



2026 UTILITY BUDGET

City of Lawrence, Indiana (MUNICIPAL WATER UTILITY)

April 10, 2026

APRIL 10, 2026

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I. Significant Assumptions and Financial Position, Receipts and Disbursements

The estimates provided in the budget analysis below are based on historical trends in the City of Lawrence's Municipal Water Utility's (the "Water Utility") receipts and disbursements for calendar years 2022 - 2024, and the first 9 months of 2025. We have prepared a 2026 budget schedule with receipts, disbursements, and ending cash balances. These schedules can be seen on pages 3 through 5. For these estimates, 2026 operating and non-operating receipts are based on 2025 actuals normalized for a full 12 months with no assumed increases. Management is in the process of evaluating rates and charges for the water utility, but up to the date of this report, no increases have been adopted.

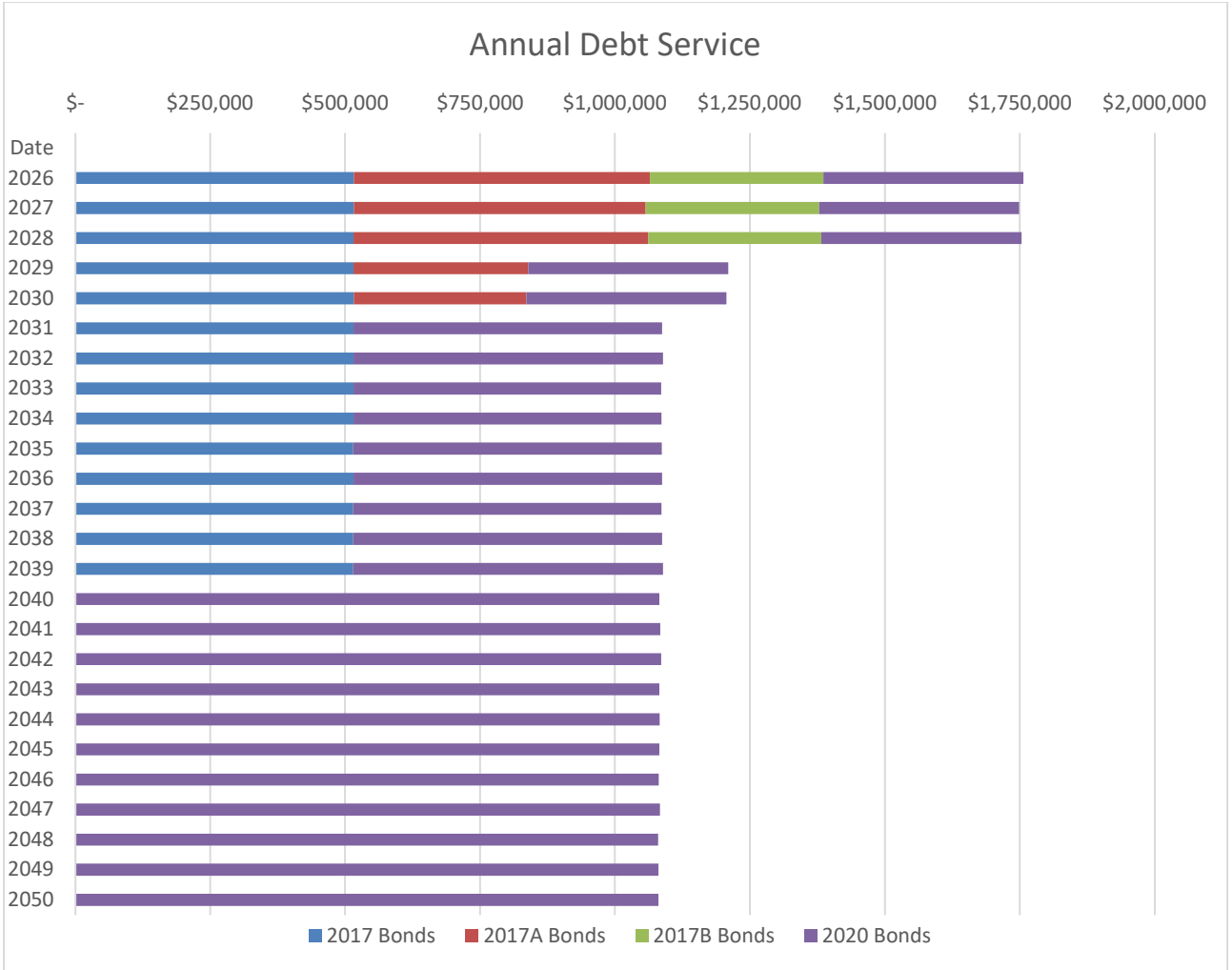
Estimated operating disbursements are based on calendar year 2025 actuals normalized for a full 12 months plus a 3% inflationary increase. Specific operating disbursements are adjusted based upon 3-year trend analysis. Where the year-to-date 2025 actuals are trending lower than 2024 actuals, the proposed budget for 2026 assumes a 3% increase over 2024 actual figures. Salaries and wages include a 3% increase and are adjusted based on the assumption that two full-time employees are hired, one paid 100% from water and one paid 50% from water, according to Water Utility Management. Additional salary and benefit allocations have been included in the Administrative and General cost category according to management's estimates.

Debt service payments for the 2026 budget are based on the bond amortization schedules for the Outstanding Bonds of the Water Utility. The amortization schedules for the Outstanding Debt can be seen on pages 12 through 17. The capital improvements budget is based on available cash to be transferred from the operating fund after accounting for all receipts, disbursements and debt service payments.

The ending cash balance calculated at the bottom of the proposed budget on page 3 shows an ending cash balance of approximately \$1,000,000 for the operating fund while balancing the revenues and expenses to result in a net zero. The remaining amount is a transfer in (out) from (to) the Water Utility's Capital Improvement Fund. This is based on trends in previous budgets and policies for the Water Utility.

II. Outstanding Revenue Bonds

The Water Utility currently has four revenue bond issues outstanding, their schedules can be seen on pages 12 through 17. The 2017 Bonds are anticipated to mature in 2039 and have an outstanding par amount of approximately \$6.3 million. The 2017A Bonds are anticipated to mature in 2030 and have an outstanding par amount of approximately \$2.1 million. The 2017B Bonds are anticipated to mature in 2028 and have an outstanding par amount of approximately \$1.0 million. Lastly, the 2020 Bonds are anticipated to mature in 2050 and have an outstanding par amount of approximately \$12.4 million. The graph below shows the annual debt service by respective bond issue.



III. Capital Improvement Budget

Based on the 2025 Budget receipts and disbursements for the Water Utility, along with factoring in the funding needed to support the debt service and debt service reserve funding on the outstanding bonds, the Water Utility has \$3,654,281 in which it can transfer and apply to cash fund capital improvements, before drawing on its built up cash balances. To the extent additional capital improvements would be needed, the Water Utility would need to draw on their existing cash balances or look towards a potential financing, depending on the size of the needed improvement.

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

2025 Proposed Budget - 601 Water Utility Operating Fund

	12/31/2023 Actual	12/31/2024 Actual	2025 Normalized Estimates	2026 Proposed Budget
Operating Receipts				
Residential Metered Sales	\$7,422,582	\$7,446,293	\$7,282,700	\$7,282,700
Commercial Metered Sales	2,874,774	2,966,577	2,963,100	2,963,100
Private Fire Protection	562,959	552,677	587,300	587,300
Hydrant Fees	317,730	318,038	691,700	691,700
Penalties	194,318	243,281	230,500	230,500
New Meters	47,695	60,259	72,800	72,800
Miscellaneous	125,059	140,414	158,000	158,000
Total Operating Receipts	\$11,545,116	\$11,727,540	\$11,986,100	\$11,986,100
Operating Disbursements				
Salaries and Benefits	\$2,101,321	\$2,069,183	\$2,284,900	\$2,607,900
Professional and Contractual Services	543,261	506,968	386,000	544,200
Materials and Supplies	321,601	209,617	275,600	322,500
Transportation Expense	87,494	68,825	75,500	79,200
Insurance Expense	114,531	132,179	131,200	135,100
Chemicals	170,174	184,434	223,200	229,900
Rental of Equipment	11,281	13,089	14,900	15,300
Purchased Power	294,123	383,425	259,800	267,600
Miscellaneous Expense	976,747	1,063,855	805,400	837,100
Total Operating Disbursements	\$4,620,533	\$4,631,575	\$4,456,500	\$5,038,800
Net Operating Receipts/(Disbursements)	\$6,924,583	\$7,095,964	\$7,529,600	\$6,947,300
Non-Operating Receipts				
EDU Fees	\$133,100	\$211,800	\$211,000	\$211,000
Other Receipts	755,646	8,292	4,600	4,600
Total Non-Operating Receipts	\$888,746	\$220,092	\$215,600	\$215,600
Non-Operating Disbursements				
Transfers to Water Bond and Interest Fund	\$1,902,055	\$1,902,370	\$1,771,557	\$1,772,719
Transfers to Water Debt Service Reserve Fund	-	-	-	-
Loan Payment to Sewer Utility	-	-	-	-
Principal Payment	-	-	-	-
Interest Expense	-	-	-	-
Capital Leases	-	-	-	-
Other	-	-	-	-
Transfers to Water Capital Improvement Fund (1)	5,863,278	5,445,108	5,994,285	5,326,781
Total Non-Operating Disbursements	\$7,765,333	\$7,347,478	\$7,765,842	\$7,099,500
Change in Cash Position - Net Receipts	47,997	(31,422)	(20,642)	63,400
Beginning Cash Position	1,004,067	1,052,064	1,020,642	1,000,000
Ending Cash Position	\$1,052,064	\$1,020,642	\$1,000,000	\$1,063,400

(1) Assumes a transfer amount to provide for cash funded capital improvements while maintaining a \$1,000,000 balance in the operating fund.

(Subject to attached letter dated April 10, 2026)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

2025 Proposed Budget - 602 Water Bond & Interest Fund

	Proposed 2026 Budget
Receipts	
Transfer from Water Operating Fund	\$1,772,719
Misc.	-
Total Receipts	<u>\$1,772,719</u>
Disbursements	
Series 2017A (1)	\$554,225
Series 2017B (1)	327,640
SRF Series 2017	520,060
Series 2020	370,794
Total Disbursements	<u>\$1,772,719</u>
Change in Cash Position - Net Receipts	-
<u>Beginning Cash Position</u>	-
Ending Cash Position	<u>\$ -</u>

(1) Includes estimated \$1,250 in annual Bond Trustee Fees

(Subject to attached letter dated April 10, 2026)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

2025 Proposed Budget - 617 Water Capital Improvement Fund

	2023 Actual	2024 Actual	2025 Normalized Estimates	2026 Proposed Budget
Receipts:				
Transfers-In from Water Operating Fund	\$5,863,278	\$5,445,108	\$5,994,285	\$5,326,781
Miscellaneous Receipts	-	153,541	-	-
Total Revenue	<u>5,863,278</u>	<u>5,598,649</u>	<u>5,994,285</u>	<u>5,326,781</u>
Disbursements:				
PILOT	1,072,500	1,072,500	1,072,500	1,672,500
Available for Capital Projects (1)	4,797,129	4,669,923	4,921,785	3,654,281
Other	-	-	-	-
Total Disbursements	<u>5,869,629</u>	<u>5,742,423</u>	<u>5,994,285</u>	<u>5,326,781</u>
Change in Cash Position - Net Receipts	<u>(6,351)</u>	<u>(143,774)</u>	<u>-</u>	<u>-</u>
Beginning Cash Position	<u>6,624,496</u>	<u>6,618,145</u>	<u>6,474,371</u>	<u>6,474,371</u>
Ending Cash Position	<u>\$6,618,145</u>	<u>\$6,474,371</u>	<u>\$6,474,371</u>	<u>\$6,474,371</u>

(1) Total available cash funded capital improvements while still maintaining the current cash levels. If less is spent in 2025 for capital projects, the balance could be spent in 2026.

(Subject to attached letter dated April 10, 2026)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

BUDGET TO ACTUAL COMPARISON

Account Fund	Account Description 601 - Water Utility Operating	2023 Actual	2024 Actual	2025 Adopted Budget	As of 9/30/2025	Proposed Budget 2026
Division 01 - Administrative						
460	Unmetered Water Revenue					
460.001	Unmetered Water Revenue Tap Fees	\$32,090.00	\$38,500.00	\$34,600.00	\$39,500.00 (1)	\$52,700.00
460.002	Unmetered Water Revenue Inspection Fees	15,001.19	16,800.00	15,000.00	18,000.00 (1)	24,000.00
460.003	Unmetered Water Revenue Penalties	194,317.75	243,281.26	231,500.00	172,886.94 (1)	230,500.00
460.004	Unmetered Water Revenue Special Assessments	32,434.64	34,596.79	33,800.00	22,866.56 (1)	30,500.00
460.005	Unmetered Water Revenue Plan Review Fees	13,330.00	14,760.00	13,200.00	16,470.00 (1)	22,000.00
460.006	Unmetered Water Revenue New Meters	47,694.76	60,258.74	50,700.00	54,604.47 (1)	72,800.00
460.007	Unmetered Water Revenue Backflow	27,503.04	30,007.31	29,300.00	16,168.15 (1)	21,600.00
460.008	Unmetered Water Revenue EDU Fee	133,100.00	211,800.00	146,300.00	158,250.00 (1)	211,000.00
460.009	Unmetered Water Revenue Application Fee	4,700.00	5,750.00	5,200.00	5,400.00 (1)	7,200.00
	460 - Unmetered Water Revenue Totals	<u>\$500,171.38</u>	<u>\$655,754.10</u>	<u>\$559,600.00</u>	<u>\$504,146.12</u>	<u>\$672,300.00</u>
461	Metered Water Revenue					
461.001	Metered Water Revenue Residential Customers	7,422,582.35	7,446,292.88	7,469,800.00	5,462,034.54 (1)	7,282,700.00
461.002	Metered Water Revenue Commercial Customers	2,874,774.06	2,966,577.01	2,949,100.00	2,222,298.60 (1)	2,963,100.00
	461 - Metered Water Revenue Totals	<u>\$10,297,356.41</u>	<u>\$10,412,869.89</u>	<u>\$10,418,900.00</u>	<u>\$7,684,333.14</u>	<u>\$10,245,800.00</u>
462	Fire Protection Revenue					
462.002	Fire Protection Revenue Private Fire Protection	562,958.73	552,677.40	575,200.00	440,492.15 (1)	587,300.00
	462 - Fire Protection Revenue Totals	<u>\$562,958.73</u>	<u>\$552,677.40</u>	<u>\$575,200.00</u>	<u>\$440,492.15</u>	<u>\$587,300.00</u>
471	Miscellaneous Service Revenues					
471.004	Miscellaneous Service Revenues Hydrant Meter Usage	317,729.61	318,038.43	313,000.00	518,778.49 (1)	691,700.00
471.005	Miscellaneous Service Revenues Refunds & Overpayments	752,174.45	3,425.01	742,500.00	488.46 (1)	700.00
471.006	Miscellaneous Service Revenues Sale of Utility Assets	1,826.00	4,866.85	1,900.00	2,920.12 (1)	3,900.00
471.011	Miscellaneous Service Revenues Other	1,646.02	-	-	-	-
	471 - Miscellaneous Service Revenues Totals	<u>\$1,073,376.08</u>	<u>\$326,330.29</u>	<u>\$1,057,400.00</u>	<u>\$522,187.07</u>	<u>\$696,300.00</u>
	Division 01 - Administrative Totals	<u>\$12,433,862.60</u>	<u>\$11,947,631.68</u>	<u>\$12,611,100.00</u>	<u>\$9,151,158.48</u>	<u>\$12,201,700.00</u>
452	Interfund Operating Transfers					
452.001	Interfund Operating Transfers Transfers Out	\$7,765,332.96	\$7,347,478.00	\$7,136,800.00	\$2,782,669.22 (2)	\$7,099,500.00
	452 - Interfund Operating Transfers Totals	<u>\$7,765,332.96</u>	<u>\$7,347,478.00</u>	<u>\$7,136,800.00</u>	<u>\$2,782,669.22</u>	<u>\$7,099,500.00</u>

(1) Assumed at normalized 2025 figures.

(2) Transfer to Bond and Interest, Debt Service Reserve and Capital Improvement Fund.

(Subject to attached letter dated April 10, 2026)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

BUDGET TO ACTUAL COMPARISON

Account Fund	Account Description 601 - Water Utility Operating	2023 Actual	2024 Actual	2025 Adopted Budget	As of 9/30/2025	Proposed Budget 2026
Division 03 - Source of Supply and Expenses						
411	Salaries and Wages					
411.001	Salaries and Wages Regular	\$125,055.95	\$135,829.10	\$162,400.00	\$121,947.88 (2)(3)	\$215,900.00
	411 - Salaries and Wages Totals	\$125,055.95	\$135,829.10	\$162,400.00	\$121,947.88	\$215,900.00
412	Overtime					
412.001	Overtime Overtime	7,713.22	8,051.29	8,000.00	7,642.80 (2)	10,500.00
	412 - Overtime Totals	\$7,713.22	\$8,051.29	\$8,000.00	\$7,642.80	\$10,500.00
413	Employee Benefits					
413.001	Employee Benefits Employer's Share of SS	8,231.34	8,905.28	10,100.00	7,769.94 (2)(3)	13,700.00
413.002	Employee Benefits Employer's Share of Medicare	1,925.20	2,082.79	2,400.00	1,817.33 (2)(3)	3,200.00
413.003	Employee Benefits Employer's Share of PERF	14,870.29	16,114.76	17,200.00	12,702.44 (2)(3)	22,800.00
413.005	Employee Benefits Employer's Share - Health Ins	10,608.78	10,618.62	12,600.00	10,512.12 (2)(3)	18,600.00
413.011	Employee Benefits Other Employee Benefits	775.00	900.00	900.00	675.00 (2)(3)	1,200.00
413.012	Employee Benefits Other Employee Health Benefits	900.00	887.50	900.00	675.00 (2)(3)	1,200.00
	413 - Employee Benefits Totals	\$37,310.61	\$39,508.95	\$44,100.00	\$34,151.83	\$60,700.00
439	Other Services and Charges					
439.051	Other Services and Charges Internal Service Charges -Garage	11,902.00	-	-	-	-
	439 - Other Services and Charges Totals	\$11,902.00	\$-	\$-	\$-	\$-
610	Purchased Water	7,411.57	12,121.12	13,900.00	10,176.64 (2)	14,000.00
620	Materials and Supplies					
620.001	Materials and Supplies Office Supplies		651.47		623.83 (4)	700.00
620.002	Materials and Supplies Household, Laundry, Cleaning	86.95	-	100.00	-	-
620.003	Materials and Supplies Other Operating Supplies	238.58	273.29	100.00	21.18 (4)	300.00
620.009	Materials and Supplies Repair Parts	98.66	20.99	100.00	-	-
620.010	Materials and Supplies Small Tools & Minor Equipment	1,619.28	135.03	400.00	333.23 (4)	100.00
620.020	Materials and Supplies Other Repair & Maint Supplies	266.01	146.68	500.00	- (4)	200.00
620.025	Materials and Supplies Other Supplies	148.00	1,113.84	200.00	58.47 (4)	1,100.00
	620 - Materials and Supplies Totals	\$2,457.48	\$2,341.30	\$1,400.00	\$1,036.71	\$2,400.00
636	Contractual Services - Other	88,881.17	108,711.00	145,000.00	2,600.00 (5)	145,000.00
650	Transportation Expenses					
650.002	Transportation Expenses Diesel Fuel	3,096.42	591.61	1,100.00	664.78 (2)	900.00
650.004	Transportation Expenses Tires & Tubes	-	-	-	-	-
650.005	Transportation Expenses Garage Repair Parts	-	-	-	(37.50)	-
650.006	Transportation Expenses Repair & Maint Services - Garage	-	-	-	-	-
650.010	Transportation Expenses Other Transportation	13.36	17.76	100.00	0.21 (2)	-
	650 - Transportation Expenses Totals	\$3,109.78	\$609.37	\$1,200.00	\$627.49	\$900.00
675	Miscellaneous Expenses					
675.001	Miscellaneous Expenses Freight and Express	351.97	158.00	300.00	0.00 (5)	300.00
675.030	Miscellaneous Expenses Other Miscellaneous	425.58	749.37	1,500.00	1,252.32 (2)	1,800.00
	675 - Miscellaneous Expenses Totals	\$777.55	\$907.37	\$1,800.00	\$1,252.32	\$2,100.00
620	Materials and Supplies					
620.009	Materials and Supplies Repair Parts	1.43	-	-	-	-
620.010	Materials and Supplies Small Tools & Minor Equipment	3.15	-	-	-	-
620.020	Materials and Supplies Other Repair & Maint Supplies	23.23	-	-	-	-
	620 - Materials and Supplies Totals	\$27.81	\$-	\$-	\$-	\$-
636	Contractual Services - Other	56,462.00	-	-	-	-
		56,462.00	-	-	-	-
	Division 03 - Source of Supply and Expenses Totals	\$341,109.14	\$308,079.50	\$377,800.00	\$179,435.67	\$451,500.00

(2) Assumed at normalized 2025 figures plus 3%.

(3) Includes allocation of Daniel Settle's replacement assumed to receive the same pay as Dan.

(4) Assumed at 2024 Actual figures plus 3%.

(5) Assumed at 2025 Adopted Budget

(Subject to attached letter dated April 10, 2026)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

BUDGET TO ACTUAL COMPARISON

Account Fund	Account Description 601 - Water Utility Operating	2023 Actual	2024 Actual	2025 Adopted Budget	As of 9/30/2025	Proposed Budget 2026
Division 04 - Water Treatment Expenses						
411	Salaries and Wages					
411.001	Salaries and Wages Regular	\$125,055.93	\$135,829.10	\$153,400.00	\$121,947.87 (2)(3)	\$215,900.00
	411 - Salaries and Wages Totals	<u>\$125,055.93</u>	<u>\$135,829.10</u>	<u>\$153,400.00</u>	<u>\$121,947.87</u>	<u>\$215,900.00</u>
412	Overtime					
412.001	Overtime Overtime	7,713.15	8,051.19	8,000.00	7,642.79 (2)	10,500.00
	412 - Overtime Totals	<u>\$7,713.15</u>	<u>\$8,051.19</u>	<u>\$8,000.00</u>	<u>\$7,642.79</u>	<u>\$10,500.00</u>
413	Employee Benefits					
413.001	Employee Benefits Employer's Share of SS	8,230.96	8,904.89	9,600.00	7,769.65 (2)(3)	13,700.00
413.002	Employee Benefits Employer's Share of Medicare	1,924.86	2,082.49	2,300.00	1,816.92 (2)(3)	3,200.00
413.003	Employee Benefits Employer's Share of PERF	14,869.93	16,114.46	17,200.00	12,702.11 (2)(3)	22,800.00
413.005	Employee Benefits Employer's Share - Health Ins	10,608.75	10,618.59	12,700.00	10,512.12 (2)(3)	18,600.00
413.011	Employee Benefits Other Employee Benefits	775.00	900.00	900.00	675.00 (2)(3)	1,200.00
413.012	Employee Benefits Other Employee Health Benefits	900.00	887.50	900.00	675.00 (2)(3)	1,200.00
	413 - Employee Benefits Totals	<u>\$37,309.50</u>	<u>\$39,507.93</u>	<u>\$43,600.00</u>	<u>\$34,150.80</u>	<u>\$60,700.00</u>
618	Chemicals	166,688.04	184,434.15	208,100.00	167,409.68 (2)	229,900.00
620	Materials and Supplies					
620.001	Materials and Supplies Office Supplies	112.40	1,570.69	2,500.00	730.76 (4)	1,600.00
620.002	Materials and Supplies Household, Laundry, Cleaning	213.53	125.52	100.00	191.88 (4)	100.00
620.003	Materials and Supplies Other Operating Supplies	825.05	828.74	750.00	21.18 (4)	900.00
620.004	Materials and Supplies Building Materials	-	55.50	-	78.10 (4)	100.00
620.009	Materials and Supplies Repair Parts	5,027.92	5,032.79	7,500.00	4,928.39 (4)	5,200.00
620.010	Materials and Supplies Small Tools & Minor Equipment	21,058.83	2,041.65	300.00	7,449.73 (4)	2,100.00
620.020	Materials and Supplies Other Repair & Maint Supplies	5,144.76	6,489.19	6,000.00	1,550.15 (4)	6,700.00
620.025	Materials and Supplies Other Supplies	1,941.24	2,392.52	1,250.00	488.53 (4)	2,500.00
	620 - Materials and Supplies Totals	<u>\$34,323.73</u>	<u>\$18,536.60</u>	<u>\$18,400.00</u>	<u>\$15,438.72</u>	<u>\$19,200.00</u>
635	Contractual Serv - Testing	21,108.00	32,182.74	35,000.00	19,478.00 (2)	28,800.00
636	Contractual Services - Other	16,422.53	8,568.55	10,000.00	33,920.50 (2)	46,600.00
642	Rental of Equipment	-	-	500.00	-	-
650	Transportation Expenses					
650.002	Transportation Expenses Diesel Fuel	2,153.51	-	-	2,573.58 (2)	3,500.00
650.004	Transportation Expenses Tires & Tubes	-	-	-	-	-
650.005	Transportation Expenses Garage Repair Parts	-	-	-	(37.50)	-
650.006	Transportation Expenses Repair & Maint Services - Garage	-	-	-	-	-
650.010	Transportation Expenses Other Transportation	19.72	17.56	-	0.87	-
	650 - Transportation Expenses Totals	<u>\$2,173.23</u>	<u>\$17.56</u>	<u>\$-</u>	<u>\$2,536.95</u>	<u>\$3,500.00</u>
675	Miscellaneous Expenses					
675.001	Miscellaneous Expenses Freight and Express	1,419.44	1,150.27	1,200.00	880.65 (2)	1,200.00
675.003	Miscellaneous Expenses Travel Expense	-	-	-	-	-
675.015	Miscellaneous Expenses Repair & Maintenance Services	-	-	-	-	-
675.019	Miscellaneous Expenses Subscriptions	3,049.60	-	2,000.00	-	-
675.021	Miscellaneous Expenses Licenses & Fees	-	150.00	-	2,552.50 (2)	3,500.00
675.030	Miscellaneous Expenses Other Miscellaneous	400.26	758.16	1,500.00	1,250.00 (2)	1,800.00
	675 - Miscellaneous Expenses Totals	<u>\$4,869.30</u>	<u>\$2,058.43</u>	<u>\$4,700.00</u>	<u>\$4,683.15</u>	<u>\$6,500.00</u>
618	Chemicals	3,441.90	-	-	-	-
620	Materials and Supplies					
620.009	Materials and Supplies Repair Parts	108.77	-	-	-	-
620.010	Materials and Supplies Small Tools & Minor Equipment	140.61	-	-	-	-
620.020	Materials and Supplies Other Repair & Maint Supplies	23.24	-	-	-	-
620.025	Materials and Supplies Other Supplies	-	-	-	-	-
	620 - Materials and Supplies Totals	<u>\$272.62</u>	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>
635	Contractual Serv - Testing	211.00	-	-	-	-
675	Miscellaneous Expenses					
675.001	Miscellaneous Expenses Freight and Express	10.20	-	-	-	-
675.030	Miscellaneous Expenses Other Miscellaneous	2,000.00	-	-	-	-
	675 - Miscellaneous Expenses Totals	<u>\$2,010.20</u>	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>
Division 04 - Water Treatment Expenses Totals		<u>\$421,599.13</u>	<u>\$429,186.25</u>	<u>\$481,700.00</u>	<u>\$407,208.46</u>	<u>\$619,600.00</u>

(2) Assumed at normalized 2025 figures plus 3%.

(3) Includes allocation of Daniel Settle's replacement assumed to receive the same pay as Dan.

(4) Assumed at 2024 Actual figures plus 3%.

(5) Assumed at 2025 Adopted Budget

(Subject to attached letter dated April 10, 2026)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

BUDGET TO ACTUAL COMPARISON

Account Fund	Account Description 601 - Water Utility Operating	2023 Actual	2024 Actual	2025 Adopted Budget	As of 9/30/2025	Proposed Budget 2026
Division 05 - Transmission and Distribution Ex						
411	Salaries and Wages					
411.001	Salaries and Wages Regular	\$570,845.32	\$516,951.78	\$568,900.00	\$424,239.95 (2)	\$582,700.00
	411 - Salaries and Wages Totals	\$570,845.32	\$516,951.78	\$568,900.00	\$424,239.95	\$582,700.00
412	Overtime					
412.001	Overtime Overtime	16,852.86	15,548.00	17,000.00	13,049.23 (2)	17,900.00
	412 - Overtime Totals	\$16,852.86	\$15,548.00	\$17,000.00	\$13,049.23	\$17,900.00
413	Employee Benefits					
413.001	Employee Benefits Employer's Share of SS	36,426.30	33,024.74	35,300.00	26,638.45 (2)	36,600.00
413.002	Employee Benefits Employer's Share of Medicare	8,519.10	7,723.54	8,300.00	6,230.00 (2)	8,500.00
413.003	Employee Benefits Employer's Share of PERF	66,046.42	59,720.68	63,800.00	48,976.48 (2)	67,300.00
413.005	Employee Benefits Employer's Share - Health Ins	123,610.10	104,976.65	105,200.00	93,825.56 (2)	128,900.00
413.011	Employee Benefits Other Employee Benefits	2,896.35	794.85	-	- (2)	-
413.012	Employee Benefits Other Employee Health Benefits	2,400.00	1,550.00	1,200.00	1,200.00 (2)	1,600.00
	413 - Employee Benefits Totals	\$239,898.27	\$207,790.46	\$213,800.00	\$176,870.49	\$242,900.00
604	Employee Pensions & Benefits					
604.004	Employee Pensions & Benefits Unemployment Compensation	-	2,340.00	-	-	-
	604 - Employee Pensions & Benefits Totals	\$ -	\$2,340.00	\$ -	\$ -	\$ -
618	Chemicals	43.64	-	-	-	-
620	Materials and Supplies					
620.001	Materials and Supplies Office Supplies	15.60	420.00	800.00	18.95 (5)	800.00
620.002	Materials and Supplies Household, Laundry, Cleaning	1,763.73	68.52	50.00	139.09 (2)	200.00
620.003	Materials and Supplies Other Operating Supplies	4,149.07	4,795.66	5,000.00	16,685.57 (2)	22,900.00
620.004	Materials and Supplies Building Materials	2,636.99	231.68	500.00	74.86 (2)	100.00
620.005	Materials and Supplies Gravel	7,325.06	4,898.26	5,000.00	1,517.76 (2)	2,100.00
620.006	Materials and Supplies Sand	11,554.74	14,800.77	15,000.00	12,620.68 (2)	17,300.00
620.007	Materials and Supplies Cement	-	-	-	-	-
620.008	Materials and Supplies Asphalt	3,459.00	5,742.45	10,000.00	2,852.00 (2)	3,900.00
620.009	Materials and Supplies Repair Parts	82,102.88	75,612.59	150,000.00	80,780.53 (5)	150,000.00
620.010	Materials and Supplies Small Tools & Minor Equipment	16,982.11	14,237.51	15,000.00	3,224.57 (2)	4,400.00
620.020	Materials and Supplies Other Repair & Maint Supplies	53,309.03	21,551.92	35,000.00	31,511.04 (2)	43,300.00
620.025	Materials and Supplies Other Supplies	3,435.55	3,595.44	1,000.00	5,853.54 (2)	8,000.00
	620 - Materials and Supplies Totals	\$186,733.76	\$145,954.80	\$237,350.00	\$155,278.59	\$253,000.00
Division 05 - Transmission and Distribution Ex						
636	Contractual Services - Other	231,146.82	213,137.77	180,000.00	127,284.07 (5)	180,000.00
650	Transportation Expenses					
650.004	Transportation Expenses Tires & Tubes	35.98	-	750.00	-	-
650.005	Transportation Expenses Garage Repair Parts	1,636.72	1,515.99	1,000.00	4,899.10 (2)	6,700.00
650.006	Transportation Expenses Repair & Maint Services - Garage	2,064.00	727.21	2,000.00	1,250.23 (5)	2,000.00
650.010	Transportation Expenses Other Transportation	195.28	371.61	700.00	-	-
	650 - Transportation Expenses Totals	\$3,931.98	\$2,614.81	\$4,450.00	\$6,149.33	\$8,700.00
675	Miscellaneous Expenses					
675.001	Miscellaneous Expenses Freight and Express	931.07	773.00	1,200.00	1,293.91 (2)	1,800.00
675.011	Miscellaneous Expenses Printing and Advertising	54.78	34.96	100.00	33.19 (2)	-
675.015	Miscellaneous Expenses Repair & Maintenance Services	768.09	137.00	-	-	-
675.024	Miscellaneous Expenses Education	-	-	-	-	-
675.030	Miscellaneous Expenses Other Miscellaneous	472.02	422.99	600.00	(390.48) (2)	600.00
	675 - Miscellaneous Expenses Totals	\$2,225.96	\$1,367.95	\$1,900.00	\$936.62	\$2,400.00
165	Machinery and Equipment	-	-	-	35,963.00 (2)	49,400.00
620	Materials and Supplies					
620.003	Materials and Supplies Other Operating Supplies	-	-	-	-	-
620.005	Materials and Supplies Gravel	551.45	-	-	-	-
620.006	Materials and Supplies Sand	509.44	-	-	-	-
620.008	Materials and Supplies Asphalt	3,717.72	-	-	-	-
620.009	Materials and Supplies Repair Parts	6,613.88	-	-	-	-
620.010	Materials and Supplies Small Tools & Minor Equipment	2,652.57	-	-	-	-
620.020	Materials and Supplies Other Repair & Maint Supplies	12,809.07	-	-	-	-
620.025	Materials and Supplies Other Supplies	-	-	-	-	-
	620 - Materials and Supplies Totals	\$26,854.13	\$ -	\$ -	\$ -	\$ -
636	Contractual Services - Other	10,853.10	-	-	-	-
650	Transportation Expenses					
650.005	Transportation Expenses Garage Repair Parts	674.09	-	-	-	-
650.006	Transportation Expenses Repair & Maint Services - Garage	620.00	-	-	-	-
	650 - Transportation Expenses Totals	\$1,294.09	\$ -	\$ -	\$ -	\$ -
675	Miscellaneous Expenses					
675.001	Miscellaneous Expenses Freight and Express	290.00	-	-	-	-
675.030	Miscellaneous Expenses Other Miscellaneous	48.79	-	-	-	-
	675 - Miscellaneous Expenses Totals	\$338.79	\$ -	\$ -	\$ -	\$ -
Division 05 - Transmission and Distribution Ex Totals		\$1,291,018.72	\$1,108,045.57	\$1,223,400.00	\$939,771.28	\$1,337,000.00

(2) Assumed at normalized 2025 figures plus 3%.
 (3) Includes allocation of Daniel Settle's replacement assumed to receive the same pay as Dan.
 (4) Assumed at 2024 Actual figures plus 3%.
 (5) Assumed at 2025 Adopted Budget

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

BUDGET TO ACTUAL COMPARISON

Account Fund 601 - Water Utility Operating	Account Description	2023 Actual	2024 Actual	2025 Adopted Budget	As of 9/30/2025	Proposed Budget 2026
Division 06 - Customer Accounts Expenses						
411	Salaries and Wages					
411.001	Salaries and Wages Regular	\$316,181.06	\$336,268.80	\$391,400.00	\$281,440.36 (2)	\$386,600.00
	411 - Salaries and Wages Totals	\$316,181.06	\$336,268.80	\$391,400.00	\$281,440.36	\$386,600.00
412	Overtime					
412.001	Overtime Overtime	17,281.28	17,144.54	15,000.00	15,881.60 (2)	21,800.00
	412 - Overtime Totals	\$17,281.28	\$17,144.54	\$15,000.00	\$15,881.60	\$21,800.00
413	Employee Benefits					
413.001	Employee Benefits Employer's Share of SS	19,703.97	21,058.15	24,300.00	17,610.15 (2)	24,200.00
413.002	Employee Benefits Employer's Share of Medicare	4,608.70	4,925.40	5,700.00	4,118.90 (2)	5,700.00
413.003	Employee Benefits Employer's Share of PERF	37,360.66	39,582.87	43,900.00	33,335.61 (2)	45,700.00
413.005	Employee Benefits Employer's Share - Health Ins	42,238.17	38,177.98	45,500.00	39,990.85 (2)	54,900.00
413.011	Employee Benefits Other Employee Benefits	408.74	300.00	300.00	1,272.38 (2)	1,800.00
413.012	Employee Benefits Other Employee Health Benefits	1,500.00	1,500.00	1,500.00	1,400.00 (2)	2,000.00
	413 - Employee Benefits Totals	\$105,820.24	\$105,544.40	\$121,200.00	\$97,727.89	\$134,300.00
604	Employee Pensions & Benefits					
604.004	Employee Pensions & Benefits Unemployment Compensation	442.00	374.00	4,500.00	-	-
	604 - Employee Pensions & Benefits Totals	\$442.00	\$374.00	\$4,500.00	\$-	\$-
620	Materials and Supplies					
620.001	Materials and Supplies Office Supplies	1,279.71	30.00	-	1,044.48 (2)	1,400.00
620.003	Materials and Supplies Other Operating Supplies	1,029.82	73.94	-	36.84	-
620.009	Materials and Supplies Repair Parts	28,267.98	20,732.64	15,000.00	12,214.43 (2)	16,800.00
620.010	Materials and Supplies Small Tools & Minor Equipment	4,372.56	2,371.78	5,000.00	1,233.50 (2)	1,600.00
620.020	Materials and Supplies Other Repair & Maint Supplies	16,031.55	2,691.73	25,000.00	9,661.35 (2)	13,300.00
620.025	Materials and Supplies Other Supplies	195.50	12.50	-	684.24 (2)	900.00
	620 - Materials and Supplies Totals	\$51,177.12	\$25,912.59	\$45,000.00	\$24,874.84	\$34,000.00
635	Contractual Serv - Testing	6,325.00	4,400.00	9,100.00	- (2)	-
636	Contractual Services - Other	7,312.80	4,019.45	3,800.00	1,167.56 (2)	1,600.00
650	Transportation Expenses					
650.004	Transportation Expenses Tires & Tubes	-	510.96	1,000.00	- (5)	1,000.00
650.005	Transportation Expenses Garage Repair Parts	-	709.18	500.00	52.00 (2)	100.00
650.006	Transportation Expenses Repair & Maint Services - Garage	938.09	236.50	500.00	2,250.00 (2)	3,100.00
	650 - Transportation Expenses Totals	\$938.09	\$1,456.64	\$2,000.00	\$2,302.00	\$4,200.00
675	Miscellaneous Expenses					
675.001	Miscellaneous Expenses Freight and Express	571.44	266.00	500.00	155.00 (2)	200.00
675.002	Miscellaneous Expenses Postage	-	250.00	500.00	1,200.00 (2)	1,600.00
675.011	Miscellaneous Expenses Printing and Advertising	555.00	-	-	230.00 (2)	300.00
675.019	Miscellaneous Expenses Subscriptions	28.53	-	-	- (2)	-
675.02	Miscellaneous Expenses Refunds	-	-	-	(4,480.54)	-
675.020	Miscellaneous Expenses Bank Service Charges	26,629.50	48,911.73	37,000.00	129,764.16 (2)	178,200.00
675.021	Miscellaneous Expenses Licenses & Fees	58,634.92	28,103.06	45,000.00	13,366.64 (2)	18,300.00
675.030	Miscellaneous Expenses Other Miscellaneous	285.00	190.00	1,000.00	256.50 (2)	300.00
675.032	Miscellaneous Expenses Credit Card Processing Fees	57,809.16	73,511.36	65,000.00	7,211.15 (2)	9,900.00
675.033	Miscellaneous Expenses Customer Bill Bank Fees	52,342.86	60,366.05	75,000.00	56,020.53 (2)	76,900.00
	675 - Miscellaneous Expenses Totals	\$196,856.41	\$211,598.20	\$224,000.00	\$203,723.44	\$285,700.00
Division 06 - Customer Accounts Expenses Totals		\$702,334.00	\$706,718.62	\$816,000.00	\$627,117.69	\$868,200.00

- (2) Assumed at normalized 2025 figures plus 3%.
- (3) Includes allocation of Daniel Settle's replacement assumed to receive the same pay as Dan.
- (4) Assumed at 2024 Actual figures plus 3%.
- (5) Assumed at 2025 Adopted Budget

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

BUDGET TO ACTUAL COMPARISON

Account	Account Description	2023 Actual	2024 Actual	2025 Adopted Budget	As of 9/30/2025	Proposed Budget 2026
Fund 601 - Water Utility Operating						
Division 07 - Administrative & General Expense						
411	Salaries and Wages					
411.001	Salaries and Wages Regular	\$364,507.64	\$353,479.42	\$377,700.00	\$283,044.40 (2)(4)(6)	\$490,600.00
411.004	Salaries and Wages Technical Pay	3,204.00	3,032.22	3,500.00	3,446.76 (2)	4,700.00
	411 - Salaries and Wages Totals	<u>\$367,711.64</u>	<u>\$356,511.64</u>	<u>\$381,200.00</u>	<u>\$286,491.16</u>	<u>\$495,300.00</u>
412	Overtime					
412.001	Overtime Overtime	182.91	198.30	1,200.00	174.96 (2)	200.00
	412 - Overtime Totals	<u>\$182.91</u>	<u>\$198.30</u>	<u>\$1,200.00</u>	<u>\$174.96</u>	<u>\$200.00</u>
413	Employee Benefits					
413.001	Employee Benefits Employer's Share of SS	22,321.58	23,578.97	20,400.00	17,701.47 (2)(4)(6)	30,400.00
413.002	Employee Benefits Employer's Share of Medicare	5,289.75	5,514.86	4,800.00	4,140.11 (2)(4)(6)	7,100.00
413.003	Employee Benefits Employer's Share of PERF	40,824.54	39,175.00	36,500.00	30,829.94 (2)(4)(6)	54,700.00
413.005	Employee Benefits Employer's Share - Health Ins	48,511.59	41,488.69	50,400.00	34,381.14 (2)(4)(6)	54,700.00
413.011	Employee Benefits Other Employee Benefits	5,510.76	25,666.09	1,500.00	891.90 (2)(4)	1,500.00
413.012	Employee Benefits Other Employee Health Benefits	3,488.60	3,036.35	3,100.00	2,102.50 (2)(4)	3,200.00
	413 - Employee Benefits Totals	<u>\$125,946.82</u>	<u>\$138,459.96</u>	<u>\$116,700.00</u>	<u>\$90,047.06</u>	<u>\$151,600.00</u>
439	Other Services and Charges					
439.051	Other Services and Charges Internal Service Charges -Garage	29,363.00	58,552.00	75,000.00	9,058.00 (2)	12,500.00
	439 - Other Services and Charges Totals	<u>\$29,363.00</u>	<u>\$58,552.00</u>	<u>\$75,000.00</u>	<u>\$9,058.00</u>	<u>\$12,500.00</u>
604	Employee Pensions & Benefits					
604.004	Employee Pensions & Benefits Unemployment Compensation	-	5,273.84	-	\$295.00 (2)	400.00
	604 - Employee Pensions & Benefits Totals	<u>\$-</u>	<u>\$5,273.84</u>	<u>\$-</u>	<u>\$295.00</u>	<u>\$400.00</u>
615	Purchased Power					
615.001	Purchased Power Electric	278,475.54	373,886.37	337,100.00	183,506.84 (2)	252,000.00
615.002	Purchased Power Gas	8,236.10	9,538.14	15,000.00	11,314.52 (2)	15,600.00
	615 - Purchased Power Totals	<u>\$286,711.64</u>	<u>\$383,424.51</u>	<u>\$352,100.00</u>	<u>\$194,821.36</u>	<u>\$267,600.00</u>
620	Materials and Supplies					
620.001	Materials and Supplies Office Supplies	3,305.81	1,326.05	2,500.00	916.44 (2)	1,200.00
620.002	Materials and Supplies Household, Laundry, Cleaning	1,712.88	2,448.27	2,500.00	926.34 (2)	1,200.00
620.003	Materials and Supplies Other Operating Supplies	5,800.01	3,725.54	4,000.00	1,633.79 (2)	2,300.00
620.004	Materials and Supplies Building Materials	-	16.77	-	4.12 (2)	-
620.009	Materials and Supplies Repair Parts	772.31	856.86	1,000.00	459.00 (2)	600.00
620.010	Materials and Supplies Small Tools & Minor Equipment	4,251.73	6,130.82	2,000.00	2,877.01 (2)	3,900.00
620.020	Materials and Supplies Other Repair & Maint Supplies	12.99	121.36	500.00	303.48 (2)	400.00
620.025	Materials and Supplies Other Supplies	3,898.19	2,246.35	4,000.00	3,127.01 (2)	4,300.00
	620 - Materials and Supplies Totals	<u>\$19,753.92</u>	<u>\$16,872.02</u>	<u>\$16,500.00</u>	<u>\$10,247.19</u>	<u>\$13,900.00</u>
632	Contractual Serv - Accounting	31,697.00	12,702.53	10,000.00	14,343.00 (2)	19,700.00
633	Contractual Serv - Legal	1,750.00	60,000.00	10,000.00	40,000.00 (2)	54,900.00
635	Contractual Serv - Testing	-	-	-	-	-
636	Contractual Services - Other	62,775.38	63,246.07	100,000.00	50,720.44 (2)	69,600.00
636.002	Contractual Services - Other Janitorial Services	8,316.00	-	8,000.00	- (2)	-
	636 - Contractual Services - Other Totals	<u>\$104,538.38</u>	<u>\$63,246.07</u>	<u>\$128,000.00</u>	<u>\$105,063.44</u>	<u>\$144,200.00</u>
642	Rental of Equipment	11,281.18	13,089.10	17,500.00	11,186.80 (2)	15,300.00
650	Transportation Expenses					
650.001	Transportation Expenses Gasoline	54,641.43	49,523.72	51,800.00	33,521.41 (2)	46,000.00
650.002	Transportation Expenses Diesel Fuel	21,405.64	14,543.58	16,300.00	11,584.79 (2)	15,900.00
650.010	Transportation Expenses Other Transportation	-	59.00	100.00	-	-
	650 - Transportation Expenses Totals	<u>\$76,047.07</u>	<u>\$64,126.30</u>	<u>\$68,200.00</u>	<u>\$45,106.20</u>	<u>\$61,900.00</u>
656	Insurance - Vehicle	23,547.84	43,449.10	38,400.00	7,797.00 (2)	10,700.00
657	Insurance - General Liability	34,735.31	17,537.64	42,100.00	28,636.87 (2)	39,300.00
658	Insurance - Workman's Comp	27,541.06	27,389.01	33,400.00	19,876.55 (2)	27,300.00
659	Insurance - Other	28,706.75	43,803.45	29,000.00	42,109.00 (2)	57,800.00
675	Miscellaneous Expenses					
675.001	Miscellaneous Expenses Freight and Express	163.12	44.50	-	30.00	-
675.002	Miscellaneous Expenses Postage	2,823.93	2,319.02	2,700.00	1,671.39 (2)	2,300.00
675.003	Miscellaneous Expenses Travel Expense	490.94	428.00	300.00	1,231.70 (2)	1,600.00
675.004	Miscellaneous Expenses Telephone - Land Line	17,980.98	13,488.79	16,300.00	4,650.49 (2)	6,400.00
675.005	Miscellaneous Expenses Telephone - Cellular	15,725.58	17,934.30	20,400.00	13,042.01 (2)	17,900.00
675.006	Miscellaneous Expenses Internet Charges	1,362.82	4,475.36	1,400.00	5,687.96 (2)	7,800.00
675.009	Miscellaneous Expenses Internal Services Charge	593,580.00	639,054.00	1,050,000.00	288,240.50 (2)	395,800.00
675.010	Miscellaneous Expenses Other Communication & Transp	3,969.50	4,238.14	3,700.00	5,545.01 (2)	7,600.00
675.011	Miscellaneous Expenses Printing and Advertising	1,331.59	1,054.50	1,200.00	654.00 (2)	900.00
675.015	Miscellaneous Expenses Repair & Maintenance Services	1,735.75	8,562.65	11,500.00	2,135.00 (2)	2,900.00
675.019	Miscellaneous Expenses Subscriptions	172.20	-	-	- (2)	-
675.020	Miscellaneous Expenses Bank Service Charges	20,882.05	39,402.43	45,900.00	- (2)	-
675.021	Miscellaneous Expenses Licenses & Fees	33,513.38	26,929.23	53,100.00	28,000.85 (2)	38,400.00
675.022	Miscellaneous Expenses Organization Memberships & Dues	2,586.00	392.50	800.00	2,720.00 (2)	3,700.00
675.023	Miscellaneous Expenses Premiums on Official Bonds	190.00	120.00	100.00	150.00 (2)	200.00
675.024	Miscellaneous Expenses Education	3,737.50	3,531.00	5,100.00	3,786.00 (2)	5,200.00
675.030	Miscellaneous Expenses Other Miscellaneous	25,646.57	27,396.62	54,100.00	27,060.00 (2)	37,200.00
675.032	Miscellaneous Expenses Credit Card Processing Fees	2,437.29	-	-	- (2)	-
675.033	Miscellaneous Expenses Customer Bill Bank Fees	74.50	-	-	- (2)	-
	675 - Miscellaneous Expenses Totals	<u>\$728,403.70</u>	<u>\$789,371.04</u>	<u>\$1,266,600.00</u>	<u>\$384,604.91</u>	<u>\$527,900.00</u>
	Division 07 - Administrative & General Expense Totals	<u>\$1,864,471.22</u>	<u>\$2,094,006.51</u>	<u>\$2,565,900.00</u>	<u>\$1,235,515.50</u>	<u>\$1,825,900.00</u>
	Expense Totals	<u>\$4,620,532.21</u>	<u>\$4,646,036.45</u>	<u>\$5,464,800.00</u>	<u>\$3,389,048.60</u>	<u>\$5,102,200.00</u>
	Expense + Transfers Out	<u>\$12,385,865.17</u>	<u>\$11,993,514.45</u>	<u>\$12,601,600.00</u>	<u>\$6,171,717.82</u>	<u>\$12,201,700.00</u>
(2) Assumed at normalized 2025 figures plus 3%.						
(4) Includes allocation of Dawn Torok's replacement assumed to receive the same pay as Dawn.						
(5) Amount provided by management.						
(6) Additional Salaries and Benefits allocation provided by management.						
	REVENUE TOTALS	\$12,433,862.60	\$11,947,631.68	\$12,611,100.00	\$9,151,158.48	\$12,201,700.00
	EXPENSE TOTALS	12,385,865.17	11,993,514.45	12,601,600.00	6,171,717.82	12,201,700.00
	Fund 601 - Water Utility Operating Totals	<u>\$47,997.43</u>	<u>(\$45,882.77)</u>	<u>\$9,500.00</u>	<u>\$2,979,440.66</u>	<u>\$0.00</u>

(Subject to attached letter dated April 10, 2026)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$6,297,000 PRINCIPAL AMOUNT
OF OUTSTANDING WATERWORKS REVENUE BONDS, SERIES 2017**

Principal payable annually January 1st.

Interest payable semiannually, January 1st and July 1st.

Payment Date	Principal Balance (---In \$1,000's---)	Principal	Interest Rate (%)	Interest (-----In Dollars-----)	Total (-----In Dollars-----)	Bond Year Total
1/1/2026	\$6,297	\$394	2.00	\$62,970.00	\$456,970.00	\$456,970.00
7/1/2026				59,030.00	59,030.00	
1/1/2027	5,903	402	2.00	59,030.00	461,030.00	520,060.00
7/1/2027				55,010.00	55,010.00	
1/1/2028	5,501	410	2.00	55,010.00	465,010.00	520,020.00
7/1/2028				50,910.00	50,910.00	
1/1/2029	5,091	418	2.00	50,910.00	468,910.00	519,820.00
7/1/2029				46,730.00	46,730.00	
1/1/2030	4,673	427	2.00	46,730.00	473,730.00	520,460.00
7/1/2030				42,460.00	42,460.00	
1/1/2031	4,246	435	2.00	42,460.00	477,460.00	519,920.00
7/1/2031				38,110.00	38,110.00	
1/1/2032	3,811	444	2.00	38,110.00	482,110.00	520,220.00
7/1/2032				33,670.00	33,670.00	
1/1/2033	3,367	453	2.00	33,670.00	486,670.00	520,340.00
7/1/2033				29,140.00	29,140.00	
1/1/2034	2,914	462	2.00	29,140.00	491,140.00	520,280.00
7/1/2034				24,520.00	24,520.00	
1/1/2035	2,452	471	2.00	24,520.00	495,520.00	520,040.00
7/1/2035				19,810.00	19,810.00	
1/1/2036	1,981	481	2.00	19,810.00	500,810.00	520,620.00
7/1/2036				15,000.00	15,000.00	
1/1/2037	1,500	490	2.00	15,000.00	505,000.00	520,000.00
7/1/2037				10,100.00	10,100.00	
1/1/2038	1,010	500	2.00	10,100.00	510,100.00	520,200.00
7/1/2038				5,100.00	5,100.00	
1/1/2039	510	510	2.00	5,100.00	515,100.00	520,200.00
Totals		<u>\$6,297</u>		<u>\$922,150.00</u>	<u>\$7,219,150.00</u>	<u>\$7,219,150.00</u>

(Subject to attached letter dated April 10, 2026)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$2,100,000 PRINCIPAL AMOUNT
OF OUTSTANDING WATERWORKS REFUNDING REVENUE BONDS, SERIES 2017A**

Principal payable annually January 1st.

Interest payable semiannually, January 1st and July 1st.

Payment Date	Principal Balance	Principal	Interest Rates	Interest	Total	Bond Year Total
	(----In \$1,000's----)		(%)	(-----In Dollars-----)		
1/1/2026	\$2,100	\$475	2.375	\$39,628.00	\$514,628.00	\$514,628.00
7/1/2026				33,987.50	33,987.50	
1/1/2027	1,625	485	5.000	33,987.50	518,987.50	552,975.00
7/1/2027				21,862.50	21,862.50	
1/1/2028	1,140	515	5.000	21,862.50	536,862.50	558,725.00
7/1/2028				8,987.50	8,987.50	
1/1/2029	625	310	2.750	8,987.50	318,987.50	327,975.00
7/1/2029				4,725.00	4,725.00	
1/1/2030	315	315	3.000	4,725.00	319,725.00	324,450.00
Totals		<u>\$2,100</u>		<u>\$178,753.00</u>	<u>\$2,278,753.00</u>	<u>\$2,278,753.00</u>

(Subject to attached letter dated April 10, 2026)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$915,000 PRINCIPAL AMOUNT
OF OUTSTANDING TAXABLE WATERWORKS REFUNDING REVENUE BONDS, SERIES 2017B**

Principal payable annually January 1st.

Interest payable semiannually, January 1st and July 1st.

Payment Date	Principal Balance (----In \$1,000's----)	Principal	Interest Rates (%)	Interest (-----In Dollars-----)	Total	Bond Year Total
1/1/2026	\$915	\$295	3.45	\$15,783.75	\$310,783.75	\$310,783.75
7/1/2026				10,695.00	10,695.00	
1/1/2027	620	305	3.45	10,695.00	315,695.00	326,390.00
7/1/2027				5,433.75	5,433.75	
1/1/2028	315	315	3.45	5,433.75	320,433.75	325,867.50
	Totals	<u>\$915</u>		<u>\$48,041.25</u>	<u>\$963,041.25</u>	<u>\$963,041.25</u>

(Subject to attached letter dated April 10, 2026)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

**SCHEDULE OF AMORTIZATION OF \$12,395,000 PRINCIPAL AMOUNT
OF OUTSTANDING TAXABLE WATERWORKS REVENUE BONDS, SERIES 2020**

Principal payable annually January 1st.

Interest payable semiannually, January 1st and July 1st.

Payment Date	Principal Balance	Principal	Interest Rates	Interest	Total	Bond Year Total
	(-----In \$1,000's-----)		(%)	(-----In Dollars-----)		
1/1/2026	\$12,395		4.000	\$185,396.88	\$185,396.88	\$185,396.88
7/1/2026				185,396.88	185,396.88	
1/1/2027	12,395		4.000	185,396.88	185,396.88	370,793.76
7/1/2027				185,396.88	185,396.88	
1/1/2028	12,395		4.000	185,396.88	185,396.88	370,793.76
7/1/2028				185,396.88	185,396.88	
1/1/2029	12,395		4.000	185,396.88	185,396.88	370,793.76
7/1/2029				185,396.88	185,396.88	
1/1/2030	12,395		4.000	185,396.88	185,396.88	370,793.76
7/1/2030				185,396.88	185,396.88	
1/1/2031	12,395	\$205	4.000	185,396.88	390,396.88	575,793.76
7/1/2031				181,296.88	181,296.88	
1/1/2032	12,190	215	4.000	181,296.88	396,296.88	577,593.76
7/1/2032				176,996.88	176,996.88	
1/1/2033	11,975	220	4.000	176,996.88	396,996.88	573,993.76
7/1/2033				172,596.88	172,596.88	
1/1/2034	11,755	230	4.000	172,596.88	402,596.88	575,193.76
7/1/2034				167,996.88	167,996.88	
1/1/2035	11,525	240	4.000	167,996.88	407,996.88	575,993.76
7/1/2035				163,196.88	163,196.88	
1/1/2036	11,285	250	4.000	163,196.88	413,196.88	576,393.76
7/1/2036				158,196.88	158,196.88	
1/1/2037	11,035	260	4.000	158,196.88	418,196.88	576,393.76
7/1/2037				152,996.88	152,996.88	
1/1/2038	10,775	270	3.000	152,996.88	422,996.88	575,993.76
7/1/2038				148,946.88	148,946.88	
1/1/2039	10,505	280	3.000	148,946.88	428,946.88	577,893.76
7/1/2039				144,746.88	144,746.88	
1/1/2040	10,225	805	3.000	144,746.88	949,746.88	1,094,493.76
Sub-totals		<u>\$2,975</u>		<u>\$4,973,309.52</u>	<u>\$7,948,309.52</u>	<u>\$7,948,309.52</u>

(Continued on the next page)

(Subject to attached letter dated April 10, 2026)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

Cont'd

**SCHEDULE OF AMORTIZATION OF \$12,395,000 PRINCIPAL AMOUNT
OF OUTSTANDING TAXABLE WATERWORKS REVENUE BONDS, SERIES 2020**

Principal payable annually January 1st.

Interest payable semiannually, January 1st and July 1st.

Payment Date	Principal Balance (-----In \$1,000's-----)	Principal	Interest Rates (%)	Interest (-----In Dollars-----)	Total (-----In Dollars-----)	Bond Year Total
Sub-totals carried forward		\$2,975		\$4,973,309.52	\$7,948,309.52	\$7,948,309.52
7/1/2040				132,671.88	132,671.88	
1/1/2041	\$9,420	830	2.750	132,671.88	962,671.88	1,095,343.76
7/1/2041				121,259.38	121,259.38	
1/1/2042	8,590	855	2.750	121,259.38	976,259.38	1,097,518.76
7/1/2042				109,503.13	109,503.13	
1/1/2043	7,735	875	2.750	109,503.13	984,503.13	1,094,006.26
7/1/2043				97,471.88	97,471.88	
1/1/2044	6,860	900	2.750	97,471.88	997,471.88	1,094,943.76
7/1/2044				85,096.88	85,096.88	
1/1/2045	5,960	925	2.750	85,096.88	1,010,096.88	1,095,193.76
7/1/2045				72,378.13	72,378.13	
1/1/2046	5,035	950	2.875	72,378.13	1,022,378.13	1,094,756.26
7/1/2046				58,721.88	58,721.88	
1/1/2047	4,085	980	2.875	58,721.88	1,038,721.88	1,097,443.76
7/1/2047				44,634.38	44,634.38	
1/1/2048	3,105	1,005	2.875	44,634.38	1,049,634.38	1,094,268.76
7/1/2048				30,187.50	30,187.50	
1/1/2049	2,100	1,035	2.875	30,187.50	1,065,187.50	1,095,375.00
7/1/2049				15,309.38	15,309.38	
1/1/2050	1,065	1,065	2.875	15,309.38	1,080,309.38	1,095,618.76
Totals		<u>\$12,395</u>		<u>\$6,507,778.36</u>	<u>\$18,902,778.36</u>	<u>\$18,902,778.36</u>

(Subject to attached letter dated April 10, 2026)

LAWRENCE (INDIANA) MUNICIPAL WATER UTILITY

SCHEDULE OF OUTSTANDING COMBINED BOND AMORTIZATION

Payment Date	2017	2017A	2017B	2020	Total	Bond Year Total
01/01/26	\$456,970.00	\$514,628.00	\$310,783.75	\$185,396.88	\$1,467,778.63	\$1,771,557.26
07/01/26	59,030.00	33,987.50	10,695.00	185,396.88	289,109.38	
01/01/27	461,030.00	518,987.50	315,695.00	185,396.88	1,481,109.38	1,770,218.76
07/01/27	55,010.00	21,862.50	5,433.75	185,396.88	267,703.13	
01/01/28	465,010.00	536,862.50	320,433.75	185,396.88	1,507,703.13	1,775,406.26
07/01/28	50,910.00	8,987.50		185,396.88	245,294.38	
01/01/29	468,910.00	318,987.50		185,396.88	973,294.38	1,218,588.76
07/01/29	46,730.00	4,725.00		185,396.88	236,851.88	
01/01/30	473,730.00	319,725.00		185,396.88	978,851.88	1,215,703.76
07/01/30	42,460.00			185,396.88	227,856.88	
01/01/31	477,460.00			390,396.88	867,856.88	1,095,713.76
07/01/31	38,110.00			181,296.88	219,406.88	
01/01/32	482,110.00			396,296.88	878,406.88	1,097,813.76
07/01/32	33,670.00			176,996.88	210,666.88	
01/01/33	486,670.00			396,996.88	883,666.88	1,094,333.76
07/01/33	29,140.00			172,596.88	201,736.88	
01/01/34	491,140.00			402,596.88	893,736.88	1,095,473.76
07/01/34	24,520.00			167,996.88	192,516.88	
01/01/35	495,520.00			407,996.88	903,516.88	1,096,033.76
07/01/35	19,810.00			163,196.88	183,006.88	
01/01/36	500,810.00			413,196.88	914,006.88	1,097,013.76
07/01/36	15,000.00			158,196.88	173,196.88	
01/01/37	505,000.00			418,196.88	923,196.88	1,096,393.76
07/01/37	10,100.00			152,996.88	163,096.88	
01/01/38	510,100.00			422,996.88	933,096.88	1,096,193.76
07/01/38	5,100.00			148,946.88	154,046.88	
01/01/39	515,100.00			428,946.88	944,046.88	1,098,093.76
07/01/39				144,746.88	144,746.88	
01/01/40				949,746.88	949,746.88	1,094,493.76
07/01/40				132,671.88	132,671.88	
01/01/41				962,671.88	962,671.88	1,095,343.76
07/01/41				121,259.38	121,259.38	
01/01/42				976,259.38	976,259.38	1,097,518.76
07/01/42				109,503.13	109,503.13	
01/01/43				984,503.13	984,503.13	1,094,006.26
07/01/43				97,471.88	97,471.88	
01/01/44				997,471.88	997,471.88	1,094,943.76
07/01/44				85,096.88	85,096.88	
01/01/45				1,010,096.88	1,010,096.88	1,095,193.76
07/01/45				72,378.13	72,378.13	
01/01/46				1,022,378.13	1,022,378.13	1,094,756.26
07/01/46				58,721.88	58,721.88	
01/01/47				1,038,721.88	1,038,721.88	1,097,443.76
07/01/47				44,634.38	44,634.38	
01/01/48				1,049,634.38	1,049,634.38	1,094,268.76
07/01/48				30,187.50	30,187.50	
01/01/49				1,065,187.50	1,065,187.50	1,095,375.00
07/01/49				15,309.38	15,309.38	
01/01/50				1,080,309.38	1,080,309.38	1,095,618.76
Totals	\$7,219,150.00	\$2,278,753.00	\$963,041.25	\$18,902,778.36	\$29,363,722.61	\$29,667,501.24

Average annual debt service for the five bond years ending July 1, 2029

\$1,620,731.18

(Subject to attached letter dated April 10, 2026)

CITY OF LAWRENCE (INDIANA) MUNICIPAL UTILITIES

CALCULATION OF TRANSFER TO GENERAL FUND

	<u>Water</u> <u>12/31/2025</u>	<u>Sewer</u> <u>12/31/2025</u>	<u>Utility Total</u>
<u>PILOT:</u>			
Utility Plant in Service (UPIS) @ 12/31/25 (1)	\$147,216,978	\$33,607,894	\$180,824,872
CWIP (2)		4,800,000	4,800,000
	<hr/>	<hr/>	<hr/>
Estimated Net Assessed Value	147,216,978	38,407,894	185,624,872
Divided by 100	100	100	100
	<hr/>	<hr/>	<hr/>
Sub-total	1,472,170	384,079	1,856,249
Times 2026 corporate tax rate of \$0.7002 per \$100 (3)	0.7002	0.7002	0.7002
	<hr/>	<hr/>	<hr/>
Total Calculated Payment in Lieu of Tax	<u>\$1,030,813</u>	<u>\$268,932</u>	<u>\$1,299,745</u>
<u>ROI:</u>			
Estimated Annual Operating Revenues (4)	\$11,866,700	\$14,991,600	
Times Return on Rate Base (5)	2.34%	14.33%	
	<hr/>	<hr/>	
Calculated Return on Annual Revenues	<u>\$277,700</u>	<u>\$2,148,300</u>	<u>\$2,426,000</u>
<u>Shared Costs:</u>			
Total Shared Costs (6)	\$1,014,051	\$1,014,051	
Times allocation (7)	39.0%	61.0%	
	<hr/>	<hr/>	
Allocated Shared Costs	<u>\$395,000</u>	<u>\$619,000</u>	<u>\$1,014,000</u>
Calculated Supportable Amount	<u>\$1,703,513</u>	<u>\$3,036,232</u>	<u>\$4,739,745</u>
Proposed Transfer to the City	<u>\$1,672,500</u>	<u>\$2,935,959</u>	<u>\$4,608,459</u>
Over(Under)	<u>\$31,013</u>	<u>\$100,273</u>	<u>\$131,286</u>

- (1) Based on 2025 Indiana Gateway Annual Financial Report (assumed net book value).
- (2) Based on discussion with Utility Management and POs for the Series 2022 Sewer Revenue Bond.
- (3) Per Indiana Department of Local Government Finance (DLGF) 2025 pay 2026.
- (4) Based on USB approved 2025 budget.
- (5) See Calculation of Return on Investment, Rate Base and Net Operating Revenue.
- (6) See Calculation of Proposed Shared Costs.
- (7) Allocation percentage of total utility operation and maintenance expenses.

(Subject to attached letter dated April 10, 2026)