

CITY OF WEST LAFAYETTE  
COMMON COUNCIL  
PRE-COUNCIL MINUTES  
APRIL 2, 2009

The Common Council of the City of West Lafayette, Indiana, met in the Lower Level Conference Room at City Hall on April 2, 2009, at the hour of 4:30 p.m.

Mayor Dennis called the meeting to order and presided.

Present: Bunder, Burch, Hunt, Keen, and Roales.

Absent: Dietrich, Thomas.

Also present were City Attorney Burns, Clerk-Treasurer Rhodes, City Engineer Buck, Street Commissioner Downey, Fire Chief Drew, Human Resources Director Foster, WWTU Director Henderson, Police Captain Leroux, Parks Superintendent Payne, and Director of Development Poole.

UNFINISHED BUSINESS:

Ordinance No. 2-09 An Ordinance Requesting An Additional Appropriation – Perimeter Parkway Fund (Prepared by the Clerk-Treasurer) **PUBLIC HEARING**

Mayor Dennis read Ordinance No. 2-09 by title and noted that there would be a public hearing on this ordinance.

There was no further discussion.

NEW BUSINESS:

Ordinance No. 3-09 An Ordinance Amending The Ordinances Of The City Of West Lafayette Regulating Rental Housing Within The City (Submitted by Councilor Bunder)

Mayor Dennis read Ordinance No. 3-09 by title.

Mayor Dennis said Peter [Councilor Bunder], I absolutely appreciate all the work and effort you have put into this, but I think what we need to do is, there is still a public component that we have not yet been able to address. We have that meeting scheduled for April 9. Carl [Griffin] and Mr. Palmer visited me earlier this week. They would like to provide some input into that, so I have requested that the Council table that for this month, get the public input there at that April 9 meeting, and then move forward with whatever iteration comes from that at the May meeting.

Councilor Bunder said I would be happy to do that, but two months have passed since the first meeting that we had on overoccupancy. If the next meeting in April sets a series of public meetings, I would be happy to table the ordinance.

Mayor Dennis said you have it.

Councilor Bunder said but I'm not happy to do that now. I want to make sure that it gets underway and that we continue to focus on overoccupancy.

Mayor Dennis said we'll do it. You're part of the committee, just like I am. We'll see that it's done, between the two of us.

Councilor Roales said I guess I would have concerns about voting on it in May, with the students gone or potentially very busy with finals that week. So that may put us back to an August schedule, which, if we do have a series of meetings, may make sense. But, you know, I would—

Councilor Bunder said I would be happy to do that. I just want to see the series of meetings first, I want to see this is underway.

Councilor Roales said I would have concerns about voting on it during the summer, just because, you know, 52% of our City is gone.

Mayor Dennis said so what are you proposing? We wait until August to vote?

Councilor Roales said well, yes, we'll think about that when we're devising the schedule.

Mayor Dennis said but realize, right now, we've got an ordinance that's very, very difficult, if not impossible, to enforce. That's the only reason. We could go ahead and get something that we can put on the books, that we can enforce, that will withstand court muster. If we could get the meeting established, so we could get the business aspect of it taken care of in May, if it meets satisfaction, obviously, we're not going to have a lack of communication between now and that time. If we feel we need to extend that, I think that it would be fine. Because what we are dealing with here is overoccupancy. If we want to make changes to the overall rental ordinance, I think that that might be something that would be a separate undertaking. But if we clean up for the overoccupancy, I think we'd be on good legal footing, in the event that we have to go to court and have an issue with housing involving this.

Councilor Roales said I mean, I think, we only have two items on the agenda Monday. I don't see the first one taking a lot of time. I mean, I don't know why we can't spend, you know, a decent amount of time Monday receiving public input, at the same time as the Council meeting.

Mayor Dennis said again, I think it's never a problem having public input at a Council meeting. I think the viable—and that's the whole point of this process—but we're talking about making modification to an existing ordinance. I think that it's important that we encourage public input at more of a work session than in a legislative meeting, and that's what I'm trying to accomplish. Because we have that work session set up, and then we may continue, as Councilor Bunder's recommended, work sessions from that point.

Councilor Bunder said but I want this passed on first reading, if I can pull that off. I would be happy to stop work on it. I want it to be part of our real business real soon.

Councilor Hunt said I guess, if I may, I'm eager to have the public hearing or the meeting where the students can come to the 9<sup>th</sup> meeting, which is at night, and that's really good. I need a little more time to think about this. It's big. I was trying to read it the last few days and look at what's in the City Code and see what this is. I'm just befuddled. It would help me if we could put it off. I do see the importance of having the students here.

Councilor Roales said I mean, that's what, I guess, I'm talking about. You know, we have the students here now and in May, but not June, July necessarily. You know, August, we get them for half the month but not necessarily the part where we hold our August meeting. So we're looking only at September, which, you know, we've had a couple of cases this year, and we'll probably have a couple cases—well, I doubt we'll have overoccupancy cases during the summer. I mean, it's just not—

Mayor Dennis said it's not—

Councilor Hunt said Councilor Roales, we had—it must have been the smoking ordinance—we had a meeting in the Pharmacy 172 or whatever that big—

Councilor Roales said yes. It was—

Councilor Hunt said on campus, actually on campus.

Councilor Roales said yes.

Councilor Hunt said I wonder if we could do that before they leave.

Councilor Roales said you know, I think, I bet we could. I mean, did you have something scheduled?

Mayor Dennis said for the ninth.

Councilor Roales said I mean we may—potentially—move that to campus.

Councilor Hunt said well, a lot of people are intimidated by campus, if they're not students, and the landlords might— I mean, they really are. I mean—

Councilor Bunder said my understanding of the April meeting is that it would help set the process in motion that would move us to a reexamination of—

Councilor Hunt said the April Council or the next Thursday?

Councilor Bunder said the April overoccupancy committee meeting.

Mayor Dennis said the ninth. It's on the ninth.

Councilor Bunder said and I'm pleased to have that happen. But that meeting was scheduled and the Mayor wrote a response to the current ordinance only after I sent in an ordinance. Okay? So I am—I believe it is in my best interest as the representative of the 2<sup>nd</sup> District where lots of people think this is really important, to get this before the Council in some official way, and to get this underway. I am prepared to pull back, once that schedule is in place. I have no objection to Paul's [Councilor Roales'] concern about wait until August. It may take us a while to do this, but I am not going to let this go.

Mayor Dennis said okay, so at Council we'll go ahead and offer up whether or not we'll table it, and we can make a decision, take a vote then. Okay? And that will be on Monday. Other discussion?

There was no further discussion.

ADJOURNMENT:

Mayor Dennis said what we'll do now is we'll go ahead and adjourn Pre-Council. For those department heads that don't need to attend, you're free to go, and then Mr. Treat [of O.W. Krohn & Associates] is going to give us a presentation on the financial report on the Utility. I'd like Mr. [Wastewater Utility Director] Henderson and Mr. [City Engineer] Buck, if you would, please, to stay. Everybody else... And Mr. Burns will also be excused, because I pay him by the hour.

The time was 4:43 p.m.

SPECIAL PRESENTATION [see attached]:

Mr. Jim Treat of O.W. Krohn & Associates reviewed the 2008 Annual Management Financial Report of the Wastewater Treatment Utility. His report was in three sections: Historical financial information, historical supplemental information, and projected financial information. He also distributed a sheet that showed how West Lafayette's charges compared with other utilities, and indicated which other utilities have implemented stormwater fees as well. The report is designed to provide information for management and oversight of the Utility; it is not an audit, as the State Board of Accounts provides that. Mr. Treat concluded that the Utility has a strong financial profile, including strong cash balances and revenue, high current and projected bond coverage ratios, and stable net revenues from operations.

Councilor Hunt questioned whether implementing the stormwater regulations would take a burden off the Plant, in terms of reducing the volume flowing through the facility, since the Plant is fairly close to the maximum capacity. Wastewater Utility Director Henderson responded that it would not, and that in 2006, IDEM issued an early warning letter to the City, advising that loads might be nearing capacity. He reported that a capacity evaluation will be done later this year and he will be able to determine a course of action after that.

Councilor Hunt suggested that projected recyclable sales might be too high, given the market drop for recycled products. She also asked whether the grant from Tippecanoe County should be included as an income item, as the County does not want to commit to support of the recycling center, except on a year-by-year basis. Mr. Treat said that revenue as well as expense projections are evaluated as changes occur; this is part of the ongoing review of the Utility. The Board of Works receives monthly Utility financial statements that provide budget utilization and prior year comparisons.

Mayor Dennis thanked Mr. Treat for his firm's excellent work in preparation of the report and for his thoughtful analysis and presentation.

WEST LAFAYETTE WASTEWATER UTILITY  
2008 ANNUAL FINANCIAL MANAGEMENT REPORT

MARCH 25, 2009



O.W. Krohn & Associates, LLP  
*CPA's and Consultants*

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Otto W. Krohn, CPA, CMC  
James W. Treat, CPA

231 E. Main Street, Westfield, Indiana 46074

American Institute of CPAs  
Indiana CPA Society

March 25, 2009

Honorable John Dennis, Mayor and  
Members of the Board of Public Works and Safety  
Mr. David S. Henderson, Utility Director  
City of West Lafayette  
City Hall  
609 W. Navajo  
West Lafayette, Indiana 47906

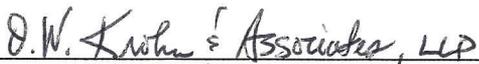
This is a special purpose report directed toward providing information for your review and consideration relative to the financial management of the West Lafayette Wastewater Utility (the "Utility"). The report is designed to provide information that may be helpful to City officials in their role as managers of the Utility.

We have compiled the accompanying Statement of Net Assets of the Utility as of December 31, 2008 and December 31, 2007 and the related Statement of Revenues, Expenses and Changes in Fund Net Assets and Statement of Cash Flows for the calendar years 2008 and 2007 (and supplementary data which is presented only for supplementary analysis purposes) in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit substantially all of the disclosures required by generally accepted accounting principles. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Utility's financial position, results of operations and its cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

This report is intended solely for the information and internal use of management of the West Lafayette Wastewater Utility and should not be used for any other purpose. This restriction is not intended to limit distribution of this report, which is a matter of public record.

  
O.W. Krohn & Associates, LLP

# WEST LAFAYETTE WASTEWATER UTILITY

## GENERAL COMMENTS

### Historical Financial Statements – Pages 1 – 5

The accounts of the Wastewater Utility are maintained and the financial statements are presented on the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recognized when incurred. The accounting guide in use by the Utility is the Uniform System of Accounts for Wastewater (Sewage) Utilities, published by the National Association of Regulatory Utility Commissioners.

Included on pages 1 through 5 are the compiled statement of net assets as of December 31, 2008 and December 31, 2007, and the compiled revenues, expenses and changes in fund net assets for the calendar years ended December 31, 2008 and 2007, and the compiled statements of cash flows for calendar year 2008 and 2007. The information presented in this report is based on the recorded books and records of the Utility.

### Detail of Operation and Maintenance Expenses – Pages 6 - 7

Pages 6 and 7 include line item operating expense detail by function for 2008 and 2007. Total expenditures increased \$236,511 or 7.6% in 2008 compared to the prior year. We have also included the 2008 Budgeted amounts for comparative purposes. Total expenditures were under budget in 2008 by \$155,680 or 4.5%. Operating cost per 1,000 gallons of billed flows can provide another useful way of analyzing costs and has been included by function and in total for the Utility. In 2008, total cash operating expenditures resulted in a cost of \$2.12 per gallon billed compared to \$2.06 in the prior year. The average residential customer with a monthly bill of \$28.05 for 5,000 gallons pays \$5.61 per 1,000 gallons.

### Comparison of Fund Balances With Recommended Reserves – Page 8

This schedule highlights the Utility's cash and investment positions as of December 31, 2008. According to the terms of the outstanding bond ordinances, the Utility is required to maintain minimum balances in certain accounts in order to ensure that the Utility has adequate funds to pay the expected costs of operation and maintenance, repay outstanding debt, fund the debt service reserve, and provide an allowance for capital improvements. This analysis demonstrates that the Utility is maintaining all required reserves and has accumulated cash balances to supplement the funding of future projects.

## **GENERAL COMMENTS (continued)**

### **Amortization Schedules and Combined Debt Services – Pages 9 – 14**

Pages 9 through 13 present amortization schedules for the principal and interest due on the outstanding 1994, 1998, 2001, 2004, and 2006 Bonds. All of the outstanding revenue bonds were sold to the State Revolving Loan fund at below market subsidized rates of interest ranging from 2.9% to 3.64%. SRF Loan proceeds for the 2004 Bonds and 2006 Bonds have not yet been fully drawn. The 2006 Bond has an additional capacity of \$2.45 million which is expected to be drawn in 2009. The 2004 Bond has an additional capacity of \$4.53 million which is expected to be drawn over the next few years. Page 14 contains a combined debt service schedule. Maximum annual debt service totals \$3,178,971.50 in 2011.

### **Schedule of Gallons Treated and Billed – Page 15**

Treated flows in 2008 totaled 3.05 billion gallons, an average of 8.37 MGD. This schedule also summarizes gallons and total dollars billed by month.

### **Billing Statistics by Meter Size – Page 16**

This schedule shows 2008 monthly billing data by meter size including dollars billed, consumption per 1,000 gallons and customer counts.

### **Current Rates and Charges – Page 17**

Page 17 summarizes the Utility's rates and charges for wastewater treatment and solid waste removal services. Wastewater user rates were last amended effective July 1, 2006.

### **Projected Operating Revenues and Expenses – Page 18**

Projected operating revenues and expenditures are based upon budgeted amounts for 2009 with revenue adjustments for new fees under consideration. It should be noted that 2009 is the first year that sanitation and pollution prevention system maintenance activities are a part of the wastewater utility. The 2009 budget was crafted to enable wastewater to assume these activities without a significant decrease in Utility net operating revenues. Additional fee revenues are anticipated in the future for storm water charges and the handling of Fats, Oil and Grease treatment. Expenditures are trended using the 2009 budget as the baseline with annual increases ranging from 2% to 5% depending upon the type of expenditure. 2008 Actual amounts are shown for comparative purposes.

## GENERAL COMMENTS (continued)

### Five Year Capital Plan – Page 19

Capital projects and related expenditures by functional category are summarized for 2009 through 2013. Specific projects and overall cost estimates have been provided by the Utility Director. Additionally, general provisions have been included for general equipment and capital expenditures for the sanitation and pollution prevention system maintenance areas. Total expenditures are offset by the remaining SRF Loan draws available from the 2004 Bonds and 2006 Bonds. The 2004 Bonds will fund the Western Interceptor Division III and a portion of Division IV. The 2006 Bonds will fund a portion of the remaining Digester project costs. All other projects are shown as paid by funds on hand.

### Projected Cash Flows and Bond Coverage – Page 20

This schedule projects cash flows for 2009 through 2013 beginning with operating revenues and expenditures from page 18. Other pledged revenues include interest income, based upon a 1% return on projected cash balances, and tap fees. From the resulting net revenues, which range from \$5.2 to \$5.5 million, we have deducted the current budgeted \$428,400 payment to the City for PILT, debt service for all outstanding bonds (see page 14) and projected capital expenditures from page 19. Based upon the assumptions provided by management, total cash balances will be stable and increasing through 2010. In 2011-2013, large capital projects under consideration are shown in the projections for each year. The only bond funding included during 2011-2013 is use of the remaining proceeds from the 2004 SRF Loan. Use of cash on hand to fund the additional capital needs in those years would require the net expenditure of approximately \$6.8 million of improvement funds. Bond coverage, using 2009 budget amounts, would be 180%. For the remainder of the projection, calculated coverage decreases about 4% annually to 164% in 2013.

### Comparison of Budgeted and Actual Revenue, Revenue Requirements and Bond Coverage – Page 21

Revenue requirements are those items which the Utility must provide for in its rates and include: cash operating and maintenance, debt service, capital improvements and payment in lieu of taxes. Any remaining revenues would be for reserves and contingencies. We have compared actual and projected revenues versus revenue requirements for 2008 and the 2009 budget as one measure of the sufficiency of the current rates. Based upon actual 2008 pledged revenues, operating expenditures and debt service, the Utility generated a 213% bond coverage ratio. The minimum requirement of the SRF program, which has provided the past financings, is 125%.

## **GENERAL COMMENTS (continued)**

### General Overview

While the schedules presented above do not represent a comprehensive analysis of current rates and charges, they do give indications of the overall financial performance of the Utility on a historical and projected basis. Generally they present a strong financial profile including:

- Strong cash balances and reserves.
- High current and projected bond coverage ratios.
- Stable net revenues from operations.

The Utility has studies in process to identify new revenue streams including storm water fees and plans to keep in effect strong management oversight, budgeting and financial reporting processes to help maintain its positive financial position.

WEST LAFAYETTE WASTEWATER UTILITY

HISTORICAL FINANCIAL INFORMATION

## WEST LAFAYETTE WASTEWATER UTILITY

STATEMENT OF NET ASSETS

<u>ASSETS</u>	<u>DECEMBER 31</u>	
	<u>2008</u>	<u>2007</u>
CURRENT AND ACCRUED ASSETS:		
OPERATING FUND	\$1,031,643	\$646,398
ACCOUNTS RECEIVABLE - WASTEWATER	327,820	331,778
ACCRUED INTEREST RECEIVABLE	49,589	43,060
INVENTORY	114,649	120,693
	<hr/>	<hr/>
TOTAL CURRENT AND ACCRUED ASSETS	1,523,701	1,141,929
	<hr/>	<hr/>
NON-CURRENT ASSETS:		
RESTRICTED ASSETS:		
IMPROVEMENT FUND	11,307,089	10,364,409
BOND AND INTEREST FUND	910,000	880,000
DEBT SERVICE RESERVE FUND	2,800,675	2,572,708
CONSTRUCTION RETAINAGE FUND	415,794	136,446
	<hr/>	<hr/>
TOTAL RESTRICTED ASSETS	15,433,558	13,953,563
	<hr/>	<hr/>
CAPITAL ASSETS:		
LAND	604,120	593,385
PLANT	25,657,374	25,657,374
INTERCEPTOR SEWERS	23,030,437	22,533,075
LIFT STATIONS	6,221,870	5,091,167
VEHICLES AND OTHER EQUIPMENT	4,578,414	4,705,398
ACCUMULATED DEPRECIATION	(13,410,140)	(12,344,705)
CONSTRUCTION IN PROGRESS	17,812,935	6,242,936
	<hr/>	<hr/>
NET CAPITAL ASSETS	64,495,010	52,478,630
	<hr/>	<hr/>
OTHER ASSETS:		
NET PENSION ASSETS	69,675	69,675
	<hr/>	<hr/>
TOTAL ASSETS	<hr/> <hr/>	<hr/> <hr/>
	\$81,521,944	\$67,643,797

(The Accountant's compilation report is an integral part of the statement.)

WEST LAFAYETTE WASTEWATER UTILITY

STATEMENT OF NET ASSETS  
(CONTINUED)

	DECEMBER 31	
	2008	2007
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT AND ACCRUED LIABILITIES:		
ACCOUNTS PAYABLE	\$166,732	\$3,256
ACCRUED WAGES PAYABLE	95,540	68,191
COMPENSATED ABSENCES	219,089	144,662
RETAINAGE PAYABLE	415,794	136,446
DUE TO OTHER FUNDS	39,780	78,057
CURRENT PORTION OF LONG-TERM DEBT		
1994 BONDS	1,060,000	1,030,000
1998 BONDS	435,000	420,000
2001 BONDS	310,000	305,000
2004 BONDS	5,000	5,000
2006 BONDS	10,000	0
	<hr/>	<hr/>
TOTAL CURRENT AND ACCRUED LIABILITIES	2,756,935	2,190,612
	<hr/>	<hr/>
NON-CURRENT LIABILITIES:		
1994 BONDS	8,355,000	9,415,000
1998 BONDS	5,680,000	5,965,275
2001 BONDS	4,990,000	5,300,000
2004 BONDS	7,833,291	3,762,217
2006 BONDS	7,135,216	212,363
	<hr/>	<hr/>
TOTAL NON-CURRENT LIABILITIES	33,993,507	24,654,855
	<hr/>	<hr/>
TOTAL LIABILITIES	\$36,750,442	\$26,845,467
	<hr/> <hr/>	<hr/> <hr/>
NET ASSETS		
INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT	\$28,681,503	\$26,063,775
RESTRICTED	15,087,439	13,886,792
UNRESTRICTED	1,002,560	847,763
	<hr/>	<hr/>
TOTAL NET ASSETS	\$44,771,502	\$40,798,330
	<hr/> <hr/>	<hr/> <hr/>

(The Accountant's compilation report is an integral part of the statement.)

WEST LAFAYETTE WASTEWATER UTILITY

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND NET ASSETS  
FOR THE TWELVE MONTHS ENDED

	<u>DECEMBER 31</u>	
	<u>2008</u>	<u>2007</u>
OPERATING REVENUES:		
RESIDENTIAL AND COMMERCIAL SALES	\$4,977,081	\$5,043,633
PURDUE UNIVERITY SALES	3,664,591	3,076,729
PENALTIES	78,049	73,053
	<u>8,719,721</u>	<u>8,193,415</u>
TOTAL OPERATING REVENUES		
OPERATING EXPENSES:		
ADMINISTRATIVE AND GENERAL	870,364	783,711
LABORATORY	175,674	162,528
COLLECTION SYSTEM	411,050	373,054
PLANT OPERATION	1,520,642	1,428,592
PLANT MAINTENANCE	104,323	79,893
BILLING EXPENSE	174,704	168,551
UNDISTRIBUTED	72,473	96,390
	<u>3,329,230</u>	<u>3,092,719</u>
SUB-TOTAL		
DEPRECIATION	1,202,175	1,242,563
	<u>4,188,316</u>	<u>3,858,133</u>
NET OPERATING INCOME		
NON-OPERATING REVENUES (EXPENSES):		
INTEREST INCOME	331,965	662,173
TAP FEES	124,971	167,445
LOSS ON DISPOSAL OF ASSETS	(9,732)	(30,794)
PAYMENT IN LIEU OF TAXES	(401,500)	(344,545)
INTEREST ON 1994 BONDS	(297,900)	(328,350)
INTEREST ON 1998 BONDS	(183,450)	(186,006)
INTEREST ON 2001 BONDS	(158,122)	(166,822)
INTEREST ON 2004 BONDS	0	(18,239)
INTEREST ON 2006 BONDS	0	(7,631)
	<u>(593,768)</u>	<u>(252,769)</u>
TOTAL NON-OPERATING REVENUES (EXPENSES)		
NET INCOME BEFORE CONTRIBUTIONS	3,594,548	3,605,364
CONTRIBUTIONS	378,624	1,437,900
	<u>3,973,172</u>	<u>5,043,264</u>
CHANGE IN NET ASSETS		
NET ASSETS - BEGINNING	40,798,330	35,755,066
	<u>44,771,502</u>	<u>40,798,330</u>
NET ASSETS - ENDING		

(The Accountant's compilation report is an integral part of the statement.)

WEST LAFAYETTE WASTEWATER UTILITY

STATEMENT OF CASH FLOWS  
FOR THE YEARS ENDED

DECEMBER 31

	2008	2007
CASH FLOW FROM OPERATING ACTIVITIES:		
CASH RECEIVED FROM CUSTOMERS	\$8,729,723	\$8,257,465
CASH PAID TO SUPPLIERS, EMPLOYERS AND OTHERS	(3,102,255)	(3,082,003)
NET CASH FROM OPERATING ACTIVITIES	5,627,468	5,175,462
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
PAYMENT IN LIEU OF TAXES	(401,500)	(344,545)
NET CASH FROM NONCAPITAL FINANCING ACTIVITIES	(401,500)	(344,545)
CASH FLOWS FROM CAPITAL AND FINANCING ACTIVITIES:		
ACQUISITION AND CONSTRUCTION OF CAPITAL ASSETS	(12,877,018)	(5,936,359)
CHANGE IN RETAINAGE PAYABLE	279,348	136,446
SRF PROCEEDS - 2004 AND 2006 REVENUE BONDS	11,158,652	3,715,245
PRINCIPAL PAID ON 1994 REVENUE BONDS	(1,030,000)	(1,000,000)
PRINCIPAL PAID ON 1998 REVENUE BONDS	(420,000)	(410,000)
PRINCIPAL PAID ON 2001 REVENUE BONDS	(305,000)	(295,000)
PRINCIPAL PAID ON 2004 REVENUE BONDS	(5,000)	(5,000)
INTEREST PAID ON 1994 REVENUE BONDS	(297,900)	(328,350)
INTEREST PAID ON 1998 REVENUE BONDS	(183,450)	(186,006)
INTEREST PAID ON 2001 REVENUE BONDS	(158,122)	(166,822)
INTEREST PAID ON 2004 REVENUE BONDS	(254,186)	(108,638)
INTEREST PAID ON 2006 REVENUE BONDS	(97,083)	(7,631)
TAP FEES COLLECTED	124,971	167,445
CONTRIBUTIONS	378,624	1,437,900
NET CASH FROM CAPITAL AND FINANCING ACTIVITIES	(3,686,164)	(2,986,770)
CASH FLOWS FROM INVESTING ACTIVITIES:		
INTEREST ON INVESTMENTS	325,436	674,451
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,865,240	2,518,598
CASH, BEGINNING OF YEAR	14,599,961	12,081,363
CASH, END OF YEAR	\$16,465,201	\$14,599,961

(The Accountant's compilation report is an integral part of the statement.)

WEST LAFAYETTE WASTEWATER UTILITY

STATEMENT OF CASH FLOWS  
FOR THE YEARS ENDED  
(CONTINUED)

	<u>DECEMBER 31</u>	
	<u>2008</u>	<u>2007</u>
RECONCILIATION OF NET OPERATING INCOME TO CASH PROVIDED FROM OPERATIONS:		
NET OPERATING REVENUES	\$4,188,316	\$3,858,133
ADJUSTMENTS TO RECONCILE NET OPERATING REVENUES TO NET CASH PROVIDED BY OPERATIONS :		
DEPRECIATION	1,202,175	1,242,563
(INCREASE) DECREASE IN:		
ACCOUNTS RECEIVABLE	3,958	61,862
INVENTORY	6,044	2,188
INCREASE (DECREASE) IN:		
ACCOUNTS PAYABLE	163,476	(30,136)
ACCRUED WAGES PAYABLE	27,349	19,628
COMPENSATED ABSENCES	74,427	20,898
DUE TO OTHER FUNDS	<u>(38,277)</u>	<u>326</u>
NET CASH PROVIDED FROM OPERATIONS	<u><u>\$5,627,468</u></u>	<u><u>\$5,175,462</u></u>

(The Accountant's compilation report is an integral part of the statement.)

WEST LAFAYETTE WASTEWATER UTILITY  
HISTORICAL SUPPLEMENTAL INFORMATION

WEST LAFAYETTE WASTEWATER UTILITY

DETAIL OF OPERATION AND MAINTENANCE EXPENSES  
FOR THE TWELVE MONTHS ENDED

	DECEMBER 31		BUDGET 2008
	2008	2007	
ADMINISTRATION - GENERAL			
UTILITY ADMINISTRATION WAGES	\$280,825	\$312,306	\$455,570
UTILITY ADMINISTRATION INSURANCE	43,288	42,045	0
UTILITY ADMINISTRATION BENEFITS	48,208	51,632	0
CITY ADMINISTRATION WAGES	284,609	143,637	171,600
CITY ADMINISTRATION INSURANCE	27,360	16,537	0
CITY ADMINISTRATION BENEFITS	32,446	24,093	0
SUPPLIES	17,513	6,278	10,300
PUBLIC RELATIONS	118	345	1,240
CONSULTING	52,829	121,681	282,000
LEGAL	17,703	5,751	12,360
PRINTING & ADVERTISING	5,005	8,124	6,180
EDUCATION & TRAVEL	3,093	3,156	4,950
SUBSCRIPTIONS & DUES	1,346	398	1,030
POSTAGE	3,834	3,361	2,580
TELEPHONE	6,478	7,450	11,330
SERVICE CONTRACTS	15,870	11,520	10,300
OFFICE EQUIP/REPAIR	9,152	1,667	2,580
LIENS & AUDITS	8,032	10,655	10,820
PERMIT & FEES	12,655	13,075	14,420
	<u>870,364</u>	<u>783,711</u>	<u>997,260</u>
SUBTOTAL			
	<i>COST PER 1,000 GAL.</i>		
	<u>\$ 0.5547</u>	<u>\$ 0.5218</u>	<u>\$ 0.6355</u>
LABORATORY			
WAGES	106,599	100,862	133,430
INSURANCE	18,611	17,853	0
EMPLOYEE BENEFITS	17,036	14,867	0
SUPPLIES	21,234	16,608	18,540
EQUIPMENT	1,888	3,149	1,030
SERVICE CONTRACTS	4,053	425	1,450
CONSULTING	6,063	8,764	12,360
MISCELLANEOUS	190	0	0
EQUIPMENT REPAIR	0	0	1,030
	<u>175,674</u>	<u>162,528</u>	<u>167,840</u>
SUBTOTAL			
	<i>COST PER 1,000 GAL.</i>		
	<u>\$ 0.1120</u>	<u>\$ 0.1082</u>	<u>\$ 0.1070</u>
COLLECTION SYSTEM			
WAGES	196,551	164,940	257,000
INSURANCE	41,088	35,255	0
EMPLOYEE BENEFITS	33,805	26,637	0
SUPPLIES & MATERIALS	18,297	86,437	78,100
MACHINERY & TOOLS	0	0	520
VEHICLE MAINTENANCE	16,648	10,426	10,300
CSO MONITORS	21,899	16,720	110,000
CONTRACTUAL	46,212	22,588	71,550
LIFT STATIONS	34,683	9,501	15,450
EQUIPMENT-LEASE	1,867	550	0
	<u>411,050</u>	<u>373,054</u>	<u>542,920</u>
SUBTOTAL			
	<i>COST PER 1,000 GAL.</i>		
	<u>\$ 0.2619</u>	<u>\$ 0.2484</u>	<u>\$ 0.3460</u>

(The Accountant's compilation report is an integral part of the statement.)

WEST LAFAYETTE WASTEWATER UTILITY

DETAIL OF OPERATION AND MAINTENANCE EXPENSES  
FOR THE TWELVE MONTHS ENDED

	DECEMBER 31		BUDGET 2008
	2008	2007	
PLANT OPERATION			
WAGES	437,361	430,703	718,830
INSURANCE	75,244	71,072	0
EMPLOYEE BENEFITS	74,780	68,857	0
UTILITIES	376,501	345,350	330,920
SAFETY	3,992	2,942	5,150
UNIFORMS	15,914	16,144	13,000
SUPPLIES	12,692	2,226	7,210
CHEMICALS	58,052	51,770	50,000
POLYMER	0	0	4,120
TRAINING	20,614	20,320	28,000
SERVICE CONTRACTS	36,782	18,686	25,000
LANDFILL	18,513	17,490	20,600
LAND APPLICATION	386,979	375,524	200,000
EMERGENCY CONTRACTUAL	375	0	3,090
MACHINERY & TOOLS	2,843	7,508	3,090
SUBTOTAL	1,520,642	1,428,592	1,409,010
<i>COST PER 1,000 GAL.</i>	<u>\$ 0.9691</u>	<u>\$ 0.9511</u>	<u>\$ 0.8979</u>
PLANT MAINTENANCE			
SUPPLIES & MATERIALS	28,137	22,652	20,000
BLDG. GROUNDS SUPPLIES & MATERIALS	6,916	27,132	0
GASOLINE	26,807	15,497	20,000
LUBRICANTS	0	75	1,030
EQUIPMENT REPAIR (FIXED)	38,353	12,958	20,000
MACHINERY & TOOLS	4,110	1,579	1,030
SUBTOTAL	104,323	79,893	62,060
<i>COST PER 1,000 GAL.</i>	<u>\$ 0.0665</u>	<u>\$ 0.0532</u>	<u>\$ 0.0395</u>
BILLING EXPENSE			
WAGES	98,563	94,895	129,780
INSURANCE	25,797	23,482	0
EMPLOYEE BENEFITS	16,145	14,960	0
SUPPLIES & POSTAGE	20,180	20,175	20,600
BILLING AND SERVICE CONTRACTS	0	0	5,150
BAD DEBT	3,216	4,978	5,150
LIEN FEES AND OTHER	10,803	10,061	8,240
SUBTOTAL	174,704	168,551	168,920
<i>COST PER 1,000 GAL.</i>	<u>\$ 0.1113</u>	<u>\$ 0.1122</u>	<u>\$ 0.1076</u>
UNDISTRIBUTED EXPENSE			
INSURANCE	61,133	75,483	97,750
INJURIES & DAMAGES	0	0	5,150
WORKERS' COMP INSURANCE	11,340	20,907	34,000
SUBTOTAL	72,473	96,390	136,900
<i>COST PER 1,000 GAL.</i>	<u>\$ 0.0462</u>	<u>\$ 0.0642</u>	<u>\$ 0.0872</u>
TOTAL OPERATING EXPENSES	\$3,329,230	\$3,092,719	\$3,484,910
<i>COST PER 1,000 GAL.</i>	<u>\$ 2.1216</u>	<u>\$ 2.0590</u>	<u>\$ 2.2208</u>

(The Accountant's compilation report is an integral part of the statement.)

WEST LAFAYETTE WASTEWATER UTILITY

COMPARISON OF ACCOUNT BALANCES WITH MINIMUM REQUIREMENTS  
AT DECEMBER 31, 2008

	BALANCE AT 12/31/2008	MINIMUM RESERVE REQUIRED		AVAILABLE FOR TRANSFER
OPERATING FUND	\$1,031,643	\$709,762	(1)	\$321,881
BOND & INTEREST FUND	910,000	910,000	(2)	0
DEBT SERVICE RESERVE FUND	2,800,675	2,800,675	(3)	0
IMPROVEMENT FUND	11,307,089	0	(4)	11,307,089
CONSTRUCTION RETAINAGE FUND	415,794	415,794	(5)	0
TOTALS	\$16,465,201	\$4,836,231		\$11,628,970

(1) AN AMOUNT EQUAL TO TWO MONTHS OPERATING EXPENSES.

(2) AMOUNT EQUAL TO THE NEXT TWELVE MONTHS PRINCIPAL AND NEXT SIX MONTHS INTEREST. AT 12/31/08, THE 1/1/09 INTEREST PAYMENTS WERE MADE. THE REMAINING FUND BALANCE PROPERLY REFLECTS 50% OF THE 7/1/09 PRINCIPAL DUE.

(3) AN AMOUNT EQUAL TO THE MAXIMUM ANNUAL COMBINED DEBT SERVICE ON ALL OUTSTANDING BONDS BUILT UP OVER 60 MONTHS FROM DATE OF CLOSING ON EACH SRF LOAN. CURRENT REQUIREMENT CALCULATED AS FOLLOWS:

	TOTAL RESERVE REQUIREMENT	# MONTHS	12/31/2008 REQUIREMENT
1994 Bonds	\$1,112,640	60	\$1,112,640
1998 Bonds	508,636	60	508,636
2001 Bonds	381,477	60	381,477
2004 Bonds	699,374	48	559,499
2006 Bonds	476,845	30	238,423
TOTAL	\$3,178,972		\$2,800,675

(4) NO RESTRICTIONS ON TRANSFERS FROM THESE FUNDS WHICH ARE BOARD DESIGNATED FOR FUTURE PLANT EXPANSION AND IMPROVEMENTS, REPLACEMENTS AND EXTENSION OF THE SEWAGE WORKS.

(5) NOT AVAILABLE FOR TRANSFER; HELD IN ESCROW UNTIL COMPLETION AND ACCEPTANCE OF RELATED CONTRACTOR PROJECT.

(The Accountant's compilation report is an integral part of the statement.)

WEST LAFAYETTE WASTEWATER UTILITY

AMORTIZATION SCHEDULE  
\$9,415,000 SEWAGE WORKS REVENUE BONDS OF 1994

<u>PAYMENT DATE</u>	<u>PRINCIPAL BALANCE</u>	<u>PRINCIPAL</u>	<u>COUPON</u>	<u>INTEREST</u>	<u>PERIOD TOTAL</u>	<u>BOND YEAR TOTAL</u>
7/1/2009	\$9,415,000	\$1,060,000	3.00%	\$141,225.00	\$1,201,225.00	\$1,201,225.00
1/1/2010				125,325.00	125,325.00	
7/1/2010	8,355,000	1,090,000	3.00%	125,325.00	1,215,325.00	1,340,650.00
1/1/2011				108,975.00	108,975.00	
7/1/2011	7,265,000	1,125,000	3.00%	108,975.00	1,233,975.00	1,342,950.00
1/1/2012				92,100.00	92,100.00	
7/1/2012	6,140,000	1,155,000	3.00%	92,100.00	1,247,100.00	1,339,200.00
1/1/2013				74,775.00	74,775.00	
7/1/2013	4,985,000	1,190,000	3.00%	74,775.00	1,264,775.00	1,339,550.00
1/1/2014				56,925.00	56,925.00	
7/1/2014	3,795,000	1,230,000	3.00%	56,925.00	1,286,925.00	1,343,850.00
1/1/2015				38,475.00	38,475.00	
7/1/2015	2,565,000	1,265,000	3.00%	38,475.00	1,303,475.00	1,341,950.00
1/1/2016				19,500.00	19,500.00	
7/1/2016	1,300,000	<u>1,300,000</u>	3.00%	<u>19,500.00</u>	<u>1,319,500.00</u>	<u>1,339,000.00</u>
TOTALS		<u>\$9,415,000</u>		<u>\$1,173,375.00</u>	<u>\$10,588,375.00</u>	<u>\$10,588,375.00</u>

(The Accountant's compilation report is an integral part of the statement.)

WEST LAFAYETTE WASTEWATER UTILITY

AMORTIZATION SCHEDULE  
\$6,115,000 SEWAGE WORKS REVENUE BONDS OF 1998

<u>PAYMENT DATE</u>	<u>PRINCIPAL BALANCE</u>	<u>PRINCIPAL</u>	<u>COUPON</u>	<u>INTEREST</u>	<u>PERIOD TOTAL</u>	<u>BOND YEAR TOTAL</u>
7/1/2009	\$6,115,000	\$435,000	2.90%	\$88,667.50	\$523,667.50	\$523,667.50
1/1/2010				82,360.00	82,360.00	
7/1/2010	5,680,000	445,000	2.90%	82,360.00	527,360.00	609,720.00
1/1/2011				75,907.50	75,907.50	
7/1/2011	5,235,000	460,000	2.90%	75,907.50	535,907.50	611,815.00
1/1/2012				69,237.50	69,237.50	
7/1/2012	4,775,000	470,000	2.90%	69,237.50	539,237.50	608,475.00
1/1/2013				62,422.50	62,422.50	
7/1/2013	4,305,000	485,000	2.90%	62,422.50	547,422.50	609,845.00
1/1/2014				55,390.00	55,390.00	
7/1/2014	3,820,000	500,000	2.90%	55,390.00	555,390.00	610,780.00
1/1/2015				48,140.00	48,140.00	
7/1/2015	3,320,000	515,000	2.90%	48,140.00	563,140.00	611,280.00
1/1/2016				40,672.50	40,672.50	
7/1/2016	2,805,000	530,000	2.90%	40,672.50	570,672.50	611,345.00
1/1/2017				32,987.50	32,987.50	
7/1/2017	2,275,000	545,000	2.90%	32,987.50	577,987.50	610,975.00
1/1/2018				25,085.00	25,085.00	
7/1/2018	1,730,000	560,000	2.90%	25,085.00	585,085.00	610,170.00
1/1/2019				16,965.00	16,965.00	
7/1/2019	1,170,000	575,000	2.90%	16,965.00	591,965.00	608,930.00
01/01/20				8,627.50	8,627.50	
07/01/20	595,000	<u>595,000</u>	2.90%	<u>8,627.50</u>	<u>603,627.50</u>	<u>612,255.00</u>
TOTALS		<u>\$6,115,000</u>		<u>\$1,124,257.50</u>	<u>\$7,239,257.50</u>	<u>\$7,239,257.50</u>

(The Accountant's compilation report is an integral part of the statement.)

WEST LAFAYETTE WASTEWATER UTILITY

AMORTIZATION SCHEDULE  
\$5,300,000 SEWAGE WORKS REVENUE BONDS OF 2001

<u>PAYMENT DATE</u>	<u>PRINCIPAL BALANCE</u>	<u>PRINCIPAL</u>	<u>COUPON</u>	<u>INTEREST</u>	<u>PERIOD TOTAL</u>	<u>BOND YEAR TOTAL</u>
7/1/2009	\$5,300,000	\$310,000	2.90%	\$76,850.00	\$386,850.00	\$386,850.00
1/1/2010				72,355.00	72,355.00	
7/1/2010	4,990,000	320,000	2.90%	72,355.00	392,355.00	464,710.00
1/1/2011				67,715.00	67,715.00	
7/1/2011	4,670,000	330,000	2.90%	67,715.00	397,715.00	465,430.00
1/1/2012				62,930.00	62,930.00	
7/1/2012	4,340,000	340,000	2.90%	62,930.00	402,930.00	465,860.00
1/1/2013				58,000.00	58,000.00	
7/1/2013	4,000,000	350,000	2.90%	58,000.00	408,000.00	466,000.00
1/1/2014				52,925.00	52,925.00	
7/1/2014	3,650,000	360,000	2.90%	52,925.00	412,925.00	465,850.00
1/1/2015				47,705.00	47,705.00	
7/1/2015	3,290,000	370,000	2.90%	47,705.00	417,705.00	465,410.00
1/1/2016				42,340.00	42,340.00	
7/1/2016	2,920,000	380,000	2.90%	42,340.00	422,340.00	464,680.00
1/1/2017				36,830.00	36,830.00	
7/1/2017	2,540,000	395,000	2.90%	36,830.00	431,830.00	468,660.00
1/1/2018				31,102.50	31,102.50	
7/1/2018	2,145,000	405,000	2.90%	31,102.50	436,102.50	467,205.00
1/1/2019				25,230.00	25,230.00	
7/1/2019	1,740,000	415,000	2.90%	25,230.00	440,230.00	465,460.00
01/01/20				19,212.50	19,212.50	
07/01/20	1,325,000	430,000	2.90%	19,212.50	449,212.50	468,425.00
01/01/21				12,977.50	12,977.50	
07/01/21	895,000	440,000	2.90%	12,977.50	452,977.50	465,955.00
01/01/22				6,597.50	6,597.50	
07/01/22	455,000	<u>455,000</u>	2.90%	<u>6,597.50</u>	<u>461,597.50</u>	<u>468,195.00</u>
TOTALS		<u>\$5,300,000</u>		<u>\$1,148,690.00</u>	<u>\$6,448,690.00</u>	<u>\$6,448,690.00</u>

(The Accountant's compilation report is an integral part of the statement.)

WEST LAFAYETTE WASTEWATER UTILITY

AMORTIZATION SCHEDULE  
\$12,370,000 SEWAGE WORKS REVENUE BONDS OF 2004, SERIES A

<u>PAYMENT DATE</u>	<u>PRINCIPAL BALANCE</u>	<u>PRINCIPAL</u>	<u>COUPON</u>	<u>INTEREST</u>	<u>PERIOD TOTAL</u>	<u>BOND YEAR TOTAL</u>
7/1/2009	\$12,370,000	\$5,000	3.64%	\$225,134.00	\$230,134.00	\$230,134.00
1/1/2010				225,043.00	225,043.00	
7/1/2010	12,365,000	5,000	3.64%	225,043.00	230,043.00	455,086.00
1/1/2011				224,952.00	224,952.00	
7/1/2011	12,360,000	5,000	3.64%	224,952.00	229,952.00	454,904.00
1/1/2012				224,861.00	224,861.00	
7/1/2012	12,355,000	5,000	3.64%	224,861.00	229,861.00	454,722.00
1/1/2013				224,770.00	224,770.00	
7/1/2013	12,350,000	5,000	3.64%	224,770.00	229,770.00	454,540.00
1/1/2014				224,679.00	224,679.00	
7/1/2014	12,345,000	5,000	3.64%	224,679.00	229,679.00	454,358.00
1/1/2015				224,588.00	224,588.00	
7/1/2015	12,340,000	5,000	3.64%	224,588.00	229,588.00	454,176.00
1/1/2016				224,497.00	224,497.00	
7/1/2016	12,335,000	5,000	3.64%	224,497.00	229,497.00	453,994.00
1/1/2017				224,406.00	224,406.00	
7/1/2017	12,330,000	530,000	3.64%	224,406.00	754,406.00	978,812.00
1/1/2018				214,760.00	214,760.00	
7/1/2018	11,800,000	555,000	3.64%	214,760.00	769,760.00	984,520.00
1/1/2019				204,659.00	204,659.00	
7/1/2019	11,245,000	575,000	3.64%	204,659.00	779,659.00	984,318.00
01/01/20				194,194.00	194,194.00	
07/01/20	10,670,000	590,000	3.64%	194,194.00	784,194.00	978,388.00
01/01/21				183,456.00	183,456.00	
07/01/21	10,080,000	1,230,000	3.64%	183,456.00	1,413,456.00	1,596,912.00
01/01/22				161,070.00	161,070.00	
07/01/22	8,850,000	1,275,000	3.64%	161,070.00	1,436,070.00	1,597,140.00
01/01/23				137,865.00	137,865.00	
07/01/23	7,575,000	1,790,000	3.64%	137,865.00	1,927,865.00	2,065,730.00
01/01/24				105,287.00	105,287.00	
07/01/24	5,785,000	1,860,000	3.64%	105,287.00	1,965,287.00	2,070,574.00
01/01/25				71,435.00	71,435.00	
07/01/25	3,925,000	1,925,000	3.64%	71,435.00	1,996,435.00	2,067,870.00
01/01/26				36,400.00	36,400.00	
07/01/26	2,000,000	<u>2,000,000</u>	3.64%	<u>36,400.00</u>	<u>2,036,400.00</u>	<u>2,072,800.00</u>
TOTALS		<u>\$12,370,000</u>		<u>\$6,438,978.00</u>	<u>\$18,808,978.00</u>	<u>\$18,808,978.00</u>

Note: As of December 31, 2008 \$7,846,880 had been drawn out of the total authorized of \$12,380,000 for this SRF Loan.

WEST LAFAYETTE WASTEWATER UTILITY

AMORTIZATION SCHEDULE  
\$8,345,000 SEWAGE WORKS REVENUE BONDS OF 2006, SERIES B

<u>PAYMENT DATE</u>	<u>PRINCIPAL BALANCE</u>	<u>PRINCIPAL</u>	<u>COUPON</u>	<u>INTEREST</u>	<u>PERIOD TOTAL</u>	<u>BOND YEAR TOTAL</u>
7/1/2009	\$8,345,000	\$10,000	3.53%	\$147,289.25	\$157,289.25	\$157,289.25
1/1/2010				147,112.75	147,112.75	
7/1/2010	8,335,000	10,000	3.53%	147,112.75	157,112.75	304,225.50
1/1/2011				146,936.25	146,936.25	
7/1/2011	8,325,000	10,000	3.53%	146,936.25	156,936.25	303,872.50
1/1/2012				146,759.75	146,759.75	
7/1/2012	8,315,000	15,000	3.53%	146,759.75	161,759.75	308,519.50
1/1/2013				146,495.00	146,495.00	
7/1/2013	8,300,000	15,000	3.53%	146,495.00	161,495.00	307,990.00
1/1/2014				146,230.25	146,230.25	
7/1/2014	8,285,000	10,000	3.53%	146,230.25	156,230.25	302,460.50
1/1/2015				146,053.75	146,053.75	
7/1/2015	8,275,000	10,000	3.53%	146,053.75	156,053.75	302,107.50
1/1/2016				145,877.25	145,877.25	
7/1/2016	8,265,000	15,000	3.53%	145,877.25	160,877.25	306,754.50
1/1/2017				145,612.50	145,612.50	
7/1/2017	8,250,000	570,000	3.53%	145,612.50	715,612.50	861,225.00
1/1/2018				135,552.00	135,552.00	
7/1/2018	7,680,000	585,000	3.53%	135,552.00	720,552.00	856,104.00
1/1/2019				125,226.75	125,226.75	
7/1/2019	7,095,000	610,000	3.53%	125,226.75	735,226.75	860,453.50
01/01/20				114,460.25	114,460.25	
07/01/20	6,485,000	635,000	3.53%	114,460.25	749,460.25	863,920.50
01/01/21				103,252.50	103,252.50	
07/01/21	5,850,000	650,000	3.53%	103,252.50	753,252.50	856,505.00
01/01/22				91,780.00	91,780.00	
07/01/22	5,200,000	670,000	3.53%	91,780.00	761,780.00	853,560.00
01/01/23				79,954.50	79,954.50	
07/01/23	4,530,000	695,000	3.53%	79,954.50	774,954.50	854,909.00
01/01/24				67,687.75	67,687.75	
07/01/24	3,835,000	715,000	3.53%	67,687.75	782,687.75	850,375.50
01/01/25				55,068.00	55,068.00	
07/01/25	3,120,000	745,000	3.53%	55,068.00	800,068.00	855,136.00
01/01/26				41,918.75	41,918.75	
07/01/26	2,375,000	765,000	3.53%	41,918.75	806,918.75	848,837.50
01/01/27				28,416.50	28,416.50	
07/01/27	1,610,000	790,000	3.53%	28,416.50	818,416.50	846,833.00
01/01/28				14,473.00	14,473.00	
07/01/28	820,000	<u>820,000</u>	3.53%	<u>14,473.00</u>	<u>834,473.00</u>	<u>848,946.00</u>
TOTALS		<u>\$8,345,000</u>		<u>\$4,205,024.25</u>	<u>\$12,550,024.25</u>	<u>\$12,550,024.25</u>

Note: As of December 31, 2008 \$5,891,586 had been drawn out of the total authorized of \$8,345,000 for this SRF Loan.

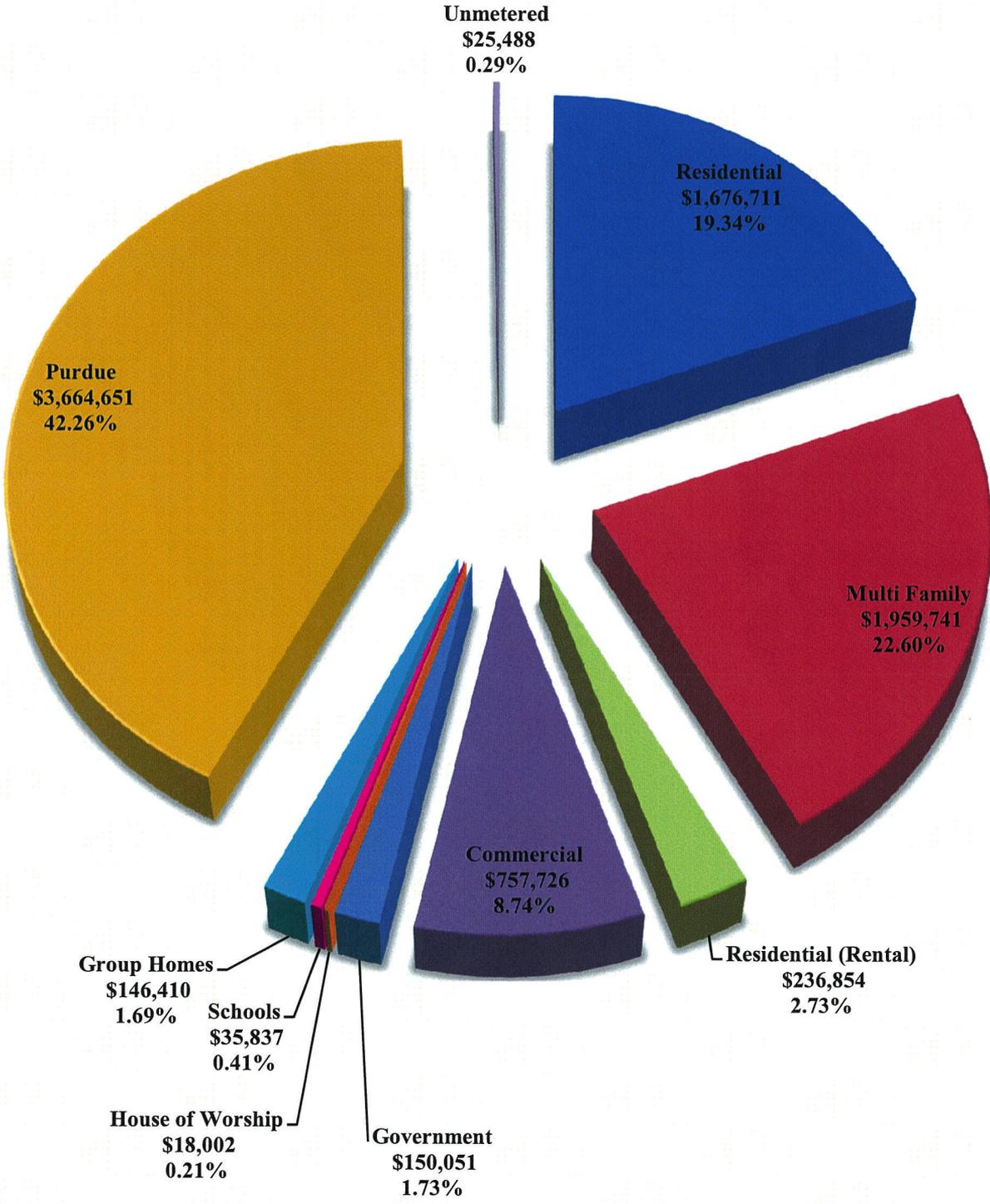
WEST LAFAYETTE WASTEWATER UTILITY

COMBINED DEBT SERVICE SCHEDULE

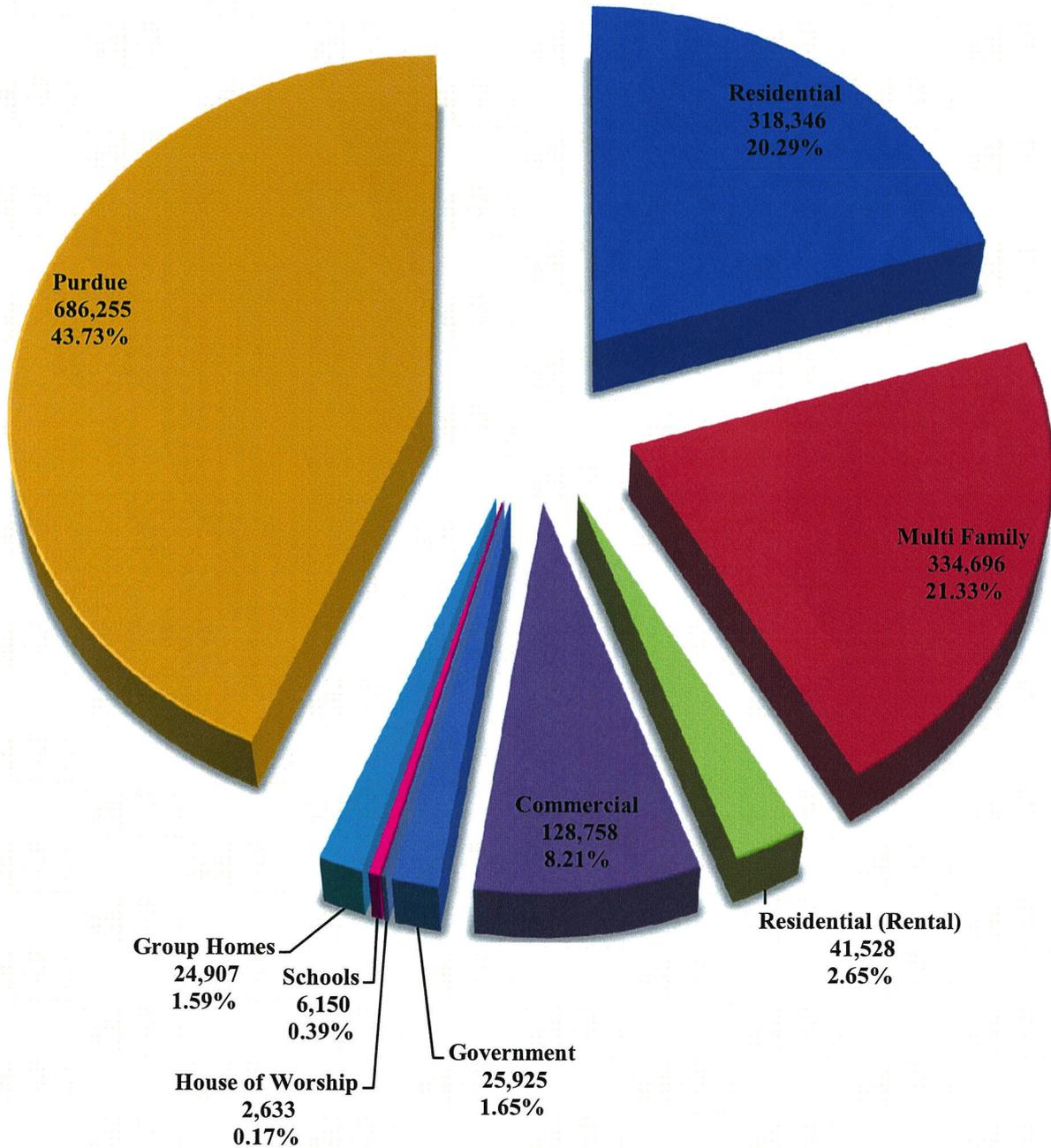
PAYMENT DATE	DEBT SERVICE						PERIOD TOTAL	BOND YEAR TOTAL
	1994 BONDS	1998 BONDS	2001 BONDS	2004A BONDS	2006B BONDS	TOTAL		
7/1/09	\$1,201,225.00	\$523,667.50	\$386,850.00	\$230,134.00	\$157,289.25	\$2,499,165.75	\$2,499,165.75	
1/1/10	125,325.00	82,360.00	72,355.00	225,043.00	147,112.75	652,195.75	652,195.75	
7/1/10	1,215,325.00	527,360.00	392,355.00	230,043.00	157,112.75	2,522,195.75	3,174,391.50	
1/1/11	108,975.00	75,907.50	67,715.00	224,952.00	146,936.25	624,485.75	624,485.75	
7/1/11	1,233,975.00	535,907.50	397,715.00	229,952.00	156,936.25	2,554,485.75	3,178,971.50	
1/1/12	92,100.00	69,237.50	62,930.00	224,861.00	146,759.75	595,888.25	595,888.25	
7/1/12	1,247,100.00	539,237.50	402,930.00	229,861.00	161,759.75	2,580,888.25	3,176,776.50	
1/1/13	74,775.00	62,422.50	58,000.00	224,770.00	146,495.00	566,462.50	566,462.50	
7/1/13	1,264,775.00	547,422.50	408,000.00	229,770.00	161,495.00	2,611,462.50	3,177,925.00	
1/1/14	56,925.00	55,390.00	52,925.00	224,679.00	146,230.25	536,149.25	536,149.25	
7/1/14	1,286,925.00	555,390.00	412,925.00	229,679.00	156,230.25	2,641,149.25	3,177,298.50	
1/1/15	38,475.00	48,140.00	47,705.00	224,588.00	146,053.75	504,961.75	504,961.75	
7/1/15	1,303,475.00	563,140.00	417,705.00	229,588.00	156,053.75	2,669,961.75	3,174,923.50	
1/1/16	19,500.00	40,672.50	42,340.00	224,497.00	145,877.25	472,886.75	472,886.75	
7/1/16	1,319,500.00	570,672.50	422,340.00	229,497.00	160,877.25	2,702,886.75	3,175,773.50	
1/1/17		32,987.50	36,830.00	224,406.00	145,612.50	439,836.00	439,836.00	
7/1/17		577,987.50	431,830.00	754,406.00	715,612.50	2,479,836.00	2,919,672.00	
1/1/18		25,085.00	31,102.50	214,760.00	135,552.00	406,499.50	406,499.50	
7/1/18		585,085.00	436,102.50	769,760.00	720,552.00	2,511,499.50	2,917,999.00	
1/1/19		16,965.00	25,230.00	204,659.00	125,226.75	372,080.75	372,080.75	
7/1/19		591,965.00	440,230.00	779,659.00	735,226.75	2,547,080.75	2,919,161.50	
1/1/20		8,627.50	19,212.50	194,194.00	114,460.25	336,494.25	336,494.25	
7/1/20		603,627.50	449,212.50	784,194.00	749,460.25	2,586,494.25	2,922,988.50	
1/1/21			12,977.50	183,456.00	103,252.50	299,686.00	299,686.00	
7/1/21			452,977.50	1,413,456.00	753,252.50	2,619,686.00	2,919,372.00	
1/1/22			6,597.50	161,070.00	91,780.00	259,447.50	259,447.50	
7/1/22			461,597.50	1,436,070.00	761,780.00	2,659,447.50	2,918,895.00	
1/1/23				1,927,865.00	79,954.50	2,702,819.50	2,702,819.50	
7/1/23				1,927,865.00	774,954.50	2,702,819.50	2,920,639.00	
1/1/24				105,287.00	67,687.75	172,974.75	172,974.75	
7/1/24				1,965,287.00	782,687.75	2,747,974.75	2,920,949.50	
1/1/25				71,435.00	55,068.00	126,503.00	126,503.00	
7/1/25				1,996,435.00	800,068.00	2,796,503.00	2,923,006.00	
1/1/26				36,400.00	41,918.75	78,318.75	78,318.75	
7/1/26				2,036,400.00	806,918.75	2,843,318.75	2,921,637.50	
1/1/27					28,416.50	28,416.50	28,416.50	
7/1/27					818,416.50	818,416.50	846,833.00	
1/1/28					14,473.00	14,473.00	14,473.00	
7/1/28					834,473.00	834,473.00	848,946.00	
TOTALS	\$10,588,375.00	\$7,239,257.50	\$6,448,690.00	\$18,808,978.00	\$12,550,024.25	\$55,635,324.75	\$55,635,324.75	

(The Accountant's compilation report is an integral part of the statement.)

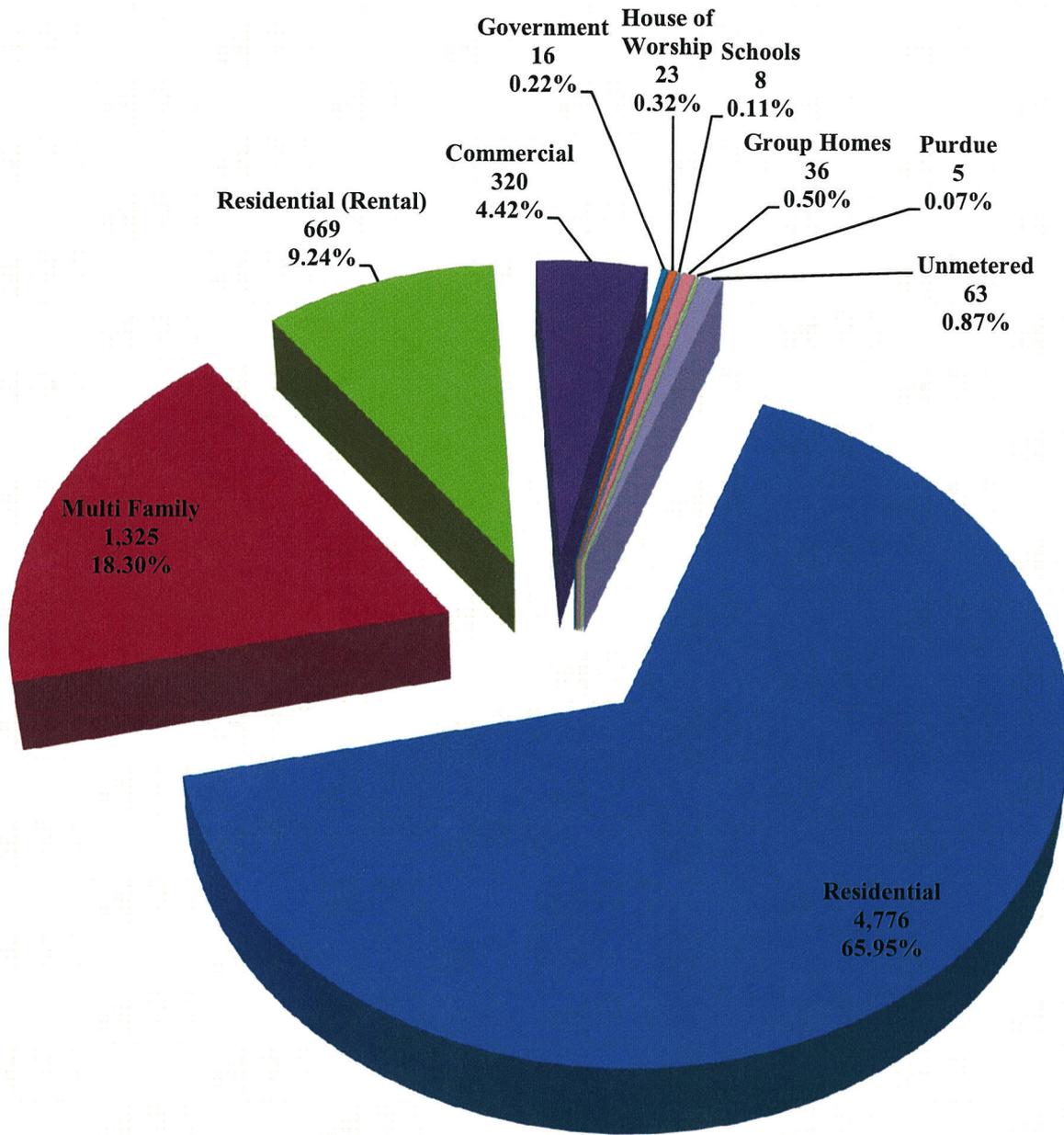
# West Lafayette Wastewater Utility Dollars Billed by Customer Type for 2008



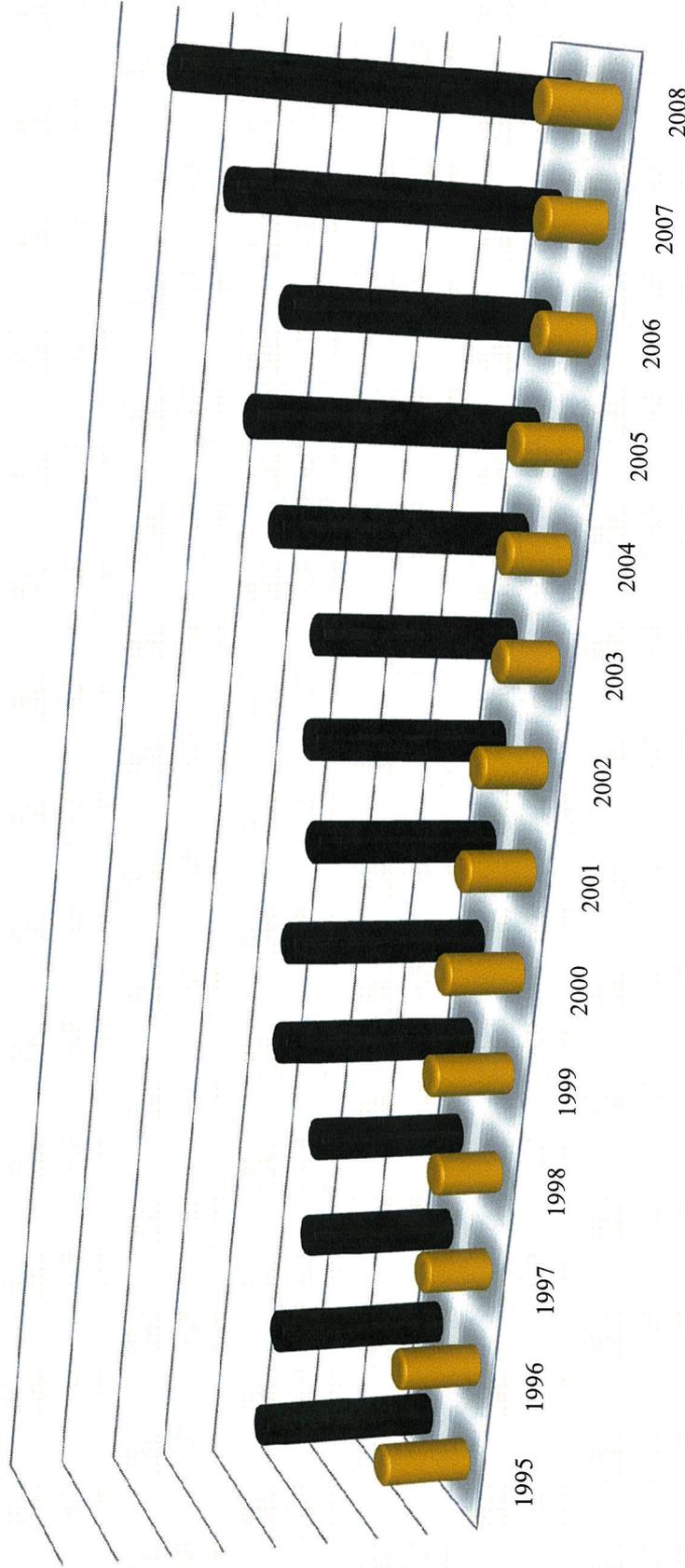
# West Lafayette Wastewater Utility Gallons Billed by Customer Type for 2008



# West Lafayette Wastewater Utility Count by Customer Type for 2008



# West Lafayette Wastewater Utility Purdue University Billing History



	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
■ 1,000 Gal.	851,229	777,386	637,824	619,030	770,152	748,201	665,793	625,955	524,486	591,435	599,758	488,915	576,157	686,255
■ Dollars	\$1,736,508	\$1,662,208	\$1,447,969	\$1,459,387	\$1,908,280	\$1,914,896	\$1,766,189	\$1,887,059	\$1,910,276	\$2,394,273	\$2,716,292	\$2,474,222	\$3,076,729	\$3,664,651

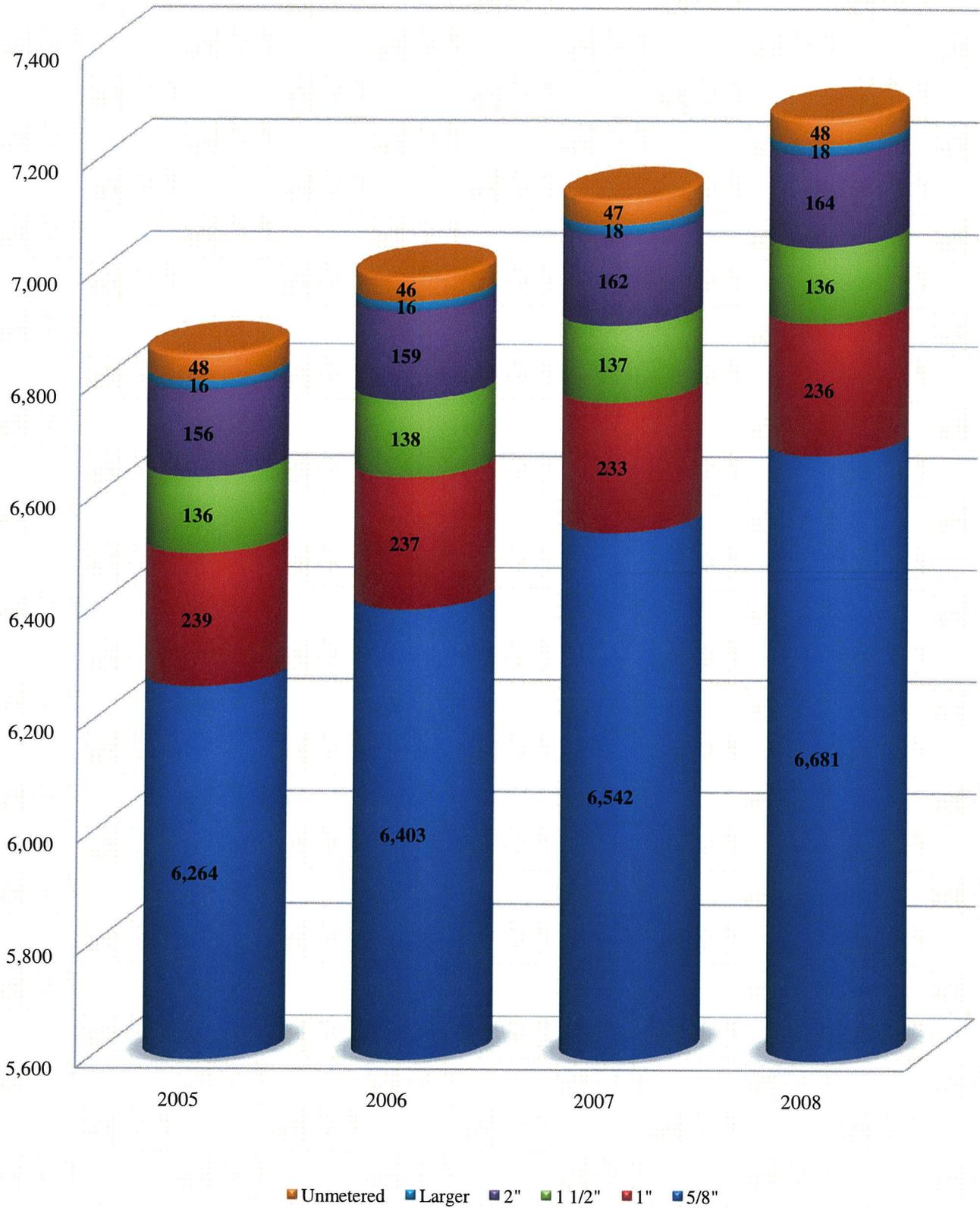
WEST LAFAYETTE WASTEWATER UTILITY  
SCHEDULE OF GALLONS TREATED AND BILLED

FOR THE YEAR ENDED DECEMBER 31, 2008

MONTH	GALLONS TREATED	GALLONS BILLED		TOTAL	VARIANCE	TOTAL DOLLARS BILLED
		RESIDENTIAL/COMML.	PURDUE			
JANUARY 2008	298,300,000	74,368,000	48,800,160	123,168,160	175,131,840	\$696,573
FEBRUARY	341,750,000	67,789,000	53,375,508	121,164,508	220,585,492	688,616
MARCH	330,640,000	78,326,000	58,582,621	136,908,621	193,731,379	772,455
APRIL	266,920,000	71,149,000	54,822,417	125,971,417	140,948,583	711,935
MAY	237,460,000	70,869,000	61,306,292	132,175,292	105,284,708	740,938
JUNE	230,440,000	76,271,000	41,305,268	117,576,268	112,863,732	662,520
JULY	220,100,000	64,578,000	50,758,640	115,336,640	104,763,360	636,740
AUGUST	211,040,000	68,484,000	53,043,945	121,527,945	89,512,055	650,664
SEPTEMBER	234,960,000	70,670,000	62,594,393	133,264,393	101,695,607	688,649
OCTOBER	221,730,000	81,034,000	73,243,675	154,277,675	67,452,325	798,816
NOVEMBER	204,800,000	83,014,000	68,315,523	151,329,523	53,470,477	827,016
DECEMBER	257,360,000	76,391,000	60,106,256	136,497,256	120,862,744	766,750
TOTALS	3,055,500,000	882,943,000	686,254,698	1,569,197,698	1,486,302,302	\$8,641,672
PERCENT	100.00%	28.90%	22.46%	51.36%	48.64%	
AVERAGE DAILY GALLONS	8,371,233	2,419,022	1,880,150	4,299,172		

(The Accountant's compilation report is an integral part of the statement.)

## West Lafayette Wastewater Utility History of Customer Connections (excludes Purdue)



WEST LAFAYETTE WASTEWATER UTILITY

BILLING STATISTICS BY METER SIZE

FOR THE YEAR ENDED DECEMBER 31, 2008

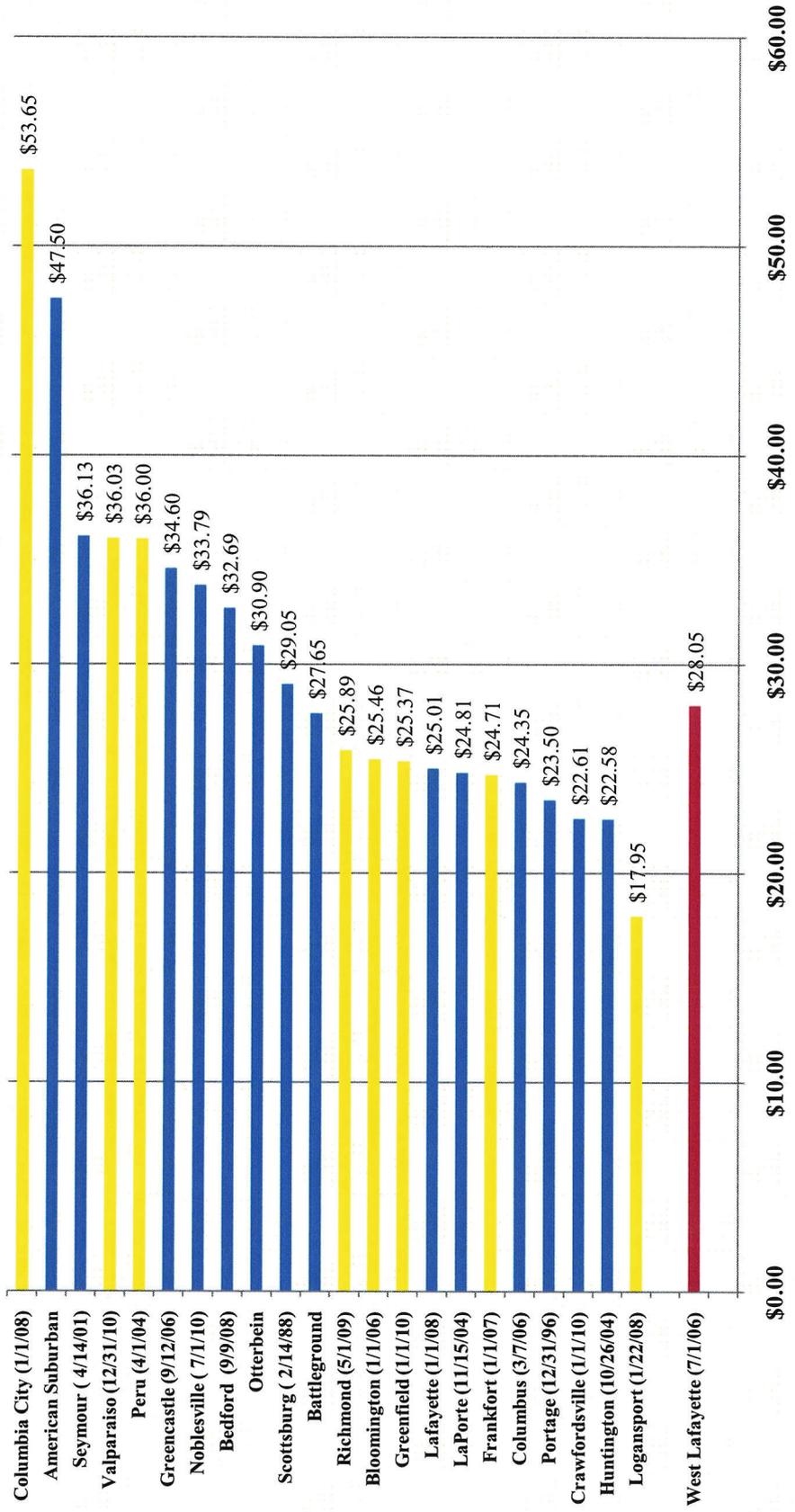
<b>Dollar Amount</b>	<u>5/8 INCH</u>	<u>1 INCH</u>	<u>1 1/2 INCH</u>	<u>2 INCH</u>	<u>3-4 INCH</u>	<u>U.M.</u>	<u>PURDUE</u>	<u>TOTAL</u>
January	\$ 208,114	\$ 40,330	\$ 45,239	\$ 91,611	\$ 50,339	\$ 2,125	\$ 260,597	\$ 698,355
February	206,162	30,619	34,182	76,201	54,327	2,166	285,030	688,687
March	213,303	42,552	46,933	99,925	54,097	2,122	312,835	771,767
April	192,316	39,977	44,970	94,663	47,848	2,122	292,756	714,652
May	205,018	35,567	39,461	86,893	50,114	2,121	327,380	746,554
June	211,598	41,441	46,771	93,687	50,361	2,166	220,574	666,598
July	184,322	29,088	29,525	67,387	52,280	2,166	271,055	635,823
August	188,558	26,143	29,811	66,697	53,626	2,122	283,259	650,216
September	173,658	26,676	29,155	67,197	53,267	2,122	334,258	686,333
October	202,902	34,109	39,606	86,125	56,459	2,122	391,126	812,449
November	225,309	41,862	50,120	96,453	51,135	2,166	364,809	831,854
December	212,355	43,808	49,082	93,474	46,321	2,125	320,972	768,137
<b>Total</b>	<u>\$ 2,423,615</u>	<u>\$ 432,172</u>	<u>\$ 484,855</u>	<u>\$ 1,020,313</u>	<u>\$ 620,174</u>	<u>\$ 25,645</u>	<u>\$ 3,664,651</u>	<u>\$ 8,671,425</u>

<b>Gallons (1,000)</b>	<u>5/8 INCH</u>	<u>1 INCH</u>	<u>1 1/2 INCH</u>	<u>2 INCH</u>	<u>3-4 INCH</u>	<u>U.M.</u>	<u>PURDUE</u>	<u>TOTAL</u>
January	34,552	7,023	7,952	15,983	8,858		48,800	74,368
February	33,848	5,269	5,968	13,144	9,560		53,376	67,789
March	35,603	7,427	8,268	17,501	9,527		58,583	78,326
April	31,335	6,949	7,897	16,561	8,405		54,822	71,147
May	33,816	6,172	6,927	15,140	8,814		61,306	70,869
June	35,431	7,239	8,229	16,472	8,900		41,305	76,271
July	33,971	4,976	5,059	11,326	9,246		50,759	64,578
August	38,410	4,527	5,025	11,074	9,448		53,044	68,484
September	40,368	4,674	4,993	11,214	9,421		62,594	70,670
October	42,830	6,109	6,996	15,121	9,978		73,244	81,034
November	40,805	7,393	8,843	16,925	9,048		68,316	83,014
December	35,473	7,669	8,689	16,379	8,181		60,106	76,391
<b>Total</b>	<u>436,442</u>	<u>75,427</u>	<u>84,846</u>	<u>176,840</u>	<u>109,386</u>	<u>-</u>	<u>686,255</u>	<u>882,941</u>

<b>Customer Count</b>	<u>5/8 INCH</u>	<u>1 INCH</u>	<u>1 1/2 INCH</u>	<u>2 INCH</u>	<u>3-4 INCH</u>	<u>U.M.</u>	<u>PURDUE</u>	<u>TOTAL</u>
January	6,565	236	137	163	18	48	5	7,172
February	6,512	233	137	164	18	49	5	7,118
March	6,547	235	137	164	18	48	5	7,154
April	6,569	233	137	163	18	48	5	7,173
May	6,669	238	137	164	18	48	5	7,279
June	6,572	231	137	165	18	49	5	7,177
July	6,609	235	137	165	18	49	5	7,218
August	7,003	234	138	161	18	48	5	7,607
September	6,383	233	136	163	18	48	5	6,986
October	6,655	234	135	166	18	48	5	7,261
November	6,667	236	136	165	18	49	5	7,276
December	6,681	236	136	164	18	48	5	7,288

(The Accountant's compilation report is an integral part of the statement.)

## West Lafayette Wastewater Rate Comparisons Monthly Bill for 5,000 gallons



WEST LAFAYETTE WASTEWATER UTILITY

SCHEDULE OF CURRENT WASTEWATER RATES AND CHARGES

<u>FLOW RATE CHARGE</u>	<u>CURRENT RATES</u> (1)
PER 1,000 GALLONS	\$5.61
<u>MINIMUM TOTAL MONTHLY CHARGE</u>	
5/8" WATER METER (3,000 GAL)	\$16.83
3/4" WATER METER (4,000 GAL)	22.44
1" WATER METER (7,000 GAL)	39.27
1 1/4" WATER METER (12,000 GAL)	67.32
1 1/2" WATER METER (15,000 GAL)	84.15
2" WATER METER (24,000 GAL)	134.64
3" WATER METER (45,000 GAL)	252.45
4" WATER METER (75,000 GAL)	420.75
6" WATER METER (150,000 GAL)	841.50
8" WATER METER (240,000 GAL)	1,346.40
10" WATER METER (345,000 GAL)	1,935.45
12" WATER METER (645,000 GAL)	3,618.45
<u>UNMETERED RESIDENTIAL</u>	
PER MONTH (8,000 GAL)	\$44.86
<u>PURDUE UNIVERSITY</u>	
FLOW RATE CHARGE - PER 1,000 GALLONS	\$5.34
MONTHLY BILLING CHARGE	\$4.25
<u>TAP FEES</u>	
5/8" - 3/4" METER	\$200.00
1" METER	280.00
1 1/2" METER	520.00
2" METER	670.00
3" METER	900.00
4" METER	1,130.00
6" METER	1,270.00
<u>SOLID WASTE REMOVAL</u>	
MONTHLY RESIDENTIAL CHARGE	\$9.00
MONTHLY DUMPSTER CHARGE	\$36.00

(1) THESE REPRESENT SEWER RATES AND CHARGES AS APPROVED ON MAY 3, 2004 AND EFFECTIVE JULY 1, 2006.

(The Accountant's compilation report is an integral part of the statement.)

WEST LAFAYETTE WASTEWATER UTILITY

PROJECTED FINANCIAL INFORMATION

WEST LAFAYETTE WASTEWATER UTILITY

PROJECTED OPERATING REVENUES AND EXPENSES  
FOR THE TWELVE MONTHS ENDING DECEMBER 31

	ACTUAL 2008	BUDGET 2009	PROJECTED			Notes
			2010	2011	2012	
<b>PROJECTED OPERATING REVENUES:</b>						
WASTEWATER USER FEES	\$8,641,672	\$ 8,675,000	\$ 8,675,000	\$ 8,675,000	\$ 8,675,000	(1)
PENALTIES	78,049	78,000	78,000	78,000	78,000	(1)
SANITATION TRASH FEES	-	512,000	512,000	512,000	512,000	(1)
RECYCLING GRANT	-	41,500	41,500	41,500	41,500	(1)
RECYCLABLE SALES	-	80,000	80,000	80,000	80,000	(1)
TOTERS AND BINS	-	4,000	4,000	4,000	4,000	(1)
NEW STORMWATER FEES	-	-	200,400	200,400	200,400	(2)
NEW FOG CHARGES	-	-	70,000	70,000	70,000	(3)
<b>TOTAL OPERATING REVENUES</b>	<b>8,719,721</b>	<b>9,390,500</b>	<b>9,660,900</b>	<b>9,660,900</b>	<b>9,660,900</b>	
<b>PROJECTED OPERATING EXPENSES:</b>						
ADMINISTRATIVE AND GENERAL LABORATORY	870,364	1,041,637	1,071,194	1,101,724	1,133,261	(4)
COLLECTION SYSTEM	175,674	127,222	130,662	134,206	137,856	(4)
PLANT OPERATION	411,050	462,924	476,906	491,334	506,220	(4)
PLANT MAINTENANCE	1,520,642	1,326,070	1,347,698	1,370,056	1,393,173	(4)
BILLING EXPENSE	104,323	78,000	78,000	78,000	78,000	(1)
SANITATION SOLID WASTE REMOVAL	174,704	180,100	185,415	190,910	196,590	(4)
POLLUTION PREVENTION SYSTEM MAINTENANCE	0	769,535	789,937	810,933	832,543	(4)
UNDISTRIBUTED	0	189,113	194,884	200,843	206,998	(4)
	72,473	83,973	87,914	92,052	96,397	(4)
<b>TOTAL OPERATING EXPENSES</b>	<b>3,329,230</b>	<b>4,258,574</b>	<b>4,362,610</b>	<b>4,470,058</b>	<b>4,581,038</b>	
<b>NET OPERATING REVENUES</b>	<b>\$ 5,390,491</b>	<b>\$ 5,131,926</b>	<b>\$ 5,298,290</b>	<b>\$ 5,190,842</b>	<b>\$ 5,079,862</b>	<b>\$ 4,965,221</b>

NOTES:

- (1) No growth or other adjustment from 2009 Budget.
- (2) Study to establish new fees in progress. Estimated fees beginning in 2010 based on 6,680 customers and \$2.50 per month; excludes Purdue and large commercial.
- (3) Based upon management's estimate of treatment revenue for fat, oil and grease.
- (4) Operating expenses were trended using 2009 budget as baseline. Annual increases assumed generally ranged from 2% to 5% depending on type of expenditure. For example all wage categories were increased 3% per year.

(The Accountant's compilation report is an integral part of the statement.)

WEST LAFAYETTE WASTEWATER UTILITY

FIVE YEAR CAPITAL PLAN

	2009	2010	2011	2012	2013
<b>LIFT STATION</b>					
Green Meadows Completion (net of grant)	\$ 397,974		\$ 850,000		
Lift Station #7 Improvements			1,700,000		
North Service - PRP Lift Station					
<b>COLLECTION SYSTEM</b>					
Western Interceptor Division III	1,949,000				
Western Interceptor Division IV			4,990,000		
DeHart CSO Rehabilitation	125,000				
North River Rd. Interceptor		\$ 380,949			
<b>TREATMENT PLANT IMPROVEMENTS</b>					
Digester Completion	1,569,876				
Facility Improvements	70,000	100,000			
Wet Weather Facility Improvements		500,000		\$3,000,000	
Biosolids Handling Facilities					\$3,000,000
Capacity Expansion					
<b>EQUIPMENT</b>	75,000	75,000	75,000	75,000	75,000
<b>GIS SYSTEM</b>	286,000				
<b>SANITATION IMPROVEMENTS</b>	101,505	116,535	123,700	177,388	158,432
<b>POLLUTION PREVENTION</b>	14,412	89,756	119,724	149,692	120,228
<b>SUB TOTALS</b>	4,588,767	1,262,240	7,858,424	3,402,080	3,353,660
<b>LESS: ESTIMATED SRF LOAN DRAWS</b>	2004 Bond (1,949,000)	-	(2,582,251)		
2006 Bond (819,876)		-	-		
<b>NET TOTALS</b>	<u>\$1,819,891</u>	<u>\$1,262,240</u>	<u>\$5,276,173</u>	<u>\$3,402,080</u>	<u>\$3,353,660</u>

(The Accountant's compilation report is an integral part of the statement.)

WEST LAFAYETTE WASTEWATER UTILITY

PROJECTED CASH FLOWS AND BOND COVERAGE  
FOR THE TWELVE MONTHS ENDED DECEMBER 31

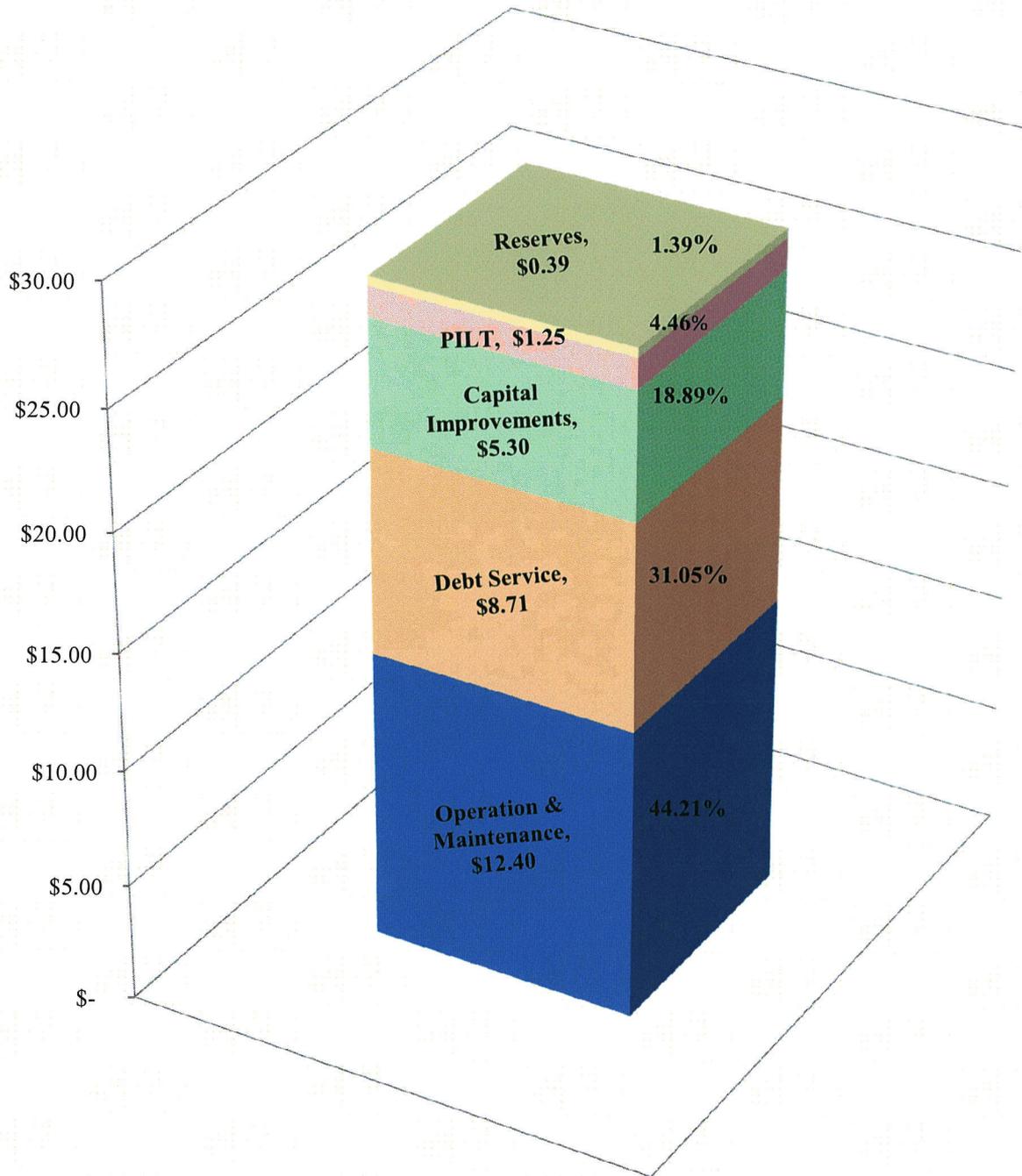
	2009	2010	2011	2012	2013
PROJECTED OPERATING REVENUES	(1) \$ 9,390,500	\$ 9,660,900	\$ 9,660,900	\$ 9,660,900	\$ 9,660,900
PROJECTED OPERATING EXPENDITURES	(1) 4,258,574	4,362,610	4,470,058	4,581,038	4,695,679
PROJECTED NET OPERATING REVENUES	5,131,926	5,298,290	5,190,842	5,079,862	4,965,221
PROJECTED NON OPERATING REVENUE					
INTEREST INCOME	(2) 130,000	160,000	175,000	140,000	135,000
TAP FEES	(3) 115,000	115,000	115,000	115,000	115,000
TOTAL PLEDGED NET REVENUES	5,376,926	5,573,290	5,480,842	5,334,862	5,215,221
PAYMENT IN LIEU OF TAXES	(3) (428,400)	(428,400)	(428,400)	(428,400)	(428,400)
COMBINED ANNUAL DEBT SERVICE	(4) (2,993,226)	(3,174,392)	(3,178,972)	(3,176,777)	(3,177,925)
CAPITAL EXPENDITURES, NET OF DEBT FINANCING	(5) (1,819,891)	(1,262,240)	(5,276,173)	(3,402,080)	(3,353,660)
PROJECTED CASH INCREASE (DECREASE)	135,409	708,258	(3,402,703)	(1,672,395)	(1,744,764)
BEGINNING CASH BALANCE	16,465,201	16,600,610	17,308,868	13,906,165	12,233,770
ENDING CASH BALANCE	\$ 16,600,610	\$ 17,308,868	\$ 13,906,165	\$ 12,233,770	\$ 10,489,006
PROJECTED BOND COVERAGE	(6) 180%	176%	172%	168%	164%

NOTES:

- (1) See schedule of Projected Operating Revenues and Expenditures on page 18.
- (2) Based upon projected cash balances and average rate of 1% based on current market conditions.
- (3) Level with 2009 Budget.
- (4) Per Combined Debt Service Schedule on page 14. Actual interest cost will be slightly lower in 2010 and 2011 than shown here depending on actual timing of remaining \$4,533,120 in draws from the 2004 Bonds. Assumes no new revenue bonds.
- (5) See Five Year Capital Plan on page 19.
- (6) Represents Total Pledged Net Revenues divided by Combined Annual Debt Service. Minimum standard generally 125%.

(The Accountant's compilation report is an integral part of the statement.)

# West Lafayette Wastewater Utility Revenue Requirements from an Average Monthly Bill of \$28.05 (5,000 Gallons)



WEST LAFAYETTE WASTEWATER UTILITY

COMPARISON OF BUDGETED AND ACTUAL REVENUES,  
REVENUE REQUIREMENTS AND BOND COVERAGE

	<u>2008 BUDGETED</u>	<u>2008 ACTUAL</u>	<u>2009 BUDGETED</u>
<b>PROJECTED REVENUES:</b>			
WASTEWATER USER FEES	\$ 8,200,000	\$8,641,672	\$ 8,675,000
PENALTIES	75,000	78,049	78,000
SANITATION TRASH FEES	-	-	512,000
RECYCLING REVENUES	-	-	125,500
TAP AND CONNECTION FEES	115,000	124,971	115,000
INTEREST INCOME	240,500	331,965	130,000
	<u>\$ 8,630,500</u>	<u>\$ 9,176,657</u>	<u>\$ 9,635,500</u>
<b>PROJECTED REVENUE REQUIREMENTS:</b>			
CASH OPERATING AND MAINTENANCE EXPENDITURES	\$ 3,484,910	\$ 3,329,230	\$ 4,258,574
COMBINED DEBT SERVICE (B)	2,756,535	2,750,741	2,993,226
CAPITAL IMPROVEMENTS	1,568,900	1,726,124	1,819,891
PAYMENT IN LIEU OF TAXES	401,500	401,500	428,400
	<u>\$ 8,211,845</u>	<u>\$ 8,207,595</u>	<u>\$ 9,500,091</u>
NET AVAILABLE FOR RESERVES AND CONTINGENCIES	<u>\$ 418,655</u>	<u>\$ 969,062</u>	<u>\$ 135,409</u>

<u>BOND COVERAGE CALCULATION:</u>			
TOTAL PROJECTED REVENUES	\$ 8,630,500	\$ 9,176,657	\$ 9,635,500
LESS: CASH O & M EXPENDITURES	<u>3,484,910</u>	<u>3,329,230</u>	<u>4,258,574</u>
NET REVENUES AVAILABLE FOR DEBT SERVICE (A)	<u>\$ 5,145,590</u>	<u>\$ 5,847,427</u>	<u>\$ 5,376,926</u>
BOND COVERAGE (A / B)	<u>187%</u>	<u>213%</u>	<u>180%</u>

(The Accountant's compilation report is an integral part of the statement.)