

**CITY OF RUSSELLVILLE, KENTUCKY
ORDINANCE 2005-07**

AN ORDINANCE ADOPTING THE CITY OF RUSSELLVILLE, KENTUCKY, ANNUAL BUDGET FOR THE FISCAL YEAR JULY 1, 2005 THROUGH JUNE 30, 2006, BY ESTIMATING REVENUES AND RESOURCES AND APPROPRIATING FUNDS FOR THE OPERATING OF CITY GOVERNMENT, PROVIDING A REPEALER CLAUSE, SEVERABILITY CLAUSE AND AN EFFECTIVE DATE.

** ** *

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

WHEREAS, the City Council has reviewed such budget

NOW, THEREFORE, BE IT ORDAINED BY THE CITY OF RUSSELLVILLE, THAT:

Section 1:

The annual Budget for the fiscal year beginning July 1, 2005, and ending June 30, 2006, is hereby adopted as follows:

See Exhibit "A" attached hereto.

Section 2:

The regulatory license fee established by Ordinance 83-6, including any amendments, shall be five percent (5%) of the gross receipts from the retail sale of alcoholic beverages.

Section 3:

The totals on this budget are based on numbered line items contained in the "Proposed Budget" sections on a computer printout on file in the City Clerk's office and designated "2005-2006 Budget Report." Before any expenditures are made for any department that would cause any line item to be exceeded, or within ten (10) days after the financial statement for the preceding month is made to the City Council, the Department Head of that department shall prepare and submit to the City Council a sworn statement reporting the amount of and necessity for those expenditures, and this provision of this Ordinance shall serve as the statutorily required notice to the Mayor of the Council's action requiring this statement.

Section 4: SEVERABILITY CLAUSE

In the event any provision of this Ordinance is invalid for any reason, such invalidity shall not affect any other provision.

Section 5: REPEALER CLAUSE

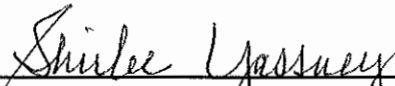
All portions of any ordinance or rule or regulation in conflict herewith are hereby repealed to the extent of that conflict only.

Section 6: EFFECTIVE DATE

This Ordinance shall be effective upon its passage and publication according to law.

FIRST READING conducted on the 27th day of May, 2005.

SECOND READING conducted this the 21st day of June, 2005.



SHIRLEE YASSNEY, MAYOR

Ayes: Jones, Russell; McPherson, Lanny; Stratton, Mark

Nays: Phillips, Charles; Zick, Eugene

Abstaining: Whipple, Jack

Absent: none

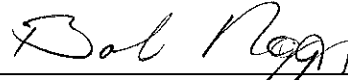
ATTEST:



BOB RIGGS, CITY CLERK

NOTICE

All interested persons are hereby notified that a summary of the Fiscal Year 2005-2006 Budget for the City of Russellville, Kentucky, is available for public inspection. The summary and documents to support same are available at City Hall from 8:00 a.m. to 5:00 p.m., Monday through Friday.



BOB RIGGS, CITY CLERK

ESTIMATED REVENUE
Fiscal Year 2005 / 2006

Exhibit "A"

Department	General Fund	Carpenter Center	Municipal Road Aid & LGEAF	Capital Projects CDBG/Bonds	Water / Sewer	Redemption Fund	DeGraffenried Fund	Police/Fire Incentive
Property Taxes	899,449	-	-	-	-	-	-	-
Fines and Forfeitures	(59,003)	-	-	-	-	-	-	-
Occupational Taxes	2,691,515	456,841	-	-	-	-	-	-
Governmental Revenue/Transfers	2,395	-	94,500	-	-	-	-	109,746
Code Enforcement	28,000	-	-	-	-	-	-	-
Interest	9,187	-	61	-	4,332	-	13,500	-
Charges for Services	361,359	-	-	-	3,832,332	-	-	-
Alcohol License Fee	190,165	-	-	-	-	-	-	-
Previous Year Carryover	261,800	-	10,003	-	-	-	1,042,561	-
Grants	4,340	-	-	-	364,000	-	-	-
Loan Proceeds	85,000	-	-	-	-	-	-	-
Harrison-Hite Streetscape	-	-	-	-	-	-	-	-
Carpenter Center	-	111,133	-	-	-	-	-	-
TOTAL	\$ 4,474,207	\$ 567,974	\$ 104,564	\$ -	\$ 4,200,664	\$ -	\$ 1,056,061	\$ 109,746

Exhibit "A"

APPROPRIATIONS
Fiscal Year 2005 / 2006

Department	General Fund	Carpenter Center	Municipal Road Aid & LGEAF	Capital Projects CDBG/Bonds	Water / Sewer	Redemption Fund	DeGraffenried Fund	Police/Fire -
Administrative	623,329	-	-	-	-	-	-	-
Police	1,774,966	-	-	-	-	-	-	83,255
Fire	654,703	-	-	-	-	-	-	26,491
Streets	453,997	-	94,564	-	-	-	-	-
Cemetery	246,539	-	-	-	-	-	-	-
Parks	389,468	-	-	-	-	-	-	-
Service Center	61,339	-	-	-	-	-	-	-
Water	-	-	-	-	2,322,505	-	-	-
Sewer / I & I	-	-	-	-	1,514,159	-	-	-
Carpenter Center	-	567,974	-	-	-	-	-	-
Harrison-Hite Streetscape	-	-	-	-	-	-	-	-
Grants	-	-	-	-	364,000	-	-	-
Civic/Interests	269,866	-	-	-	-	-	21,040	-
TOTAL	\$ 4,474,207	\$ 567,974	\$ 94,564	\$ -	\$ 4,200,664	\$ -	\$ 21,040	\$ 109,746

Estimated Fund Balance End of Fiscal Year

\$	-	\$	-	\$	10,000	\$	-	\$	-	\$	-	\$	1,035,021	\$	-
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FISCAL YEAR 2005-2006 BUDGET MESSAGE

The overall goal of the Proposed 2005-2006 Budget is to provide and maintain efficient and sufficient services to all Russellville citizens and taxpayers. The main goal is to continue to emphasize public safety and health through the Police, Fire, and Street Departments; provide and facilitate fiscal oversight through the Administrative Department; provide burial services and perpetual upkeep through the Cemetery Department; and provide recreational services through the Parks Department; provide and maintain efficient and sufficient Water and Sewer services to all Russellville citizens and taxpayers.

Projected revenues for the General Fund total \$5,037,840.00 and in addition to this amount, grants total \$4,340.00, with a total for both of \$5,042,180.00. Expenditures equal the same amount. The budget was compiled utilizing the March 31, 2005, Income Statement. The Department Budgets were carefully reviewed with each Department Head to arrive at a proposed budget.

The following are note worthy factors in the proposed budget.

- 1) There is no increase in tax rates
 - 2) Debt payment are;
 - a) ITW payments (paid from lease income) - \$99,985
 - b) Carpenter Center Bond Payments - \$133,973
 - c) KLC loan payment - \$61,722
 - d) Carpenter Center Repair payment - \$65,779
 - e) Police vehicles loan payment - \$16,717
 - f) Fire truck loan payment - \$70,694
 - g) Street backhoe payment - \$11,644
 - h) Cemetery warehouse payment - \$10,800
- | | |
|-------|--------------|
| Total | \$471,314.00 |
|-------|--------------|
- 3) A cost of living raise of 2.41% effective July 1, 2005
 - 4) A maximum merit raise of 3%, if warranted
 - 5) A service fee income from Waste Management of \$42,000
 - 6) A fully staffed Police Department of 24 officers

The revenue projections for this are conservative, however, all City services and activities are provided for in the General Fund.

The Municipal Road Aid and Local Government Economic Assistance Fund is projected to have revenue in the amount of \$104,564 and \$94,564 will be spent for social service for the elderly and public safety and streets.

The deGraffenried projected budget is \$1,042,561 in carryover funds and \$13,500 in income revenue, with appropriations as of this date, in the amount of \$21,040.

Projected revenues for the Water & Sewer Operations total \$4,200,664.00, which includes two line item grants from the State of Kentucky for \$364,000. Revenues are at least equal to expenditures for both the Water Department and the Sewer Department. The budget was compiled utilizing the March 31, 2005 Income Statement. The Department Budgets were carefully reviewed with each Department Head to arrive at a proposed budget.

The following are note worthy factors in the proposed budget.

- 1) There is no increase in Water rates or Sewer rates
- 2) Debt payment are;

a) 1991 USDA Bond 68/80	8,775
b) 1972 USDA Bond Spa Lake	10,858
c) 1998 BB&T Sewer Bond	427,292
d) 1999 BB&T Water Bond	239,996
e) 1998 LewBnk Town/City Loan	9,151
f) 1992 KIA Spa Loan	95,481
g) 2002 Farmers Truck Lease	11,545
h) 2005 LewBnk Line of Credit	204,000
Total:	1,007,098

- 3) A cost of living raise of 2.41% effective July 1, 2005
- 4) A maximum merit raise of 3%, if warranted
- 5) A service fee income from North Logan of \$10,664

Please review my Proposed Budget. I welcome any comments and will offer help in whatever I can assist the Council with question, concerns, or changes to the final budget document.

The proposal of this budget is presented for your review and consideration I hope each of you find it both reasonable and acceptable.

Respectfully Submitted,



Mayor Shirlee Yassney