



2026 WATER RATES

City of Lawrence, Indiana

(MUNICIPAL WATER UTILITY)

June 18, 2026

JUNE 18, 2026
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LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

**COMPARISON OF FUND BALANCES WITH
MINIMUM BALANCES REQUIRED**

<u>Cash and Investments:</u>	Balances 12/31/2025	Minimum Balance Required (1)	Variance
Operating fund (2)	\$5,024,158	\$839,800	\$4,184,358
Sinking fund:			
Bond and interest (3)	135,582	-	135,582
Bond and interest (2017) (3)	871,998	-	871,998
Debt service reserve (4)	609,604	520,680	88,924
Water Capital Improvement (5)	5,477,661	3,809,500	1,668,161
Water 2017 SRF Loan Fund (6)	38	38	-
Totals	<u>\$12,119,041</u>	<u>\$5,170,018</u>	<u>\$6,949,023</u>

(1) **Required Reserves:** Balances required per Bond Ordinance No 7. 2020.

(2) **Operating and Maintenance Fund:** The balance maintained in the operation and maintenance fund should be sufficient to pay the expenses of operation, repair, and maintenance of the utility for the next succeeding two (2) calendar months.

Estimated 2026 operation and maintenance disbursements	\$5,038,800
Times factor for 2 months	<u>16.67%</u>
Minimum Balance Required	<u>\$839,800</u>

(3) **Bond and Interest Account:** A balance must be maintained equal to the sum of the monthly transfers in the amount of (1/12) of next succeeding principal payment and the amount of (1/6) of the next succeeding interest payment.

<u>2017 Revenue Bonds</u>	Amount		Factor	Total
Principal due 1/1/27	\$ 394,000	x	0/12	\$ -
Interest due 7/1/26	59,030	x	0/6	-
<u>2017 A Refunding Bonds</u>	Amount		Factor	Total
Principal due 1/1/27	\$ 485,000	x	0/12	\$ -
Interest due 7/1/26	33,988	x	0/6	-
<u>2017 B Refunding Bonds</u>	Amount		Factor	Total
Principal due 1/1/27	\$ 305,000	x	0/12	\$ -
Interest due 7/1/26	10,695	x	0/6	-
<u>2020 Revenue Bonds</u>	Amount		Factor	Total
Principal due 1/1/27	\$ -	x	0/12	\$ -
Interest due 7/1/26	185,397	x	0/6	-
Minimum Balance Required				<u>\$ -</u>

(Continued on next page)

(Subject to the attached letter dated June 18, 2026)
(Preliminary - Subject to Change)
(Internal Use Only)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

COMPARISON OF FUND BALANCES WITH
MINIMUM BALANCES REQUIRED

(4) **Debt Service Reserve Account:**

The 2017 A&B Bonds and 2020 Bonds are secured by a debt service reserve surety bond. The minimum required balance in this account for the 2017 SRF Bonds should be equal to the maximum annual debt service on the 2017 SRF Bonds (\$520,680), and is fully funded.

Minimum balance required	<u><u>\$520,680</u></u>
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(5) **Capital Improvement:** No minimum balance required. However as a general rule, an amount equal to the average annual capital improvements is typically maintained in this fund to provide a funding source for ongoing capital expenditures.

Minimum balance suggested	<u><u>\$3,809,500</u></u>
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(6) **2017 SRF Loan:** Amounts are fully restricted

(Subject to the attached letter dated June 18, 2026)
(Preliminary - Subject to Change)
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LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

SUPPLEMENTAL DATA

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$5,903,000 PRINCIPAL AMOUNT
OF OUTSTANDING WATERWORKS REVENUE BONDS, SERIES 2017**

Principal payable annually January 1st.

Interest payable semiannually, January 1st and July 1st.

Payment Date	Principal Balance (-----In \$1,000's-----)	Principal (-----In \$1,000's-----)	Interest Rate (%)	Interest (-----In Dollars-----)	Total (-----In Dollars-----)	Bond Year Total
7/1/2026				\$59,030.00	\$59,030.00	
1/1/2027	\$5,903	\$402	2.00	59,030.00	461,030.00	\$520,060.00
7/1/2027				55,010.00	55,010.00	
1/1/2028	5,501	410	2.00	55,010.00	465,010.00	520,020.00
7/1/2028				50,910.00	50,910.00	
1/1/2029	5,091	418	2.00	50,910.00	468,910.00	519,820.00
7/1/2029				46,730.00	46,730.00	
1/1/2030	4,673	427	2.00	46,730.00	473,730.00	520,460.00
7/1/2030				42,460.00	42,460.00	
1/1/2031	4,246	435	2.00	42,460.00	477,460.00	519,920.00
7/1/2031				38,110.00	38,110.00	
1/1/2032	3,811	444	2.00	38,110.00	482,110.00	520,220.00
7/1/2032				33,670.00	33,670.00	
1/1/2033	3,367	453	2.00	33,670.00	486,670.00	520,340.00
7/1/2033				29,140.00	29,140.00	
1/1/2034	2,914	462	2.00	29,140.00	491,140.00	520,280.00
7/1/2034				24,520.00	24,520.00	
1/1/2035	2,452	471	2.00	24,520.00	495,520.00	520,040.00
7/1/2035				19,810.00	19,810.00	
1/1/2036	1,981	481	2.00	19,810.00	500,810.00	520,620.00
7/1/2036				15,000.00	15,000.00	
1/1/2037	1,500	490	2.00	15,000.00	505,000.00	520,000.00
7/1/2037				10,100.00	10,100.00	
1/1/2038	1,010	500	2.00	10,100.00	510,100.00	520,200.00
7/1/2038				5,100.00	5,100.00	
1/1/2039	510	510	2.00	5,100.00	515,100.00	520,200.00
Totals		<u>\$5,903</u>		<u>\$859,180.00</u>	<u>\$6,762,180.00</u>	<u>\$6,762,180.00</u>

(Subject to the attached letter dated June 18, 2026)
(Preliminary - Subject to Change)
(Internal Use Only)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$1,625,000 PRINCIPAL AMOUNT
OF OUTSTANDING WATERWORKS REFUNDING REVENUE BONDS, SERIES 2017A**

Principal payable annually January 1st.

Interest payable semiannually, January 1st and July 1st.

<u>Payment Date</u>	<u>Principal Balance</u>	<u>Principal</u>	<u>Interest Rates</u>	<u>Interest</u>	<u>Total</u>	<u>Bond Year Total</u>
	(-----In \$1,000's-----)		(%)	(-----In Dollars-----)		
7/1/2026				\$33,987.50	\$33,987.50	
1/1/2027	\$1,625	\$485	5.00	33,987.50	518,987.50	\$552,975.00
7/1/2027				21,862.50	21,862.50	
1/1/2028	1,140	515	5.00	21,862.50	536,862.50	558,725.00
7/1/2028				8,987.50	8,987.50	
1/1/2029	625	310	2.75	8,987.50	318,987.50	327,975.00
7/1/2029				4,725.00	4,725.00	
1/1/2030	315	<u>315</u>	3.00	<u>4,725.00</u>	<u>319,725.00</u>	<u>324,450.00</u>
	Totals	<u>\$1,625</u>		<u>\$139,125.00</u>	<u>\$1,764,125.00</u>	<u>\$1,764,125.00</u>

(Subject to the attached letter dated June 18, 2026)
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LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$620,000 PRINCIPAL AMOUNT
OF OUTSTANDING TAXABLE WATERWORKS REFUNDING REVENUE BONDS, SERIES 2017B**

Principal payable annually January 1st.

Interest payable semiannually, January 1st and July 1st.

<u>Payment Date</u>	<u>Principal Balance</u> (-----In \$1,000's-----)	<u>Principal</u>	<u>Interest Rates</u> (%)	<u>Interest</u> (-----In Dollars-----)	<u>Total</u>	<u>Bond Year Total</u>
7/1/2026				\$10,695.00	\$10,695.00	
1/1/2027	\$620	\$305	3.45	10,695.00	315,695.00	\$326,390.00
7/1/2027				5,433.75	5,433.75	
1/1/2028	315	<u>315</u>	3.45	<u>5,433.75</u>	<u>320,433.75</u>	<u>325,867.50</u>
	Totals	<u><u>\$620</u></u>		<u><u>\$32,257.50</u></u>	<u><u>\$652,257.50</u></u>	<u><u>\$652,257.50</u></u>

(Subject to the attached letter dated June 18, 2026)

(Preliminary - Subject to Change)

(Internal Use Only)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

SCHEDULE OF AMORTIZATION OF \$12,395,000 PRINCIPAL AMOUNT OF OUTSTANDING WATERWORKS REVENUE BONDS, SERIES 2020

Principal payable annually January 1st.

Interest payable semiannually, January 1st and July 1st.

Payment Date	Principal Balance (-----In \$1,000's-----)	Principal	Interest Rates (%)	Interest (-----In Dollars-----)	Total (-----In Dollars-----)	Bond Year Total
7/1/2026				\$185,396.88	\$185,396.88	
1/1/2027	\$12,395		4.000	185,396.88	185,396.88	\$370,793.76
7/1/2027				185,396.88	185,396.88	
1/1/2028	12,395		4.000	185,396.88	185,396.88	370,793.76
7/1/2028				185,396.88	185,396.88	
1/1/2029	12,395		4.000	185,396.88	185,396.88	370,793.76
7/1/2029				185,396.88	185,396.88	
1/1/2030	12,395		4.000	185,396.88	185,396.88	370,793.76
7/1/2030				185,396.88	185,396.88	
1/1/2031	12,395	\$205	4.000	185,396.88	390,396.88	575,793.76
7/1/2031				181,296.88	181,296.88	
1/1/2032	12,190	215	4.000	181,296.88	396,296.88	577,593.76
7/1/2032				176,996.88	176,996.88	
1/1/2033	11,975	220	4.000	176,996.88	396,996.88	573,993.76
7/1/2033				172,596.88	172,596.88	
1/1/2034	11,755	230	4.000	172,596.88	402,596.88	575,193.76
7/1/2034				167,996.88	167,996.88	
1/1/2035	11,525	240	4.000	167,996.88	407,996.88	575,993.76
7/1/2035				163,196.88	163,196.88	
1/1/2036	11,285	250	4.000	163,196.88	413,196.88	576,393.76
7/1/2036				158,196.88	158,196.88	
1/1/2037	11,035	260	4.000	158,196.88	418,196.88	576,393.76
7/1/2037				152,996.88	152,996.88	
1/1/2038	10,775	270	3.000	152,996.88	422,996.88	575,993.76
7/1/2038				148,946.88	148,946.88	
1/1/2039	10,505	280	3.000	148,946.88	428,946.88	577,893.76
7/1/2039				144,746.88	144,746.88	
1/1/2040	10,225	805	3.000	144,746.88	949,746.88	1,094,493.76
Sub-totals		\$2,975		\$4,787,912.64	\$7,762,912.64	\$7,762,912.64

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(Subject to the attached letter dated June 18, 2026)

(Preliminary - Subject to Change)

(Internal Use Only)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

Cont'd

**SCHEDULE OF AMORTIZATION OF \$12,395,000 PRINCIPAL AMOUNT
OF OUTSTANDING WATERWORKS REVENUE BONDS, SERIES 2020**

Principal payable annually January 1st.

Interest payable semiannually, January 1st and July 1st.

<u>Payment Date</u>	<u>Principal Balance</u> (-----In \$1,000's-----)	<u>Principal</u>	<u>Interest Rates</u> (%)	<u>Interest</u> (-----In Dollars-----)	<u>Total</u> (-----In Dollars-----)	<u>Bond Year Total</u> (-----In Dollars-----)
Sub-totals carried forward		\$2,975		\$4,787,912.64	\$7,762,912.64	\$7,762,912.64
7/1/2040				\$132,671.88	\$132,671.88	
1/1/2041	\$9,420	\$830	2.750	132,671.88	962,671.88	\$1,095,343.76
7/1/2041				121,259.38	121,259.38	
1/1/2042	8,590	855	2.750	121,259.38	976,259.38	1,097,518.76
7/1/2042				109,503.13	109,503.13	
1/1/2043	7,735	875	2.750	109,503.13	984,503.13	1,094,006.26
7/1/2043				97,471.88	97,471.88	
1/1/2044	6,860	900	2.750	97,471.88	997,471.88	1,094,943.76
7/1/2044				85,096.88	85,096.88	
1/1/2045	5,960	925	2.750	85,096.88	1,010,096.88	1,095,193.76
7/1/2045				72,378.13	72,378.13	
1/1/2046	5,035	950	2.875	72,378.13	1,022,378.13	1,094,756.26
7/1/2046				58,721.88	58,721.88	
1/1/2047	4,085	980	2.875	58,721.88	1,038,721.88	1,097,443.76
7/1/2047				44,634.38	44,634.38	
1/1/2048	3,105	1,005	2.875	44,634.38	1,049,634.38	1,094,268.76
7/1/2048				30,187.50	30,187.50	
1/1/2049	2,100	1,035	2.875	30,187.50	1,065,187.50	1,095,375.00
7/1/2049				15,309.38	15,309.38	
1/1/2050	1,065	1,065	2.875	15,309.38	1,080,309.38	1,095,618.76
Totals		<u>\$12,395</u>		<u>\$6,322,381.48</u>	<u>\$18,717,381.48</u>	<u>\$18,717,381.48</u>

(Subject to the attached letter dated June 18, 2026)

(Preliminary - Subject to Change)

(Internal Use Only)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

SCHEDULE OF OUTSTANDING COMBINED BOND AMORTIZATION

Payment Date	2017	2017A	2017B	2020	Total	Bond Year Total
07/01/26	\$59,030.00	\$33,987.50	\$10,695.00	\$185,396.88	\$289,109.38	
01/01/27	461,030.00	518,987.50	315,695.00	185,396.88	1,481,109.38	\$1,770,218.76
07/01/27	55,010.00	21,862.50	5,433.75	185,396.88	267,703.13	
01/01/28	465,010.00	536,862.50	320,433.75	185,396.88	1,507,703.13	1,775,406.26
07/01/28	50,910.00	8,987.50		185,396.88	245,294.38	
01/01/29	468,910.00	318,987.50		185,396.88	973,294.38	1,218,588.76
07/01/29	46,730.00	4,725.00		185,396.88	236,851.88	
01/01/30	473,730.00	319,725.00		185,396.88	978,851.88	1,215,703.76
07/01/30	42,460.00			185,396.88	227,856.88	
01/01/31	477,460.00			390,396.88	867,856.88	1,095,713.76
07/01/31	38,110.00			181,296.88	219,406.88	
01/01/32	482,110.00			396,296.88	878,406.88	1,097,813.76
07/01/32	33,670.00			176,996.88	210,666.88	
01/01/33	486,670.00			396,996.88	883,666.88	1,094,333.76
07/01/33	29,140.00			172,596.88	201,736.88	
01/01/34	491,140.00			402,596.88	893,736.88	1,095,473.76
07/01/34	24,520.00			167,996.88	192,516.88	
01/01/35	495,520.00			407,996.88	903,516.88	1,096,033.76
07/01/35	19,810.00			163,196.88	183,006.88	
01/01/36	500,810.00			413,196.88	914,006.88	1,097,013.76
07/01/36	15,000.00			158,196.88	173,196.88	
01/01/37	505,000.00			418,196.88	923,196.88	1,096,393.76
07/01/37	10,100.00			152,996.88	163,096.88	
01/01/38	510,100.00			422,996.88	933,096.88	1,096,193.76
07/01/38	5,100.00			148,946.88	154,046.88	
01/01/39	515,100.00			428,946.88	944,046.88	1,098,093.76
07/01/39				144,746.88	144,746.88	
01/01/40				949,746.88	949,746.88	1,094,493.76
07/01/40				132,671.88	132,671.88	
01/01/41				962,671.88	962,671.88	1,095,343.76
07/01/41				121,259.38	121,259.38	
01/01/42				976,259.38	976,259.38	1,097,518.76
07/01/42				109,503.13	109,503.13	
01/01/43				984,503.13	984,503.13	1,094,006.26
07/01/43				97,471.88	97,471.88	
01/01/44				997,471.88	997,471.88	1,094,943.76
07/01/44				85,096.88	85,096.88	
01/01/45				1,010,096.88	1,010,096.88	1,095,193.76
07/01/45				72,378.13	72,378.13	
01/01/46				1,022,378.13	1,022,378.13	1,094,756.26
07/01/46				58,721.88	58,721.88	
01/01/47				1,038,721.88	1,038,721.88	1,097,443.76
07/01/47				44,634.38	44,634.38	
01/01/48				1,049,634.38	1,049,634.38	1,094,268.76
07/01/48				30,187.50	30,187.50	
01/01/49				1,065,187.50	1,065,187.50	1,095,375.00
07/01/49				15,309.38	15,309.38	
01/01/50				1,080,309.38	1,080,309.38	1,095,618.76
Totals	<u>\$6,762,180.00</u>	<u>\$1,764,125.00</u>	<u>\$652,257.50</u>	<u>\$18,717,381.48</u>	<u>\$27,895,943.98</u>	<u>\$27,895,943.98</u>

(Subject to the attached letter dated June 18, 2026)
(Preliminary - Subject to Change)
(Internal Use Only)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

UTILITY CAPITAL IMPROVEMENT PLAN

(Provided by Utility Management)

Capital Improvement Categories:	Calendar Year				Totals
	2027	2028	2029	2030	
Treatment Plant:					
Wells	\$50,000	\$50,000	\$50,000	\$ -	\$150,000
Water Main Replacement Projects	2,000,000	2,000,000	2,000,000	2,000,000	8,000,000
Elevated Storage Tank					
Cleanings/Replacements	150,000	100,000	-	-	250,000
Water Plant Upgrades/Improvements/Major					
Contracted Repairs or Replacements	105,000	105,000	105,000	-	315,000
Distribution/Collection System:					-
Water Meters	1,375,000	1,375,000	1,375,000	-	4,125,000
Vehicle/Leases and Purchases	100,000	100,000	100,000	-	300,000
					-
Vehicles & Equipment:					-
Utility Relocation for Other Agency Projects	50,000	50,000	50,000	-	150,000
Misc Capital Expenses	50,000	-	-	-	50,000
Engineering Projects	15,000	15,000	15,000	-	45,000
Computers & Peripherals	14,500	14,500	14,500	-	43,500
Totals	<u>\$3,909,500</u>	<u>\$3,809,500</u>	<u>\$3,709,500</u>	<u>\$2,000,000</u>	<u>\$13,428,500</u>
Average Annual Capital Improvements (4-year average)					<u>\$3,357,100</u>
Average Annual Capital Improvements (3-year average)					<u>\$3,809,500</u>

(Subject to the attached letter dated June 18, 2026)

(Preliminary - Subject to Change)

(Internal Use Only)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

ESTIMATED ANNUAL CASH OPERATING DISBURSEMENTS

	<u>2024 Actual</u>	<u>Adjustments</u>	<u>Budget 2026</u>
Annual Operating Disbursements:			
Salaries and wages	\$2,069,183	\$538,717	\$2,607,900
Professional and contractual services	506,968	37,232	544,200
Materials and supplies	209,617	112,883	322,500
Transportation	68,825	10,375	79,200
Insurance	132,179	2,921	135,100
Chemicals	184,434	45,466	229,900
Rental of equipment	13,089	2,211	15,300
Purchased power	386,007	(118,407)	267,600
Miscellaneous expense	<u>1,029,850</u>	<u>(192,750)</u>	<u>837,100</u>
Totals	<u>\$4,600,152</u>	<u>\$438,648</u>	5,038,800
Estimated Annual Cash Operating Disbursements (2026)			<u>5,038,800</u>
Plus 3% allowance for inflation and contingencies			<u>5%</u>
Estimated Annual Cash Operating Disbursements (2027)			<u>\$5,290,700</u>

(Continued on the next page)

(Subject to the attached letter dated June 18, 2026)
(Preliminary - Subject to Change)
(Internal Use Only)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

**ESTIMATED ANNUAL REVENUE REQUIREMENTS
AND ANNUAL OPERATING RECEIPTS**

**See Explanation of References, page 13
(Amounts rounded to the nearest \$100)**

	Alternative	
	I	II
<u>Revenue Requirements:</u>		
Operation and maintenance disbursements (pg. 11)	\$5,290,700	\$5,290,700
Payment in lieu of property taxes (1)	1,672,500	1,672,500
Debt service: (2)		
Outstanding 2017 Revenue Bonds (pg. 4)	520,100	520,100
Outstanding 2017A Refunding Revenue Bonds (pg. 5)	553,000	553,000
Outstanding 2017B Refunding Revenue Bonds (pg. 6)	326,400	326,400
Outstanding 2020 Revenue Bonds (pgs. 7 & 8)	370,800	370,800
Replacements and improvements (3)	3,809,500	3,357,100
 Total Annual Revenue Requirements	 12,543,000	 12,090,600
 Less penalties (4)	 (227,100)	 (227,100)
Less miscellaneous receipts (5)	(154,600)	(154,600)
Less EDU fees (6)	(148,200)	(148,200)
 Net Annual Revenue Requirements	 <u>\$12,013,100</u>	 <u>\$11,560,700</u>
 <u>Annual Receipts:</u>		
Metered/Unmetered sales (4)	\$10,355,800	\$10,355,800
Private Fire Protection (4)	582,900	582,900
Normalized Hydrant Fees (7)	220,700	220,700
 Total Available Receipts	 <u>\$11,159,400</u>	 <u>\$11,159,400</u>
 Additional Receipts Required	 <u>\$853,700</u>	 <u>\$401,300</u>
 Approximate Across-The-Board Increase In Present Rates and Charges	 <u>8%</u>	 <u>4%</u>
 Change in Average Monthly Residential Bill (Current Bill \$44.65)	 <u>\$3.56</u>	 <u>\$1.79</u>
 Approximate Average Residential Monthly Bill (4,000 gallons)	 <u>\$48.21</u>	 <u>\$46.44</u>
 Change in Residential Bill (0 - 1,200 gallons) (Current Bill \$14.95)	 <u>\$1.20</u>	 <u>\$0.60</u>
 Change in Residential Bill (1,201 - 2,000 gallons) (Current Bill \$24.30)	 <u>\$1.94</u>	 <u>\$0.97</u>

(Continued on next page)

(Subject to the attached letter dated June 18, 2026)
(Preliminary - Subject to Change)
(Internal Use Only)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

(Cont'd)

ESTIMATED ANNUAL REVENUE REQUIREMENTS
AND ANNUAL OPERATING RECEIPTS
(Explanation of References)

- (1) Based on the payment in lieu of taxes payment included in Management's 2026 Budget.
- (2) Based on the annual debt service payments shown on the respective amortiation schedules for calendar year 2027.
- (3) To provide an allowance for replacements and improvements. Alternative I is based on the four-year average of management's capital improvement plan as shown on page 12. Alternative II is based on the three-year average of management's capital improvement plan as shown on page 12.
- (4) Based on calendar year 2025.
- (5) Amount based on management's 2026 budget for miscellaneous operating revenues.
- (6) Amounts based on prior 3-year averages.
- (7) Assumes the annual hydrant fees collected by the water utility would decrease to account for the reduction in the annual hydrant fee. Calculated as follows:

Normalized annual hydrant charges	374
Times proposed annual hydrant fee	<u>\$590</u>
Normalized hydrant fees	<u><u>\$220,660</u></u>

(Subject to the attached letter dated June 18, 2026)
(Preliminary - Subject to Change)
(Internal Use Only)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

SCHEDULE OF PRESENT AND PROPOSED RATES AND CHARGES

I. Monthly Service Charge:

Meter Size (Per Month):	Present (1)	Proposed	
		Alt I	Alt II
5/8 inch meter	\$15.01	\$16.21	\$15.61
1 inch meter	19.81	21.39	20.60
1 1/2 inch meter	24.63	26.60	25.62
2 inch meter	38.35	41.42	39.88
3 inch meter	137.99	149.03	143.51
4 inch meter	175.03	189.03	182.03
6 inch meter	260.22	281.04	270.63
8 inch meter	358.36	387.03	372.69
10 inch meter	501.74	541.88	521.81
12 inch meter	702.44	758.64	730.54

II. Monthly Consumption (Per 1,000 Gallons):

First	15,000	gallons	\$7.41	\$8.00	\$7.71
Next	985,000	gallons	4.46	4.82	4.64
Over	1,000,000	gallons	3.71	4.01	3.86

III. Minimum Users

Monthly Usage (0 -1,200 gallons)	\$14.95	\$16.15	\$15.55
Monthly Usage (1,201 - 2,000 gallons)	24.30	26.24	25.27

IV. Fire Protection Services (Per Annum):

Private Hydrant	\$1,185.37	\$637.20	\$613.60
Sprinkler Connection			
4 inch line	\$1,343.73	\$1,451.23	\$1,397.48
6 inch line	2,924.69	3,158.67	3,041.68
8 inch line	5,138.07	5,549.12	5,343.59
10 inch line	7,904.77	8,537.15	8,220.96
12 inch line	11,857.16	12,805.73	12,331.45

(1) Rates adopted in Ordinance No.15, 2022 dated July 1, 2022.

(Subject to the attached letter dated June 18, 2026)
(Preliminary - Subject to Change)
(Internal Use Only)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

Appendix A - Proposed Bonds

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

Appendix A - Proposed Bonds

UTILITY CAPITAL IMPROVEMENT PLAN
(Provided by Utility Management)

Capital Improvement Categories:	Calendar Year				Totals
	2027	2028	2029	2030	
Treatment Plant:					
Wells	\$50,000	\$50,000	\$50,000	\$ -	\$150,000
Water Main Replacement Projects	2,000,000	2,000,000	2,000,000	2,000,000	8,000,000
Elevated Storage Tank					
Cleanings/Replacements	150,000	100,000	-	-	250,000
Water Plant Upgrades/Improvements/Major					
Contracted Repairs or Replacements	105,000	105,000	105,000	-	315,000
Distribution/Collection System:					-
Water Meters	1,375,000	1,375,000	1,375,000	-	4,125,000
Vehicle/Leases and Purchases	100,000	100,000	100,000	-	300,000
Vehicles & Equipment:					-
Utility Relocation for Other Agency Projects	50,000	50,000	50,000	-	150,000
Misc Capital Expenses	50,000	-	-	-	50,000
Engineering Projects	15,000	15,000	15,000	-	45,000
Computers & Peripherals	14,500	14,500	14,500	-	43,500
Less: Proposed 2027 Bonds	<u>(2,000,000)</u>	<u>(2,000,000)</u>	<u>(2,000,000)</u>	<u>-</u>	<u>(6,000,000)</u>
Cash Funded Capital Improvements	<u>\$1,909,500</u>	<u>\$1,809,500</u>	<u>\$1,709,500</u>	<u>\$ 2,000,000</u>	<u>\$13,428,500</u>
Average Annual Capital Improvements (4-year average)					<u>\$1,857,100</u>
Average Annual Capital Improvements (3-year average)					<u>\$1,809,500</u>

(Subject to the attached letter dated June 18, 2026)
(Preliminary - Subject to Change)
(Internal Use Only)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY
Appendix A - Proposed Bonds
SCHEDULE OF ESTIMATED PROJECT COSTS AND FUNDING

ESTIMATED PROJECT COSTS

Estimated Construction Costs (1):	\$6,000,000
Estimated Non-Construction Costs:	
Cost of Issuance	156,200
Underwriter's Discount (1%)	61,600
Capitalized Interest (2)	<u>217,200</u>
Total Estimated Non-Construction Costs:	<u>435,000</u>
Total Estimated Project Costs:	<u><u>\$6,435,000</u></u>

ESTIMATED PROJECT FUNDING

Proposed Bonds Waterworks Revenue Bonds of 2027	<u><u>\$6,435,000</u></u>
---	---------------------------

- (1) Assumes funds would be used for water main replacement projects.
(2) Assumed interest would be capitalized on the proposed bonds in order to mitigate the debt service payment in calendar year 2027.

(Subject to the attached letter dated June 18, 2026)
(Preliminary - Subject to Change)
(Internal Use Only)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

Appendix A - Proposed Bonds

**SCHEDULE OF AMORTIZATION OF \$6,435,000 PRINCIPAL AMOUNT
OF PROPOSED WATERWORKS REVENUE BONDS, SERIES 2027**

Principal payable annually January 1st, beginning January 1, 2029.

Interest payable semiannually, January 1st and July 1st, beginning July 1, 2027.

Assumes Bonds Dated April 1, 2027

Assumed Interest Rate as Shown

Payment Date	Principal Balance (-----In \$1,000's-----)	Principal	Assumed Interest Rates (%)	Interest	Capitalized Interest (-----In Dollars-----)	Total	Bond Year Total
7/1/2027				\$72,393.75	(\$72,393.75)	\$ -	
1/1/2028	\$6,435		4.50	144,787.50	(144,787.50)	-	\$ -
7/1/2028				144,787.50		144,787.50	
1/1/2029	6,435	\$190	4.50	144,787.50		334,787.50	479,575.00
7/1/2029				140,512.50		140,512.50	
1/1/2030	6,245	200	4.50	140,512.50		340,512.50	481,025.00
7/1/2030				136,012.50		136,012.50	
1/1/2031	6,045	210	4.50	136,012.50		346,012.50	482,025.00
7/1/2031				131,287.50		131,287.50	
1/1/2032	5,835	215	4.50	131,287.50		346,287.50	477,575.00
7/1/2032				126,450.00		126,450.00	
1/1/2033	5,620	225	4.50	126,450.00		351,450.00	477,900.00
7/1/2033				121,387.50		121,387.50	
1/1/2034	5,395	235	4.50	121,387.50		356,387.50	477,775.00
7/1/2034				116,100.00		116,100.00	
1/1/2035	5,160	250	4.50	116,100.00		366,100.00	482,200.00
7/1/2035				110,475.00		110,475.00	
1/1/2036	4,910	260	4.50	110,475.00		370,475.00	480,950.00
7/1/2036				104,625.00		104,625.00	
1/1/2037	4,650	270	4.50	104,625.00		374,625.00	479,250.00
7/1/2037				98,550.00		98,550.00	
1/1/2038	4,380	285	4.50	98,550.00		383,550.00	482,100.00
7/1/2038				92,137.50		92,137.50	
1/1/2039	4,095	295	4.50	92,137.50		387,137.50	479,275.00
7/1/2039				85,500.00		85,500.00	
1/1/2040	3,800	310	4.50	85,500.00		395,500.00	481,000.00
7/1/2040				78,525.00		78,525.00	
1/1/2041	3,490	325	4.50	78,525.00		403,525.00	482,050.00
7/1/2041				71,212.50		71,212.50	
1/1/2042	3,165	335	4.50	71,212.50		406,212.50	477,425.00
7/1/2042				63,675.00		63,675.00	
1/1/2043	2,830	355	4.50	63,675.00		418,675.00	482,350.00
7/1/2043				55,687.50		55,687.50	
1/1/2044	2,475	370	4.50	55,687.50		425,687.50	481,375.00
7/1/2044				47,362.50		47,362.50	
1/1/2045	2,105	385	4.50	47,362.50		432,362.50	479,725.00
7/1/2045				38,700.00		38,700.00	
1/1/2046	1,720	400	4.50	38,700.00		438,700.00	477,400.00
7/1/2046				29,700.00		29,700.00	
1/1/2047	1,320	420	4.50	29,700.00		449,700.00	479,400.00
7/1/2047				20,250.00		20,250.00	
1/1/2048	900	440	4.50	20,250.00		460,250.00	480,500.00
7/1/2048				10,350.00		10,350.00	
1/1/2049	460	460	4.50	10,350.00		470,350.00	480,700.00
Totals		<u>\$6,435</u>		<u>\$3,863,756.25</u>	<u>(\$217,181.25)</u>	<u>\$10,081,575.00</u>	<u>\$10,081,575.00</u>

(Subject to the attached letter dated June 18, 2026)

(Preliminary - Subject to Change)

(Internal Use Only)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

Appendix A - Proposed Bonds

SCHEDULE OF OUTSTANDING AND PROPOSED COMBINED BOND AMORTIZATION

Payment Date	Outstanding				Proposed 2027 Bonds	Total	Bond Year Total
	2017	2017A	2017B	2020			
07/01/26	\$59,030.00	\$33,987.50	\$10,695.00	\$185,396.88		\$289,109.38	
01/01/27	461,030.00	518,987.50	315,695.00	185,396.88	\$ -	1,481,109.38	\$1,770,218.76
07/01/27	55,010.00	21,862.50	5,433.75	185,396.88	-	267,703.13	
01/01/28	465,010.00	536,862.50	320,433.75	185,396.88	-	1,507,703.13	1,775,406.26
07/01/28	50,910.00	8,987.50	-	185,396.88	144,787.50	390,081.88	
01/01/29	468,910.00	318,987.50	-	185,396.88	334,787.50	1,308,081.88	1,698,163.76
07/01/29	46,730.00	4,725.00	-	185,396.88	140,512.50	377,364.38	
01/01/30	473,730.00	319,725.00	-	185,396.88	340,512.50	1,319,364.38	1,696,728.76
07/01/30	42,460.00	-	-	185,396.88	136,012.50	363,869.38	
01/01/31	477,460.00	-	-	390,396.88	346,012.50	1,213,869.38	1,577,738.76
07/01/31	38,110.00	-	-	181,296.88	131,287.50	350,694.38	
01/01/32	482,110.00	-	-	396,296.88	346,287.50	1,224,694.38	1,575,388.76
07/01/32	33,670.00	-	-	176,996.88	126,450.00	337,116.88	
01/01/33	486,670.00			396,996.88	351,450.00	1,235,116.88	1,572,233.76
07/01/33	29,140.00			172,596.88	121,387.50	323,124.38	
01/01/34	491,140.00			402,596.88	356,387.50	1,250,124.38	1,573,248.76
07/01/34	24,520.00			167,996.88	116,100.00	308,616.88	
01/01/35	495,520.00			407,996.88	366,100.00	1,269,616.88	1,578,233.76
07/01/35	19,810.00			163,196.88	110,475.00	293,481.88	
01/01/36	500,810.00			413,196.88	370,475.00	1,284,481.88	1,577,963.76
07/01/36	15,000.00			158,196.88	104,625.00	277,821.88	
01/01/37	505,000.00			418,196.88	374,625.00	1,297,821.88	1,575,643.76
07/01/37	10,100.00			152,996.88	98,550.00	261,646.88	
01/01/38	510,100.00			422,996.88	383,550.00	1,316,646.88	1,578,293.76
07/01/38	5,100.00			148,946.88	92,137.50	246,184.38	
01/01/39	515,100.00			428,946.88	387,137.50	1,331,184.38	1,577,368.76
07/01/39				144,746.88	85,500.00	230,246.88	
01/01/40				949,746.88	395,500.00	1,345,246.88	1,575,493.76
07/01/40				132,671.88	78,525.00	211,196.88	
01/01/41				962,671.88	403,525.00	1,366,196.88	1,577,393.76
07/01/41				121,259.38	71,212.50	192,471.88	
01/01/42				976,259.38	406,212.50	1,382,471.88	1,574,943.76
07/01/42				109,503.13	63,675.00	173,178.13	
01/01/43				984,503.13	418,675.00	1,403,178.13	1,576,356.26
07/01/43				97,471.88	55,687.50	153,159.38	
01/01/44				997,471.88	425,687.50	1,423,159.38	1,576,318.76
07/01/44				85,096.88	47,362.50	132,459.38	
01/01/45				1,010,096.88	432,362.50	1,442,459.38	1,574,918.76
07/01/45				72,378.13	38,700.00	111,078.13	
01/01/46				1,022,378.13	438,700.00	1,461,078.13	1,572,156.26
07/01/46				58,721.88	29,700.00	88,421.88	
01/01/47				1,038,721.88	449,700.00	1,488,421.88	1,576,843.76
07/01/47				44,634.38		44,634.38	
01/01/48				1,049,634.38		1,049,634.38	1,094,268.76
07/01/48				30,187.50		30,187.50	
01/01/49				1,065,187.50		1,065,187.50	1,095,375.00
07/01/49				15,309.38		15,309.38	
01/01/50				1,080,309.38		1,080,309.38	1,095,618.76
Totals	<u>\$6,762,180.00</u>	<u>\$1,764,125.00</u>	<u>\$652,257.50</u>	<u>\$18,717,381.48</u>	<u>\$9,120,375.00</u>	<u>\$37,016,318.98</u>	<u>\$37,016,318.98</u>

Average annual debt service for the five bond years ending July 1, 2029

\$1,703,651.26

(Subject to the attached letter dated June 18, 2026)
(Preliminary - Subject to Change)
(Internal Use Only)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

Appendix A - Proposed Bonds

ESTIMATED ANNUAL REVENUE REQUIREMENTS

AND ANNUAL OPERATING RECEIPTS

**See Explanation of References on the Following Page
(Amounts rounded to the nearest \$100)**

Revenue Requirements:

Operation and maintenance disbursements (pg. 13)	\$5,290,700
Payment in lieu of property taxes (1)	1,672,500
Debt service: (2)	
Outstanding 2017 Revenue Bonds (pg. 4)	520,100
Outstanding 2017A Refunding Revenue Bonds (pg. 5)	352,800
Outstanding 2017B Refunding Revenue Bonds (pg. 6)	130,500
Outstanding 2020 Revenue Bonds (pgs. 7 & 8)	411,800
Proposed 2027 Revenue Bonds	288,500
Debt service reserve (3)	96,500
Replacements and improvements (4)	<u>2,925,900</u>
Total Annual Revenue Requirements	11,689,300
Less penalties (5)	(227,100)
Less miscellaneous receipts (6)	(154,600)
Less EDU fees (7)	<u>(148,200)</u>
Net Annual Revenue Requirements	<u><u>11,159,400</u></u>

Annual Receipts:

Metered/Unmetered sales (5)	10,355,800
Private Fire Protection (5)	582,900
Normalized Hydrant Fees (8)	<u>220,700</u>
Total Available Receipts	<u><u>\$11,159,400</u></u>
Additional Receipts Required	<u><u>\$0.00</u></u>
Approximate Across-The-Board Increase In Present Rates and Charges	<u><u>0%</u></u>
Change in Average Monthly Residential Bill (Current Bill \$44.65)	<u><u>\$0.00</u></u>
Debt Service Coverage	<u><u>277%</u></u>

(Continued on next page)

(Subject to the attached letter dated June 18, 2026)
(Preliminary - Subject to Change)
(Internal Use Only)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

Appendix A - Proposed Bonds

(Cont'd)

ESTIMATED ANNUAL REVENUE REQUIREMENTS
AND ANNUAL OPERATING RECEIPTS

(Explanation of References)

- (1) Based on the payment in lieu of taxes payment included in Management's 2026 Budget.
- (2) Based on the average annual debt service payments shown on the respective amortiation schedules the five bond years ending January 1, 2029.
- (3) Assumes funding of the debt service reserve on the proposed 2027 over a period of five (5) years. Similar to the 2020 bonds, the reserve could also be funded from a debt service reserve surety.
- (4) To provide an allowance for replacements and improvements.
- (5) Based on calendar year 2025.
- (6) Amount based on management's 2026 budget for miscellaneous operating revenues.
- (7) Amounts based on prior 3-year averages.

- Assumes the annual hydrant fees collected by the water utility would decrease to account for the
- (8) reduction in the annual hydrant fee. Calculated as follows:

Normalized annual hydrant charges	374
Times proposed annual hydrant fee	<u>\$590</u>
Normalized hydrant fees	<u><u>\$220,660</u></u>

(Subject to the attached letter dated June 18, 2026)

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