

**Martin County Water District**

**2025 Fiscal Year Budget Estimate**

**Statement of Revenues and Expenditures**  
(in Dollars)

**Cash Needs Basis**

	<u>Actual</u> <u>2020</u>	<u>Budget</u> <u>2021</u>	<u>Actual</u> <u>2021</u>	<u>Budget</u> <u>2022</u>	<u>Actual</u> <u>2022</u>	<u>Budget</u> <u>2023</u>	<u>Actual</u> <u>2023</u>	<u>Budget</u> <u>2024</u>	<u>Projected</u> <u>2024</u>	<u>Budget</u> <u>2025</u>	<u>Notes</u>
<b><u>Revenue Source</u></b>											
Water Sales	\$ 2,220,203	\$ 2,425,375	\$ 2,222,673	\$ 2,442,447	\$ 2,554,704	\$ 2,580,000	\$ 2,641,900	\$ 2,585,000	\$ 2,648,381	\$ 2,907,949	
All Other Revenue, Connection Fees	<u>308,885</u>	<u>266,545</u>	<u>406,440</u>	<u>312,922</u>	<u>288,151</u>	<u>306,168</u>	<u>312,491</u>	<u>293,526</u>	<u>317,603</u>	<u>298,400</u>	
<b>Total Revenue</b>	<b>\$ 2,529,088</b>	<b>\$ 2,691,920</b>	<b>\$ 2,629,113</b>	<b>\$ 2,755,369</b>	<b>\$ 2,842,855</b>	<b>\$ 2,886,168</b>	<b>\$ 2,954,391</b>	<b>\$ 2,878,526</b>	<b>\$ 2,965,983</b>	<b>\$ 3,206,349</b>	
<b><u>Expenditures</u></b>											
All General & Operating Expenses	\$ 2,477,000	\$ 2,437,429	\$ 2,612,123	\$ 2,536,672	\$ 2,626,146	\$ 2,626,303	\$ 2,822,526	\$ 2,612,494	\$ 2,858,993	\$ 2,956,276	
Interest Expense(s)	<u>\$ 27,827</u>	<u>\$ 26,166</u>	<u>\$ 26,166</u>	<u>\$ 80,458</u>	<u>\$ 102,853</u>	<u>\$ 100,000</u>	<u>\$ 106,651</u>	<u>\$ 80,458</u>	<u>\$ 65,715</u>	<u>\$ 56,012</u>	
<b>Total Operating Expenditures</b>	<b>\$ 2,504,827</b>	<b>\$ 2,538,971</b>	<b>\$ 2,638,289</b>	<b>\$ 2,617,130</b>	<b>\$ 2,728,999</b>	<b>\$ 2,726,303</b>	<b>\$ 2,929,177</b>	<b>\$ 2,692,952</b>	<b>\$ 2,924,708</b>	<b>\$ 3,012,288</b>	
 <b>Net Revenue B4 Principal Payments</b>	 <b>\$ 24,261</b>	 <b>\$ (60,737)</b>	 <b>\$ (9,176)</b>	 <b>\$ 138,239</b>	 <b>\$ 113,856</b>	 <b>\$ 159,865</b>	 <b>\$ 25,214</b>	 <b>\$ 185,574</b>	 <b>\$ 41,276</b>	 <b>\$ 194,061</b>	
 <b><u>Debt Service Coverage Calculation</u></b>											
Net Revenue B4 Principal	\$ 24,261	\$ (60,737)	\$ (9,176)	\$ 138,239	\$ 113,856	\$ 159,865	\$ 25,214	\$ 185,574	\$ 41,276	\$ 194,061	
Plus Above Interest Expense	<u>27,827</u>	<u>85,521</u>	<u>26,166</u>	<u>80,458</u>	<u>102,853</u>	<u>100,000</u>	<u>106,651</u>	<u>80,458</u>	<u>65,715</u>	<u>56,012</u>	
<b>Net Revenues Available for Coverage</b>	<b>\$ 52,088</b>	<b>\$ 24,784</b>	<b>\$ 16,990</b>	<b>\$ 218,697</b>	<b>\$ 216,709</b>	<b>\$ 259,865</b>	<b>\$ 131,865</b>	<b>\$ 266,031</b>	<b>\$ 106,991</b>	<b>\$ 250,073</b>	
 <b>P&amp;I Debt Service</b>	 <b>\$ 74,173</b>	 <b>\$ 215,995</b>	 <b>\$ 72,159</b>	 <b>\$ 72,159</b>	 <b>\$ 72,159</b>	 <b>\$ 204,823</b>	 <b>\$ 212,483</b>	 <b>\$ 212,483</b>	 <b>\$ 72,159</b>	 <b>\$ 204,823</b>	
 <b>Net Revenue after Oper &amp; Debt Exp.</b>	 <b>\$ (22,085)</b>	 <b>\$ (191,211)</b>	 <b>\$ (55,169)</b>	 <b>\$ 146,538</b>	 <b>\$ 144,550</b>	 <b>\$ 47,382</b>	 <b>\$ 47,382</b>	 <b>\$ 53,548</b>	 <b>\$ 34,831</b>	 <b>\$ 45,250</b>	
 <b>Debt Service Coverage (Required Coverage 1.2)</b>	 <b>0.70</b>	 <b>0.11</b>	 <b>0.24</b>	 <b>3.03</b>	 <b>3.00</b>	 <b>1.22</b>	 <b>0.62</b>	 <b>1.25</b>	 <b>1.48</b>	 <b>1.22</b>	

## Martin County Water District

### 2025 Fiscal Year Budget Estimate

#### Statement of Revenues in Dollars

<u>Revenue Source</u>	<u>Budget 2020</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>Notes 0.0%</u>
Water Sales - Residential	\$ 1,785,946	\$ 2,100,748	\$ 2,110,000	\$ 2,125,936	\$ 2,110,000	\$ 1,423,377	\$ 2,135,066	\$ 2,348,572	2024 YTD Projection plus 10% -assumption is based on meter change out project
Water Sales - Commercial	\$ 384,979	\$ 346,674	\$ 350,000	\$ 383,309	\$ 350,000	\$ 284,471	\$ 426,707	\$ 469,377	2024 YTD Projection plus 10% -assumption is based on meter change out project
Water Sales - Public Authorities	\$ 6,464	\$ 107,282	\$ 120,000	\$ 132,655	\$ 125,000	\$ 57,739	\$ 86,609	\$ 90,000	Assumption is based off water loss numbers staying down and ability to pump more to prison
Water Sales - Bulk	\$ 140	\$ 30	\$ 50	\$ 437	\$ 400	\$ 380	\$ 570	\$ 400	
Connection Fees - Tap	0	\$ 28,372	\$ 29,246	\$ 26,543	\$ 26,580	\$ 11,076	\$ 16,614	\$ 15,000	
Late Charge Fees	0	\$ 40,236	\$ 55,000	\$ 72,576	\$ 55,000	\$ 53,473	\$ 80,210	\$ 70,000	
Reconnect/Meter Sets/Other Fees	110,575	\$ 29,560	\$ 31,801	\$ 22,468	\$ 23,465	\$ 21,134	\$ 31,701	\$ 25,000	
Management Infrastructure Surcharge	190,129	\$ 189,817	\$ 190,070	\$ 188,176	\$ 188,081	\$ 124,712	\$ 187,068	\$ 188,000	
Miscellaneous Income	0	\$ 136		\$ 2,291		\$ 960	\$ 1,440	\$ -	
Interest Income	0		0		0		\$ -	0	
<b>Debt Service Surcharge**</b>									
<b>Total Revenues</b>	<b>\$ 2,478,233</b>	<b>\$ 2,842,855</b>	<b>\$ 2,886,168</b>	<b>\$ 2,954,391</b>	<b>\$ 2,878,526</b>	<b>\$ 1,977,322</b>	<b>\$ 2,965,983</b>	<b>\$ 3,206,349</b>	

DSS not included in revenues for budget purposes

<b>DSS</b>	<b>\$ 100,000</b>	<b>\$ 105,780</b>	<b>\$ 110,000</b>	<b>\$ 104,847</b>	<b>\$ 105,000</b>	<b>\$ 69,490</b>	<b>\$ 104,235</b>	<b>\$ 105,000</b>
<b>Checker</b>	<b>\$ 2,578,233</b>	<b>\$ 2,948,635</b>	<b>\$ 2,996,168</b>	<b>\$ 3,059,238</b>	<b>\$ 2,983,526</b>	<b>\$ 2,046,812</b>	<b>\$ 3,070,218</b>	<b>\$ 3,311,349</b>

**Martin County Water District**

**2025 Fiscal Year Budget Estimate**

**Statement of Expenses in Dollars**

	<u>Budget 2020</u>	<u>Actual 2020</u>	<u>Budget 2021</u>	<u>Actual 2021</u>	<u>Budget 2022</u>	<u>Actual 2022</u>	<u>Budget 2023</u>	<u>Actual 2023</u>	<u>Budget 2024</u>	<u>Actual Thru Aug-24</u>	<u>Projected 2024</u>	<u>Budget 2025</u>	<u>Notes</u>
<b><u>Operating Expenses</u></b>													
Employee Benefits	\$ -	\$ 21,367			\$ -		\$ -		\$ -			\$ -	
Water Purchased	\$ 50,000		\$ 10,000	\$ 65,762	\$ 10,000	\$ 74,988	\$ 90,000	\$ 27,634	\$ 30,000	\$ 46,609	\$ 69,914	\$ 50,000	Assumption that water loss numbers improve and less water purchased from Prestonsburg
Management & Operations Contract	\$ 1,973,346	\$ 1,973,347	\$ 2,022,079	\$ 2,022,079	\$ 2,022,084	\$ 2,022,084	\$ 2,022,084	\$ 2,022,084	\$ 2,022,084	\$ 1,348,056	\$ 2,022,084	\$ 2,022,084	
Utilities	\$ 308,584	\$ 320,969	\$ 260,000	\$ 377,260	\$ 325,523	\$ 375,427	\$ 335,000	\$ 228,442	\$ 335,000	\$ 181,851	\$ 272,777	\$ 335,000	Assumption is based off Raw Water project is complete and electric increase at RWI
Insurance	\$ 47,500	\$ 39,792	\$ 30,000	\$ 21,709	\$ 29,070	\$ 34,932	\$ 30,000	\$ 21,603	\$ 30,000	\$ 19,152	\$ 28,728	\$ 30,000	Property & Casualty Ins. D&O Policy, Treasurer's Bond
Repairs & Maintenance	\$ -	\$ 2,700	\$ 10,000	\$ 13,005	\$ 40,000	\$ 47,065	\$ 60,000	\$ 439,087	\$ 110,000	\$ 253,149	\$ 379,724	\$ 425,000	Increase to cover more direct instead of AWR covering with CAP - money used to fix leaks and booster stations
Materials & Supplies	\$ 5,000			\$ 166	\$ 249					\$ -	\$ -		
Outside Services	\$ -	\$ 6,831	\$ 10,000	\$ 755	\$ 3,243	\$ 630	\$ 3,000	\$ 663	\$ 1,000	\$ 37	\$ 56	\$ 1,000	
Legal Expenses	\$ 25,000	\$ 8,375	\$ 7,500	\$ 19,612	\$ 16,182	\$ 10,000	\$ 9,600	\$ 7,950	\$ 10,000	\$ 4,425	\$ 6,638	\$ 10,000	
Audit	\$ 30,000	\$ 25,000	\$ 7,800	\$ 7,725	\$ 8,000	\$ 7,950	\$ 8,000	\$ 7,985	\$ 8,000	\$ 8,125	\$ 12,188	\$ 8,000	
Bad Debts	\$ -	\$ 55,000	\$ 55,000	\$ 54,999	\$ 54,999	\$ 30,948	\$ 50,000	\$ 50,000	\$ 45,000	\$ 30,000	\$ 45,000	\$ 45,000	
Bond Trustee Fees	\$ -	\$ 450	\$ 1,450	\$ 450	\$ 675	\$ 450	\$ 500	\$ 900	\$ 500	\$ 900	\$ 1,350	\$ 500	
Admin Fees (Bonds)	\$ -			\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Dues	\$ -	\$ 3,700	\$ 1,850	\$ 4,868	\$ 3,330	\$ 3,149	\$ 3,235	\$ 4,734	\$ 4,620	\$ 3,425	\$ 5,138	\$ 5,138	KRWA
Office Expense	\$ -	\$ 3,339	\$ 3,250	\$ 2,804	\$ 3,344	\$ 2,676	\$ 2,732	\$ 4,452	\$ 4,130	\$ 4,669	\$ 7,004	\$ 5,000	
Rent Expense	\$ 9,020	\$ 9,053	\$ 9,000	\$ 10,585	\$ -	\$ 9,578	\$ 10,000	\$ 25	\$ 10,000	\$ 25	\$ 38	\$ 10,000	
Regulatory Assess Fees	\$ 5,000	\$ 5,983	\$ 8,000		\$ 9,692	\$ 4,214	\$ -	\$ 3,863	\$ -	\$ 4,703	\$ 7,055	\$ 7,055	
Permits				\$ 15	\$ 23	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
KY 811 Services				\$ 2,451	\$ -	\$ 1,274	\$ 1,500	\$ 2,036	\$ 1,500	\$ 1,433	\$ 2,150	\$ 1,500	
Taxes			\$ -	\$ 5,035	\$ 7,553		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Miscellaneous Expense	\$ -	\$ 1,094	\$ 1,500	\$ 2,771	\$ 2,708	\$ 735	\$ 652	\$ 980	\$ 660	\$ (564)	\$ (846)	\$ 1,000	
Additional Debt Service***											\$ -	\$ -	
Customer Deposit Interest				\$ 72		\$ 46	\$ 53	\$ 88	\$ 65		\$ -	\$ -	
<b>Total Operating Expenses</b>	<b>\$ 2,453,450</b>	<b>\$ 2,477,000</b>	<b>\$ 2,437,429</b>	<b>\$ 2,612,123</b>	<b>\$ 2,536,672</b>	<b>\$ 2,626,146</b>	<b>\$ 2,626,303</b>	<b>\$ 2,822,526</b>	<b>\$ 2,612,494</b>	<b>\$ 1,905,995</b>	<b>\$ 2,858,993</b>	<b>\$ 2,956,276</b>	<b>13.2%</b> (over prior budget)
<b><u>Other Income (Expenses)</u></b>													
Customer Deposit Interest Expense				(3,319)						(3,454)	(5,181)	(5,500)	
Debt Service Surcharge (Fee)	\$ 100,000	\$ 107,436	\$ 107,000	\$ 107,177	\$ 107,015	\$ 105,780	\$ 107,000	\$ 104,847	\$ 107,000	\$ -	\$ -	\$ 107,000	
Creditor Debt	\$ (100,000)	\$ (107,436)	\$ (107,000)	\$ (107,177)	\$ (107,000)		\$ (107,000)	\$ (104,847)	\$ (107,000)	\$ -	\$ -	\$ (107,000)	
Interest Expense	\$ (80,000)	\$ (80,217)	\$ (80,000)	\$ (78,302)	\$ (80,458)	\$ (102,853)	\$ (100,000)	\$ (106,651)	\$ (100,000)	\$ (43,810)	\$ (65,715)	\$ (100,000)	
Capital Contributions	\$ -			\$ -	\$ 261,659	\$ -	\$ 311,760	\$ -	\$ 43,355	\$ 65,033	\$ -	\$ -	
Interest Income	\$ -			\$ 112	\$ -	\$ 2,060	\$ -	\$ 5,026	\$ -	\$ 2,377	\$ 3,566	\$ -	
Amortization	\$ -			\$ 753	\$ 3,511	\$ 753	\$ (4,765)	\$ 753	\$ (5,482)	\$ (8,223)	\$ 753	\$ 753	
Depreciation	\$ (775,000)	\$ (786,741)		\$ 773,206	\$ (780,000)	\$ (780,000)	\$ (780,000)	\$ (780,000)	\$ (780,000)	\$ (500,000)	\$ (750,000)	\$ (780,000)	
Bond Issue Costs						\$ (47,422)				\$ -	\$ -	\$ -	
<b>Total Other Income (Expenses)</b>	<b>\$ (855,000)</b>			<b>\$ 691,697</b>	<b>\$ (859,690)</b>	<b>\$ (557,265)</b>	<b>\$ (879,247)</b>	<b>\$ (574,630)</b>	<b>\$ (879,247)</b>	<b>\$ (503,560)</b>	<b>\$ (755,340)</b>	<b>\$ (879,247)</b>	

Current Customer Count = 3,485

**Martin County Water District**

**2025 Fiscal Year Budget Estimate**

**Debt Schedule**

Debt	Budget 2019	Budget 2020	Projected 2020	Scheduled 2021	Scheduled 2022	Scheduled 2023	Scheduled 2024	Proposed 2025	Notes
Notes Payable - KIA									
Principal	\$53,007	\$54,620	\$54,620	\$56,281	\$56,281	\$56,281	\$56,281	\$0	Payments made monthly Paid off 1/31/2024
Interest	\$14,440	\$12,827	\$12,827	\$11,166	\$11,166	\$11,166	\$11,166	\$0	
Admin Fee	\$963	\$855	\$855	\$744	\$744	\$744	\$744	\$0	
KIA N/P Total	\$68,410	\$68,302	\$68,302	\$68,191	\$68,191	\$68,191	\$68,191	\$0	
Loan Payable - KIA									
Principal							\$56,324	\$67,589	Payments made monthly
Interest							\$0	\$0	
Admin Fee							\$0	\$0	
KIA N/P Total	\$0	\$0	\$0	\$0	\$0	\$0	\$56,324	\$67,589	
Lease Payable - KACO									
Principal	\$10,000	\$15,000	\$15,000	\$15,000	\$15,000	\$15,000	\$15,000	\$11,222	Principal due 3/20 each year payoff 3/20/25
Interest	\$5,763	\$4,910	\$4,910	\$3,968	\$3,968	\$3,968	\$1,277	\$288	
KACO Lease Payable Total	\$15,763	\$19,910	\$19,910	\$18,968	\$18,968	\$18,968	\$18,968	\$11,510	
Bonds Payable - 2015 E Current Refunding									
Principal	\$55,000	\$60,000	\$60,000	\$60,000	\$60,000	\$60,000	\$65,000	\$70,000	Principal is due 1/1 so funded in p/yr
Interest	\$68,939	\$67,784	\$67,784	\$65,324	\$65,324	\$65,324	\$57,739	\$55,724	
2015 E Current Refunding Total	\$123,939	\$127,784	\$127,784	\$125,324	\$125,324	\$125,324	\$125,324	\$125,724	
Total Debt - All Issues	\$74,173	\$73,212	\$215,995	\$72,159	\$72,159	\$72,159	\$212,483	\$204,823	
Total Interest Expense	\$24,440	\$27,827	\$85,521	\$26,166	\$26,166	\$26,166	\$80,458	\$56,012	
Total Admin Fees Expense	\$963	\$855	\$855	\$744	\$744	\$744	\$744	\$0	

# Martin County Water District

## 2025 Fiscal Year Budget Estimate

### Capital Improvements Water System, Sewer System, Machinery and Equipment

	2025 Budget	Funding Source
<b>Water System Improvements</b>		
Meter Replacement Project	\$ 2,000,000	Kentucky General Assembly
Turkey Tank Rehbiltation	\$ 681,000	Kentucky General Assembly
Lead Service Line Replacement	\$ 299,250	KIA SRF
Otto Brown	\$ 2,000,000	AML
Filter Repair Unit 3	\$ 250,000	AML
Tank Inspections	\$ 7,000	Funded From Cash if Available
Projects 113-19-05 & 113-19-06 Rehabilitation of Otto Brown Booster Station, Line replacement to Middlefork Tank, Upgrade of Davella Booster Station	\$ 750,000	AML
Coldwater Line Replacement	\$ 5,000,000	AML
Contracts 113-20-02 & 113-20-03 Hunters Lane & Rockhouse Creek Utility Relocations	TBD	KYTC
FEMA Backup Generator Project	\$ 1,320,000	FEMA
High School Pump Station Check Valve	\$ 70,000	STILL SEEKING GRANT FUNDING
40E Service Line Replacement and 6" Line Abandonment	\$ 760,000	STILL SEEKING GRANT FUNDING
Turkey Water Line Replacement	\$ 6,822,000	STILL SEEKING GRANT FUNDING
Coldwater Line Replacement	\$ 3,419,000	STILL SEEKING GRANT FUNDING
Old Route 3 Line Replacement	\$ 5,066,000	STILL SEEKING GRANT FUNDING
Inez Water Line and Valve Replacement	\$ 5,318,000	STILL SEEKING GRANT FUNDING
Distribution Building and Pipe Yard	\$ 897,000	STILL SEEKING GRANT FUNDING
292 Booster Station and Water Line Replacement	\$ 9,293,000	STILL SEEKING GRANT FUNDING
Big Elk Water Line Replacement and Booster Station Rehabilitation	\$ 2,433,000	STILL SEEKING GRANT FUNDING
Buffalo Horn Water Line Replacement and Booster Station Rehabilitation	\$ 2,186,000	STILL SEEKING GRANT FUNDING
645 Water Line Replacement and Booster Station Rehabilitation	\$ 1,255,000	STILL SEEKING GRANT FUNDING
Wolf Creek/Pigeon Roost Water Line Replacement	\$ 1,315,000	STILL SEEKING GRANT FUNDING
Meathouse Water Line Replacement and Booster Station Rehabilitation	\$ 7,652,000	STILL SEEKING GRANT FUNDING
Hode Water Line Replacement	\$ 5,226,000	STILL SEEKING GRANT FUNDING
Cassell Branch Water Line Replacement and Booster Station Rehabilitation	\$ 1,574,000	STILL SEEKING GRANT FUNDING
Creek Crossing Replacement	\$ 1,000,000	STILL SEEKING GRANT FUNDING
Valve Insertion	\$ 750,000	STILL SEEKING GRANT FUNDING
Water Plant High Service Pump Replacement	\$ 850,000	STILL SEEKING GRANT FUNDING
Big Lick Water Line Replacement and Booster Station Rehabilitation	\$ 1,877,000	STILL SEEKING GRANT FUNDING
Peter Cave Water Line Replacement and Booster Station Rehabilitation	\$ 1,457,000	STILL SEEKING GRANT FUNDING
<b>Sub-Total Water System Improvements</b>	<b>\$ 66,547,000</b>	

<b>Infrastructure Improvements</b>		
Doors for Valve Vaults	\$ 10,000	Funded From Cash if Available
Booster Stations - Building Repairs and/or Replacements	\$ 10,000	Funded From Cash if Available
Filter Media Filters 3 thru 6	\$ 60,000	
<b>Sub-Total Building and Land Improvements</b>	<b>\$ 80,000</b>	

<b>Machinery and Equipment</b>		
Excavator w/Trailer (Mini w/attachments)	\$ 70,000	Funded From Cash if Available
3/4 ton 4x4 tool truck with Hoist, Generator, and Compressor	\$ 120,000	Funded From Cash if Available
(3)Passenger Truck 4x4	\$ 150,000	Funded From Cash if Available
Road Bore Machine	\$ 15,000	Funded From Cash if Available
Online Turbidimeters and Controller	\$ 24,000	Funded From Cash if Available
Level Probes for Filter 4 and 5	\$ 15,000	Funded From Cash if Available
<b>Sub-Total Machinery and Equipment</b>	<b>\$ 394,000</b>	

<b>2025 Improvements From Funding Agencies</b>	<b>\$ 10,987,250</b>
<b>2025 Improvements Funded From Cash</b>	<b>\$ 474,000</b>
<b>2025 Improvements Funded From FEMA</b>	<b>\$ 1,320,000</b>
<b>2025 Improvements Still Seeking Grant Funding</b>	<b>\$ 59,220,000</b>
<b>Grand Total for 2025 Capital Improvements</b>	<b>\$ 72,001,250</b>

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