

FY27 Wholesale Wastewater Rates

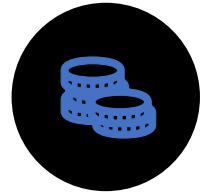




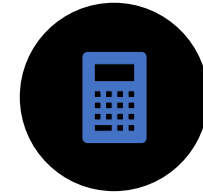
Calculating Revenue Requirements



Operation &
Maintenance
Expenses



Depreciation



Return on Rate Base
= 15%

- Customers pay only for the facilities that benefit them
- Costs are allocated based on actual use of treatment capacity and system resources
- Only wastewater assets serving wholesale customers are included in the rate base
- Depreciation ensures recovery of infrastructure investment over the useful life of the assets
- Return on rate base provides funding for future capital reinvestment and system reliability
- Methodology follows utility costs-of-service principles commonly used throughout the industry



Wholesale Wastewater Characteristics and Fees

	Lockwood	Phillips 66	Par Montana
Flow	0.15 MGD	0.97 MGD	1.63 MGD
BOD	179.7 mg/L	16.7 mg/L	17.0 mg/L
TSS	236.1 mg/L	25.4 mg/L	11.9 mg/L
TKN	27.4 mg/L	8.2 mg/L	21.7 mg/L

Customer	FY26 \$/Year	FY27 \$/Year	\$ Increase	% Increase
Lockwood	\$519,037	\$538,228	\$19,191	3.7%
Phillips 66	\$772,984	\$770,545	(\$2,439)	-0.3%
Par Montana	\$984,642	\$982,057	(\$2,585)	-0.3%
Total	\$2,276,663	\$2,290,830	\$14,167	0.6%





THANK YOU



Connect with us online:



billingsmtpublicworks.gov



[@billingsmtpublicworks](https://www.instagram.com/billingsmtpublicworks)

