

Fiscal Year 2026		MASSACHUSETTS WATER RESOURCES AUTHORITY RATES AND BUDGET PROJECTIONS (\$000)										ASSUMPTIONS			
		FY2025	FY2026	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034	FY2035	Run Date	23-Jun-25	
COMBINED UTILITIES												Run Time	9:36 AM		
EXPENSES												Future CEB Inflation			
Direct Expenses	\$321,014	\$327,980	\$337,919	\$346,994	\$356,809	\$366,794	\$377,291	\$387,922	\$398,951	\$410,232	\$421,897	Salaries	FY2027-2050		2.7%
Indirect Expenses	75,440	83,019	87,280	94,297	95,110	101,413	61,690	68,893	70,367	71,825	73,310	Other Directs	FY2027-2050		3.0%
Capital Financing (before offsets)	\$04,169	\$08,710	\$26,781	\$34,275	\$54,362	\$69,016	\$29,757	\$48,516	\$74,494	\$00,382	\$23,004	Use of Reserves for Rate Stabilization			
Sub-Total Expenses	\$900,622	\$919,709	\$951,980	\$975,566	\$1,006,281	\$1,037,223	\$1,068,738	\$1,105,331	\$1,143,812	\$1,182,439	\$1,218,211	Rate Stabilization/HEEC	Rate	Bond Redemption	Combined
Debt Service Assistance	0	0	0	0	0	0	0	0	0	0	0	FY2026	0	0	0
Bond Redemption Savings	0	0	0	0	0	0	0	0	0	0	0	FY2027	780	0	780
Variable Rate Savings	0	0	0	0	0	0	0	0	0	0	0	FY2028	782	0	782
Total Expenses	\$900,622	\$919,709	\$951,980	\$975,566	\$1,006,281	\$1,037,223	\$1,068,738	\$1,105,331	\$1,143,812	\$1,182,439	\$1,218,211	FY2029	740	0	740
REVENUE & INCOME												FY2030	140	0	140
Non-Member and Other Revenue	\$16,735	\$17,616	\$18,122	\$18,512	\$18,883	\$19,032	\$19,327	\$19,674	\$20,029	\$20,391	\$20,787	FY2031	12	0	12
Interest Income	28,399	23,332	28,282	24,664	26,771	29,102	31,202	34,101	36,704	38,887	40,749	FY2032	0	0	0
Rate Stabilization/HEEC Reserve	0	0	780	782	740	140	12	0	0	0	0	FY2033	0	0	0
Total Other Revenue	\$45,134	\$40,948	\$47,184	\$43,957	\$46,394	\$48,274	\$50,541	\$53,776	\$56,733	\$59,279	\$61,537	FY2034	0	0	0
Total Rate Revenue	\$855,488	\$878,761	\$904,797	\$931,608	\$959,887	\$988,949	\$1,018,198	\$1,051,555	\$1,087,079	\$1,123,161	\$1,156,674	FY2035	0	0	0
Rate Revenue Change	2.5%	2.7%	3.0%	3.0%	3.0%	3.0%	3.0%	3.3%	3.4%	3.3%	3.0%	TOTAL	2,453	0	2,453
Estimated Annual Household Charge **												FY26 BOY	39,009	26,108	65,117
Based on water use of 61k gpy (weighted)	\$1,424	\$1,484	\$1,547	\$1,613	\$1,682	\$1,754	\$1,829	\$1,910	\$1,994	\$2,082	\$2,172	Balance			
Based on water use of 90k gpy (weighted)	\$2,111	\$2,189	\$2,282	\$2,379	\$2,481	\$2,588	\$2,699	\$2,817	\$2,942	\$3,072	\$3,205	WASTEWATER UTILITY			
EXPENSES												Debt Terms			
Direct Expenses	\$210,704	\$216,778	\$223,462	\$229,318	\$235,812	\$242,495	\$249,368	\$256,389	\$263,704	\$271,167	\$278,905	Type	Fiscal Year	Term	Rate
Indirect Expenses	30,967	33,369	35,176	38,788	38,556	41,738	15,943	19,644	19,720	19,754	19,787	Fixed Debt	FY26	30	5.00%
Capital Financing (before offsets)	\$24,514	\$25,335	\$32,457	\$35,183	\$44,915	\$51,391	\$65,645	\$93,771	\$106,686	\$119,081	\$128,385	Fixed Debt	FY27-FY50	30	6.00%
Sub-Total Wastewater Expenses	\$566,185	\$575,483	\$591,095	\$603,290	\$619,283	\$635,624	\$650,956	\$669,803	\$690,110	\$710,002	\$727,077	SRF - Sewer	FY26-FY50	20	2.15%
Debt Service Assistance	0	0	0	0	0	0	0	0	0	0	0	SRF - Water	FY26-FY50	20	2.15%
Bond Redemption Savings	0	0	0	0	0	0	0	0	0	0	0	Variable Rate	FY26	Existing Issues	4.50%
Variable Rate Savings	0	0	0	0	0	0	0	0	0	0	0	Variable Rate	FY27-FY50	Existing Issues	4.00%
Total Wastewater Expenses	\$566,185	\$575,483	\$591,095	\$603,290	\$619,283	\$635,624	\$650,956	\$669,803	\$690,110	\$710,002	\$727,077	TECP	FY23-FY50	20	3.75%
REVENUE & INCOME												Water Pipeline	FY23-FY50	20	3.25%
Non-Member and Other Revenue	\$5,699	\$6,189	\$6,346	\$6,510	\$6,681	\$6,861	\$7,046	\$7,244	\$7,451	\$7,667	\$7,887	FY26 Borrowing Plan			
Interest Income	16,377	14,131	15,742	14,138	15,346	16,492	17,291	18,017	18,398	18,608	19,137	Type	Amount	Term	Rate
Rate Stabilization/HEEC Reserve	0	0	350	300	200	140	12	0	0	0	0	Fixed Debt	\$ 292,000	30	5.00%
Prior Year Utility Surplus/Deficit Transfer	0	0	0	0	0	0	0	0	0	0	0	SRF-Sewer	50,000	20	2.15%
Total Revenue/Income/Utility Transfers	\$22,076	\$20,319	\$22,438	\$20,947	\$22,227	\$23,492	\$24,349	\$25,261	\$25,850	\$26,275	\$27,024	SRF-Water	45,000	20	2.15%
Wastewater Rate Revenue	\$544,109	\$555,163	\$568,656	\$582,342	\$597,056	\$612,132	\$626,607	\$644,543	\$664,260	\$683,727	\$700,053	TOTAL	\$ 387,000		
Rate Revenue Change	1.8%	2.0%	2.4%	2.4%	2.5%	2.5%	2.4%	2.9%	3.1%	2.9%	2.4%	Prepaid Debt Service			
Estimated Annual Household Charge **												FY26	8,500	FY31	-
Based on water use of 61k gpy (weighted)	\$850	\$884	\$920	\$958	\$999	\$1,041	\$1,084	\$1,131	\$1,181	\$1,233	\$1,285	FY27	14,500	FY32	-
Based on water use of 90k gpy (weighted)	\$1,254	\$1,304	\$1,358	\$1,414	\$1,473	\$1,535	\$1,600	\$1,669	\$1,743	\$1,819	\$1,896	FY28	14,000	FY33	9,000
WATER UTILITY												FY29	5,000	FY34	-
EXPENSES												FY30	-	FY35	-
Direct Expenses	\$110,309	\$111,202	\$114,457	\$117,676	\$120,997	\$124,299	\$127,923	\$131,533	\$135,247	\$139,065	\$142,992	\$ 51,000			
Indirect Expenses	44,473	49,650	52,104	55,508	56,554	59,675	45,747	49,249	50,647	52,072	53,523	Average Investment Rates			
Capital Financing (before offsets)	\$179,655	\$183,375	\$194,324	\$199,092	\$209,448	\$217,625	\$244,112	\$254,746	\$267,808	\$281,301	\$294,619	Fiscal Year	Short Term	Long Term	
Sub-Total Water Expenses	\$334,437	\$344,227	\$360,886	\$372,276	\$386,998	\$401,599	\$417,782	\$435,527	\$453,702	\$472,438	\$491,134	FY26	3.75%	4.00%	
Debt Service Assistance	0	0	0	0	0	0	0	0	0	0	0	FY27	3.50%	4.00%	
Bond Redemption Savings	0	0	0	0	0	0	0	0	0	0	0	FY28-FY50	3.00%	4.00%	
Variable Rate Savings	0	0	0	0	0	0	0	0	0	0	0	Other Comments			
Total Water Expenses	\$334,437	\$344,227	\$360,886	\$372,276	\$386,998	\$401,599	\$417,782	\$435,527	\$453,702	\$472,438	\$491,134	1) Based on FY26 CEB Model #2.0			
REVENUE & INCOME															
Non-Member and Other Revenue	\$11,036	\$11,427	\$11,776	\$12,002	\$12,202	\$12,171	\$12,281	\$12,431	\$12,578	\$12,724	\$12,900				
Interest Income	12,022	9,202	12,539	10,526	11,426	12,611	13,910	16,084	18,306	20,279	21,612				
Rate Stabilization/HEEC Reserve	0.000	0.000	430	482	540	0	0	0	0	0	0				
Prior Year Utility Surplus/Deficit Transfer	0	0	0	0	0	0	0	0	0	0	0				
Total Revenue/Income/Utility Transfers	\$23,058	\$20,629	\$24,745	\$23,010	\$24,167	\$24,782	\$26,191	\$28,515	\$30,884	\$33,004	\$34,512				
Water Rate Revenue	\$311,379	\$323,598	\$336,140	\$349,266	\$362,831	\$376,817	\$391,591	\$407,012	\$422,819	\$439,434	\$456,621				
Rate Revenue Change	3.9%	3.9%	3.9%	3.9%	3.9%	3.9%	3.9%	3.9%	3.9%	3.9%	3.9%				
Estimated Annual Household Charge **															
Based on water use of 61k gpy (weighted)	\$575	\$600	\$626	\$654	\$683	\$713	\$745	\$778	\$813	\$849	\$887				
Based on water use of 90k gpy (weighted)	\$848	\$885	\$924	\$965	\$1,008	\$1,052	\$1,099	\$1,148	\$1,199	\$1,253	\$1,309				

** Annual household charges are estimated for communities that receive full water and wastewater services from MWRA weighted by the number of households in each of these core communities. Based on community responses to the 2024 MWRA Advisory Board's Annual Water and Sewer Retail Rate Survey.