

DANVILLE (INDIANA) MUNICIPAL SEWAGE WORKS

FORECASTED STATEMENT OF INCOME AT PRESENT RATES

	JUNE 2025	ADJUSTMENTS	REF.	FORECASTED AT PRESENT RATES	PROPOSED 2026 BUDGET ⁽¹⁾
OPERATING REVENUE:					
METERED SERVICE	\$ 1,815,586			\$ 3,631,172	\$ 3,631,172
TAP FEES	\$ 207,125			\$ 414,250	\$ 414,250
SPRINKLING APPLICATION FEE	\$ -			\$ -	\$ -
PENALTIES	\$ -			\$ -	\$ -
DEVELOPER ACERAGE FEES	\$ -			\$ -	\$ -
TOTAL OPERATING REVENUE	\$ 2,022,711	\$ -		\$ 4,045,422	\$ 4,045,422
OPERATING EXPENSES:					
OVERTIME	\$ 7,276			\$ 14,552	\$ 15,100
PERF PY EXPENSE	\$ 42,810	\$ 22,720 (4)		\$ 108,339	\$ 108,300
SUPPLEMENTAL RETIREMENT	\$ 1,684			\$ 3,367	\$ 3,500
PY HEALTH BENEFITS EXPENSE	\$ 45,458	\$ 43,563 (5)		\$ 134,479	\$ 134,600
PROFESSIONAL SERVICES	\$ 60,756			\$ 121,512	\$ 125,900
CHEMICALS	\$ 33,244			\$ 66,489	\$ 68,900
COMMUNICATIONS	\$ 1,852			\$ 3,704	\$ 3,800
SALARY/WAGES	\$ 315,537	\$ 105,102 (1)		\$ 736,176	\$ 736,200
LONGEVITY	\$ -	\$ 6,900 (2)		\$ 6,900	\$ 6,900
CERTIFICATION PAY	\$ -	\$ 4,750 (3)		\$ 4,750	\$ 4,750
OASI PY EXPENSE	\$ 23,922			\$ 47,843	\$ 49,600
EMPLOYEE BENEFITS - UNIFORMS	\$ 2,147			\$ 4,293	\$ 4,400
SLUDGE	\$ 51,702			\$ 103,403	\$ 107,200
UTILITIES/PURCHASED POWER	\$ 109,398			\$ 218,796	\$ 226,800
OUTSIDE SERVICES - LS	\$ 14,055			\$ 28,110	\$ 29,100
OFFICE SUPPLIES	\$ 1,171			\$ 2,343	\$ 2,400
CT - OFFICE SUPPLIES	\$ 30			\$ 59	\$ 100
MATERIALS & SUPPLIES (LS)	\$ 1,279			\$ 2,557	\$ 2,700
MATERIALS & SUPPLIES (MP)	\$ 22,284			\$ 44,568	\$ 46,200
MATERIALS & SUPPLIES (U.V.)	\$ 9,668			\$ 19,335	\$ 20,000
DISTRIBUTION SUPPLIES	\$ 58,722			\$ 117,444	\$ 121,700
CT - NEW EQUIPMENT	\$ -			\$ -	\$ -
CT - OTHER SUPPLIES	\$ 8,471			\$ 16,941	\$ 17,600
OUTSIDE SERVICES - CS	\$ 14,169			\$ 28,339	\$ 29,400
OUTSIDE SERVICES - MP	\$ 29,173			\$ 58,346	\$ 60,500
OUTSIDE SERVICES - LAB	\$ 8,829			\$ 17,659	\$ 18,300
TRAINING - WWTP STAFF	\$ 1,549			\$ 3,098	\$ 3,200
CT - TRAINING	\$ 105			\$ 209	\$ 200
CT - OTHER SERVICES & CHARGES	\$ 31,705			\$ 63,410	\$ 65,700
GASOLINE/VEHICLE MAINTENANCE	\$ 9,506			\$ 19,012	\$ 19,700
MATERIALS & SUPPLIES (LAB)	\$ 4,896			\$ 9,791	\$ 10,100
MATERIALS & SUPPLIES (CS)	\$ 7,043			\$ 14,086	\$ 14,600
INSURANCE LIABILITIES	\$ -			\$ -	\$ -
MISC EXPENSE	\$ -			\$ -	\$ -
OTHER SERVICES & CHARGES	\$ 10,480			\$ 20,961	\$ 21,000
DEVELOPER ACERAGE	\$ 132,432	Expense out of Replacement Fund		\$ 264,865	\$ -
NEW EQUIPMENT	\$ 52,999			\$ 105,998	\$ -
MATERIALS & SUPPLIES	\$ 19,259			\$ 38,517	\$ 38,500
TOTAL OPERATING EXPENSES	\$ 1,133,609	\$ 183,035		\$ 2,450,252	\$ 2,116,950
NET OPERATING INCOME	\$ 889,102	\$ (183,035)		\$ 1,595,170	\$ 1,928,472



DANVILLE (INDIANA) MUNICIPAL SEWAGE WORKS

FORECASTED STATEMENT OF INCOME AT PRESENT RATES

	JUNE 2025	ADJUSTMENTS	REF.	FORECASTED AT PRESENT RATES	PROPOSED 2026 BUDGET(1)
OTHER INCOME & EXPENSES:					
INTEREST INCOME	\$ 111,056			\$ 222,112	\$ 222,112
INCOME	\$ 29,924			\$ 59,848	\$ 59,848
MISC REIMBURSEMENTS	\$ 24,516			\$ 49,032	\$ 49,032
CONTRACTUAL SERVICES	\$ 300,000			\$ 600,000	\$ 600,000
OTHER SERVICES & CHARGES(IDEM)	\$ -			\$ -	\$ -
TRANSFER TO CONSTRUCTION FUND	\$ (200,000)	\$ (159,499)	(6)	\$ (559,499)	\$ (559,499)
BOND & INTEREST TRANSFERS	\$ (647,843)	\$ (240)	(7)	\$ (1,295,926)	\$ (1,295,446)
PILOT TO TOWN	\$ -	\$ (94,628)	(8)	\$ (94,628)	\$ (94,628)
TOTAL OTHER INCOME & EXPENSES	\$ (382,347)	\$ (254,367)		\$ (1,426,688)	\$ (1,426,688)
NET INCOME/(LOSS)	\$ 506,756	\$ (437,402)		\$ 168,482	\$ 501,784

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 MISPELLINGS.

(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 SEWAGE 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 SEWAGE WORKS

DETAIL OF ADJUSTMENTS

Adjustment (2) 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			
				\$ 6,900.00

Adjustment (3) 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	
Class #1 Operator Certification	\$ 1,000.00	-	\$ -
Class #2 Operator Certification	\$ 1,500.00	-	\$ -
Class #3 Operator Certification	\$ 2,000.00	-	\$ -
Class #4 Operator Certification	\$ 2,500.00	1	\$ 2,500
CDL License Class A	\$ 750.00	3	\$ 2,250
CDL License Class B	\$ 500.00	-	\$ -
			\$ 4,750

Adjustment (4) PERF

To adjust PERF based on the calculated salaries and wages in Adjustments (1), (2) and (3), plus Overtime, 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 (5) Health Benefits Expense

Per the Town's advisement, allocable health insurance totals \$84,174.02 and HSA contribution totals \$27,950.00.
To include an additional full-time laborer assuming a family policy with completion of wellness initiative, \$22,355.28.



DANVILLE (INDIANA) MUNICIPAL SEWAGE WORKS

DETAIL OF ADJUSTMENTS

Adjustment (6) Transfer Out to Replacement Fund

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

Utility Plant in Service:	
Infrastructure	\$ 38,828
Buildings	\$ 6,268,803
Improvements Other Than Buildings	\$ 14,298,603
Machinery and Equipment	\$ 1,773,709
Depreciable Assets	<u>\$ 22,379,943</u>
Multiplied by: Composite Depreciation Factor	<u>2.50%</u>
Annual Transfer to Replacement Fund	<u>\$ 559,499</u>

Adjustment (7) Debt Service

Per the Combined Bond Amortization below.

Year	Series 2015A	Series 2023	Total Annual Debt Service
2024	\$ 608,206	\$ 606,105	\$ 1,214,311
2025	\$ 604,986	\$ 690,700	\$ 1,295,686
2026	\$ 605,696	\$ 689,750	\$ 1,295,446
2027	\$ -	\$ 1,223,800	\$ 1,223,800
2028	\$ -	\$ 1,227,438	\$ 1,227,438
2029	\$ -	\$ 1,224,650	\$ 1,224,650
2030	\$ -	\$ 1,225,676	\$ 1,225,676
2031	\$ -	\$ 1,225,276	\$ 1,225,276
2032	\$ -	\$ 1,228,450	\$ 1,228,450
2033	\$ -	\$ 1,224,962	\$ 1,224,962
2034	\$ -	\$ 1,225,050	\$ 1,225,050
2035	\$ -	\$ 1,228,476	\$ 1,228,476
2036	\$ -	\$ 1,225,000	\$ 1,225,000
2037	\$ -	\$ 1,224,862	\$ 1,224,862
2038	\$ -	\$ 1,227,826	\$ 1,227,826
2039	\$ -	\$ 1,223,650	\$ 1,223,650
2040	\$ -	\$ 1,227,576	\$ 1,227,576
2041	\$ -	\$ 1,224,126	\$ 1,224,126
2042	\$ -	\$ 1,223,538	\$ 1,223,538
2043	\$ -	\$ 1,225,576	\$ 1,225,576
	<u>\$ 1,818,888</u>	<u>\$ 22,822,487</u>	<u>\$ 24,641,375</u>



DANVILLE (INDIANA) MUNICIPAL SEWAGE WORKS

DETAIL OF ADJUSTMENTS

Adjustment (8) PILOT to Town

The 2025 PILOT amount will remain as planned, \$172,831. 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	\$ 38,828
Buildings	\$ 6,268,803
Improvements Other Than Buildings	\$ 14,298,603
Machinery and Equipment	\$ 1,773,709
Less: Accumulated Depreciation	
Infrastructure	\$ (8,225)
Buildings	\$ (2,268,773)
Improvements Other Than Buildings	\$ (2,143,068)
Machinery and Equipment	\$ (1,471,225)
Net Utility Plant in Service	\$ 16,488,651
Divided by:	100
Taxable Netbook Value	\$ 164,887
Multiplied by Town's Tax Rate	0.5739
Maximum PILOT Payment	94,628

