



# Page Utility Enterprises

electric and water services for the people . . . by the people



640 Haul Rd., \* P.O. Box 1955 \* Page, Arizona 86040  
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**TO:** Honorable Mayor Steven Kidman & Page City Council  
Page City Clerk

**FROM:** Bryan Hill, PE, General Manager

**CC:** Frank Marbury, Page City Manager

**DATE:** April 30, 2026

**RE:** Board Recommended Budgets for Page Utility FY 2026-2027

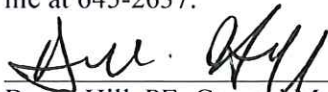
The PUE Board recommends to Page City Council the attached budgets for electric, water, sewer and refuse for fiscal year 2026-2027.

During the regularly scheduled PUE Board meeting conducted April 21, 2026, the Board reviewed and unanimously passed a motion to recommend the attached budgets to Page City Council for review, edits, comments and approval.

Additionally, the Utility Board seeks specific direction from Council on FY26/27 Fund 52. This direction is in regards expences associated with Lake Powell National Golf Course irrigation. These expenses were the subject of the Boards letter to Council dated January 14, 2026..

We also confirm the date of May 13, 2026 for our annual "joint meeting" pursuant to City Code, Section 31.59 (C) at 4:30 p.m. in Council Chambers. This "joint meeting" is to review the proposed budgets in detail, answer any questions, and make any desired changes to the budgets.

If there are any immediate questions or need for clarification, please do not hesitate to contact me at 645-2637.

  
Bryan Hill, PE, General Manager

Attachments: Electric, Water, Sewer & Garbage Budgets, January 14, 2026 Board letter

PAGE UTILITY ENTERPRISES								
2026-2027 Budget as at April 22, 2026 for Council Approval								
FUND 50: ELECTRIC								
Chart of		Actuals	Actuals to	Actuals	Actual	Proposed	Budget	
Accounts	Description	FY 23/24	FY 24/25	to 12/31/25	Budget	Budget	Variance	NOTES
					FY 25-26	FY 26-27	25/26-26/27	
<b>REVENUES</b>								
50-300-4440	Residential	3,726,594	4,073,068	1,935,492	4,032,988	4,032,988	0	1
50-300-4420	Commercial	7,384,746	8,060,288	4,023,156	8,026,896	8,026,896	0	1
50-300-4440	Street Lighting	154,255	158,680	79,341	159,278	159,278	0	
50-300-4590	UAMPS Settlement revenue	0	11,095	284	0	0	0	
50-300-4580	Construction Revenue/Customer Line Exter	30,981	232,359	86,973	75,000	75,000	0	2
50-300-4491	Pole Rental & Fiber Lease	55,912	58,894	0	55,000	59,000	4,000	3
50-300-4585	Powell Generation (Generators)	11,196	0	0	20,000	0	-20,000	4
50-300-4650	Contributed Capital	51,651	0	0	0	0	0	
50-300-4570	Miscellaneous Revenue	85,749	76,181	48,697	80,000	80,000	0	
50-300-4190	Interest Revenues	810,487	744,812	343,216	526,000	506,000	-20,000	5
	<b>TOTAL REVENUES</b>	<b>12,311,571</b>	<b>13,415,377</b>	<b>6,517,159</b>	<b>12,975,162</b>	<b>12,939,162</b>	<b>-36,000</b>	
<b>PURCHASED &amp; GENERATED POWER</b>								
50-500-5470	Powell generation- diesel expense	0	64,241	0	60,000	40,000	-20,000	6
50-500-5471	Powell generation expense-repairs, urea, oil	113,125	0	31,575	50,000	50,000	0	
50-500-5550	CRSP Capacity Costs	431,424	432,241	215,844	450,000	450,000	0	
50-500-5551	Federal Transmission Costs	214,407	200,571	117,811	200,000	200,000	0	
50-500-5560	Energy & Fuel	5,068,306	5,925,129	3,150,283	7,708,098	7,708,098	0	7
	<b>TOTAL PURCHASED &amp; GENERATED POW</b>	<b>5,827,262</b>	<b>6,622,182</b>	<b>3,515,513</b>	<b>8,468,098</b>	<b>8,448,098</b>	<b>-20,000</b>	
<b>PERSONNEL SERVICES</b>								
50-501-8200	Line Crew Wages	431,128	488,692	279,115	539,000	566,000	27,000	8
50-505-8200	Constr & Mtncr Crew Wages	113,727	124,755	73,762	159,000	166,000	7,000	8
50-500-8200	Office Salaries	612,846	721,716	346,222	732,000	753,000	21,000	8
50-500-8250	Pension Expense	152,362	169,298	86,296	171,000	179,000	8,000	9
50-500-8230	Workmen's Compensation	54,735	58,393	32,818	60,000	65,000	5,000	11
50-500-8240	Health Insurance	240,088	232,195	119,445	253,000	263,000	10,000	10
50-500-8220	FICA Expense	80,606	97,846	48,304	109,000	114,000	5,000	8
50-500-8270	Misc. Employee Benefits	0	0	0	4,000	4,000	0	
50-500-8260	State Unemployment Insurance	58	45	0	1,000	1,000	0	
	<b>TOTAL PERSONNEL SERVICES</b>	<b>1,685,550</b>	<b>1,892,940</b>	<b>985,962</b>	<b>2,028,000</b>	<b>2,111,000</b>	<b>83,000</b>	
<b>DISTRIBUTION EXPENSES</b>								
50-500-5810	O&M Expenses	135,224	161,027	80,856	115,000	115,000	0	
50-500-5811	O&M Supplies	50,630	112,002	31,279	102,000	102,000	0	
50-500-5813	Truck & Vehicle Repair	70,120	122,757	29,181	125,000	100,000	-25,000	12
50-500-5815	Vehicles/Equipment Rental	0	436	0	0	0	0	
50-500-5814	Fuel Expense (Vehicles/Equipment)	25,413	23,744	13,191	30,000	40,000	10,000	11
	<b>TOTAL DISTRIBUTION EXPENSES</b>	<b>281,387</b>	<b>419,966</b>	<b>154,507</b>	<b>372,000</b>	<b>357,000</b>	<b>-15,000</b>	
<b>ADMINISTRATIVE &amp; GENERAL EXPENSES</b>								
50-500-9200	Office Supplies	19,512	25,517	2,646	30,000	30,000	0	
50-500-9210	Utilities - Water/Telephone/Garbage/Gas	30,196	34,092	15,060	35,000	35,000	0	
50-500-9214	Travel Expenses	495	2,496	5,016	15,000	15,000	0	
50-500-9215	Publications & Subscriptions	41,972	40,200	17,522	27,000	40,000	13,000	11
50-500-9216	Postage	20,883	21,036	13,022	25,000	25,000	0	
50-500-9217	Association And Seminar Dues/Fees	22,362	26,396	9,476	25,000	25,000	0	
50-500-9400	Insurance	35,211	36,599	25,758	40,000	50,000	10,000	13
	<b>TOTAL ADMINISTRATIVE &amp; GENERAL E</b>	<b>170,631</b>	<b>186,336</b>	<b>88,500</b>	<b>197,000</b>	<b>220,000</b>	<b>23,000</b>	
<b>OUTSIDE SERVICES</b>								
50-500-9300	Auditing	15,175	10,025	1,248	25,000	25,000	0	
50-500-9310	Consulting	0	43,653	0	55,000	55,000	0	
50-500-9320	Engineering	37,553	53,251	18,645	40,000	40,000	0	
50-500-9330	Legal	2,500	0	0	20,000	20,000	0	
50-500-9335	City of Page Legal Services	15,000	17,500	0	17,500	17,500	0	
50-500-9340	Maintenance Agreements/Contracts	52,475	50,351	22,153	50,000	55,000	5,000	14
9218/ 5812	Employee Training	11,935	20,492	9,910	30,000	40,000	10,000	15
50-500-9350	Miscellaneous Non-Contract Services	18,353	32,601	11,128	25,000	25,000	0	
	<b>TOTAL OUTSIDE SERVICES</b>	<b>152,991</b>	<b>227,873</b>	<b>63,084</b>	<b>262,500</b>	<b>277,500</b>	<b>15,000</b>	

2026-2027 Budget as at April 22, 2026 for Council Approval

FUND 50: ELECTRIC

Chart of		Actuals	Actuals to	Actuals	Actual	Proposed	Budget	
Accounts	Description	FY 23/24	FY 24/25	to 12/31/25	Budget FY 25-26	Budget FY 26-27	Variance 25/26-26/27	NOTES
	<b>MISCELLANEOUS EXPENSES</b>							
50-500-9540	Advertising Expenses	602	72	0	4,000	4,000	0	
50-500-9560	Account Maintenance Fees	3,166	2,832	1,825	3,000	3,000	0	
50-500-9630	Loss/(Gain) on disposal of fixed asset	-5,887	-25,618	-7,951	0	0	0	
50-500-9570	Credit Card Fees	55,935	51,976	27,691	50,000	55,000	5,000	16
50-500-9580	Miscellaneous General Expense	0	2,000	0	2,000	2,000	0	
50-500-9600	Bad Debt Expense	-640	-663	0	2,000	2,000	0	
50-500-9590	Sales Tax Expense	-1,841	122	893	5,000	5,000	0	
	<b>TOTAL MISCELLANEOUS EXPENSES</b>	<b>51,335</b>	<b>30,721</b>	<b>22,458</b>	<b>66,000</b>	<b>71,000</b>	<b>5,000</b>	
	<b>TOTAL O&amp;M and A&amp;G EXPENSES</b>	<b>8,169,156</b>	<b>9,380,018</b>	<b>4,830,024</b>	<b>11,393,598</b>	<b>11,484,598</b>	<b>91,000</b>	
	<b>TOTAL REVENUES minus O&amp;M and A&amp;G</b>	<b>4,142,415</b>	<b>4,035,359</b>	<b>1,687,135</b>	<b>1,581,564</b>	<b>1,454,564</b>	<b>(127,000)</b>	
50-500-9500	<b>DEPRECIATION CHARGE</b>	<b>(1,280,106)</b>	<b>(1,304,407)</b>	<b>(777,000)</b>	<b>(1,554,000)</b>	<b>(1,486,800)</b>	<b>67,200</b>	
		<b>2,862,309</b>	<b>2,730,952</b>	<b>910,135</b>	<b>27,564</b>	<b>(32,236)</b>	<b>(59,800)</b>	
	<b>CAPITAL EXPENDITURE</b>							
	<b>TOTAL REVENUES minus O&amp;M and A&amp;G</b>	<b>4,142,415</b>	<b>4,035,359</b>	<b>1,687,135</b>	<b>1,581,564</b>	<b>1,454,564</b>	<b>(127,000)</b>	
	<b>CAPITAL REPLACEMENTS</b>							
50-000-3640	Distribution Expense	0	0	0	40,000	40,000	0	
50-000-3900	Underground cable change out	90,006	107,703	100,691	200,000	200,000	0	
50-000-3900	Overhead-Pole Abandonment/Replacem	127,367	230,822		100,000	100,000	0	
50-000-3900	Distribution upgrades/Replacements	0	0		100,000	100,000	0	
50-000-3130	Generator refurbishment	274,424	144,294	0	75,000	75,000	0	17
50-000-3680	Line Transformers	0	0		40,000	40,000	0	
50-000-3610	Structures & Improvements	0	5,107		35,000	35,000	0	18
50-000-3730	Street Lights	0	0		0	35,000	35,000	19
50-000-3970	Radio Upgrade	0	0		0	0	0	
50-000-3900	Capitalized Time from Expense Budget	509,623	487,767	294,129	602,000	635,000	33,000	8
50-000-3910	Wireless Meters/HMI Outage Management System				0	0	0	
50-000-3910	Computer Software/Hardware/Office Equi	18,978	0	25,127	17,000	17,000	0	
50-000-3910	Tropos/Fiber	0	0		0	0	0	
50-000-3450	SCADA	0	82,616	13,528	0	0	0	
50-000-3621	Powell Substation	0	0	691,304	2,130,000	600,000	-1,530,000	20
50-000-3623	Savage Slavens Substation	0	0	0	0	0	0	
50-000-3960	Power Operated Equipment-Vehicles	25,324	91,707	84,711	409,000	648,000	239,000	21
50-000-3940	Linemen Tools	0	0		0	0	0	
	<b>TOTAL CAPITAL REPLACEMENTS</b>	<b>1,045,722</b>	<b>1,150,016</b>	<b>1,209,490</b>	<b>3,748,000</b>	<b>2,525,000</b>	<b>-1,223,000</b>	
	<b>CAPITAL ADDITIONS</b>							
50-000-3610	Structures/Improvements	0	44,505	0	0	0	0	
50-000-3450	SCADA- Disaster Recovery requirements	8,966	34,790	1,800	8,500	5,000	-3,500	22
50-000-3900	Greenehaven Regulators	10,377	354,126	0	0	0	0	
50-000-3910	Fiber- extend to various locations	55,451	22,606	5,988	25,000	25,000	0	
50-000-3621	Powell /Savage Slavens Substations	21,275	34,083	0	90,000	170,000	80,000	23
50-000-3710	Distribution Items /New services	165,457	170,710	46,950	40,000	40,000	0	
50-000-3710	Line Extensions (various) <250' rule				10,000	10,000	0	
50-000-3710	Line Extensions (various) >250' rule				10,000	10,000	0	
50-000-3680	25kv three phase PME cubicle	0			50,000	50,000	0	
50-000-3680	25kv three phase section can cubicles				20,000	20,000	0	
50-000-3910	Work Order Asset Management mapping	0	0		0	0	0	
	Council/Board-directed Improvements	0			100,000	100,000	0	24
	<b>TOTAL CAPITAL ADDITIONS</b>	<b>261,526</b>	<b>660,820</b>	<b>54,738</b>	<b>353,500</b>	<b>430,000</b>	<b>76,500</b>	
50-500-5560	<b>Purchased Power Contingency</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,000,000</b>	<b>1,000,000</b>	<b>0</b>	

2026-2027 Budget as at April 22, 2026 for Council Approval

FUND 50: ELECTRIC

Chart of Accounts	Description	Actuals FY 23/24	Actuals to FY 24/25	Actuals to 12/31/25	Actual Budget FY 25-26	Proposed Budget FY 26-27	Budget Variance 25/26-26/27	NOTES
<b>O&amp;M BUDGET SUMMARY</b>								
	LGIP+ BANK OPENING BALANCE	15,295,971	18,301,359	21,318,028	21,318,028	17,798,092	-3,519,936	
	Total Revenue (All Sources)	12,311,571	13,415,377	6,517,159	12,975,162	12,939,162	-36,000	
	Less O&M/A&G Expenses	8,169,156	9,380,018	4,830,024	11,393,598	11,484,598	91,000	
	Subtotal	4,142,415	4,035,359	1,687,135	1,581,564	1,454,564	-127,000	
	Less Purchased Power Contingency	0	0	0	-1,000,000	-1,000,000	0	
	Less Capital Replacements	-1,045,722	-1,150,016	-1,209,490	-3,748,000	-2,525,000	1,223,000	
	Less Capital Additions	-261,526	-660,820	-54,738	-353,500	-430,000	-76,500	
	INCREASE/(DECREASE) IN CASH BALAN	2,835,167	2,224,523	422,907	-3,519,936	-2,500,436	1,019,500	
	CLOSING LGIP & BANK BALANCE	18,301,359	21,318,028	21,580,912	17,798,092	15,297,656	-2,500,436	
<b>LGIP SUB-FUNDS</b>								
	Capital Improvements	9,300,344	12,317,013	12,579,897	8,797,077	6,296,641	-2,500,436	
	Contingencies	450,000	450,000	450,000	450,000	450,000	0	
	Uninsured Legal	500,000	500,000	500,000	500,000	500,000	0	
	Customer Deposits	500,000	500,000	500,000	500,000	500,000	0	
	Rate Stabilization	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	0	
	Sinking Fund for Future Generation	4,551,015	4,551,015	4,551,015	4,551,015	4,551,015	0	
		18,301,359	21,318,028	21,580,912	17,798,092	15,297,656	-2,500,436	

Notes to the Budget for 2026-2027

1	Actual revenues for 2025-6 are in line with the budget for 2025-6 so it is not proposed to make any changes to revenue expectations.
2	This budget has been left unchanged. There are a number of projects currently under discussion but it is not known how many of these will materialize.
3	There is a contractual rate increase annually plus this year, there have been more connections made to our poles.
4	As the generators have not been run in a revenue-earning capacity, in the last year, this budget ha been removed.
5	The calculation has been done assuming only 3% interest on our current cash balances at LGIP.
6	It is estimated that only one additional fuel delivery will be needed for the generators in the coming year.
7	For this first version of the budget, we have left the assumed cost of purchased power at the 2025-26 budget levels. The move over to SPP next year and the decreasing availability of hydro are two big unknowns.
8	It is important for us to remain competitive in the labor market and an increase of 5% has been built into these figures. They will not be across-the-board increases but rather performance driven. Time Capitalization: 1/3 of Linemen, 1/2 of Construction and \$70,000 of administration salaries.
9	ASRS contribution rates effective 7/1/26 are decreasing slightly from 12% to 11.98% but the budget has been increased because of the budgeted salary increases.
10	We have been notified of a 4% premium increase effective July 1st.
11	These budgets have been increased in the light of actual expenditure in 2025-26 and current fuel price uncertainties.
12	All major repair work on the fleet has been completed and so only routine maintenance is being budgeted.
13	Last year's premium increase was larger than budgeted but still far less than the commercial premiums paid in previous years. We have also been billed an additional premium this year for the storage tanks at Powell Substation.
14	This has been increased to allow for additional external IT support.
15	Training and text book costs have increased and with two apprentice linemen the budget has been increased.
16	Since we stopped accepting American Express as a payment method, our credit card costs have come closer to budget however, we have been notified of increases this Spring from our two remaining processors.

2026-2027 Budget as at April 22, 2026 for Council Approval								
FUND 50: ELECTRIC								
Chart of		Actuals	Actuals to	Actuals	Actual	Proposed	Budget	
Accounts	Description	FY 23/24	FY 24/25	to 12/31/25	Budget	Budget	Variance	
					FY 25-26	FY 26-27	25/26-26/27	NOTES
17	Upgrade to the urea system on a third generator is being budgeted in anticipation of more stringent ADEQ emissions requirements.							
18	This budget includes a card reader system for external access to the Board room and refurbishment of the parking lot at 640 Haul Road.							
19	It is proposed to change out the street light heads on the poles on Lake Powell Blvd to LED.							
20	The majority of the work on the new bay at Powell Substation will be completed by June 30. This budget allows for the commissioning which will take place after July 1.							
21	Bucket truck to replace E34 purchased in 2004 (not available for delivery until January 2028 )		\$280,000					
	Backhoe replacement for E28 purchased in 1997		\$195,000					
	F350 Truck -replacement for E07 purchased in 2009		\$73,000					
	Asphalt machine		\$100,000					
			\$648,000					
22	The development of the disaster recover plan has been completed. The reduced budget it to allow for implementation.							
23	It is proposed to replace outdated non-supported GE hardware at both Slavens-Savage and Powell substations with SEL Schweitzer hardware to communicate with upgraded iPower SCADA software.							
24	When financial reserves allow, we budget a place-holder figure of \$100,000 for any Council or Board directed capital projects.							

**PAGE UTILITY ENTERPRISES**

2026-2027 BUDGET - as at APRIL 22, 2026 for Council Approval

FUND: 51 WATER

New Chart of Accounts		Actuals	Actuals	Current Year	Current	Proposed	Budget	
Description		FY 23/24	FY 24/25	Actuals to	Budget	Budget	Variance	Notes
				31-Dec-25	2025-2026	2026-2027	25/26-26/27	
<b>REVENUES-WATER FUND</b>								
51-342-4000	Water Sales	1,877,537	1,960,892	1,141,759	1,895,000	1,895,000	0	1
51-342-4130	Bulk Water Sales	12,097	18,278	7,559	12,000	12,000	0	
51-342-4200	Water Meter Sales/Construction Revenue	28,691	8,808	11,788	10,000	10,000	0	
51-342-4570	Late Fees	42,865	46,361	20,439	45,000	45,000	0	
51-300-4190	Interest Earned	236,001	216,611	99,816	180,000	148,000	-32,000	2
51-399-4560	Misc Revenue	0	0	0	1,000	1,000	0	
51-342-4580	Water Treatment Plant Expansion Reimburseme	0	0	0	0	0	0	3
	<b>TOTAL</b>	<b>2,197,191</b>	<b>2,250,950</b>	<b>1,281,361</b>	<b>2,143,000</b>	<b>2,111,000</b>	<b>-32,000</b>	
<b>WATER TREATMENT PLANT:COST OF SALES &amp; SERVICES</b>								
51-452-2101	Operating Supplies	10,792	4,806	1,957	10,000	10,000	0	
51-452-2102	Uniforms/ Clothing Allowance	570	675	0	2,400	2,400	0	
51-452-2103	Safety Supplies	1,180	800	116	4,200	4,200	0	
51-452-2115	Equipment Repair & Maintenance	11,970	15,279	1,710	25,000	25,000	0	
51-452-9210	Utilities	126,827	130,681	62,871	130,000	130,000	0	
51-452-2811	Water Sample Testing	6,350	6,125	1,950	15,000	15,000	0	
51-452-2860	Raw water	225,554	283,345	100,307	280,000	280,000	0	
51-452-2123	Polymer	14,373	11,729	9,250	25,000	25,000	0	
51-452-2124	Chlorine	30,566	26,194	13,169	30,000	30,000	0	
51-452-5813	WTP Vehicle Maintenance	1,732	990	462	5,000	5,000	0	
	<b>TOTAL</b>	<b>429,914</b>	<b>480,624</b>	<b>191,792</b>	<b>526,600</b>	<b>526,600</b>	<b>0</b>	
<b>WATER DISTRIBUTION:COST OF SALES &amp; SERVICE</b>								
51-453-2101	Operating Supplies	51,618	21,290	7,049	35,000	35,000	0	
51-453-2102	Uniforms/ Clothing Allowance	1,185	905	1,028	2,400	2,400	0	
51-453-2103	Safety Supplies	1,180	3,197	593	2,000	2,000	0	
51-453-2113	Pipe & Fittings	6,195	0	0	15,000	15,000	0	
51-453-2115	Equipment Repair & Maintenance	4,885	6,254	9,528	10,000	10,000	0	
51-453-5813	Water Distribn Vehicle Maintenance	7,393	4,408	1,143	12,000	12,000	0	
51-453-5814	Fuel	13,798	10,812	5,830	15,000	20,000	5,000	5
	<b>TOTAL</b>	<b>86,254</b>	<b>46,866</b>	<b>25,171</b>	<b>91,400</b>	<b>96,400</b>	<b>5,000</b>	
<b>PERSONNEL SERVICES</b>								
51-452-8200	Water Treatment Plant Salaries	128,875	142,117	66,040	146,000	140,000	-6,000	4
51-453-8200	Water Distribution-Salaries	208,643	225,349	136,169	278,000	272,000	-6,000	4
51-500-8200	Admin/Engineering - Salaries	98,693	94,488	61,168	96,000	95,000	-1,000	4
51-500-8250	Pension Expense	48,614	55,512	31,595	62,000	60,000	-2,000	5
51-500-8230	Workmen's Comp	6,311	8,322	8,204	15,000	16,000	1,000	6
51-500-8240	Health Insurance	116,399	112,110	66,024	132,000	137,000	5,000	7
51-500-8220	FICA Expense	39,320	40,854	22,680	39,000	36,000	-3,000	4
51-500-8260	State Unemployment Insurance	39	23	0	1,000	1,000	0	
	<b>TOTAL PERSONNEL SERVICES</b>	<b>646,894</b>	<b>678,775</b>	<b>391,880</b>	<b>769,000</b>	<b>757,000</b>	<b>-12,000</b>	
<b>ADMINISTRATIVE &amp; GENERAL EXPENSES</b>								
51-452-9215	Publications, Subscriptions & Memberships	1,447	2,851	1,093	600	600	0	
51-453-9215	Publications, Subscriptions & Memberships	2,322	1,703	1,348	2,500	2,500	0	
51-500-9216	Postage	5,070	4,878	2,631	8,000	8,000	0	
51-500-9211	Cell Phone	1,522	1,678	788	1,000	1,000	0	
51-500-9400	Insurance	51,350	52,217	32,664	50,000	65,000	15,000	6
51-452-9214	Travel, Meals Training	1,565	1,025	99	3,000	3,000	0	
51-453-9214	Travel, Meals Training	9,944	1,003	6,141	3,000	3,000	0	
51-500-9600	Provision for Bad Debts	-20	-67	0	1,000	1,000	0	
51-500-9590	Sales Tax Expense	-249	39	-21	500	500	0	
51-452-9200	Printing & Binding	1,552	362	164	1,000	1,000	0	
51-453-9200	Printing & Binding	1,923	2,107	1,509	3,000	3,000	0	
51-500-9630	Loss/(Gain) on Disposal of Asset	0	-5,163	0	0	0	0	
51-500-9570	Credit Card Fees	22,374	20,790	11,076	20,000	25,000	5,000	8
51-500-9560	Account Maintenance Fees	1,271	1,278	664	1,000	1,000	0	
	<b>TOTAL ADMINISTRATIVE &amp; GENERAL EXPEN</b>	<b>100,071</b>	<b>84,701</b>	<b>58,156</b>	<b>94,600</b>	<b>114,600</b>	<b>20,000</b>	

2026-2027 BUDGET - as at APRIL 22, 2026 for Council Approval

FUND: 51 WATER				Current Year	Current	Proposed	Budget	
New Chart of		Actuals	Actuals	Actuals to	Budget	Budget	Variance	Notes
Accounts	Description	FY 23/24	FY 24/25	31-Dec-25	2025-2026	2026-2027	25/26-26/27	
	<b>OUTSIDE SERVICES</b>							
51-452-2850	ADEQ Water Permits	8,381	5,130	0	16,000	16,000	0	
51-500-9330	Outside Services- Legal	0	0	0	0	0	0	
51-500-9300	Outside Services-Audit	3,150	4,200	600	2,500	2,500	0	
51-500-9310	Outside Services- Consultancy	14,675	0	0	0	0	0	
51-453-9340	Contract Services	12,397	7,160	5,405	15,000	15,000	0	
	<b>TOTAL OUTSIDE SERVICES</b>	<b>38,603</b>	<b>16,490</b>	<b>6,005</b>	<b>33,500</b>	<b>33,500</b>	<b>0</b>	
	<b>REDUNDANT WATER SUPPLY FUNDING</b>							
51-500-9330	Redundant Water Supply-Legal Costs	36,586	48,326	880	70,000	60,000	-10,000	9
51-500-9310	Redundant Water Supply-Consultancy Costs	48,875	116,618	76,788	222,000	200,000	-22,000	9
		<b>85,461</b>	<b>164,944</b>	<b>77,668</b>	<b>292,000</b>	<b>260,000</b>	<b>-32,000</b>	
	<b>TOTAL O&amp;M and A&amp;G EXPENSES</b>	<b>1,387,197</b>	<b>1,472,400</b>	<b>750,672</b>	<b>1,807,100</b>	<b>1,788,100</b>	<b>-19,000</b>	
	<b>TOTAL REVENUES minus EXPENSES</b>	<b>809,994</b>	<b>778,550</b>	<b>530,689</b>	<b>335,900</b>	<b>322,900</b>	<b>-13,000</b>	
51-500-9500	DEPRECIATION CHARGE	(616,222)	(642,678)	(334,500)	(669,000)	(619,402)	49,598	
	<b>TOTAL DEPRECIATION CHARGE</b>	<b>(616,222)</b>	<b>(642,678)</b>	<b>(334,500)</b>	<b>(669,000)</b>	<b>(619,402)</b>	<b>49,598</b>	
		<b>193,772</b>	<b>135,872</b>	<b>196,189</b>	<b>(333,100)</b>	<b>(296,502)</b>	<b>36,598</b>	
	<b>CAPITAL EXPENDITURE</b>							
	<b>TOTAL REVENUES minus O&amp;M and A&amp;G EXP</b>	<b>809,994</b>	<b>778,550</b>	<b>530,689</b>	<b>335,900</b>	<b>322,900</b>	<b>-13,000</b>	
	<b>CAPITAL REPLACEMENTS</b>							
51-000-3620	WTP Vehicle replacement	0	71,266	0	75,000	0	-75,000	
51-000-3620	Standpipe Replacement (hardware & software)	0	0	0	0	0	0	
51-000-3720	Water meter Replacement	0	56,965	42,846	65,000	65,000	0	10
51-000-3610	Capitalized time	0	0	0	0	36,000	36,000	4
51-000-3610	Building /Capital Improvements	268,020	102,463	26,904	659,000	681,000	22,000	11
	<b>CAPITAL REPLACEMENTS</b>	<b>268,020</b>	<b>230,694</b>	<b>69,750</b>	<b>799,000</b>	<b>782,000</b>	<b>-17,000</b>	
	<b>CAPITAL ADDITIONS</b>							
51-000-3290	New Services	0	0	20,258	0	0	0	
51-000-3620	Capital Equipment	0	0	0	15,000	0	-15,000	
	<b>TOTAL CAPITAL ADDITIONS</b>	<b>0</b>	<b>0</b>	<b>20,258</b>	<b>15,000</b>	<b>0</b>	<b>-15,000</b>	
51-000-3610	Water Treatment Plant Expansion Contingency	0	0	0	0	6,200,000	6,200,000	12
51-000-3610	Intake Pipeline-Environment & Design Services	0	0	0	0	3,500,000	3,500,000	13
	<b>O&amp;M BUDGET SUMMARY</b>							
	<b>LGIP+ BANK OPENING BALANCE</b>	<b>7,638,690</b>	<b>8,180,810</b>	<b>8,605,293</b>	<b>8,605,293</b>	<b>8,127,193</b>	<b>-478,100</b>	
	Total Revenue	2,197,191	2,250,950	1,281,361	2,143,000	2,111,000	-32,000	
	Less O&M/A&G Expenses	1,387,197	1,472,400	750,672	1,807,100	1,788,100	-19,000	
	Subtotal	809,994	778,550	530,689	335,900	322,900	-13,000	
	Less Capital Replacements	268,020	230,694	69,750	799,000	6,982,000	6,183,000	
	Less Capital Additions	0	0	20,258	15,000	0	-15,000	
	<b>INCREASE/(DECREASE) IN CASH BALANCES</b>	<b>541,974</b>	<b>547,856</b>	<b>440,681</b>	<b>-478,100</b>	<b>-6,659,100</b>	<b>-6,181,000</b>	
	<b>LGIP+ BANK CLOSING BALANCE</b>	<b>8,180,810</b>	<b>8,605,293</b>	<b>8,991,279</b>	<b>8,127,193</b>	<b>1,468,093</b>	<b>-6,659,100</b>	

2026-2027 BUDGET - as at APRIL 22, 2026 for Council Approval

FUND: 51 WATER

New Chart of Accounts	Description	Actuals FY 23/24	Actuals FY 24/25	Current Year Actuals to 31-Dec-25	Current Budget 2025-2026	Proposed Budget 2026-2027	Budget Variance 25/26-26/27	Notes
<b>Notes to the Budget for 2026-2027</b>								
1	No increase in rates or demand has been assumed.							
2	The calculation has been done assuming only 3% interest on our current cash balances at LGIP.							
3	Financing for the expansion of the Water Treatment Plant is expected to come from an EPA grant, a WIFA loan and our own cash reserves.							
4	Market research has shown that salary increases for this industry are running at around 3%. We have therefore assumed 3% for this budget to keep us competitive in the marketplace. This will not be an across-the-board increase but rather performance driven. At year-end we have capitalized time on projects for several years but have never made any budget assumptions about this. However, in each of the last two years we have capitalized in excess of \$60,000 of time and on-costs for Sewer and Water. This year we are budgeting to capitalize \$30,000 of Water Fund salaries plus on-costs.							
5	We have been notified of a small decrease in the ASRS retirement contribution rates but the budget has been increased because of the budgeted salary increases.							
6	Budgets have been increased in light of actual expenditure year-to-date and fuel price uncertainties.							
7	We have been notified of a 4% premium increase on medical insurance.							
8	Since we stopped accepting American Express as a payment method, our credit card costs have come closer to budget. However, we have been notified by our two remaining processors of rate increases effective this spring.							
9	The consultancy budget has been reduced as we can start capitalizing costs from Carollo Engineers, NEXUS & Aztec Environmental as soon as all stakeholders have signed off on the project. We have an estimated project cost of \$6.2 million with funds from EPA grants, a WIFIA loan and the balance from our cash reserves. As the project will not be completed by June 30, 2027 the capital cost is not being recognized in this budget and will be treated as work-in-progress..							
10	This budget allows for the installation of water meters on new construction and for a 50 meter pilot Landis & Gyr electronic water meter reading test. This year we were given 50 meters by a company seeking our business. Results have been acceptable but we will compare the two systems before making a final decision on full deployment.							
11	The following upgrades are being proposed by management:							
	Major valve replacement - this continues the annual upgrade						\$ 50,000	
	Commercial meters - annual upgrade						\$ 40,000	
	Trench box- for safe excavations						\$ 16,000	
	3 Pressure reducing valves (2 at Scenic View and 1 at Airport)						\$ 180,000	
	Design/capacity upgrade- - placeholder figure -costs currently unknown						\$ 395,000	
							\$ 681,000	
12	Financing has been secured for this first phase. We are currently going out to bid both for technical expertise and construction proposals. The actual cost is unknown until the bids have been evaluated. However, we need to recognize the likely cost to ensure that the project remains within the City of Page spending limitations.							
13	The environmental and design work for the intake and pipeline project will occur at the same time as the Water Treatment Plant expansion but it is expected that these costs will be reimbursed by EPA. However, we need to recognize the likely cost to ensure that this part of the project also remains within the City of Page spending limitations.							

**PAGE UTILITY ENTERPRISES**

**2026-2027 BUDGET AS AT APRIL 22, 2026 for Council Approval**

**FUND 52: SEWER**

Chart of Accounts		Actuals	Actuals	Current Year	Current	Proposed	Budget	Notes
Description		FY 23/24	FY 24/25	Actuals to 31-Dec-25	Budget 2025-2026	Budget 2026-2027	Variance 25/26->26/27	
<b>REVENUES -SEWER FUND</b>								
52-344-4000	Sewer Revenue	1,782,201	1,825,887	932,176	1,749,000	1,749,000	0	1
52-344-4200	Sewer Dumping Revenue	140,213	145,088	83,967	200,000	200,000	0	2
52-349-4100	Effluent Sales	0		0	0	0	0	
52-344-4190	Interest Earned	106,248	97,519	44,938	85,000	68,000	-17,000	3
		<b>2,028,662</b>	<b>2,068,494</b>	<b>1,061,081</b>	<b>2,034,000</b>	<b>2,017,000</b>	<b>-17,000</b>	
<b>SEWER COLLECTION : COST OF SALES &amp; SERVICES</b>								
52-454-2101	Operating Supplies	4,009	4,499	3,190	6,000	6,000	0	
52-454-2102	Uniforms/Clothing Allowance	1,354	683	707	1,800	1,800	0	
52-454-2103	Safety Supplies	513	1,716	19	1,200	1,200	0	
52-454-2113	Pipe & Fittings	0	2,039	0	2,500	2,500	0	
52-454-2115	Equipment Repair & Maintenance	14,867	14,471	1,728	10,000	10,000	0	
52-454-5814	Fuel	9,878	9,254	5,365	15,000	20,000	5,000	4
52-454-5813	Vehicle Repair & Maintenance	4,786	1,619	1,114	8,000	8,000	0	
52-454-9210	Utilities	447	459	223	1,000	1,000	0	
	<b>TOTAL</b>	<b>35,854</b>	<b>34,740</b>	<b>12,346</b>	<b>45,500</b>	<b>50,500</b>	<b>5,000</b>	
<b>WASTEWATER TREATMENT PLANT: COST OF SALES &amp; SERVICES</b>								
52-464-2101	Operating Supplies	33,336	35,427	10,829	35,000	35,000	0	
52-464-2102	Uniforms/Clothing Allowance	1,296	1,086	521	3,600	3,600	0	
52-464-2103	Safety Supplies	1,795	2,739	1,741	3,900	3,900	0	
52-464-2114	LPNGC- Pipes & Fittings	33,735	30,686	23,687	40,000	40,000	0	
52-464-2113	LPNGC- Valves & Controls	18,981	14,931	2,776	20,000	20,000	0	
52-464-9210	LPNGC- utilities	64,995	11,664	36,493	86,000	86,000	0	
52-464-2115	Building/Equipment Repair & Maintenance	22,914	42,437	17,506	40,000	40,000	0	
52-464-9210	Utilities	197,435	270,340	104,173	202,000	202,000	0	
52-464-2810	Sludge Handling	1,200	0	0	5,000	5,000	0	
52-464-2811	Wastewater Sample Testing	3,265	4,082	3,987	6,000	10,000	4,000	4
52-464-2820	Algae Control	4,645	6,250	1,334	7,000	7,000	0	
52-464-2825	Polymer	37,958	22,845	7,793	35,000	35,000	0	
52-464-2830	Chlorine	41,234	61,482	25,792	40,000	50,000	10,000	4
52-464-5813	WWTP Vehicle repair	6,223	3,951	2,067	7,000	7,000	0	
	<b>TOTAL</b>	<b>469,012</b>	<b>507,920</b>	<b>238,699</b>	<b>530,500</b>	<b>544,500</b>	<b>14,000</b>	
<b>PERSONNEL SERVICES</b>								
52-454-8200	Sewer Collection Salaries	181,990	200,893	105,361	227,000	226,000	-1,000	5
52-464-8200	Wastewater Treatment Salaries	229,932	259,394	135,576	250,000	248,000	-2,000	5
52-500-8200	Admin Support Salaries	60,191	69,563	34,451	73,000	72,000	-1,000	5
52-500-8250	Pension Expense	48,625	56,882	33,044	57,000	56,000	-1,000	6
52-500-8230	Workmen's Comp	7,767	11,697	4,923	9,000	10,000	1,000	4
52-500-8240	Health Insurance	119,643	150,095	79,255	120,000	125,000	5,000	7
52-500-8220	FICA Expense	26,692	32,381	15,981	38,000	38,000	0	5
52-500-8260	State Unemployment Insurance	29	23	0	1,000	1,000	0	
	<b>TOTAL PERSONNEL SERVICES</b>	<b>674,869</b>	<b>780,928</b>	<b>408,591</b>	<b>775,000</b>	<b>776,000</b>	<b>1,000</b>	
<b>ADMINISTRATIVE &amp; GENERAL EXPENSES</b>								
52-454-9200	Office Supplies	465	894	370	1,500	1,500	0	
52-464-9200	Office Supplies	1,858	1,311	1,509	1,500	1,500	0	
52-454-9215	Publications, Subscriptions & Membersh	0	0	0	500	500	0	
52-464-9215	Publications, Subscriptions & Membersh	1,433	2,600	1,093	500	500	0	
52-500-9400	Insurance	51,350	52,282	32,664	55,000	65,000	10,000	4
52-500-9216	Postage	2,200	2,400	1,200	3,000	3,000	0	
52-500-9600	Bad Debt Provision	68	-49	0	1,000	1,000	0	
52-500-9560	Account Maintenance Fees	1,271	1,279	665	1,000	1,000	0	
52-500-9570	Credit Card Fees	22,374	20,790	11,076	20,000	25,000	5,000	8

**2026-2027 BUDGET AS AT APRIL 22, 2026 for Council Approval**

FUND 52: SEWER				Current Year	Current	Proposed	Budget	Notes
Chart of		Actuals	Actuals	Actuals to	Budget	Budget	Variance	
Accounts	Description	FY 23/24	FY 24/25	31-Dec-25	2025-2026	2026-2027	25/26->26/27	
52-454-9214	Travel, Meals Training- Sewer Collection	331	0	210	4,000	4,000	0	
52-464-9214	Travel, Meals Training- Wastewater Tre	6,892	2,224	1,772	4,000	4,000	0	
	<b>TOTAL ADMINISTRATIVE &amp; GENERAL</b>	<b>88,242</b>	<b>83,731</b>	<b>50,559</b>	<b>92,000</b>	<b>107,000</b>	<b>15,000</b>	
	<b>OUTSIDE SERVICES</b>							
52-454-9340	Contract Services	3,280	7,525	8,209	12,000	12,000	0	
52-454-9360	Root Control Service	44,500	46,078	41,379	50,000	50,000	0	
52-500-9330	Outside services-Legal	3,750	3,750	0	4,000	4,000	0	
52-500-9300	Outside services- Audit	3,150	4,200	600	2,500	2,500	0	
52-500-9320	Outside services- Engineering	0		0	20,000	20,000	0	
52-500-9630	Loss/Gain on Disposal of Fixed Assets	-11,186	0	-11,665	0	0	0	
52-464-2850	ADEQ Permits	17,249	15,105	13,849	15,000	15,000	0	
	<b>TOTAL OUTSIDE SERVICES</b>	<b>60,743</b>	<b>76,658</b>	<b>52,372</b>	<b>103,500</b>	<b>103,500</b>	<b>0</b>	
	<b>TOTAL O&amp;M and A&amp;G EXPENSES</b>	<b>1,328,720</b>	<b>1,483,977</b>	<b>762,567</b>	<b>1,546,500</b>	<b>1,581,500</b>	<b>35,000</b>	
	<b>TOTAL REVENUES minus EXPENSES</b>	<b>699,942</b>	<b>584,517</b>	<b>298,514</b>	<b>487,500</b>	<b>435,500</b>	<b>-52,000</b>	
52-454-9500	DEPRECIATION CHARGE	(484,917)	(576,903)	(284,502)	(569,000)	(585,000)	-16,000	
	<b>TOTAL DEPRECIATION CHARGE</b>	<b>(484,917)</b>	<b>(576,903)</b>	<b>(284,502)</b>	<b>(569,000)</b>	<b>(585,000)</b>	<b>-16,000</b>	
		<b>215,025</b>	<b>7,614</b>	<b>14,012</b>	<b>(81,500)</b>	<b>(149,500)</b>	<b>-68,000</b>	
	<b>CAPITAL EXPENDITURE</b>							
	<b>TOTAL REVENUES minus O&amp;M and A</b>	<b>699,942</b>	<b>584,517</b>	<b>298,514</b>	<b>487,500</b>	<b>435,500</b>	<b>-52,000</b>	
	<b>CAPITAL REPLACEMENTS</b>							
52-000-3750	Improvements- LPNGC	35,302	40,563	0	0	0	0	
52-000-3610	Sewer Buildings & Site Improvements	-1,931			8,000	0	-8,000	
52-000-3720	Improvements-Distbn system			0	80,000	0	-80,000	
52-000-3620	Capitalized time	0	0	0	0	36,000	36,000	5
52-000-3620	Improvements-equipment	967,869	206,175	213,087	879,000	1,016,000	137,000	9
	<b>CAPITAL REPLACEMENTS</b>	<b>1,001,240</b>	<b>246,738</b>	<b>213,087</b>	<b>967,000</b>	<b>1,052,000</b>	<b>85,000</b>	
	<b>CAPITAL ADDITIONS</b>							
52-000-3620	Capital Equipment	0	6,910	0	10,000	0	-10,000	
	<b>TOTAL CAPITAL ADDITIONS</b>	<b>0</b>	<b>6,910</b>	<b>0</b>	<b>10,000</b>	<b>0</b>	<b>-10,000</b>	
	<b>O&amp;M BUDGET SUMMARY</b>							
	<b>LGIP + BANK OPENING BALANCE</b>	<b>4,648,933</b>	<b>4,340,292</b>	<b>4,648,999</b>	<b>4,648,999</b>	<b>4,159,499</b>	<b>-489,500</b>	
	Total Revenue (All Sources)	2,028,662	2,068,494	1,061,081	2,034,000	2,017,000	-17,000	
	Less O&M/A&G Expenses	1,328,720	1,483,977	762,567	1,546,500	1,581,500	35,000	
	Subtotal	699,942	584,517	298,514	487,500	435,500	-52,000	
	Less Capital Replacements	1,001,240	246,738	213,087	967,000	1,052,000	85,000	
	Less Capital Additions	0	6,910	0	10,000	0	-10,000	
	<b>INCREASE/(DECREASE) IN CASH BAL</b>	<b>-301,298</b>	<b>330,869</b>	<b>85,427</b>	<b>-489,500</b>	<b>-616,500</b>	<b>-127,000</b>	
	<b>LGIP + BANK CLOSING BALANCE</b>	<b>4,340,292</b>	<b>4,648,999</b>	<b>4,821,667</b>	<b>4,159,499</b>	<b>3,542,999</b>	<b>-616,500</b>	

2026-2027 BUDGET AS AT APRIL 22, 2026 for Council Approval								
FUND 52: SEWER				Current Year	Current	Proposed	Budget	Notes
Chart of		Actuals	Actuals	Actuals to	Budget	Budget	Variance	
Accounts	Description	FY 23/24	FY 24/25	31-Dec-25	2025-2026	2026-2027	25/26->26/27	
<b>Notes to the Budget for 2026-2027</b>								
1	No increase in rates or the number of customers has been assumed.							
2	Sewer dumping revenue has not reached the expected levels this year. The two largest dumping customers have both had technical problems again. The meters will also be check to ensure they are reporting accurately.							
3	The calculation has been done assuming an average of 3% interest on our current cash balances at LGIP.							
4	These budgets have been increased in light of this years current actual costs and fuel price uncertainties.							
5	Market research has shown that salary increases for this industry are running at about 3%. We have used this increase for the budget. This will not be be an across-the-board increase but rather performance driven. At year-end we have capitalized time on projects for several years but have never made any budget assumptions about this. However, in each of the last two years we have capitalized in excess of \$60,000 of time and on-costs for Sewer & Water. This year we are budgeting to capitalized \$30,000 of Sewer Fund salaries plus on-costs.							
6	We have been notified of a small decrease in the ASRS retirement contribution rates but the budget has been increased because of the budgeted salary increases.							
7	We have been notified of a 4% increase in medical insurance premiums							
8	Since we stopped accepting American Express, our credit card expenses have come closer to budget. However, we have been notified by our remaining two processors that there will be rate increases effective this spring.							
9	The following upgrades are being proposed by management:							
	Chlorine turbidity analyzer panel					\$ 15,000		
	John Deere Gator( replacement for ATV003 purchased 2008)					\$ 15,000		
	Sun protection for Clarifiers					\$ 15,000		
	Sensors & AED Safety					\$ 9,000		
	Upgrade SCADA					\$ 12,000		
	New Control panel-Scenic View lift station					\$ 150,000		
	Filter upgrade (Placeholder figure from Fann)					\$ 800,000		
						\$ 1,016,000		

**PAGE UTILITY ENTERPRISES**

2026-2027 BUDGET as at April 22, 2026 for Council Approval

**FUND 53: GARBAGE**

New Chart		Actuals	Actuals	Current Year	Current	Proposed	Budget	Notes
of Accounts	Description	FY 23/24	FY 24/25	Actuals to	Budget	Budget	Variance	
				31-Dec-25	2025-2026	2026-2027	25/26-26/27	
<b>REVENUES -GARBAGE FUND</b>								
53-300-4445	Refuse Collection	1,105,402	1,147,047	586,689	1,166,796	1,193,022	26,226	1
53-300-4190	Interest Earned	15,235	13,983	6,444	12,000	9,500	-2,500	2
53-300-4562	Misc Revenue				0	0	0	
		<b>1,120,637</b>	<b>1,161,030</b>	<b>593,133</b>	<b>1,178,796</b>	<b>1,202,522</b>	<b>23,726</b>	
<b>GARBAGE COLLECTION : COST OF SALES &amp; SERVICES</b>								
53-500-9340	Contract Services	974,278	1,014,593	518,535	1,020,000	1,063,000	-43,000	3
53-500-9340	Landfill Monitoring Services	1,350	0	0	10,000	5,000	-5,000	4
53-500-9216	Postage	1,200	1,200	600	1,200	1,200	0	
53-500-9200	Office Supplies	1,353	2,557	1,874	1,000	1,000	0	
53-500-9560	Account Mtncce Fees	470	639	333	1,000	1,000	0	
53-500-9570	Credit Card Fees	11,189	10,395	5,538	10,000	12,000	2,000	5
53-500-9300	Outside services-Audit	2,800	2,100	300	3,000	3,000	0	
53-500-2850	ADEQ permits	0	0	0	1,595	3,500	1,905	6
53-500-9600	Bad Debt Provision	-24	-71	0	1,000	1,000	0	
	<b>TOTAL</b>	<b>992,616</b>	<b>1,031,413</b>	<b>527,180</b>	<b>1,048,795</b>	<b>1,090,700</b>	<b>41,905</b>	

**TOTAL REVENUES minus EXPENSES**      128,021      129,617      65,953      130,001      111,822      -18,179

**O&M BUDGET SUMMARY**

<b>LGIP &amp; Bank - Opening Balance</b>	<b>1,205,206</b>	<b>1,328,710</b>	<b>1,456,976</b>	<b>1,456,976</b>	<b>1,586,977</b>	<b>130,001</b>
Total Revenue (All Sources)	1,120,637	1,161,030	593,133	1,178,796	1,202,522	23,726
Less O&M/A&G Expenses	992,616	1,031,413	527,180	1,048,795	1,090,700	41,905
Subtotal	128,021	129,617	65,953	130,001	111,822	-18,179
Less Capital Replacements	0	0	0	0	0	0
Less Capital Additions	0	0	0	0	0	0
<b>INCREASE/(DECREASE) IN CASH BALAN</b>	<b>128,021</b>	<b>129,617</b>	<b>65,953</b>	<b>130,001</b>	<b>111,822</b>	<b>-18,179</b>

**LGIP & Bank - Closing Balance**      1,328,710      1,456,976      1,523,499      1,586,977      1,698,799      111,822

**Notes to the Budget for 2026-27**

- There has been a five-year extension to the City of Page contract with Republic for residential garbage collection. We have been notified of a small increase in rates which went into effect on March 1, 2026. We do not include a markup on second cans. We only charge our customers for a second can, what Republic charges us.
- The calculation has been done assuming 3% average interest on our cash balances at LGIP.
- Contract Service costs include the payment to Republic Services at the rates set out on their recent letter to the City Manager.
- Since the landfill closed there has been annual monitoring done by SCS Services at a cost of just over \$1,000 per year. Additional monitoring of ground water was required in 2025. What additional monitoring will be required going forward is still unknown but the budget has been decreased in light of actual expenditure this year.
- Credit card charges are apportioned across all funds. Since ceasing to accept American Express our charges are more in line with our budget. However, we have been notified by our two remaining processing companies of cost increases coming into effect this spring.
- ADEQ has notified us of a new annual monitoring fee of \$3,500 until 2030 when the monitoring of the old landfill will cease.

From the Desk of Tony Ferrando  
P.O. Box 897  
Page, AZ 86040  
928.640.2732  
[tonysdridoc@gmail.com](mailto:tonysdridoc@gmail.com)

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January 14, 2026

Mayor and City Council of Page, Arizona,

For many years Waste Water Utility (Sewer Fund 52) has funded the Golf Course Irrigation infrastructure and upper golf course pumping power costs. Examples of this extraordinary support are irrigation stations, pump building maintenance, out-of-town consulting support, controls and drive systems, computer hardware, software & software support, piping, valves, sprinklers etc. & etc. The historic arguments for this practice have been to assist the Golf Course with operational losses as well as the Utility's need to dispose of the effluent water.

Normal Utility operating practice would simply make use of portable water cannons and pump the effluent from the lower pump house. The Utility would primarily distribute water on the old lower golf course and only occasionally using areas of the upper golf course as needed to dispose the class A effluent into the desert. This practice would allow Page the full benefit of the recharge credit. The cost of power for the upper pump stations & the cost of the complex/sophisticated Irrigation equipment required to maintain fairway grass and golf course greens acts to distort the true cost of operating both the Waste Water Utility and Lake Powell National Golf Course. Also, please consider the Golf Course is being provided with free water that would add up to over a few hundred thousand a year per Council Approved Rates. (50% of potable water cost).

Accordingly, PUE Board proposes Page City Council consider moving the costs of irrigation infrastructure & Golf Course power costs from Fund 52 to LPNGC starting FY 26/27 Budget. The Irrigation infrastructure costs are approximately \$95,000 per year, and power costs for the upper pumping stations and controls are approximately \$72,000 (total of \$167,000).

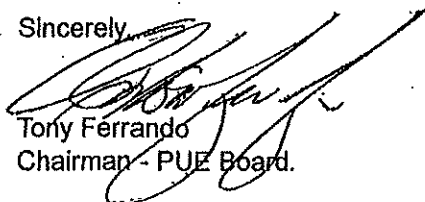
The Board suggests this move would better represent the true costs of operations for both the Golf Course and the Waste Water Utility and help defer a future rate increase to the Waste Water Utility customers. During the regularly scheduled PUE Board meeting conducted on January 13, 2026, the Board voted unanimously to ask Page City Council to consider these proposed Budget Changes for FY 26/27.

The numbers below are from the attached sheet showing breakdowns as discussed.

- 2023-2024 cost for the above items totaled \$512,086.00 including the cost of free effluent water.
- 2024-2025 cost to date is \$470,982.00 including the cost of free effluent water.

Thank you in advance for considering the Board's request. Please contact us with any questions regarding this proposal.

Sincerely,

  
Tony Ferrando  
Chairman - PUE Board.