

**Martin County Sanitation District**  
**2026 Fiscal Year Budget Estimate**  
**Statement of Revenues and Expenditures**  
(in Dollars)

**Cash Needs Basis**

<b>Revenue Source</b>	<b>Actual 2021</b>	<b>Budget 2022</b>	<b>Actual 2022</b>	<b>Budget 2023</b>	<b>Actual 2023</b>	<b>Budget 2024</b>	<b>Projected 2024</b>	<b>Budget 2025</b>	<b>Budget 2026</b>	<b>Notes</b>
Sewer Charges	772,962	853,858	756,163	767,659	806,994	755,000	857,457	883,181	901,672	
All Other Revenue, Connection Fees	66,888	36,000	49,455	50,468	67,402	81,408	60,879	60,650	60,000	
Debt Service Surcharge	<u>52,334</u>	<u>54,352</u>	<u>51,496</u>	<u>52,000</u>	<u>51,147</u>	<u>52,000</u>	<u>51,353</u>	<u>52,000</u>	<u>51,700</u>	
<b>Total Revenue</b>	<b>\$ 892,184</b>	<b>\$ 944,210</b>	<b>\$ 857,114</b>	<b>\$ 870,127</b>	<b>\$ 925,543</b>	<b>\$ 888,408</b>	<b>\$ 969,689</b>	<b>\$ 995,831</b>	<b>\$ 1,013,372</b>	
<b>Expenditures</b>										
All General & Operating Expenses	\$ 764,893	\$ 799,748	\$ 845,648	\$ 774,744	\$ 779,158	\$ 794,744	\$ 780,660	\$ 853,913	\$ 866,960	
Interest Expense(s)	<u>43,929</u>	<u>43,015</u>	<u>43,000</u>	<u>43,015</u>	<u>42,078</u>	<u>42,078</u>	<u>44,819</u>	<u>40,133</u>	<u>42,000</u>	
<b>Total Operating Expenditures</b>	<b>\$ 808,822</b>	<b>\$ 842,763</b>	<b>\$ 888,648</b>	<b>\$ 817,759</b>	<b>\$ 821,236</b>	<b>\$ 836,822</b>	<b>\$ 825,479</b>	<b>\$ 894,046</b>	<b>\$ 908,960</b>	
<b>Net Revenue B4 Principal Payments</b>	<b>\$ 83,362</b>	<b>\$ 101,447</b>	<b>\$ (31,534)</b>	<b>\$ 52,368</b>	<b>\$ 104,307</b>	<b>\$ 51,586</b>	<b>\$ 144,209</b>	<b>\$ 101,784</b>	<b>\$ 104,412</b>	
<b>Debt Service Coverage Calculation</b>										
Net Revenue B4 Principal	\$ 83,362	\$ 101,447	\$ (31,534)	\$ 52,368	\$ 104,307	\$ 51,586	\$ 144,209	\$ 101,784	\$ 104,412	
Plus Above Interest Expense	<u>43,929</u>	<u>43,015</u>	<u>43,000</u>	<u>43,015</u>	<u>42,078</u>	<u>42,078</u>	<u>44,819</u>	<u>40,133</u>	<u>42,000</u>	
Capital Contributions										
<b>Net Revenues Available for Coverage</b>	<b>\$ 127,291</b>	<b>\$ 144,462</b>	<b>\$ 11,466</b>	<b>\$ 95,383</b>	<b>\$ 146,385</b>	<b>\$ 93,664</b>	<b>\$ 189,029</b>	<b>\$ 141,917</b>	<b>\$ 146,412</b>	
<b>P&amp;I Debt Service</b>	<b>\$ 81,929</b>	<b>\$ 83,015</b>	<b>\$ 83,015</b>	<b>\$ 83,078</b>	<b>\$ 83,078</b>	<b>\$ 83,078</b>	<b>\$ 83,015</b>	<b>\$ 19,213</b>	<b>\$ 83,125</b>	
<b>Net Revenue after Oper &amp; Debt Exp.</b>	<b>\$ 45,362</b>	<b>\$ 61,447</b>	<b>\$ (71,549)</b>	<b>\$ 12,305</b>	<b>\$ 63,307</b>	<b>\$ 10,586</b>	<b>\$ 106,014</b>	<b>\$ 122,704</b>	<b>\$ 63,287</b>	
<b>Debt Service Coverage</b> (1.10 min. required)	<b>1.55</b>	<b>1.74</b>	<b>0.14</b>	<b>1.15</b>	<b>1.76</b>	<b>1.13</b>	<b>2.28</b>	<b>7.39</b>	<b>1.76</b>	
<i>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</i>										
<b>Debt Service Coverage w/o DSS</b>								<b>4.68</b>	<b>1.14</b>	

## Martin County Sanitation District

### 2026 Fiscal Year Budget Estimate

#### Statement of Revenues in Dollars

<u>Revenue Source</u>	<u>Actual 2021</u>	<u>Actual 2022</u>	<u>Budget 2023</u>	<u>Actual 2023</u>	<u>Budget 2024</u>	<u>Actual Thru 8/31/2024</u>	<u>Projected 2024</u>	<u>Budget 2025</u>	<u>Actual Thru 10/31/2025</u>	<u>Projected 2026</u>	<u>Budget 2026</u>
Sewer Service Charges	\$ 772,962	\$ 756,163	\$ 767,659	\$ 806,994	\$ 755,000	571,638	\$ 685,966	\$ 883,181	721,410	\$ 865,692	\$901,672
Connection Fees - Sewer	\$ 3,668	\$ 9,567	\$ 11,479	\$ 12,935	\$ 28,380	740	\$ 888	\$ 500	0	\$ -	\$0
Late Charge Fees	\$ 27,632	\$ 26,337	\$ 27,488	\$ 25,297	\$ 23,796	20,086	\$ 24,103	\$ 31,000	25,489	\$ 30,587	\$31,000
Reconnect/NSF/Other Fees	\$ 3,560	\$ 13,470	\$ 5,000	\$ 28,920	\$ 28,632	19,660	\$ 23,592	\$ 29,000	24,256	\$ 29,107	\$29,000
Miscellaneous Income	\$ 32,028	\$ 82	\$ 6,500	\$ 250	\$ 600	100	\$ 120	\$ 150	100	\$ 120	\$0
<b>Total Revenues</b>	<b>\$ 839,850</b>	<b>\$ 805,619</b>	<b>\$ 818,127</b>	<b>\$ 874,396</b>	<b>\$ 836,408</b>	<b>\$ 612,224</b>	<b>\$ 734,669</b>	<b>\$ 943,831</b>	<b>\$ 771,255</b>	<b>\$ 925,506</b>	<b>\$961,672</b>

## Martin County Sanitation District

### 2026 Fiscal Year Budget Estimate

#### Statement of Expenses in Dollars

	<u>Budget 2024</u>	<u>Actual thru 8/31/2024</u>	<u>Projected 2024</u>	<u>Budget 2025</u>	<u>Actual thru Jul-25</u>	<u>YTD Projection</u>	<u>Budget 2026</u>	<u>Notes</u>
<b><u>Operating Expenses</u></b>								
Employee Benefits	\$ -		\$ -	\$ -				
Management & Operations Contract	\$ 630,144	\$ 420,080	\$ 630,120	\$ 630,144	\$ 367,584	\$ 630,144	\$ 651,660	
Utilities	\$ 75,000	\$ 43,917	\$ 65,876	\$ 69,169	\$ 46,807	\$ 80,241	\$ 80,000	
Insurance	\$ 30,000	\$ 23,433	\$ 35,150	\$ 35,000	\$ 19,300	\$ 33,086	\$ 40,000	Bond for Officers and Board
Repairs & Maintenance	\$ 40,000	\$ 24,370	\$ 36,555	\$ 100,000	\$ 33,138	\$ 56,808	\$ 75,000	
Outside Services	\$ 2,000	\$ -	\$ -	\$ 2,000	\$ -	\$ -	\$ 2,000	
Legal Expenses	\$ 2,500	\$ 650	\$ 975	\$ 2,500	\$ 1,330	\$ 2,280	\$ 2,500	
Audit	\$ 7,000	\$ 5,500	\$ 8,250	\$ 7,000	\$ 5,675	\$ 9,729	\$ 10,000	
Bad Debts	\$ 2,000	\$ 1,333	\$ 2,000	\$ 2,000	\$ 1,167	\$ 2,001	\$ 2,000	
Dues		\$ 333	\$ 500		\$ 292	\$ 501	\$ 300	
Office Expense			\$ -		\$ 141	\$ 242	\$ -	
Taxes	\$ 5,500	\$ -	\$ -	\$ 5,500	\$ -	\$ -	\$ -	
Regulatory Assess Fees	\$ 100	\$ -	\$ -	\$ 100	\$ -	\$ -	\$ -	
Miscellaneous Expense	\$ 500	\$ 483	\$ 725	\$ 500	\$ 2,795	\$ 4,791	\$ 3,000	
Customer Deposit Interest Expense		\$ 341	\$ 512		\$ 247	\$ 423	\$ 500	
<b>Total Operating Expenses</b>	<b>\$ 794,744</b>	<b>\$ 520,440</b>	<b>\$ 780,660</b>	<b>\$ 853,913</b>	<b>\$ 465,789</b>	<b>\$ 820,245</b>	<b>\$ 866,960</b>	
<b><u>Other Income (Expenses)</u></b>								
Debt Service Surcharge (Fee)	\$ 52,000	\$ 34,235	\$ 51,353	\$ 52,000	\$ 30,040	\$ 51,497	\$ 52,000	
Creditor Debt	\$ -	\$ -	\$ -	\$ -		\$ -		
Capital Contributions							\$ 3,792,625	
Interest Income	\$ -	\$ 8	\$ 12	\$ -		\$ -		
Interest Expense	\$ (42,079)	\$ (27,721)	\$ (41,582)	\$ (40,133)	\$ 7	\$ 12	\$ (42,000)	
Depreciation	\$ (507,960)	\$ (338,640)	\$ (507,960)	\$ (518,119)	\$ (277,083)	\$ (474,999)	\$ (242,223)	
<b>Total Other (Income) Expenses</b>	<b>\$ (550,039)</b>	<b>\$ (366,353)</b>	<b>\$ (549,530)</b>	<b>\$ (558,252)</b>	<b>\$ (277,076)</b>	<b>\$ (474,987)</b>	<b>\$ (284,223)</b>	

Current Customer Count = 886

**Martin County Sanitation District  
2026 Fiscal Year Budget Estimate**

<b><u>Bond Issue</u></b>	<b><u>Budget 2020</u></b>	<b><u>Budget 2021</u></b>	<b><u>Budget 2022</u></b>	<b><u>Budget 2023</u></b>	<b><u>Budget 2024</u></b>	<b><u>Budget 2025</u></b>	<b><u>Budget 2026</u></b>	<b><u>Notes</u></b>
<b>Bond Series 2011 (92-01)</b>								
Principal	\$9,500	\$9,500	\$10,000	\$10,500	\$10,500	\$11,000	\$11,000	
Interest	\$9,349	\$9,135	\$8,910	\$8,685	\$8,685	\$8,213	\$7,965	
	<b>\$18,849</b>	<b>\$18,635</b>	<b>\$18,910</b>	<b>\$19,185</b>	<b>\$19,185</b>	<b>\$19,213</b>	<b>\$18,965</b>	
<b>Bond Series 2014 (92-03)</b>								
Principal	\$27,500	\$28,500	\$30,000	\$30,500	\$30,500	\$32,000	\$33,000	
Interest	\$35,471	\$34,794	\$34,105	\$33,393	\$33,393	\$31,920	\$31,160	
	<b>\$62,971</b>	<b>\$63,294</b>	<b>\$64,105</b>	<b>\$63,893</b>	<b>\$63,893</b>		<b>\$64,160</b>	
<b>Capital Contributions</b>								
<b>Total Debt - All Issues</b>	<b>\$81,819</b>	<b>\$81,929</b>	<b>\$83,015</b>	<b>\$83,078</b>	<b>\$83,078</b>	<b>\$19,213</b>	<b>\$83,125</b>	
<b>Total Interest Expense</b>	<b>\$44,819</b>	<b>\$43,929</b>	<b>\$43,015</b>	<b>\$42,078</b>	<b>\$42,078</b>	<b>\$40,133</b>	<b>\$39,125</b>	

**Marin County Sanitation District**

**2026 Fiscal Year Budget Estimate**

**Capital Improvements  
Sewer System, Machinery and Equipment**

<b><u>Sewer System Improvements</u></b>		
Debt Service	\$ 2,169,780	Seeking Funding / Applied KY WATERS
County Wide Lift Stations Replacment	\$ 10,185,000	Seeking Funding / Applied KY WATERS
Inez Wastewater System Improvement Project	\$ 8,500,000	Seeking Funding / Applied KY WATERS
Trucks / Equipment	\$ 500,000	Seeking Funding / Applied KY WATERS
Black Log Gravity Line Replacment	\$ 250,000	Seeking Funding
Downtown Sewer Line Replacment	\$ 1,500,000	Seeking Funding
Coldwater Sewer Project	\$ 500,000	Seeking Funding
Tug Valley Treatment Plant Upgrade	\$ 1,540,513	Seeking Funding
Martin County Wastewater Master Plan	\$ 260,000	Funded
Sanitary Extension Devella Road KY HWY 3	\$ 2,847,000	Funded
Inez Wastewater Rehab	\$ 685,625	Funded
<b>Sub-Total Sewer System Improvements</b>	<b>\$ 28,937,918</b>	

<b><u>Building and Land Improvements</u></b>		
<b>Sub-Total Building and Land Improvements</b>	<b>\$ -</b>	

<b><u>Machinery and Equipment</u></b>		
Excavator w/Trailer (Mini w/attachments)	\$ 70,000	Seek Grant Funding
Capital Contributions		
Crane Truck	\$ 140,000	Seek Grant Funding
Septic Truck	\$ 150,000	Seek Grant Funding
<b>Sub-Total Machinery and Equipment</b>	<b>\$ 360,000</b>	

<b>2026 Improvements Still Seeking Grant Funding</b>	<b>\$ 24,145,293</b>	
<b>2026 Projects Funded</b>	<b>\$ 3,792,625</b>	
<b>2026 Additional Grant Funding</b>	<b>\$ 360,000</b>	
<b>Grand Total for 2026 Capital Improvements</b>	<b>\$ 28,297,918</b>	

### MCS Average Customer Bill

MCS Average Customer Bill				
2026 Fiscal Year Budget Est	Base	\$/1000	AVG Use (1,000 gals)	Total
<b>Sewer</b>				
DSS	\$ 5.00			\$ 5.00
Current	\$ 33.00	\$ 14.81	3.27	\$ 71.62
<b>Increase</b>	<b>\$ 33.00</b>	<b>\$ 14.81</b>	<b>3.27</b>	<b>\$ 71.62</b>
<b>Difference</b>				\$ -
<b>Additional Revenue</b>	<i>Residential Customer Count</i>		886	\$ -
<b>AVG Total Sewer</b>				
% Increase For Avg User				0.00%
