

Utility: Muhlenberg County Water District #3
 Title: Revenue Requirement & Cash Flow

Operating Ratio

	Maximum
Pro Forma Operating Expenses	\$ 939,103
Less: Depreciation Expense	-
Net Pro Forma Operating Expenses	\$ 939,103
Divided by: Operating Ratio	+
Subtotal	\$ 1,067,163
Add: Interest Expense	+
Total Revenue Requirement	\$ 1,067,240
Less: Other Income & Deductions	-
Revenue Requirement from Operations	\$ 1,053,636
Less: Other Operating Revenues	-
Revenue Requirement from Water Sales	\$ 1,028,940
Less: Pro Forma Revenue - Water Sales	-
Requested Increase	\$ 118,114
Percentage Increase	12.968%

Cash Flow

Total Revenue Requirement	\$ 1,067,240
Less: Operating Expenses	939,103
Net Operating Income	\$ 128,137
Add: Depreciation & Amortization	77,393
Sub-total	\$ 205,530
Less: Debt Service	0
Net Cash Flow	\$ 205,530