

# 2009-2010 Estimated Operating Budget (twelve months)

Updated September 14, 2009

<u>Line Item</u>	<u>Budget</u>	<u>Comments</u>
Contract Operations	\$ 240,000.00	\$20,000 per month contract amount
General Manager	\$ 50,000.00	estimate per Harry
Admin Support	\$ 74,000.00	two at \$44k and \$30k
Power	\$ 50,000.00	at \$0.18/KWH (high)
Purchased Water	\$ 80,000.00	estimate \$40k - 80k (use very high)
Chemicals	\$ 7,000.00	historical
Repairs and Maintenance	\$ 100,000.00	generous estimate
Office Rental	\$ 8,400.00	\$700 per month
Office Utilities	\$ 5,500.00	\$460 per month
Office Supplies	\$ 5,000.00	estimate
Contract Billing Service	\$ 18,600.00	at \$0.50/bill/month
Water Testing	\$ 7,000.00	historical
Insurance	\$ 6,000.00	per quote
Training and Travel	\$ 5,000.00	5 at \$1000
Legal Services (post acquisition)	\$ 24,000.00	\$1000/month plus contingency
Engineering Services	\$ 30,000.00	\$1000/month plus contingency
Board Expenses	\$ 6,000.00	reduce from existing
Sales Taxes	\$ 50,000.00	estimate (historical?)
<b>Subtotal</b>	<b>\$ 766,500.00</b>	
Contingencies @10%	\$ 76,700.00	10 percent should be adequate
<b>Total</b>	<b>\$ 843,200.00</b>	

First year Compass Bank loan interest only \$ 271,400.00

**Total Revenue Requirement** \$ 1,114,600.00

*Revenue should yield \$1.2M - 1.3M*

*Note: All items were estimated conservatively to cover margin of error.*