | |
|------------------|----------|----------|
| 5/8 inch meter | \$5.84 | \$6.46 |
| 3/4 inch meter | 8.77 | 9.69 |
| 1 inch meter | 14.61 | 16.15 |
| 1 1/2 inch meter | 16.94 | 18.72 |
| 2 inch meter | 36.16 | 39.97 |
| 2 1/2 inch meter | 65.01 | 71.86 |
| 3 inch meter | 105.02 | 116.09 |
| 4 inch meter | 223.83 | 247.43 |
| 6 inch meter | 650.17 | 718.73 |
| 8 inch meter | 1,385.55 | 1,531.66 |
| 10 inch meter | 2,491.65 | 2,754.42 |
| 12 inch meter | 4,024.68 | 4,449.13 |

Private Fire Protection Charge - Monthly

| | | |
|-----------------------|----------|----------|
| 1 inch connection | \$0.95 | \$1.03 |
| 1 1/2 inch connection | 2.74 | 3.00 |
| 2 inch connection | 5.85 | 6.40 |
| 2 1/2 inch connection | 10.53 | 11.51 |
| 3 inch connection | 17.01 | 18.59 |
| 4 inch connection | 36.26 | 39.62 |
| 6 inch connection | 105.30 | 115.09 |
| 8 inch connection | 224.40 | 245.28 |
| 10 inch connection | 403.55 | 441.09 |
| 12 inch connection | 651.83 | 712.47 |
| 16 inch connection | 1,386.77 | 1,515.77 |
| 20 inch connection | 2,236.62 | 2,730.42 |
| 24 inch connection | 3,612.76 | 4,410.38 |

| | | |
|----------------------------------|----------|----------|
| Private Hydrant Rental - Monthly | \$105.30 | \$115.09 |
|----------------------------------|----------|----------|

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

SCHEDULE OF PRESENT AND PROPOSED RATES AND CHARGES

| | <u>2027</u> | <u>Proposed Rates 2028</u> |
|--|--|--------------------------------|
| <u>Large Industrial Customers</u> | | |
| <u>Commodity Charge (per 100 cubic feet)</u> | | |
| First 1,000 cubic feet | \$2.82 | \$2.96 |
| Next 49,000 cubic feet | 2.60 | 2.73 |
| Over 50,000 cubic feet | 2.21 | 2.32 |
| -Monthly Service Charge for each Meter | (Based on Meter Size - Same as Outside-City Rates) | |
| -Fire Protection Service - 10" line | (Based on Meter Size - Same as Outside-City Rates) | |
| <u>City of New Haven:</u> | | |
| Monthly Demand Charge | \$16,156.78 | \$16,964.62 |
| Commodity Charge: | | |
| - Rate per Hundred Cubic Feet | \$2.1700 | \$2.2900 |
| -Monthly Service Charge for each Meter | (Based on Meter Size - Same as In-City Rates) | |
| -Fire Protection Services for each Meter | (Based on Meter Size - Same as In-City Rates) | |
| <u>Town of Grabbill:</u> | | |
| Monthly Demand Charge | \$1,986.03 | \$2,085.33 |
| Commodity Charge: | | |
| - Rate per Hundred Cubic Feet | \$2.1700 | \$2.2900 |
| -Monthly Service Charge for each Meter | (Based on Meter Size - Same as In-City Rates) | |
| -Fire Protection Services for each Meter | (Based on Meter Size - Same as In-City Rates) | |
| <u>System Development Charge:</u> | | |
| 5/8 inch meter | \$650.00 | \$650.00 |
| 3/4 inch meter | 975.00 | 975.00 |
| 1 inch meter | 1,625.00 | 1,625.00 |
| 1 1/2 inch meter | 3,250.00 | 3,250.00 |
| 2 inch meter | 5,200.00 | 5,200.00 |
| 3 inch meter | 9,750.00 | 9,750.00 |
| 4 inch meter | 16,250.00 | 16,250.00 |
| 6 inch meter | 32,500.00 | 32,500.00 |
| 8 inch meter | 52,000.00 | 52,000.00 |
| 10 inch meter | 74,750.00 | 74,750.00 |
| 12 inch meter | 139,750.00 | 139,750.00 |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

AVERAGE CUSTOMER BILL IMPACT
(Inside City Rates)

| | <u>Current Rates</u> | <u>Proposed Rates</u> | <u>Change</u> | <u>% Change</u> |
|--|----------------------|-----------------------|-------------------|-----------------|
| Residential - 5/8" Meter - 5 CCF Flow | | | | |
| Water Charges | \$26.65 | \$27.95 | | |
| Fire Protection | 5.31 | 5.87 | | |
| Total | <u>\$31.96</u> | <u>\$33.82</u> | <u>\$1.86</u> | <u>6%</u> |
| Small Commercial - 2" Meter - 75 CCF Flow | | | | |
| Water Charges | \$299.25 | \$321.90 | | |
| Fire Protection | 32.87 | 36.34 | | |
| Total | <u>\$332.12</u> | <u>\$358.24</u> | <u>\$26.12</u> | <u>8%</u> |
| Large Commercial - 4" Meter - 320 CCF Flow | | | | |
| Water Charges | \$1,222.50 | \$1,320.30 | | |
| Fire Protection | 203.48 | 224.94 | | |
| Total | <u>\$1,425.98</u> | <u>\$1,545.24</u> | <u>\$119.26</u> | <u>8%</u> |
| Small Industrial - 4" Meter - 730 CCF Flow | | | | |
| Water Charges | \$2,477.60 | \$2,627.10 | | |
| Fire Protection | 203.48 | 224.94 | | |
| Total | <u>\$2,681.08</u> | <u>\$2,852.04</u> | <u>\$170.96</u> | <u>6%</u> |
| Large Industrial - 6" Meter - 2,000 CCF Flow | | | | |
| Water Charges | \$6,012.30 | \$6,151.50 | | |
| Fire Protection | 591.06 | 653.39 | | |
| Total | <u>\$6,603.36</u> | <u>\$6,804.89</u> | <u>\$201.53</u> | <u>3%</u> |
| ██████████ - ██████████ | | | | |
| ██████████ | ██████████ | ██████████ | | |
| ██████████ | ██████████ | ██████████ | | |
| ██████████ | ██████████ | ██████████ | | |
| ██████████ | ██████████ | ██████████ | ██████████ | ██████████ |
| Grabill (1 million CCF) | | | | |
| Water Charges | \$21,700.00 | \$22,900.00 | | |
| Meter charge (1) | 190.60 | 195.40 | | |
| Demand Charges | 1,986.03 | 2,085.33 | | |
| Fire Protection | 591.06 | 653.39 | | |
| Total | <u>\$24,467.69</u> | <u>\$25,834.12</u> | <u>\$1,366.43</u> | <u>6%</u> |
| New Haven (4 million CCF) | | | | |
| Water Charges | \$86,800.00 | \$91,600.00 | | |
| Meter charge (4) | 762.40 | 781.60 | | |
| Demand Charges | 15,387.41 | 16,964.62 | | |
| Fire Protection | 2,364.24 | 2,613.56 | | |
| Total | <u>\$105,314.05</u> | <u>\$111,959.78</u> | <u>\$6,645.73</u> | <u>6%</u> |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

COMPARATIVE STATEMENT OF NET POSITION

| ASSETS: | As of | | |
|--|----------------------|----------------------|----------------------|
| | <u>12/31/2021</u> | <u>12/31/2022</u> | <u>12/31/2023</u> |
| Current Assets: | | | |
| Operating Cash and Cash Equivalents | \$16,619,402 | \$21,596,248 | \$25,406,683 |
| Restricted Cash and Cash Equivalents | | | |
| Bond and Interest | 1,167,647 | - | 1,339,859 |
| Debt Service Reserve | 13,470,798 | 4,510,913 | 5,216,491 |
| Construction | 56,718,534 | 38,592,960 | 27,857,357 |
| Customer Deposits | 1,931,652 | 2,066,511 | 1,678,114 |
| System Development Charge | 1,302,394 | 320,575 | 3,121,270 |
| Lead Service Line Replacement Program | 625,575 | - | 740,416 |
| Customer Accounts Receivable (Net) | 6,947,774 | 7,723,012 | 6,860,826 |
| Interest Receivable | - | 307,974 | 359,964 |
| Due From Other Funds | 226,138 | 212,397 | 221,882 |
| Materials and Supplies Inventory | 1,625,349 | 1,511,795 | 1,449,024 |
| Prepaid Expenses | 88,193 | 401,910 | 354,387 |
| Total Current Assets | <u>100,723,456</u> | <u>77,244,295</u> | <u>74,606,273</u> |
| Non-Current Assets: | | | |
| Restricted Investments | | | |
| Bond and Interest | - | 1,322,217 | - |
| Debt Service Reserve | - | 9,517,914 | 9,686,494 |
| System Development Charge | - | 1,871,535 | - |
| Lead Service Line Replacement Program | - | 787,120 | - |
| Construction | - | - | 14,122 |
| Leases Receivable | - | 1,119,746 | 1,105,904 |
| Installments Receivable | 159,648 | 207,793 | 187,062 |
| Regulatory Assets | 1,806,082 | 1,613,307 | 1,598,178 |
| Sub-Totals | <u>1,965,730</u> | <u>16,439,632</u> | <u>12,591,760</u> |
| Capital Assets: | | | |
| Depreciable Capital Assets | 487,606,011 | 498,419,279 | 511,125,454 |
| Less Accumulated Depreciation | <u>(198,119,177)</u> | <u>(204,296,252)</u> | <u>(214,021,949)</u> |
| Sub-Totals | 289,486,834 | 294,123,027 | 297,103,505 |
| Land | 6,332,903 | 6,219,867 | 6,141,245 |
| Construction Work In Progress | 27,663,413 | 42,413,983 | 62,365,347 |
| Net Capital Assets | <u>323,483,150</u> | <u>342,756,877</u> | <u>365,610,097</u> |
| Total Non-Current Assets | <u>325,448,880</u> | <u>359,196,509</u> | <u>378,201,857</u> |
| Total Assets | <u>\$426,172,336</u> | <u>\$436,440,804</u> | <u>\$452,808,130</u> |
| DEFERRED OUTFLOWS of RESOURCES: | | | |
| Total Deferred Outflows of Resources | <u>\$2,834,098</u> | <u>\$2,850,300</u> | <u>\$2,796,775</u> |
| Total Assets and Deferred Outflows | <u>\$429,006,434</u> | <u>\$439,291,104</u> | <u>\$455,604,905</u> |

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

COMPARATIVE STATEMENT OF NET POSITION

| LIABILITIES: | As of | | |
|---|----------------------|----------------------|----------------------|
| | 12/31/2021 | 12/31/2022 | 12/31/2023 |
| Current Liabilities: | | | |
| Accounts Payable | \$3,418,142 | \$4,791,417 | \$6,698,286 |
| Wages and Withholdings Payable | 609,196 | 617,322 | 667,193 |
| Due to Other Funds | 2,498,505 | 2,745,372 | 2,955,034 |
| Compensated Absences Payable - Current Portion | 742,923 | 682,336 | 717,760 |
| Other Current Liabilities | 320,270 | 328,655 | 294,835 |
| Payable From Restricted Assets: | | | |
| Bonds Payable - Current Portion | 6,250,000 | 6,450,000 | 6,640,000 |
| Loans Payable - Current Portion | 2,559,000 | 4,946,384 | 5,370,136 |
| Capital Lease Payable - Current Portion | 414,094 | - | - |
| Accrued Interest Payable | 433,563 | 426,388 | 403,390 |
| Total OPEB Liability - Current Portion | 309,936 | 341,113 | 379,633 |
| Customer Deposits Payable | 1,931,652 | 2,066,511 | 1,678,114 |
| Unearned Revenue | - | - | 4,252 |
| Total Current Liabilities | 19,487,281 | 23,395,498 | 25,808,633 |
| Non-Current Liabilities: | | | |
| Bonds Payable (Net of Unamortized Discount/Premium) | 92,647,481 | 86,069,150 | 79,308,619 |
| Loans Payable | 85,600,734 | 83,489,628 | 79,874,590 |
| Capital Lease Payable | 1,718,431 | - | - |
| Compensated Absences Payable | 209,279 | 130,714 | 105,442 |
| Net Pension Liability | 1,776,054 | 4,301,130 | 4,435,208 |
| Net OPEB Liability | 5,177,733 | 4,405,157 | 4,396,242 |
| Total Non-Current Liabilities | 187,129,712 | 178,395,779 | 168,120,101 |
| Total Liabilities | \$206,616,993 | \$201,791,277 | \$193,928,734 |
| DEFERRED INFLOWS OF RESOURCES: | | | |
| Total Deferred Inflows Of Resources | \$3,936,580 | \$2,934,133 | \$2,612,025 |
| Total Liabilities and Deferred Inflows | \$210,553,573 | \$204,725,410 | \$196,540,759 |
| NET POSITION: | | | |
| Invested in Capital Assets, Net of Related Debt | \$188,699,184 | \$196,670,704 | \$216,980,721 |
| Restricted | 16,132,851 | 17,903,886 | 19,701,140 |
| Unrestricted | 13,620,826 | 19,991,104 | 22,382,285 |
| Total Net Position | \$218,452,861 | \$234,565,694 | \$259,064,146 |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY
COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION

| | Calendar Year Ended | | |
|---|---------------------|---------------|---------------|
| | 12/31/2021 | 12/31/2022 | 12/31/2023 |
| Operating Revenues: | | | |
| Charges For Goods and Services | \$58,884,648 | \$61,730,059 | \$64,549,152 |
| Operating Expenses: | | | |
| Personnel Services | 10,128,557 | 11,148,650 | 9,816,605 |
| Contractual Services | 1,867,742 | 1,715,366 | 1,852,372 |
| Utilities | 1,845,191 | 2,098,335 | 2,288,793 |
| Chemicals | 3,899,143 | 4,872,463 | 7,062,637 |
| Administrative Services | 5,506,505 | 5,560,761 | 7,179,182 |
| Other Supplies and Services | 3,594,368 | 3,374,575 | 3,469,969 |
| Sub-Totals | 26,841,506 | 28,770,150 | 31,669,558 |
| Depreciation Expense | 9,851,471 | 11,459,130 | 10,680,132 |
| Total Operating Expenses | 36,692,977 | 40,229,280 | 42,349,690 |
| Operating Income | 22,191,671 | 21,500,779 | 22,199,462 |
| Non-Operating Revenues: | | | |
| Interest and Investment Revenue | 269,637 | 1,184,173 | 3,482,780 |
| Non-Operating Expenses: | | | |
| Interest Expense | 4,613,204 | 5,144,249 | 4,910,615 |
| Amortization Expense | 255,893 | 252,776 | 237,650 |
| Loss On Disposal of Assets | 605,460 | 1,369,905 | 263,078 |
| Sub-Totals | 5,474,557 | 6,766,930 | 5,411,343 |
| Net Income Before Contributions and Transfers | 16,986,751 | 15,918,022 | 20,270,899 |
| Capital Contributions and Transfers: | | | |
| Contributed Capital | 3,974,141 | 3,410,375 | 7,844,302 |
| Transfers In | 346,200 | 280,000 | 76,837 |
| Transfers Out | (3,391,402) | (3,495,564) | (3,693,586) |
| Sub-Totals | 928,939 | 194,811 | 4,227,553 |
| Change In Net Position | 17,915,690 | 16,112,833 | 24,498,452 |
| Total Net Position - Beginning | 200,537,171 | 218,452,861 | 234,565,694 |
| Total Net Position- Ending | \$218,452,861 | \$234,565,694 | \$259,064,146 |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

COMPARATIVE STATEMENT OF DETAILED OPERATION AND MAINTENANCE EXPENSES

| | Calendar Year Ended | | |
|--|---------------------|--------------|--------------|
| | 12/31/2021 | 12/31/2022 | 12/31/2023 |
| Customer Accounts: | | | |
| Salaries and Wages | 611,469 | 697,864 | 262,836 |
| Employee Benefits | 1,106,179 | 1,029,855 | 379,480 |
| Purchased Power | 18,920 | 19,482 | 19,459 |
| Chemicals | 1,053 | 1,531 | 92 |
| Materials and Supplies | 427,297 | 234,431 | 277,407 |
| Contractual Services | 496,162 | 439,931 | 402,070 |
| Repairs and Maintenance | 164,767 | 92,154 | 179,596 |
| Utilities | 55,706 | 62,611 | 61,078 |
| Insurance | 94,967 | 100,682 | 87,743 |
| Transportation | 199,756 | 238,100 | 281,184 |
| Other | 148,716 | 111,170 | 72,435 |
| Total Customer Accounts | 3,324,992 | 3,027,811 | 2,023,380 |
| Administrative and General: | | | |
| Salaries and Wages | \$3,215,646 | \$3,283,443 | \$4,404,878 |
| Employee Benefits | (896,949) | (177,724) | 116,566 |
| Materials and Supplies | (135,753) | (131,260) | (143,219) |
| Contractual Services | 2,590,702 | 2,717,579 | 3,172,064 |
| Repairs and Maintenance | 8,389 | - | 9,018 |
| Insurance | 3,375 | 3,708 | 4,510 |
| Other | 158,841 | 67,666 | 7,616 |
| Total Administrative and General | 4,944,251 | 5,763,412 | 7,571,433 |
| Transmission and Distribution: | | | |
| Salaries and Wages | 3,171,623 | 3,294,275 | 3,049,888 |
| Employee Benefits | 1,742,992 | 1,769,520 | 1,524,572 |
| Materials and Supplies | (180,952) | 95,862 | 761,560 |
| Repairs and Maintenance | 651,673 | 636,514 | 740,373 |
| Other | 111,914 | 122,489 | 121,230 |
| Total Transmission and Distribution | 5,497,250 | 5,918,660 | 6,197,623 |
| Water Treatment: | | | |
| Salaries and Wages | 2,803,629 | 2,926,842 | 2,909,708 |
| Employee Benefits | 1,441,619 | 1,423,112 | 1,391,648 |
| Purchased Power | 1,579,284 | 1,779,585 | 1,915,715 |
| Chemicals | 3,901,779 | 4,876,268 | 7,062,546 |
| Materials and Supplies | 507,870 | 522,702 | 402,480 |
| Contractual Services | 731,005 | 873,434 | 905,524 |
| Repairs and Maintenance | 635,518 | 495,002 | 544,583 |
| Utilities | 247,647 | 296,381 | 349,906 |
| Insurance | 187,127 | 203,874 | 246,597 |
| Transportation | 163,025 | 195,623 | 88,495 |
| Other | 92,726 | 50,529 | 59,927 |
| Total Water Treatment | 12,291,229 | 13,643,352 | 15,877,129 |
| Utility Receipts Tax | 783,784 | 416,915 | - |
| Depreciation Expense | 9,851,471 | 11,459,130 | 10,680,125 |
| Total Operation and Maintenance Expenses | \$36,692,977 | \$40,229,280 | \$42,349,690 |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

COMPARATIVE STATEMENT OF CASH FLOWS

(Increase (Decrease) in Cash)

| | Calendar Year Ended | | |
|--|----------------------------|----------------------------|----------------------------|
| | <u>12/31/2021</u> | <u>12/31/2022</u> | <u>12/31/2023</u> |
| Cash Flows From (To) Operating Activities: | | | |
| Receipts From Customers | \$57,807,550 | \$60,919,880 | \$65,426,836 |
| Payments to Suppliers | (17,194,807) | (17,469,489) | (21,631,884) |
| Payments to Employees | (11,098,068) | (11,634,394) | (9,847,640) |
| Other Receipts (Payments) | <u>-</u> | <u>-</u> | <u>-</u> |
| Net Cash Provided (Used) By Operating Activities | <u>29,514,675</u> | <u>31,815,997</u> | <u>33,947,312</u> |
| Cash Flows From Non-Capital Financing Activities: | | | |
| Transfers Out | <u>(3,379,788)</u> | <u>(3,495,564)</u> | <u>(3,642,744)</u> |
| Cash Flows From Capital and Related Financing Activities: | | | |
| Acquisition and Construction of Capital Assets | (18,423,931) | (27,325,605) | (24,586,092) |
| Proceeds From Long-Term Debt | 47,839,605 | 1,168,947 | 1,808,513 |
| Interest Paid On Long-Term Debt | (4,701,428) | (5,234,787) | (5,003,648) |
| Regulatory Assets | (75,934) | (60,001) | (222,521) |
| Principal Paid On Long-Term Debt | (8,900,538) | (9,275,195) | (11,449,799) |
| Proceeds From Sales of Assets | 53,024 | 244,430 | 241,188 |
| Contribution In Aid of Construction | <u>1,362,150</u> | <u>80,000</u> | <u>2,310</u> |
| Net Cash Provided (Used) By Capital and Related Financing Activities | <u>17,152,948</u> | <u>(40,402,211)</u> | <u>(39,210,049)</u> |
| Cash Flows From Investing Activities: | | | |
| Purchase of Investments | - | (13,498,786) | (29,949,768) |
| Sale of Investments | - | - | 28,948,554 |
| Investment Income Received | <u>269,100</u> | <u>831,768</u> | <u>3,380,294</u> |
| Net Cash Provided (Used) By Investing Activities | <u>269,100</u> | <u>(12,667,018)</u> | <u>2,379,080</u> |
| Cash and Cash Equivalent: | | | |
| Increase (Decrease) | 43,556,935 | (24,748,796) | (6,526,401) |
| Beginning Balance | <u>48,279,068</u> | <u>91,836,003</u> | <u>67,087,207</u> |
| Ending Balance | <u><u>\$91,836,003</u></u> | <u><u>\$67,087,207</u></u> | <u><u>\$60,560,806</u></u> |

(Continued on next page)

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

COMPARATIVE STATEMENT OF CASH FLOWS

(Increase (Decrease) in Cash)

| | Calendar Year Ended | | |
|---|---------------------|---------------------|---------------------|
| | <u>12/31/2021</u> | <u>12/31/2022</u> | <u>12/31/2023</u> |
| Reconciliation of Operating Income to Net Cash Provided by Operating Activities: | | | |
| Operating Income | \$22,191,671 | \$21,500,779 | \$22,199,462 |
| Adjustments to Reconcile Operating Income To Net Cash Provided by Operating Activities | | | |
| Depreciation | 9,851,471 | 11,459,130 | 10,680,132 |
| Provision for Doubtful Accounts | 6,413 | 865 | 865 |
| Changes In Assets, Liabilities and Deferred Outflows and Inflows of Resources | | | |
| Receivables | (1,083,511) | (811,044) | 872,567 |
| Unearned Revenue | - | - | 4,252 |
| Other Assets | (358,848) | (200,163) | 110,294 |
| Accounts Payable | (123,010) | 352,174 | 110,775 |
| Other Liabilities | 69,792 | (131,025) | 60,023 |
| Deferred Outflows | (449,667) | (16,202) | 53,525 |
| Net Pension Liability | (2,268,850) | 2,525,076 | 134,078 |
| OPEB Liability | (73,047) | (741,400) | 29,605 |
| Deferred Inflows - Pension | 1,912,161 | (2,630,932) | (37,450) |
| Deferred Inflows | <u>(159,900)</u> | <u>508,739</u> | <u>(270,816)</u> |
| Net Cash Provided By Operating Activities | <u>\$29,514,675</u> | <u>\$31,815,997</u> | <u>\$33,947,312</u> |

(No assurance is provided on this financial analysis)

FORT WAYNE (INDIANA) MUNICIPAL WATER UTILITY

COMPARISON OF ACCOUNT BALANCES WITH MINIMUM BALANCES REQUIRED

| <u>Accounts:</u> | <u>Account Balance at 12/31/2023</u> | <u>Minimum Balance Required (1)</u> | <u>Ref.</u> | <u>Variance</u> |
|---------------------------------------|--|---|-------------|---------------------|
| Operation and Maintenance Fund | \$25,406,683 | \$5,989,648 | (2) | \$19,417,035 |
| Sinking Fund | | | | |
| Bond and Interest | 1,339,859 | 1,326,184 | (3) | 13,675 |
| Debt Service Reserve | 14,902,985 | 14,880,900 | (4) | 22,085 |
| Construction | 27,871,479 | 27,871,479 | (5) | - |
| Customer Deposits | 1,678,114 | 1,678,114 | (6) | - |
| System Development Charge Fund | 3,121,270 | 3,121,270 | (5) | - |
| Lead Service Line Replacement Program | 740,416 | 740,416 | (5) | - |
| Totals | <u>\$75,060,806</u> | <u>\$55,608,011</u> | | <u>\$19,452,795</u> |

(1) Minimum balances required by Bond Ordinance No. S-60-18.

(2) The balance maintained in this fund shall be sufficient to pay the expenses of operation, repair and maintenance of the then next succeeding two calendar months.

| | |
|---|--------------------|
| Estimated Operation and Maintenance Expense | \$35,930,700 |
| Times Two Month Factor | <u>0.1667</u> |
| Minimum Balance Required | <u>\$5,989,648</u> |

(3) The balance of this account should be equal to the accrued monthly transfers of 1/6 of the interest on all outstanding bonds payable on the then next succeeding interest payment date and 1/12 of the principal on all outstanding bonds payable on the then next succeeding principal payment date.

| | <u>Amount</u> | <u>Months Factor</u> | <u>Total</u> |
|--------------------------|---------------|--------------------------|--------------------|
| <u>2011B Bonds:</u> | | | |
| Principal Due 12/1/2024 | \$1,615,000 | 1/12 | \$134,583 |
| Interest Due 6/1/2024 | 217,926 | 1/6 | 36,321 |
| <u>2012 Bonds:</u> | | | |
| Principal Due 12/1/2024 | 2,345,000 | 1/12 | 195,417 |
| Interest Due 6/1/2024 | 357,675 | 1/6 | 59,613 |
| <u>2014 Bonds:</u> | | | |
| Principal Due 12/1/2024 | 3,820,000 | 1/12 | 318,333 |
| Interest Due 6/1/2024 | 924,919 | 1/6 | 154,153 |
| <u>2019A Bonds:</u> | | | |
| Principal Due 12/1/2024 | 475,000 | 1/12 | 39,583 |
| Interest Due 6/1/2024 | 145,034 | 1/6 | 24,172 |
| <u>2019B Bonds:</u> | | | |
| Principal Due 12/1/2024 | 303,000 | 1/12 | 25,250 |
| Interest Due 6/1/2024 | - | 1/6 | - |
| <u>2019C Bonds:</u> | | | |
| Principal Due 12/1/2024 | 786,000 | 1/12 | 65,500 |
| Interest Due 6/1/2024 | 279,373 | 1/6 | 46,562 |
| <u>2021 Bonds:</u> | | | |
| Principal Due 12/1/2024 | 1,830,201 | 1/12 | 152,517 |
| Interest Due 6/1/2024 | 416,103 | 1/6 | 69,351 |
| <u>2023 Bonds:</u> | | | |
| Principal Due 12/1/2024 | 57,942.00 | 1/12 | 4,829 |
| Interest Due 6/1/2024 | - | 1/6 | - |
| Minimum Balance Required | | | <u>\$1,326,184</u> |

(4) The balance of this account should be equal to the maximum annual debt service (\$16,224,205) on the outstanding bonds. The reserve is currently being funded with monthly transfers and will be fully funded December of 2026.

| | |
|---|---------------------|
| Minimum Balance Required (per the closing letter dated December 19, 2023) | <u>\$14,880,900</u> |
|---|---------------------|

(5) Funds restricted for specific identified projects.

(6) Funds restricted for return to customers.

(No assurance is provided on this financial analysis)