

**Western Municipal Water District
La Sierra Avenue Service Area
Served by the Western Riverside County Regional Wastewater Authority
Treatment Plant**

Financial Justification for Proposed Wastewater Rates
Effective Date: July 1, 2009

	<u>Sewer Code "L"</u>
Uses of Revenue ("Revenue Requirement")	
Disposal Charges	\$ 717,000
Conveyance System Expense	124,553
Disposal Pumping Costs	159,981
Major Maintenance / Asset Replacement Reserve	288,000
General & Administrative Expenses	299,353
Customer Accounts	33,370
Total Uses of Revenue	<u>1,622,257</u>
Sources of Revenue	
Waste Disposal Revenue from Current Rates	1,339,003
Total Sources of Revenue	<u>1,339,003</u>
Shortfall of Revenue	<u><u>\$ (283,254)</u></u>
Shortfall Covered By:	
Additional Revenue from Proposed Rates	120,998
Reduction in Funding of the Major Maint. / Asset Replacement Reserve ⁽¹⁾	162,256
Total	<u><u>\$ 283,254</u></u>
Proposed Monthly Rate per Equivalent Dwelling Unit (EDU):	\$ 27.70 ⁽²⁾

(1) Proposed rates are insufficient to fully fund the Major Maintenance / Asset Replacement Reserve.

(3) For customers with lateral maintenance, the rate is \$5.00 more per month.