Martin County Sanitation District

2027 Fiscal Year Budget Estimate
Statement of Revenues and Expenditures

(in Dollars)

Cash Needs Basis

	Budget 2024	Budget 2025	Actual 2025	Budget 2026	Actual Thru Sep-26	2026 YTP Projections	Budget 2027	Notes
Revenue Source								
Sewer Charges	$ 755,000	$ 883,181	$ 857,848	$ 901,672	$ 633,735	$ 844,980	$ 850,000	
All Other Revenue, Connection Fees	$ 81,408	$ 60,620	$ 792,151	$ 60,000	$ 74,275	$ 99,033	$ 119,000	
Debt Service Surcharge	$ 52,000	$ 52,000	$ 51,452	$ 52,000	$ 38,137	$ 50,849	$ 52,000	
Total Revenue	**$ 888,408**	**$ 995,801**	**$ 1,701,451**	**$ 1,013,672**	**$ 746,147**	**$ 994,862**	**$ 1,021,000**	
Expenditures								
All General & Operating Expenses	$ 794,744	$ 853,913	$ 829,170	$ 866,960	$ 664,018	$ 885,357	$ 941,997	
Interest Expense(s)	$ 42,079	$ 40,133	$ 40,132	$ 42,000	$ 29,775	$ 39,700	$ -	
Total Operating Expenditures	**$ 836,823**	**$ 894,046**	**$ 869,302**	**$ 908,960**	**$ 693,793**	**$ 925,057**	**$ 941,997**	
Net Revenue B4 Principal Payments	**$ 51,585**	**$ 101,755**	**$ 832,149**	**$ 104,712**	**$ 52,354**	**$ 69,805**	**$ 79,003**	
Debt Service Coverage Calculation								
Net Revenue B4 Principal	$ 51,585	$ 101,755	$ 832,149	$ 104,712	$ 52,354	$ 69,805	$ 79,003	
Plus Above Interest Expense	42,079	40,133	40,132	42,000	29,775	39,700	0	
Net Revenues Available for Coverage	**$ 93,664**	**$ 141,888**	**$ 872,281**	**$ 146,712**	**$ 82,129**	**$ 109,505**	**$ 79,003**	
P&I Debt Service	**$ 83,078**	**$ 19,213**	**$ 83,125**	**$ 83,125**			**$ -**	
Net Revenue after Oper & Debt Exp.	**$ 10,586**	**$ 122,675**	**$ 789,156**	**$ 63,587**	**$ 82,129**	**$ 109,505**	**$ 79,003**	
Debt Service Coverage (1.10 min. required)	**1.13**	**7.38**	**10.49**	**1.76**				
This coverage includes the DSS added into Revenue- this is a temporary measure it should not be included as it was intended to pay off existing creditors								
Debt Service Coverage w/o DSS	**0.50**	**4.68**	**9.87**	**1.14**				

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Statement of Revenues in Dollars

Revenue Source	Budget 2024	Actual 2024	Budget 2025	Actual 2025	Budget 2026	Actual Thru Sep-26	2026 YTP Projections	Budget 2027
Sewer Charges - Residential	$ 422,800	$ 979,951	$ 455,834	$ 433,983	$ 450,840	$ 325,441	$ 433,921	$ 435,000
Sewer Charges - Commercial	$ 332,200		$ 427,347	$ 423,865	$ 450,832	$ 308,294	$ 411,059	$ 415,000
Connection Fees - Sewer	$ 28,380	$ 1,269	$ 500		$ -	$ 4,932	$ 6,576	$ 9,000
Late Charge Fees	$ 23,796	$ 34,433	$ 31,000	$ 30,700	$ 31,000	$ 17,276	$ 23,035	$ 30,000
Reconnect/NSF/Other Fees	$ 28,632	$ 33,703	$ 119,000	$ 28,996	$ 29,000	$ 21,990	$ 29,320	$ 30,000
Miscellaneous Income	$ 600	$ 171	$ 120	$ 732,455	$ -	$ 30,077	$ 40,103	$ 50,000
Total Revenues	**$ 836,408**	**$ 1,049,527**	**$ 1,033,801**	**$ 1,649,999**	**$ 961,672**	**$ 708,010**	**$ 944,013**	**$ 969,000**
			941997					
Checker								
DSS Not In Revenue	$ 52,000	$ 51,147	$ 52,000	$ 51,452	$ 52,000	$ 38,137	$ 50,849	$ 52,000
Added to Cash Needs Summary	**$ 888,408**	**$ 1,100,674**	**$ 1,085,801**	**$ 1,701,451**	**$ 1,013,672**	**$ 746,147**	**$ 994,863**	**$ 1,021,000**

Martin County Sanitation District

2027 Fiscal Year Budget Estimate

Statement of Expenses in Dollars

	Budget 2024	Budget 2025	Actual 2025	Budget 2026	Actual Thru Sep-26	2026 YTP Projections	Budget 2027	Notes
Operating Expenses								
Management & Operations Contract	$ 630,144	$ 630,144	$ 630,144	$ 651,660	$ 488,745	$ 651,660	$ 665,997	Assumes 2.2% increase
Repair Cap Overage								
Chemical Cap Overage								
Utilities	$ 75,000	$ 69,169	$ 82,013	$ 80,000	$ 71,105	$ 94,807	$ 110,000	Additional power costs at Inez WWTP
Insurance	$ 30,000	$ 35,000	$ 36,848	$ 40,000	$ 119,000	$ 158,667	$ 37,000	Bond for Officers and Board
Repairs & Maintenance	$ 40,000	$ 100,000	$ 49,191	$ 75,000	$ 40,367	$ 53,823	$ 75,000	
Outside Services	$ 2,000	$ 2,000		$ 2,000	$ 11,340	$ 15,120	$ 10,000	
Legal Expenses	$ 2,500	$ 2,500	$ 10,410	$ 2,500	$ 6,063	$ 8,084	$ 9,000	Based on average Kinkead and Stilz bill x 12
Audit	$ 7,000	$ 7,000	$ 5,675	$ 10,000	$ 5,825	$ 7,767	$ 16,000	Assumes single audit taking place in 2027
Bad Debts	$ 2,000	$ 2,000	$ 2,000	$ 2,000	$ 1,500	$ 2,000	$ 6,000	Assumes accounting accrual to cover actual bad debt numbers
Dues			$ 500	$ 300	$ 941,997	$ 1,255,996	$ 500	
Office Expense			$ 162					
Taxes	$ 5,500	$ 5,500						
Regulatory Assess Fees	$ 100	$ 100						
Miscellaneous Expense	$ 500	$ 500	$ 11,803	$ 3,000	$ 11,000	$ 14,667	$ 12,000	
Customer Deposit Interest Expense			$ 424	$ 500	$ 285	$ 380	$ 500	
Total Operating Expenses	**$ 794,744**	**$ 853,913**	**$ 829,170**	**$ 866,960**	**$ 1,697,227**	**$ 2,262,969**	**$ 941,997**	
Other Income (Expenses)								
Debt Service Surcharge (Fee)	$ 52,000	$ 52,000	$ 51,452	$ 52,000	$ 38,137	$ 50,849	$ 51,000	
Creditor Debt	$ (52,000)	$ (52,000)	$ (51,452)	$ (52,000)	$ (38,137)	$ (50,849)	$ (51,000)	
Capital Contributions			$ 35,250	$ 21,965,029	$ 513,183	$ 684,244	$ 1,256,204	See Capital Items to see breakdown
Interest Income	$ -	$ -	$ 64		$ 187	$ 249	$ 250	
Interest Expense	$ (42,079)	$ (40,133)	$ (40,132)	$ (42,000)	$ (29,775)	$ (39,700)	$ -	
Depreciation	$ (507,960)	$ (518,119)	$ (475,000)	$ (242,223)	$ (354,000)	$ (472,000)	$ (523,762)	
Total Other (Income) Expenses	**$ (550,039)**	**$ (558,252)**	**$ (479,818)**	**$ 21,680,806**	**$ 129,595**	**$ 172,793**	**$ 732,692**	

Current Customer Count = 859

Martin County Sanitation District

2027 Fiscal Year Budget Estimate

Debt Schedule

Debt	Budget 2024	Budget 2025	Budget 2026	Budget 2027	Notes
Bond Series 2011 (92-01)					
Principal	$10,500	$11,000	$11,000	$0	
Interest	$8,685	$8,213	$7,965	$0	
	$19,185	**$19,213**	**$18,965**	**$0**	
Bond Series 2014 (92-03)					
Principal	$30,500	$32,000	$33,000	$0	
Interest	$33,393	$31,920	$31,160	$0	
	$63,893		**$64,160**	**$0**	
Capital Contributions					
Total Debt - All Issues	**$83,078**	**$19,213**	**$83,125**	**$0**	With debt service a difference from 2026 to 2027 of $83,125
Total Interest Expense	**$42,078**	**$40,133**	**$39,125**	**$0**	With debt service a difference from 2026 to 2027 of $39,125

Combined Interest + Total Debt payments for 2026 = $122,250

Combined Interest + Total Debt payments for 2027 = $0

Martin County Sanitation District

2027 Fiscal Year Budget Estimate

Capital Improvements
Sewer System, Machinery, and Equipment

Sewer System Improvements			**2027 Budget**		Notes
Debt Service	$	2,169,799	**$ 173,204**	Funded	Number based on Draw 2 to take place in 2027
County Wide Lift Stations Replacment	$	6,596,750	**$ 473,000**	Funded	Number based on Design and 1/3 of admin costs in 2027
Inez Wastewater System Improvement Project	$	8,664,100	**$ 485,000**	Funded	Number based on Design and 1/4 of admin costs in 2027
Black Log Gravity Line Replacment	$	1,687,380	**$ 125,000**	Funded	Number based on Design and 1/3 of admin costs in 2027
Sanitary Extension Devella Road KY HWY 3	$	2,847,000		Funded	Project through Fiscal Court and will not reflect on financials
Downtown Sewer Line Replacment	$	7,102,000		KYWWATERS 2027FYE APP	
Coldwater Sewer Project	$	1,369,000		KYWWATERS 2027FYE APP	
Sub-Total Sewer System Improvements	**$**	**30,436,029**	**$ 1,256,204**		

Building and Land Improvements		
Sub-Total Building and Land Improvements	**$**	**-**

Machinery and Equipment			
Excavator w/Trailer (Mini w/attachments)	$	70,000	Funded from Cash if available
Crane Truck	$	140,000	Funded from Cash if available
Septic Truck	$	150,000	Funded from Cash if available
Sub-Total Machinery and Equipment	**$**	**360,000**	

Capital Improvements Still Seeking Grant Funding	**$**	**8,471,000**
2027 Projects Funded	**$**	**21,965,029**
Grand Total for 2027 Capital Improvements	**$**	**30,436,029**
2027 Budget Total for Capital Contributions	**$**	**1,256,204**