

**FRANKFORT PUBLIC SERVICE DISTRICT
PLANNED USE OF ADDITIONAL FUNDS FROM THE PROPOSED RATE INCREASE**

DESCRIPTION	USE OF FUNDS IN DOLLARS (ROUNDED)		
	WATER	SEWER	TOTAL
Make all deposits required by the lending agreements and WV legislature. The District is not able to do that under the current rate and would be in violation of West Virginia PSC General Orders. See the table below this chart for probable use of these required reserves.	\$ 225,000	\$ 126,000	\$ 351,000
Pay the annual increases on vendor contracts.	72,000	-	72,000
Add one new employee and promote one existing employee. The calculations includes wage, taxes, and benefits.	56,000	21,000	77,000
Raise for all employees - employees have not received a raise in three years. The calculation includes wage and taxes. Part of the funds planned for wage increases may be needed to pay an increased cost of health benefits.	39,000	69,000	108,000
TOTAL OF ABOVE INCREASES	\$ 392,000	\$ 216,000	\$ 608,000

CALCULATION - PERCENT OF RATE INCREASE

Receipts from operations, year ended June 30, 2025	\$ 4,063,000
Increased receipts from the rate adjustment	\$ 608,000
Rate of increase	14.96%

ESTIMATED COST - USE OF THE CASH WORKING CAPITAL RESERVE FOR NEAR-TERM MAINTENANCE

Two work vehicles	\$ 90,000
Two pumps @ \$60,000 each	\$ 120,000
Ultra Violet system	\$ 35,000
Tank rehabilitation	\$ 1,250,000
SCADA system	\$ 500,000