

DANVILLE (INDIANA) MUNICIPAL WATER WORKS

FORECASTED STATEMENT OF INCOME AT PRESENT RATES

	JUNE 30, 2025	ADJUSTMENTS	REF.	FORECASTED AT PRESENT RATES	PROPOSED 2026 BUDGET
OPERATING REVENUE:					
METERED SALES	\$ 1,546,363			\$ 3,092,727	\$ 3,092,727
PRIVATE FIRE PROTECTION	\$ 7,363			\$ 14,726	\$ 14,726
TAP FEES	\$ 184,071			\$ 368,142	\$ 368,142
MISC. RECEIPTS	\$ 316			\$ 632	\$ 632
TOTAL OPERATING REVENUE	\$ 1,738,114	\$ -		\$ 3,476,227	\$ 3,476,227
OPERATING EXPENSES:					
PERF PY EXPENSE	\$ 47,407	\$ 16,578 (5)		\$ 111,392	\$ 111,400
SUPPLEMENTAL RETIREMENT	\$ 1,058			\$ 2,116	\$ 2,200
PY HEALTH BENEFITS EXPENSE	\$ 47,758	\$ 36,692 (6)		\$ 132,208	\$ 132,300
OTHER SERVICES & CHARGES	\$ 703			\$ 1,406	\$ 1,500
SALARIES & WAGES	\$ 352,708	\$ 70,508 (1),(2)		\$ 775,925	\$ 776,000
LONGEVITY	\$ -	\$ 3,700 (3)		\$ 3,700	\$ 3,700
CERTIFICATION PAY	\$ -	\$ 4,750 (4)		\$ 4,750	\$ 4,750
EMPLOYEE BENEFITS-UNIFORMS	\$ 2,198			\$ 4,396	\$ 4,600
PURCHASED POWER	\$ 74,522			\$ 149,045	\$ 154,500
FUEL	\$ 10,361			\$ 20,722	\$ 21,500
CHEMICALS	\$ 61,471			\$ 122,942	\$ 127,400
MATERIALS/SUPPLIES-PROJECTS	\$ 134,722			\$ 269,444	\$ 279,300
WATER PLANT-MAINT/SUPPLIES	\$ 788			\$ 1,575	\$ 1,600
DISTRIBUTION SUPPLIES	\$ 14,508			\$ 29,016	\$ 30,100
MATERIALS/SUPPLIES - MISC	\$ 10,672			\$ 21,343	\$ 22,100
OFFICE SUPPLIES	\$ 1,490			\$ 2,980	\$ 3,100
PROFESSIONAL SERVICES	\$ 40,292			\$ 80,585	\$ 83,500
CONTRACTUAL SERVICE-CONSULTANT	\$ 52,363			\$ 104,725	\$ 108,500
CONTRACTUAL SERVICES	\$ 168,100			\$ 336,200	\$ 348,500
COMMUNICATIONS	\$ 2,250			\$ 4,500	\$ 4,700
MISC EXPENSE	\$ 456			\$ 911	\$ 900
OASI PY EXPENSE	\$ 26,420			\$ 52,840	\$ 54,800
CT - OFFICE SUPPLIES	\$ 1,042			\$ 2,084	\$ 2,200
CT - OTHER SUPPLIES	\$ 9,787			\$ 19,575	\$ 20,300
TRAINING - WATER STAFF	\$ 1,272			\$ 2,544	\$ 2,600
CT - TRAINING	\$ 1,445			\$ 2,889	\$ 3,000
CT - OTHER SERVICES & CHARGES	\$ 41,550			\$ 83,099	\$ 86,100
TOTAL OPERATING EXPENSES	\$ 1,105,343	\$ 132,229		\$ 2,342,914	\$ 2,391,150
NET OPERATING INCOME	\$ 632,771	\$ (132,229)		\$ 1,133,313	\$ 1,085,077
DEPRECIATION EXPENSE	\$ -	\$ -		\$ -	
OTHER INCOME & EXPENSES:					
INTEREST INCOME	\$ 131,875			\$ 263,750	\$ 263,750
MISC REIMBURSEMENTS	\$ 1,787			\$ 3,573	\$ 3,573
Transfer Out	\$ (93,967)	\$ (44,236) (7)		\$ (232,171)	\$ (232,171)
REFUND	\$ (2,981)			\$ (5,962)	\$ (5,962)
SALES TAX	\$ (86,453)			\$ (172,907)	\$ (179,200)
PILOT	\$ -	\$ (40,388) (8)		\$ (134,293)	\$ (40,388)
BOND & INTEREST TRANSFERS	\$ (466,740)	\$ 1,232 (9)		\$ (932,248)	\$ (935,122)
TOTAL OTHER INCOME & EXPENSES	\$ (516,481)	\$ (83,392)		\$ (599,872)	\$ (599,872)



DANVILLE (INDIANA) MUNICIPAL WATER WORKS
FORECASTED STATEMENT OF INCOME AT PRESENT RATES

	JUNE 30, 2025	ADJUSTMENTS	REF.	FORECASTED AT PRESENT RATES	PROPOSED 2026 BUDGET
NET INCOME/(LOSS)	\$ 116,290	\$ (215,620)		\$ 533,441	\$ 485,205

NOTE: CLIENT FINANCIAL STATEMENTS ARE DIRECTLY INTEGRATED INTO THIS REPORT; THEREFORE, RFG IS NOT RESPONSIBLE FOR SELECTED REVENUE AND EXPENSE ACCOUNTS, ACCOUNT CLASSIFICATION ASSIGNMENTS OR MISSPELLINGS.

(1) Aside from Salaries & Wages, Longevity Pay, Certification Pay, PERF and Health Insurance, operating expenses are based on a 6-year inflationary average of 3.648%.



DANVILLE (INDIANA) MUNICIPAL WATER WORKS

DETAIL OF ADJUSTMENTS

Adjustment (1) Salary/Wages

To adjust salaries and wages appropriately per Town's current allocations, assuming a 3.6% increase for the 2026 Budget. An additional full time laborer for each utility is included per Ordinance 32-2024, \$28.73/hour assuming 2,080 hours per year plus the assumed 3.6% increase for the 2026 Budget.

*The following positions pay were adjusted per the Town's advisement: Council President, Council Members, Town Manager, Assistant Town Manager, Utility Director, Stormwater Administrator, Clerk-Treasurer, Water Superintendent, and Wastewater Superintendent.

Employee	Department	2024 Salary	3.6% Increase	Town	Sewer	Water	Stormwater
Alspaugh, Kelsey	Clerk-Treasurer	\$ 43,209.00	\$ 44,764.52	\$ -	\$ 20,144.04	\$ 17,905.81	\$ 6,714.68
Bolton, Courtney	Clerk-Treasurer	\$ 53,364.00	\$ 55,285.10	\$ 19,349.79	\$ 16,585.53	\$ 16,585.53	\$ 2,764.26
Browder, Timothy	Water	\$ 59,759.00	\$ 61,910.32	\$ -	\$ -	\$ 61,910.32	\$ -
Catt, Hunter	Water	\$ 52,437.00	\$ 54,324.73	\$ -	\$ -	\$ 54,324.73	\$ -
Chatham, Michael	Council	\$ 8,000.00	\$ 13,000.00	\$ 4,550.00	\$ 3,900.00	\$ 3,900.00	\$ 650.00
Chatham, Michael	Planning	\$ 960.00	\$ 994.56	\$ 994.56	\$ -	\$ -	\$ -
Coatney, Rebecka	Parks	\$ 35,360.00	\$ 36,632.96	\$ 14,653.18	\$ 10,989.89	\$ 10,989.89	\$ -
Collier, James	Sewer	\$ 59,751.00	\$ 61,902.04	\$ -	\$ 61,902.04	\$ -	\$ -
Custis, Wade	Water	\$ 57,346.00	\$ 59,410.46	\$ -	\$ -	\$ 59,410.46	\$ -
Doub, Bret	Council	\$ 8,000.00	\$ 13,000.00	\$ 4,550.00	\$ 3,900.00	\$ 3,900.00	\$ 650.00
Ellison, Matthew	Water	\$ 83,699.00	\$ 89,000.00	\$ -	\$ -	\$ 89,000.00	\$ -
Farmer, Breanna	Clerk-Treasurer	\$ 43,209.00	\$ 44,764.52	\$ -	\$ 20,144.04	\$ 17,905.81	\$ 6,714.68
Gearld, Christopher	Council	\$ 8,000.00	\$ 13,000.00	\$ 4,550.00	\$ 3,900.00	\$ 3,900.00	\$ 650.00
Gross, Austin	Building	\$ 59,754.00	\$ 61,905.14	\$ 15,476.29	\$ 15,476.29	\$ 15,476.29	\$ 15,476.29
Henderson, Madison	Parks	\$ 64,897.00	\$ 67,233.29	\$ 30,254.98	\$ 16,808.32	\$ 16,808.32	\$ 3,361.66
Herring, Wayne	Sewer	\$ 64,898.00	\$ 67,234.33	\$ -	\$ 67,234.33	\$ -	\$ -
Irby, Gregory	Council	\$ 8,000.00	\$ 13,000.00	\$ 4,550.00	\$ 3,900.00	\$ 3,900.00	\$ 650.00
Kirkpatrick, Anthony	Sewer	\$ 83,699.00	\$ 89,000.00	\$ -	\$ 89,000.00	\$ -	\$ -
Kirkpatrick, Joshua	Water	\$ 59,759.00	\$ 61,910.32	\$ -	\$ -	\$ 61,910.32	\$ -
Lacey, William	Town Manager	\$ 23,097.00	\$ 27,500.00	\$ 9,625.00	\$ 8,250.00	\$ 8,250.00	\$ 1,375.00
Lawson, Cynthia	Sewer	\$ 51,125.00	\$ 52,965.50	\$ -	\$ 21,186.20	\$ 21,186.20	\$ 10,593.10
Lofton, Barry	Stormwater	\$ 17,244.00	\$ 21,500.00	\$ 6,020.00	\$ 3,225.00	\$ 3,225.00	\$ 9,030.00
Lofton, Barry*	Stormwater	\$ 83,699.00	\$ 89,000.00	\$ 44,500.00	\$ -	\$ -	\$ 44,500.00
Lofton, Barry	Planning	\$ 960.00	\$ 994.56	\$ 994.56	\$ -	\$ -	\$ -
Lofton, Carrie	Clerk-Treasurer	\$ 83,699.00	\$ 92,500.00	\$ 23,125.00	\$ 32,375.00	\$ 27,750.00	\$ 9,250.00
Mallory, Abigail	Town Manager	\$ 64,366.00	\$ 66,683.18	\$ 16,670.79	\$ 20,004.95	\$ 20,004.95	\$ 10,002.48
Mays, Brittany	Town Manager	\$ 45,939.00	\$ 47,592.80	\$ 26,176.04	\$ 4,759.28	\$ 4,759.28	\$ 11,898.20
Meade, Zachary	Sewer	\$ 47,320.00	\$ 49,023.52	\$ -	\$ 49,023.52	\$ -	\$ -
Morgan, Mark	Town Manager	\$ 110,380.00	\$ 120,000.00	\$ 42,000.00	\$ 36,000.00	\$ 36,000.00	\$ 6,000.00
Potter, David	Council	\$ 9,000.00	\$ 15,000.00	\$ 5,250.00	\$ 4,500.00	\$ 4,500.00	\$ 750.00
Potter, David	Planning	\$ 960.00	\$ 994.56	\$ 994.56	\$ -	\$ -	\$ -
Reed, Adam*	Stormwater	\$ 64,902.00	\$ 67,238.47	\$ 33,619.24	\$ -	\$ -	\$ 33,619.24
Selhorst, Charles	Streets	\$ 64,898.00	\$ 67,234.33	\$ 50,425.75	\$ 6,723.43	\$ 6,723.43	\$ 3,361.72
Short, Brenda	Clerk-Treasurer	\$ 74,300.00	\$ 76,974.80	\$ 15,394.96	\$ 30,789.92	\$ 26,941.18	\$ 3,848.74
Ternet, Lesa	Planning	\$ 83,699.00	\$ 86,712.16	\$ 30,349.26	\$ 26,013.65	\$ 26,013.65	\$ 4,335.61
Tidd, Christopher	Sewer	\$ 59,759.00	\$ 61,910.32	\$ -	\$ 61,910.32	\$ -	\$ -
Utle, Isaac	Water	\$ 50,316.00	\$ 52,127.38	\$ -	\$ -	\$ 52,127.38	\$ -
Unfilled Laborer	Sewer	\$ -	\$ 61,910.32	\$ -	\$ 61,910.32	\$ -	\$ -
Unfilled Laborer	Water	\$ -	\$ 61,910.32	\$ -	\$ -	\$ 61,910.32	\$ -
Unfilled Laborer	Stormwater	\$ -	\$ 61,910.32	\$ -	\$ -	\$ -	\$ 61,910.32
Unfilled Utility Deputy	Clerk-Treasurer	\$ -	\$ 44,764.52	\$ -	\$ 20,144.04	\$ 17,905.81	\$ 6,714.68
Unfilled Line Locator	Building	\$ -	\$ 61,905.14	\$ 15,476.29	\$ 15,476.29	\$ 15,476.29	\$ 15,476.29
		\$ 1,789,764.00	\$ 2,196,624.53	\$ 419,550.24	\$ 736,176.39	\$ 770,600.97	\$ 270,296.93



DANVILLE (INDIANA) MUNICIPAL WATER WORKS

DETAIL OF ADJUSTMENTS

Adjustment (2) Promotion of Superintendent Assistant

To increase the salaries amount for the promotion of one laborer to Assistant Superintendent.

Difference of Laborer and Superintendent Assistant Salary: **\$ 5,324.00**

Adjustment (3) Longevity Pay

To account for the Town's longevity policy, per Ordinance 32-2024, Section 16. The Town will provide each full-time non public safety employee with longevity pay. Longevity pay starts at year 6 to year 20 and is \$100.00 per year up to \$2,000.00 max.

Employee	Department	Hire Date	Years of Service	Longevity
Browder, Timothy	Water	3/23/2020	6	\$ 600.00
Catt, Hunter	Water	10/28/2024	2	\$ -
Collier, James	Sewer	10/17/2000	26	\$ 2,000.00
Custis, Wade	Water	7/25/2022	4	\$ -
Ellison, Matthew	Water	7/6/1998	28	\$ 2,000.00
Herring, Wayne	Sewer	2/22/2005	21	\$ 2,000.00
Kirkpatrick, Anthony	Sewer	2/5/2010	16	\$ 1,600.00
Kirkpatrick, Joshua	Water	3/30/2015	11	\$ 1,100.00
Lawson, Cynthia	Sewer	11/18/2019	7	\$ 700.00
Lofton, Barry	Stormwater	8/5/2013	13	\$ 1,300.00
Meade, Zachary	Sewer	3/17/2025	1	\$ -
Reed, Adam	Stormwater	7/19/2021	5	\$ -
Tidd, Christopher	Sewer	11/2/2020	6	\$ 600.00
Utley, Isaac	Water	8/7/2024	2	\$ -
UNFILLED POSITION	Sewer			
UNFILLED POSITION	Stormwater			
UNFILLED POSITION	Water			
				\$ 3,700.00

Adjustment (4) Certification Pay

To propose a Certification Pay stipend to be included in the 2026 Budget and Salary Ordinance, per the matrix below.

	Annual Stipend	# of Employees	
Grade #1 Operator Certification	\$ 1,000.00	-	-
Grade #2 Operator Certification	\$ 1,500.00	-	-
Grade #3 Operator Certification	\$ 2,000.00	-	-
Grade #4 Operator Certification	\$ 2,500.00	1	2,500
CDL License Class A	\$ 750.00	3	2,250
CDL License Class B	\$ 500.00	-	-
	\$ 8,250.00		4,750

Adjustment (5) PERF

To adjust PERF based on the calculated salaries and wages in Adjustments (1), (2), (3) and (4) multiplied by 14.2%, which is both the employer contribution of 11.2% and employee contribution of 3.0%. An additional full-time laborer is included.

Adjustment (6) Health Benefits Expense

Per the Town's advisement, allocable health insurance totals \$83,852.87 and HSA contribution totals \$26,000.00. To include an additional full-time laborer assuming a family policy with completion of wellness initiative, \$22,355.28.



DANVILLE (INDIANA) MUNICIPAL WATER WORKS

DETAIL OF ADJUSTMENTS

Adjustment (7) Transfer Out to Replacement Fund

Recommended annual transfer from Operating Fund to Replacement Fund as calculated below.

Utility Plant in Service:	
Infrastructure	\$ 1,486,138
Buildings	\$ 5,438,365
Improvements Other Than Buildings	\$ 3,331,339
Machinery and Equipment	\$ 1,352,684
Depreciable Assets	<u>\$ 11,608,526</u>
Multiplied by: Composite Depreciation Factor	<u>2.00%</u>
Annual Transfer to Replacement Fund	<u>\$ 232,171</u>

Adjustment (8) PILOT to Town

The 2025 PILOT amount will remain as planned, \$137,136. As for 2026, the PILOT amount will be as calculated below. The goal is to gradually reduce the annual amount of PILOT paid to the Town.

Utility Plant in Service:	
Infrastructure	\$ 1,486,138
Buildings	\$ 5,438,365
Improvements Other Than Buildings	\$ 3,331,339
Machinery and Equipment	\$ 1,352,684
Less: Accumulated Depreciation	
Infrastructure	\$ (87,377)
Buildings	\$ (2,284,113)
Improvements Other Than Buildings	\$ (1,570,657)
Machinery and Equipment	\$ (628,916)
Net Utility Plant in Service	<u>\$ 7,037,463</u>
Divided by:	<u>100</u>
Taxable Netbook Value	\$ 70,375
Multiplied by Town's Tax Rate	<u>0.5739</u>
Maximum PILOT Payment	<u>40,388</u>



DANVILLE (INDIANA) MUNICIPAL WATER WORKS

DETAIL OF ADJUSTMENTS

Adjustment (9) Debt Service

Per the Combined Bond Amortization below.

Year	Series 2022	Total Annual Debt Service
2024	\$ 936,944	\$ 936,944
2025	\$ 933,890	\$ 933,890
2026	\$ 935,122	\$ 935,122
2027	\$ 935,538	\$ 935,538
2028	\$ 935,138	\$ 935,138
2029	\$ 933,922	\$ 933,922
2030	\$ 936,890	\$ 936,890
2031	\$ 938,736	\$ 938,736
2032	\$ 934,664	\$ 934,664
2033	\$ 939,674	\$ 939,674
2034	\$ 933,562	\$ 933,562
2035	\$ 936,532	\$ 936,532
2036	\$ 938,278	\$ 938,278
2037	\$ 933,902	\$ 933,902
2038	\$ 933,404	\$ 933,404
2039	\$ 936,580	\$ 936,580
2040	\$ 938,430	\$ 938,430
2041	\$ 933,852	\$ 933,852
2042	\$ 937,948	\$ 937,948
	<u>\$ 17,783,006</u>	<u>\$ 17,783,006</u>

