



City of Danville, Kentucky
Quarterly Financial Update

Note: The quarterly financial update is utilized to analyze and assess current financial conditions of the City. The information found in this report is drawn from the City's general ledger as of the last day of the quarter, and occasional anomalies may occur. This report should be used for informational purposes only.

| City of Danville Appropriations December 31, 2025 | | | | | | | |
|--|--|---|--------------------------------------|--|---|--------------------------------------|--|
| | Fiscal Year 2025- 2026 Appropriations | Year to Date December 31, 2025 | FY 25-26 % Complete | Fiscal Year 2024- 2025 Appropriations | Year to Date December 31, 2024 | FY 24-25 % Complete | FY26 compared to FY25 |
| General Fund | \$ 24,988,049 | \$ 12,818,167 | 51.30% | \$ 29,909,080 | \$ 16,297,126 | 54.49% | (3,478,958) |
| Municipal Aid Fund | \$ 940,000 | \$ 502,748 | 53.48% | \$ 790,000 | \$ 477,350 | 60.42% | \$ 25,399 |
| Opioid Fund | \$ - | \$ - | 0.00% | \$ - | \$ - | 0.00% | \$ - |
| Police Safety Fund | \$ 14,338 | \$ 5,023 | 35.03% | \$ 7,383 | \$ 3,858 | 52.25% | \$ 1,165 |
| Drug Forfeiture Fund | \$ 7,500 | \$ 1,859 | 24.79% | \$ 7,500 | \$ 359 | 4.79% | \$ 1,500 |
| Streetscapes Fund | \$ 25,000 | \$ - | 0.00% | \$ 35,000 | \$ 14,804 | 42.30% | \$ (14,804) |
| Parks and Recreation Fund | \$ 24,393,466 | \$ 1,055,282 | 4.33% | \$ 2,658,085 | \$ 1,506,481 | 56.68% | \$ (451,199) |
| Cemetery Fund | \$ 407,163 | \$ 268,945 | 66.05% | \$ 514,877 | \$ 216,197 | 41.99% | \$ 52,748 |
| Stormwater Fund | \$ 1,539,138 | \$ 490,777 | 31.89% | \$ 1,894,942 | \$ 354,645 | 18.72% | \$ 136,133 |
| Garbage Fund | \$ 1,688,193 | \$ 848,958 | 50.29% | \$ 1,620,000 | \$ 801,548 | 49.48% | \$ 47,410 |
| Utility Fund | \$ 19,748,594 | \$ 7,967,739 | 40.35% | \$ 21,746,417 | \$ 4,162,774 | 19.14% | \$ 3,804,965 |
| Museum Fund | \$ 222,983 | \$ 27,297 | 12.24% | \$ 85,621 | \$ 15,726 | 18.37% | \$ 11,571 |
| Parking Fund | \$ 475,591 | \$ 323,473 | 68.01% | \$ 535,628 | \$ 299,692 | 55.95% | \$ 23,781 |

For full details of the City of Danville's fiscal year 2025-2026 budget, and prior year budgets, visit our website:

<https://danvilleky.org/161/Finance>



**General Fund Analysis
For Quarter End December 31, 2025**

**General Fund Revenues for Quarter End December 31, 2025
13,450,001**

| Major Revenue Category | FY 2026 Budget | YTD FY 2025-2026 | % Collected | Compared to 12/31/25 (Under)/Over | Comments |
|----------------------------|----------------|------------------|-------------|-----------------------------------|---|
| Taxes | \$ 2,525,000 | \$ 1,635,607 | 64.78% | \$ (184,149) | Property tax collection began in November and December to take advantage of the discount available. The bulk of real/personal property and tangible property taxes have been collected as of 12/31/25. The City is seeing The City has a FAQ about property taxes available on its website: https://www.danvilleky.org/473/Property-Taxes |
| License & Fees | \$ 18,822,800 | \$ 10,643,586 | 56.55% | \$ 1,061,895 | The license and fees tax category includes the City's occupational tax revenue, net profit tax revenue, franchise taxes, insurance premium taxes, and alcohol sales taxes. These revenues are collected in quarterly cycles. Compared to the prior year, insurance premiums are seeing growth (approx. \$300K increase), along with Occupational License fees (payroll tax) (approx. \$1,3783,898) |
| Penalties & Forfeitures | \$ 9,000 | \$ 5,801 | 64.46% | \$ 763 | The City collects penalties on various collections (i.e. business licenses fees not paid timely). This category of revenue is not significant. |
| Service Revenue | \$ 870,199 | \$ 524,122 | 60.23% | \$ 34,036 | The City has several agreements to provide services to the County/surrounding Cities/groups (i.e. 911 services/Fire Protection Services). These revenues are collected on a monthly and quarterly basis. The revenues are on track compared to budget and billing schedules. |
| Other Recurring Revenue | \$ 663,050 | \$ 416,888 | 62.87% | \$ (249,162) | Other recurring revenue is made up of miscellaneous revenue such as school officer revenue, insurance proceeds, investment interest. Revenue is higher than last fiscal year, though not significantly and is slightly ahead of budget. |
| Inter-governmental Revenue | \$ 540,500 | \$ 223,997 | 41.44% | \$ 2,055,695 | Intergovernmental revenue consists of revenue received from other governmental sources (i.e. Federal and State governments). This category is slightly under budget due to a budgeted grant (related to Baughman Ave sidewalk work). This is a reimbursement grant and funds have not yet been spent. Other recurring inter-governmental revenue is on track with budget. This category can vary wildly between fiscal years due to awarded grants. |
| Loan/Bond Proceeds | \$ - | \$ - | 0.00% | - | No General Fund loans or bonds have been budgeted or issued year-to-date. |



General Fund Expenses for Quarter End December 2025

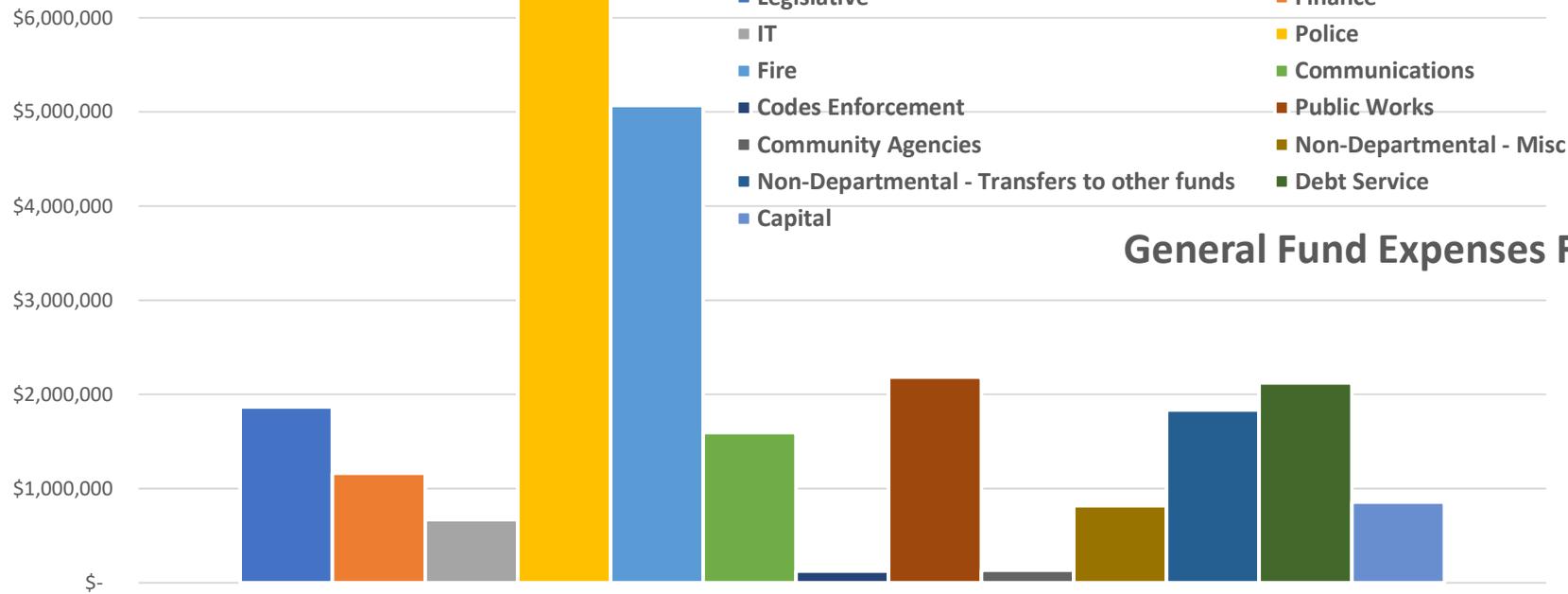
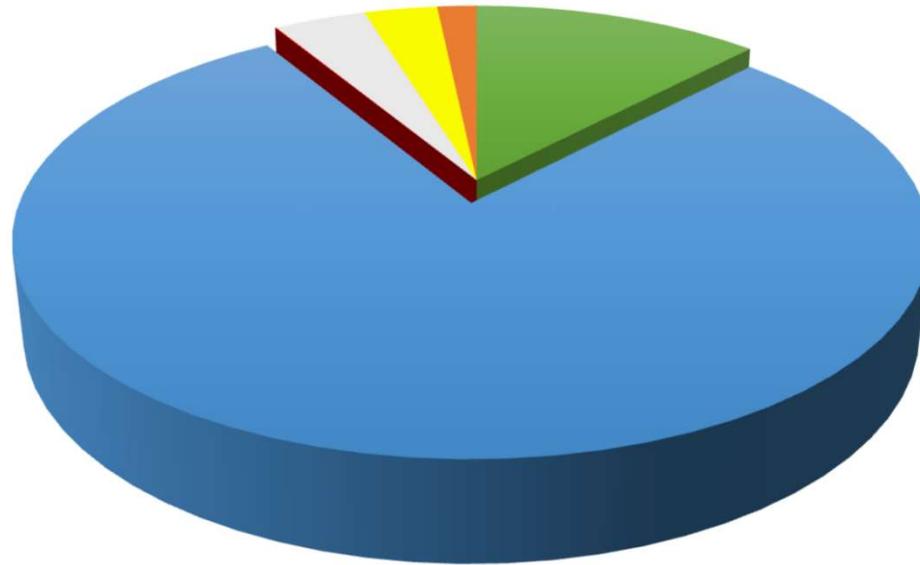
\$12,818,167

| Major Expense Category | YTD | | % Collected | Compared to 12/31/25 (Under)/Over | | Comments |
|---|----------------|--------------|-------------|-----------------------------------|--|----------|
| | FY 2026 Budget | FY 2025-2026 | | | | |
| Legislative | \$ 1,869,197 | \$ 1,046,830 | 56.00% | 404,084 | <p>Compared to fiscal year 2025, departmental expenses have increased by approximately \$214,000. Several departments show notable year-over-year increases, primarily driven by changes incorporated into the FY budget, including adjustments to staffing levels, salary increases, and higher health insurance costs. In contrast, the IT department reflects a significant decrease compared to the prior year, largely due to reduced health insurance expenses. Most departmental budgets are currently tracking slightly above the annual budget target of 50 percent and will continue to be closely monitored throughout the remainder of the fiscal year. This can largely be attributed to payroll cycles (ie 3 in December).</p> | |
| Finance | \$ 1,164,900 | \$ 630,427 | 54.12% | (12,319) | | |
| IT | \$ 670,298 | \$ 310,780 | 46.36% | (133,512) | | |
| Police | \$ 6,550,044 | \$ 3,604,544 | 55.03% | 55,396 | | |
| Fire | \$ 5,069,876 | \$ 2,662,861 | 52.52% | (116,815) | | |
| Communications | \$ 1,595,209 | \$ 898,568 | 56.33% | (3,986) | | |
| Codes Enforcement | \$ 122,594 | \$ 62,509 | 50.99% | 1,521 | | |
| Public Works | \$ 2,185,079 | \$ 1,237,910 | 56.65% | 20,467 | | |
| Community Agencies | \$ 134,100 | \$ 64,250 | 47.91% | (56,750) | <p>Expenses in the Community Agencies category are funds given to various groups that have requested funding during the annual budgeting process. These groups include non-profits such as the Great American Brass Band Festival, Shepard's House, and West Tea Hill Theater, among others. In FY25 the City allocated an additional \$50K to the Senior Center for a capital expense, which contributes to the large difference compared to FY25.</p> | |
| Non-Departmental - Misc | \$ 816,797 | \$ 188,860 | 23.12% | (1,670,361) | <p>The City appropriates funds for shared agencies (Planning & Zoning, Economic Development Corporation, Economic Development Authority), along with miscellaneous items such as a contingency, the 250th Anniversary Celebration, Disaster Recovery, and Sister Cities. The large variance from FY25 is due to a large contribution to the EDA in FY25 (\$1,615,000).</p> | |
| Non-Departmental - Transfers to other funds | \$ 1,832,102 | \$ 589,801 | 32.19% | (97,422) | <p>Non-departmental transfers to other funds General Fund support of other City functions, including Parks & Recreation, the Cemeteries, Garbage collection, the Musuem Fund, and the Parking Fund. Some transfers to support capital projects in the Parks fund will occur later in the year (\$652,000 budgeted for Parks capital projects).</p> | |
| Debt Service | \$ 2,122,853 | \$ 1,286,692 | 60.61% | 3,206 | Debt service expenses are on track compared debt service schedules. | |
| Capital | \$ 855,000 | \$ 234,136 | 27.38% | (1,575,122) | Capital expenditures are down for the current year (compared to budget and prior year). No significant projects are ongoing in the current fiscal year. | |



- Taxes
- License & Fees
- Penalties & Forfeitures
- Service Revenue
- Other Recurring Revenue
- Inter-governmental Revenue
- Loan/Bond Proceeds

General Fund Revenue FY 25-26



General Fund Expenses FY 25-26

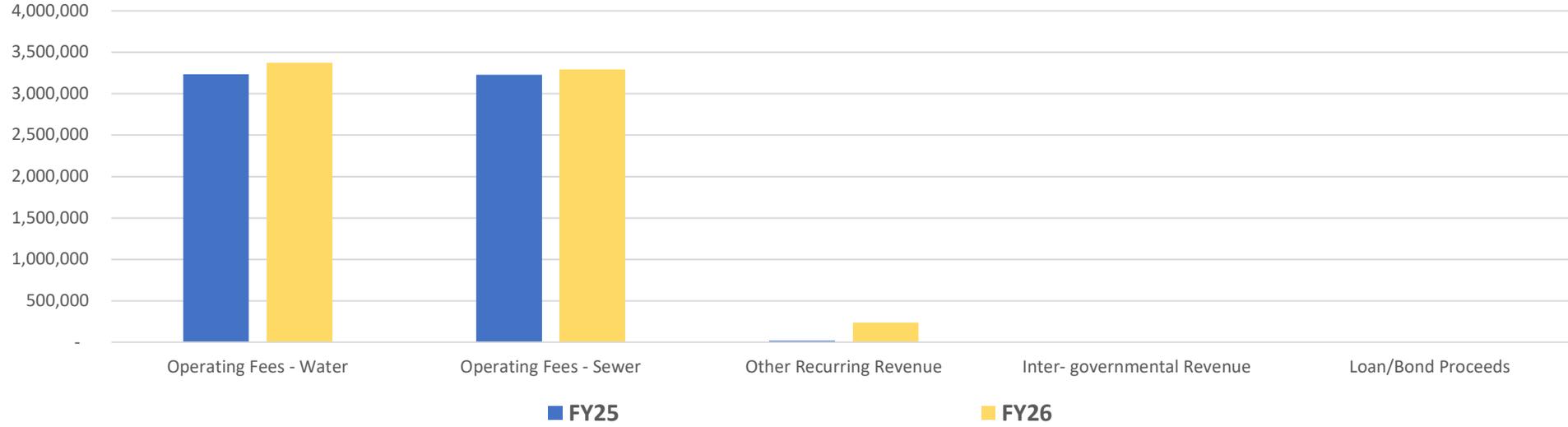


Utility Fund Analysis for Quarter End December 31, 2025

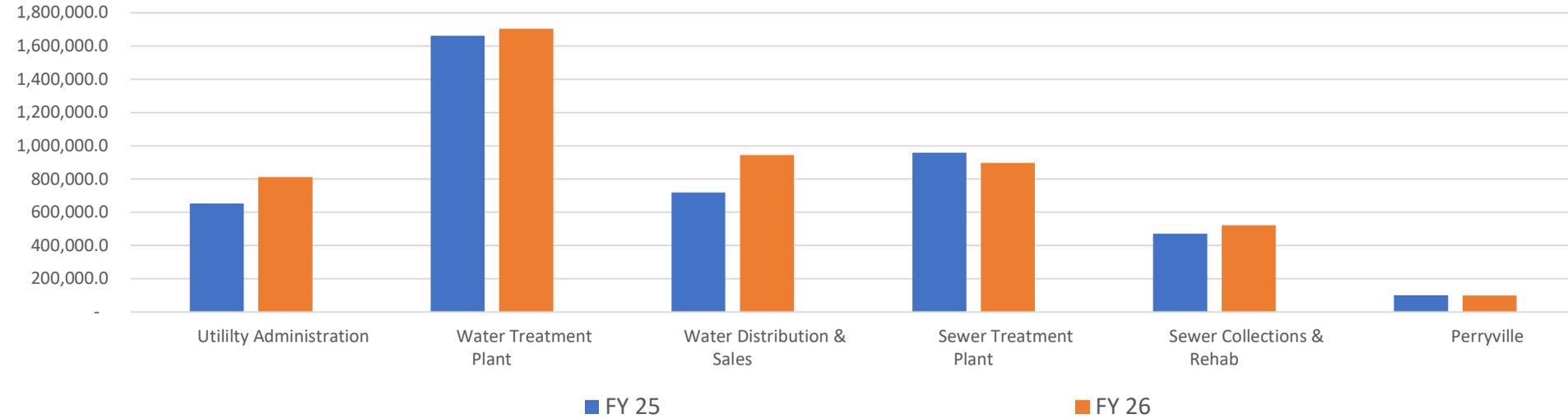
| Category | FY 2026 Budget | YTD FY 2025-2026 | % Collected/ Expended | Compared to 12/31/25 (Under)/Over | Comments |
|----------------------------|----------------|---------------------|--------------------------|---|--|
| Operating Fees - Water | \$ 6,311,906 | \$ 3,372,353 | 53.43% | 138,929 | The City charges user fees associated with water usage. This is on track compared to budget. A rate adjustment, as required by ordinance, was completed in July 2025. |
| Operating Fees - Sewer | \$ 6,272,862 | \$ 3,287,638 | 52.41% | 60,898 | The City charges user fees associated with sewer usage. This is on track compared to budget. A rate adjustment, as required by ordinance, was completed in July 2025. |
| Other Recurring Revenue | \$ 208,022 | \$ 240,289 | 115.51% | 218,423 | The Utility Fund receives various other recurring revenue, including interest, tower rental income, and miscellaneous items. This category is not significant to the Utility fund, but is on |
| Inter-governmental Revenue | \$ 1,142,489 | \$ - | 0.00% | - | The City received a EDA grant in the amount of \$1,475,489 for work on the Lebanon Rd Phase 2 Sewer project. No funds received to date. Will likely carryforward to FY27. |
| Loan/Bond Proceeds | \$ 3,476,062 | \$ - | 0.00% | - | The City received KIA loan approval for several projects including Lebanon Road Phase 2 and has a few capital projects in the pipeline that bond funds may be necessary. No funds received to date. |
| Operating Expenses | \$ 9,160,527 | \$ 4,978,358 | 54.35% | 412,403 | Operating expenses include expenditures for all Utility Fund departments, including Utility Administration, the Water Plant, Water Distribution, the Sewer Plant, Sewer Collection & Rehab, and Perryville. Current expenditures compare favorably to the budget overall. However, some individual departments are reporting higher than budget and prior year costs primarily due to increased health costs. |
| Non-Operating Expenses | \$ 916,676 | \$ 257,353 | 28.07% | 1,763 | Non-operating expenses for the Utility Fund include the interfund charge from the General Fund (support for the functions performed in the General Fund), a contingency, medical costs, and charges assessed by the KY River Authority. |
| Debt Service | \$ 2,715,493 | \$ 1,436,862 | 52.91% | 165,297 | Debt service is on track compared to debt service schedules. |
| Capital | \$ 6,955,898 | \$ 1,295,166 | 18.62% | (2,867,608) | Capital expenditures from the Utility Fund consist of water and sewer projects to improve the water quality/capacity of the City's systems. Fiscal year 2026 expenditures compare favorably to the budget and are significantly below prior year at this time. This is expected due to ongoing work completed last year and current year, along with the schedules of ongoing projects, including the McKinney Waterline Connection, the Balls Branch sewer improvements, and planning for phase 2 of the Lebanon Sewer project. |



Utility Fund Revenue Year to Year Comparison



Utility Fund Departmental Expenses Year to Year Comparison





Parks and Recreation Fund Analysis - Revenue

| Category | FY 2026 Budget | YTD | | % Collected | Comments |
|----------------------------|----------------|--------------|--|-------------|---|
| | | FY 2025-2026 | | | |
| Transfer from General Fund | \$ 1,527,102 | \$ 437,301 | | 28.64% | The City budgets an interfund transfer from the General Fund to support Parks & Recreation operations and capital improvements. The City budgeted \$874,602 for operations support and \$652,500 for capital support. As of 12/31/25 - all transfers have been to support operations. Capital transfers will be completed later in the year. |
| Service Revenue | \$ 86,000 | \$ 41,201 | | 47.91% | Service revenue at the Parks includes rentals of buildings and facilities. Parks revenues peak in spring. |
| Parks Revenue | \$ 325,000 | \$ 181,451 | | 55.83% | Parks revenues consist of Parks programs fees (ie basketball, baseball, softball), facility use fees (gym and pool fees), and concessions. |
| Other Recurring Revenue | \$ 14,950 | \$ 9,444 | | 63.17% | The Parks system sees other recurring revenue such as interest, various contributions. This is not a significant source of revenue and can vary significantly throughout the year. |
| Sponsorships | \$ 50,000 | \$ 5,301 | | 10.60% | Parks periodically receives sponsorships for various activities. They can consist of banners, sponsorships of activities with partners, or initiatives at Jennie Rogers (fall break lunch). The bulk of sponsorships happen in the Spring. The Jennie Rogers Community Center was began working on obtaining more sponsorships directly related to programming at the community center (ie kids lunches during breaks from school). |
| Intergovernmental Revenue | \$ 470,414 | \$ 200,528 | | 42.63% | The Parks & Recreation fund receives contributions from the Boyle County Fiscal Court for support. Operating support is based on the Parks & Recreation agreement between the City and County. For FY26, the County will contribute \$390,413.70 for operations. The City has also been awarded a grant for improvements at Butler Dr Park (\$80,000) - not yet received. |
| Loan/Bond Proceeds | \$ 22,000,000 | \$ - | | 0.00% | The City budgeted bond proceeds in the current year for an indoor recreation facility to help further discussion on the project. No action has been taken to acquire debt at this time. |

Parks and Recreation Fund Analysis - Expenses

| Category | FY 2026 Budget | YTD | | % Expended | Comments |
|-----------------|----------------|--------------|--|------------|--|
| | | FY 2025-2026 | | | |
| Debt Service | \$ 12,745 | \$ 6,690 | | 52.49% | The Parks and Recreation Fund is comprised of seven departmental categories, organized by location and program. The debt service category relates exclusively to leased vehicles. Parks and Recreation expenses tend to fluctuate seasonally, aligning with weather conditions and the program calendar. Expenditures are typically higher during the spring, summer, and fall when program activity is greatest, resulting in increased costs across most departments. These seasonal spending patterns are expected and are closely monitored throughout the year, such as at the pool. However, a few departments will need to be monitored to ensure spending aligns with budgets. |
| Millennium Park | \$ 935,704 | \$ 474,644 | | 50.73% | |
| Fitness Center | \$ 416,154 | \$ 263,247 | | 63.26% | |
| Pool | \$ 93,379 | \$ 58,453 | | 62.60% | |
| Community Parks | \$ 45,750 | \$ 11,430 | | 24.98% | |
| Jennie Rogers | \$ 237,233 | \$ 157,203 | | 66.27% | |
| Capital | \$ 22,652,500 | \$ 83,614 | | 0.37% | |



Other Major Funds (Revenue)

Municipal Aid Fund, Streetscapes Fund, Cemetery Fund, Stormwater Fund, Garbage Fund, Parking Fund

| Fund | FY 2026 Budget | YTD | | Comments |
|---------------|----------------|--------------|-------------|---|
| | | FY 2025-2026 | % Collected | |
| Municipal Aid | \$ 763,000 | \$ 361,072 | 47.32% | <p>Operating revenues for these funds consist of state-provided road aid, stormwater fees, cemetery lot sales and service fees, and parking rentals and fines. Non-operating revenues include transfers from the General Fund, interest earnings, and grant proceeds. Transfers from the General Fund are made only as needed.</p> <p>In the current fiscal year, both the Municipal Aid Fund and the Stormwater Fund have budgeted for significant capital projects, including the Baughman Avenue sidewalk improvements in the Municipal Aid Fund and the Twinbrook Culvert replacement in the Stormwater Fund. The Municipal Aid Fund anticipates a grant of approximately \$400,000 to support its project, while the Stormwater Fund budgeted for a potential bond or debt issuance for the Twinbrook project. Based on the current project scope and cost estimates, issuance of that debt is not expected to be necessary.</p> |
| Cemetery | \$ 261,500 | \$ 128,202 | 49.03% | |
| Stormwater | \$ 1,313,865 | \$ 349,922 | 26.63% | |
| Parking | \$ 403,100 | \$ 211,423 | 52.45% | |

Other Major Funds (Expense)

Municipal Aid Fund, Streetscapes Fund, Cemetery Fund, Stormwater Fund, Garbage Fund, Parking Fund

| Fund | FY 2026 Budget | YTD | | Comments |
|---------------|----------------|--------------|------------|---|
| | | FY 2025-2026 | % Expended | |
| Municipal Aid | \$ 940,000 | \$ 502,748 | 53.48% | <p>Operating expenditures include salaries, contractual expenses, and supplies. The Municipal Aid fund was budgeted for \$500K in capital expenses (Baughman Ave). The Cemetery fund did see elevated costs in the beginning of FY26 due to fence replacement at Hilldale budgeted in the previous year but completed in the current year. This will require a budget amendment. The Stormwater fund's capital project (Twinbrook Culvert) is underway, but payment for the project has not yet occurred. Operations are on track with budget. a The Parking Fund appears significantly under budget, however, this is due to the debt service schedule within that fund.</p> |
| Cemetery | \$ 407,163 | \$ 268,945 | 66.05% | |
| Stormwater | \$ 1,539,138 | \$ 490,777 | 31.89% | |
| Parking | \$ 475,591 | \$ 323,473 | 68.01% | |