

# Wastewater Fund

Fiscal Year 2026 Operating Budget

## Fund Overview

	ADOPTED BUDGET	ADOPTED BUDGET
	FY2025	FY2026
<b>Revenues</b>		
Revenue-Use Money/Property	\$36,600	\$54,200
Charges for Services	\$9,313,207	\$9,387,520
Miscellaneous Revenue	\$74,000	\$106,050
<b>REVENUES TOTAL</b>	<b>\$9,423,807</b>	<b>\$9,547,770</b>
<b>Operating Expenses</b>		
Administration Services	\$935,955	\$1,075,250
Debt Service	\$160,370	\$297,300
Regular Capital Maintenance	\$800,000	\$1,404,780
Sewer Connections	\$141,144	\$170,820
Sewer Maintenance	\$2,030,173	\$2,003,630
Sewer Repair	\$178,690	\$184,920
Treatment	\$3,885,859	\$4,405,190
<b>OPERATING EXPENSES TOTAL</b>	<b>\$8,132,191</b>	<b>\$9,541,890</b>
<b>Other</b>		
Depreciation	\$1,967,370	\$1,670,190
<b>OTHER TOTAL</b>	<b>\$1,967,370</b>	<b>\$1,670,190</b>
<b>Total Operating Expense</b>	<b>\$10,099,561</b>	<b>\$11,212,080</b>
<b>Contribution to General Fund</b>	<b>\$705,760</b>	<b>\$707,760</b>
<b>Total Expenditures</b>	<b>\$10,805,321</b>	<b>\$11,919,840</b>
<b>Add - Depreciation</b>	<b>\$1,967,370</b>	<b>\$1,670,190</b>
<b>Total Expenditures (less depreciation)</b>	<b>\$8,837,951</b>	<b>\$10,249,650</b>
<b>Revenue in excess of Operating Expense</b>	<b>\$585,856</b>	<b>(\$701,880)</b>
<b>Capital Improvements</b>		
Sewer Capital Projects	\$600,000	\$0
<b>CAPITAL IMPROVEMENTS TOTAL</b>	<b>\$600,000</b>	<b>\$0</b>
<b>Revenues Over (Under) Expenses</b>	<b>(\$14,144)</b>	<b>(\$701,880)</b>

## Major Revenue Sources

Revenue categories for this fund are as follows:

**REVENUE – USE OF MONEY/PROPERTY:** This revenue category includes: Interest on Investments - All of the City's funds are invested in secured accounts in an attempt to earn the highest possible return. Investment earnings are a function of the money marketplace and swings in the revenues reflect higher or lower interest rates. Sale-Salvage and Surplus Property - This revenue represents the sale of surplus vehicles and equipment and funds received from the sale of scrap metal.

**CHARGES FOR SERVICES:** This revenue category include consumer fees and is the major revenue source for the Wastewater Fund. The residential category is the largest part of that revenue stream, representing 13,045 customers. The commercial base represents 2,000 customers and the industrial base has 25 customers. The municipal class represents charges to the City for its municipal facilities. Other revenues in this category include Industrial Pretreatment fees and Rural Strong Waste Surcharges, penalties for non-payment and reconnection fees. Other revenues in this category include penalties for nonpayment.

Overall, the wastewater fund is in good financial health and meets current unrestricted fund policies. There are annual distribution improvement projects that Public Works plans for on an annual basis.

**MISCELLANEOUS REVENUE:** Miscellaneous revenue includes fees charged to customers who request alternation to their services, as well as fees collected from septic haulers.

	ACTUAL		ADOPTED BUDGET		Increase/ (Decrease)
	FY2023	FY2024	FY2025	FY2026	
<b>Revenues</b>					
Revenue-Use Money/Property	\$106,533	\$144,748	\$36,600	\$54,200	\$17,600
Charges for Services	\$8,980,564	\$9,240,563	\$9,313,207	\$9,387,520	\$74,313
Miscellaneous Revenue	\$94,031	\$110,774	\$74,000	\$106,050	\$32,050
Other Revenue	(\$53,702)	\$49,770	–	–	\$0
<b>REVENUES TOTAL</b>	<b>\$9,127,426</b>	<b>\$9,545,854</b>	<b>\$9,423,807</b>	<b>\$9,547,770</b>	<b>\$123,963</b>

# Public Works Sewer Maintenance

## Description

The Public Works Department Sanitary Sewer Maintenance Section of the Wastewater fund has the responsibility to maintain 381 miles of sanitary sewer lines. Sewer maintenance includes routine inspecting, televising, cleaning, and repairing. The Sanitary Sewer Maintenance Section also maintains over 9,000 manholes, several pump station outfall lines, as well as sewer easements throughout the City. Sewer Maintenance is supported by the Street Maintenance Division including the installation of sewer cap-offs, sanitary sewer taps, repairs to sanitary sewer lines, reconstruction/rehabilitation of sewer lines, and creek and river crossings.

## Expenditures

	ACTUAL		ADOPTED BUDGET		Increase/(Decrease)
	FY2023	FY2024	FY2025	FY2026	
<b>Expenses</b>					
Personnel Services	\$854,169	\$879,327	\$962,824	\$994,420	\$31,596
Employee Benefits	\$94,365	\$103,703	\$131,722	\$152,990	\$21,268
Purchased Services	\$929,230	\$1,573,481	\$230,150	\$264,780	\$34,630
Internal Service	\$222,394	\$233,812	\$352,390	\$378,090	\$25,700
Other Operating Expense	\$131,982	\$174,623	\$135,850	\$168,510	\$32,660
Cost Allocation	\$261,320	\$295,980	\$280,330	\$350,580	\$70,250
Capital Expenses	\$10,350	\$429,893	\$250,000	\$50,000	(\$200,000)
Capital Projects	—	—	\$600,000	\$0	(\$600,000)
Depreciation	\$887,015	\$896,671	\$886,020	\$903,150	\$17,130
Debt Service	\$6,508	\$6,012	\$6,740	\$0	(\$6,740)
<b>EXPENSES TOTAL</b>	<b>\$3,397,335</b>	<b>\$4,593,503</b>	<b>\$3,836,026</b>	<b>\$3,262,520</b>	<b>(\$573,506)</b>

# Personnel

Sanitary Sewer Maintenance Section is funded by the Utilities Wastewater Fund and includes support staff from Street Maintenance Division.

Position Title	FY2023	FY2024	FY2025	FY2026
FTEs				
ACCOUNT CLERK	0	0	0	0
ADMINISTRATIVE ASSISTANT	0	0	0	0
APPLICATIONS SPECIALIST I	0.2	0.2	0.2	0.2
ASST DIR OF PUBL WRKS/CTY ENG	0.25	0.25	0.25	0.25
CCTV TECHNICIAN	1	1	1	1
CONSTRUCTION INSPECTOR	0.5	0.5	0.5	0.5
DIVISION DIR OF SANITATION	0.3	0.3	0.3	0.3
DIVISION DIRECTOR OF STREETS	0.07	0.07	0.07	0.07
GENERAL SUPERVISOR	1.14	1.14	1.14	1.14
HEAVY EQUIPMENT OPERATOR	0.21	0.14	0.14	0.14
MOTOR EQUIPMENT OPERATOR I	2.28	1.14	0.28	0.21
MOTOR EQUIPMENT OPERATOR II	1.49	3.63	3.77	2.63
MOTOR EQUIPMENT OPERATOR III	2.28	1.42	1.42	1.49
PUBLIC SERVICE WORKER	0.28	1.35	1.14	0.07
PUBLIC SERVICE WORKER/OPERATOR	2.14	2.07	3	5.21
PUBLIC WORKS CHIEF ENGINEER	0.75	0.75	0.75	0.75
PUBLIC WORKS CREW SUPERVISOR	0	0	1	1
PUBLIC WORKS PROJECT ENGINEER	0	0	0.25	0
PW CREW SUPERVISOR	1.21	1	0.21	0.21
SENIOR ACCOUNT CLERK	0	0	0	0
SENIOR SECRETARY	0	0	0	0
SR ADMINISTRATIVE ASSISTANT	0	0	0	0
SR PUBLIC WORKS GIS/CAD TECH	0.25	0.25	0.25	0.25
TRAINING & SAFETY MANAGER	0.075	0.08	0.075	0.075
FTEs	14.425	15.29	15.745	15.495

# Public Works Sewer Debt Service

## Description

Sewer Debt Service budgets and accounts for the retirement of principal for general obligation and revenue bonds for the Public Works portion of the Wastewater fund.

## Expenditures

ACTUAL		ADOPTED BUDGET		ADOPTED BUDGET	
	FY2023	FY2024	FY2025	FY2026	Increase/(Decrease)
Expenses					
Debt Service	\$9,925	\$10,500	\$10,940	\$37,360	\$26,420
EXPENSES TOTAL	\$9,925	\$10,500	\$10,940	\$37,360	\$26,420

# Wastewater Administration

## Description

The Wastewater Fund's mission is to provide reliable wastewater services to Danville's customers and collect and treat wastewater as cost effectively as possible while complying with the Virginia Department of Environmental Quality and the Environmental Protection Agency permit.

The Wastewater Fund provides for the operations and maintenance of the Northside Wastewater Treatment Plant, the Southside Treatment Plant, nine wastewater pumping stations, and wastewater collection lines. The operation of treatment plants and pumping stations is the responsibility of the Utilities Department. The Public Works Department maintains 340 miles of sewer lines and handles customer connections. The Northside Plant is permitted for 20 million gallons per day facility built in the mid-1970s. Due to a loss of major industrial customers through closures of tobacco and textile facilities, the plant is currently treating only 6.0 million gallons per day. The Southside Plant functions as a pumping station and storage facility for waste sludge biosolids.

## Expenditures

	ACTUAL		ADOPTED BUDGET		
	FY2023	FY2024	FY2025	FY2026	Increase/(Decrease)
<b>Expenses</b>					
Personnel Services	\$81,116	\$88,839	\$93,014	\$98,630	\$5,616
Employee Benefits	\$9,027	\$10,324	\$12,307	\$13,880	\$1,573
Purchased Services	\$3,112,601	\$3,238,557	\$4,101,109	\$5,156,480	\$1,055,371
Internal Service	\$527,816	\$564,358	\$551,500	\$620,800	\$69,300
Public Assistance	\$5,442	–	–	–	\$0
Other Operating Expense	\$152,287	\$141,888	\$124,100	\$176,460	\$52,360
Cost Allocation	\$584,748	\$606,480	\$711,274	\$818,970	\$107,696
Capital Expenses	–	–	\$0	\$0	\$0
Depreciation	\$1,078,135	\$1,103,032	\$1,081,350	\$767,040	(\$314,310)
Debt Service	\$41,688	\$34,745	\$28,510	\$0	(\$28,510)
Transfer Out	\$705,760	\$705,760	\$705,760	\$707,760	\$2,000
Contingency Appropriation	–	–	\$0	–	\$0
<b>EXPENSES TOTAL</b>	<b>\$6,298,619</b>	<b>\$6,493,984</b>	<b>\$7,408,924</b>	<b>\$8,360,020</b>	<b>\$951,096</b>

# Personnel

The City of Danville owns the treatment facility, but contracts with INFRAMARK (previously known as Severn Trent) to operate the treatment process and nine wastewater pumping stations located throughout the service area.

Position Title	FY2023	FY2024	FY2025	FY2026
FTEs				
DIVISION DIR WTR/WSTWTR TRTMNT	0.5	0.5	0.5	0.5
SENIOR SECRETARY	0.5	0.5	0.5	0.5
FTEs	1	1	1	1

# Wastewater Capital

## Description

Wastewater Capital plans and budgets for the capital expenditures at the Wastewater Treatment Plant.

## Expenditures

	ACTUAL		ADOPTED BUDGET		ADOPTED BUDGET
	FY2023	FY2024	FY2025	FY2026	Increase/(Decrease)
Expenses					
Personnel Services	\$1,347	\$6,034	–	–	\$0
Employee Benefits	\$154	\$760	–	–	\$0
Purchased Services	\$376,083	\$60,136	–	–	\$0
Other Operating Expense	\$2,272,212	–	–	–	\$0
Capital Projects	–	–	\$0	\$0	\$0
EXPENSES TOTAL	\$2,649,796	\$66,930	\$0	\$0	\$0



# Wastewater Plant Debt Service

## Description

Wastewater Debt Service budgets and accounts for the retirement of principal for general obligation and revenue bonds for the Wastewater fund.

## Expenditures

	ACTUAL		ADOPTED BUDGET		Increase/(Decrease)
	FY2023	FY2024	FY2025	FY2026	
Expenses					
Debt Service	\$135,395	\$142,422	\$149,430	\$259,940	\$110,510
EXPENSES TOTAL	\$135,395	\$142,422	\$149,430	\$259,940	\$110,510