

ORDINANCE NO. 510
 AN ORDINANCE ADOPTING THE CITY OF MORGANFIELD, KENTUCKY
 ANNUAL BUDGET FOR THE FISCAL YEAR
 1 JULY 2014 THROUGH 30 JUNE 2015,

BY ESTIMATING REVENUES AND RESOURCES AND APPROPRIATING FUNDS
 FOR THE OPERATION OF CITY GOVERNMENT

WHEREAS, the annual budget proposal and message has been prepared and delivered
 to the City Council; and

WHEREAS, the City Council has revised such budget proposal and made necessary
 modifications,

NOW, THEREFORE, BE IT ORDAINED BY THE CITY OF MORGANFIELD, KENTUCKY,

SECTION 1:

That the annual budget for the fiscal year beginning 1 July 2014 and ending 30 June 2015
 is hereby adopted as follows:

Resources Available:

Fund balance carried forward (estimated) \$1,692,700

Estimated Revenue:

001 General Fund	<u>\$2,119,233</u>
002 Agency Fund	<u>0</u>
003 Municipal Aid Fund	<u>85,000</u>
004 Economic Assistance Fund	<u>156,500</u>
005 Local Law Enforcement Block Grant	<u>0</u>
008 Water and Sewer Fund	<u>2,969,500</u>
020 Gas Revenue Fund	<u>3,489,500</u>
 Total Estimated Revenue	 <u><u>\$8,819,733</u></u>

Total resources available for appropriation \$10,512,433

001 General Fund	<u>\$3,427,007</u>
002 Agency Fund	<u>0</u>
003 Municipal Aid Fund	<u>100,000</u>
004 Economic Assistance Fund	<u>0</u>
005 Local Law Enforcement Block Grant	<u>0</u>
008 Water and Sewer Fund	<u>2,542,481</u>
020 Gas Revenue Fund	<u>2,351,611</u>
	<u>\$8,421,099</u>

Total Appropriations: \$8,421,099

Less: Appropriations of Carry Over Funds 398,634

Total Current Year Appropriations \$8,819,733

Less: Payment on Gas Bond Issue

Estimated fund balance at end of fiscal year: \$2,091,334

First Reading April 24, 2014

Second Reading May 22, 2014 *Bill Young*
 s/s Bill Young -Mayor

Published June 4, 2014

David Presser
 David Presser, City Administrator



CITY OF MORGANFIELD

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May 22, 2014
City Council Members

Presented herewith is the Budget Proposal as set forth in KRS. 91A. Outlined in this budget you will find a comparison of revenues and expenditures for the fiscal year ended June 30, 2014, current revenues and expenditures through March 31, 2014, projected revenues and expenditures through June 30, 2014 and the proposed revenues and expenditures for the forthcoming fiscal year July 1, 2014 through June 30, 2015 for all funds of the City of Morganfield.

In preparation of this budget an examination of all revenues and expenditures for all funds of the City were made and the projected budget was based on the best available information as would apply to the next fiscal year. Revenues were projected based on current rates existing at the time this budget was prepared. Expenditures for salaries were projected at 2.5% across the board increase. Projected salaries for FY ending 6-30-15 are \$2,035,650. Total salaries and benefits for FY ending 6-30-15 are projected to increase 3.18%, the cost of the employee retirement plan for CERS non-hazardous is 17.67% a decrease of 1.22% and 34.31% for CERS hazardous a decrease of 1.39%. I projected a 5% increase in health insurance plan which will take affect on January 1, 2015. Utility Revenues for the up coming fiscal year are projected to be down approximately \$31,000 due to the fact we do not expect as cold of a winter as last year. Increase water revenue from our customer, Union County Water District, which is adding Sturgis, Kentucky as their new customer, will help keep total Utility revenues closer to last year budget.

Major projects in this budget are \$300,000 to refurbish a 500,000 gallon digester in order to store and process sludge at the Sewer Plant.

The engineering of the second phase of the Combine Sewer Project has been completed and the estimated cost of the project is \$2,700,000. The city qualified and will submit an application for a million dollar block grant again and, if successful, will have to borrow \$1,700,000 to complete phase 2. Bids for the construction of phase 2 will not be let until late spring or early summer of 2015. All Department Heads were consulted regarding requests for the capital outlay; items approved totaled approximately \$400,000 as outlined in the budget. If all items are expended during the fiscal year we are projecting a deficit of \$428,634 which will be covered by the city's reserves and short term borrowing.

Inter-fund transfers have been provided for as needed by the various non-revenue producing funds of the City.

"A Renaissance Kentucky City"



CITY OF MORGANFIELD

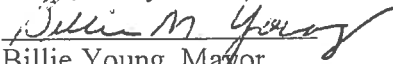
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It should be noted that we are proposing transferring money from various funds to supplement the General Fund of the City since this fund does not nearly generate enough revenue from general tax sources to operate the Public Service Departments.

I hereby submit this Budget for the approval of the City Council

Respectfully Submitted;


Billie Young, Mayor