

**CITY OF RUSSELLVILLE, KENTUCKY
ORDINANCE 2011-03**

AN ORDINANCE ADOPTING THE CITY OF RUSSELLVILLE, KENTUCKY, ANNUAL BUDGET FOR THE FISCAL YEAR JULY 1, 2011 THROUGH JUNE 30, 2012, BY ESTIMATING REVENUES AND RESOURCES AND APPROPRIATING FUNDS FOR THE OPERATING OF CITY GOVERNMENT.

** ** *

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: ANNUAL BUDGET

The annual Budget for the fiscal year beginning July 1, 2011, and ending June 30, 2012, is hereby adopted as follows:

See Exhibits "A" and "B" attached hereto.

SECTION 2: REGULATORY LICENSE FEE

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: SEVERABILITY CLAUSE

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

SECTION 4: 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All portions of any ordinance or rule or regulation in conflict herewith are hereby repealed to the extent of that conflict only.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 5: EFFECTIVE DATE

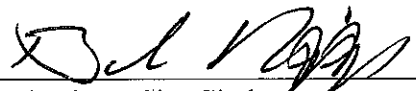
This Ordinance shall be effective upon its passage and publication according to law.

FIRST READING conducted on the 17th day of May, 2011.

SECOND READING AND PASSAGE conducted on this 27th day of May 2011.

By: 
Mark Stratton, Mayor

ATTEST:


Bob Riggs, City Clerk

Ayes: **Jimmy Davenport**
Pet Bell
Sandra Kinser
Jack Whipple
Lenny McPherson
Darlene Gooch

Nays:

Absent:

Abstaining:

NOTICE

All interested persons are hereby notified that a summary of the Fiscal Year 2011-2012 Budget of 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 2011 / 2012**

Revenue Source	General Fund	Carpenter Center Fund	Municipal Road Aid & LGEAF	Ky & Fed Gen Fund Grants	Water / Sewer Fund	KIA Wtr /Swr Grants	Degraffenried Fund	Police/Fire Incentive
Property Taxes	1,041,629							
Fines & Forfeitures	(10,263)							
Occupational Taxes	2,592,121	413,448						
Insurance Premium Fee /Tax	505,735							
Governmental Revenue /Transfers	17,310		143,002					112,224
Code Enforcement	2,500							
Interest	4,670				215		5,000	
Charges for Services	155,407				4,123,326			
Alcohol License Fee	182,176							
Previous Year Carryover	4,793		17,277	10,492	131,855		1,090,854	
Franchise Taxes	73,831							
Note Proceeds /Sale of Asset Proc	330,000							
Carpenter Center		142,184						
Police Grants	30,000							
KY CDBG Green Firehouse Grant				250,000				
KY KHC Streetscape Grant				162,500				
Fed AFG Ladder Fire Truck Grant				479,803				
Fed Dept of Justice Grants				151,234				
Ky Homeland Sec Radios Grant				55,000				
FEMA Emerg Mgt Grants- Flooding				422,000				
KCTCS Fire Grants	8,500			143,675				
Misc Fed and KY Grants				31,261				
KIA Misc Water Line Grants						40,000		
KIA Misc Sewer Line Grants						120,754		
TOTAL	4,938,409	555,632	160,279	1,705,965	4,255,396	160,754	1,095,854	112,224

**APPROPRIATIONS
FISCAL YEAR 2011 / 2012**

Department	General Fund	Carpenter Center Fund	Municipal Road Aid & LGEAF	Ky & Fed Gen Fund Grants	Water / Sewer Fund	KIA Wtr /Swr Grants	Degraffenried Fund	Police/Fire Incentive
Administrative	716,971							
Police	1,753,879							71,016
Fire	916,846							41,208
Streets	437,704		138,702					
Cemetery	223,769							
City / County Parks	313,551							
Service Center	137,540							
Civic Interests	419,336		4,300				19,379	
Recreational Park	18,812							
Water					2,210,599			
Sewer / I&I					1,817,955			
Carpenter Center		555,632						
Rockwell Recreational Park Proj								
KY CDBG Green Firehouse Grant				250,000				
KY KHC Streetscape Grant				162,500				
Fed AFG Ladder Fire Truck Grant				479,803				
Fed Dept of Justice Grants				151,234				
Ky Homeland Sec Radios Grant				55,000				
FEMA Emerg Mgt Grants- Flooding				422,000				
KCTCS Fire Grants				143,675				
Misc Fed and KY Grants				31,261				
KIA Misc Water Line Projects						40,000		
KIA Misc Sewer Line Projects						120,754		
TOTAL	4,938,408	555,632	143,002	1,695,473	4,028,554	160,754	19,379	112,224
FUND BALANCE	1	0	17,277	10,492	226,842	0	1,076,475	0

CITY OF RUSSELLVILLE
 ANNUAL DONATIONS
 FY 2012 BUDGET

5/23/2011

NAME OF ORGANIZATION	FY2006 ACTUAL	FY2007 ACTUAL	FY2008 ACTUAL	FY2009 ACTUAL	FY2010 ACTUAL	FY2011 ESTIMATE	FY2012 BUDGET
GENERAL FUND							
DONATIONS							
BRADD - AGING SERVICES PROGRAM	1,600	1,600	1,600	1,600	1,600	1,600	1,600
RUSSELLVILLE SENIOR CITIZENS MEALS	2,400	2,400	2,400	2,400	2,000	2,000	2,000
KY COMMUNITY ACTION AGENCY	1,200	1,200	1,200	1,200	1,200	700	700
HUMANE SOCIETY	7,200	15,050	7,200	7,200	7,200	7,200	7,200
TOBACCO HERITAGE FESTIVAL	1,500	0	1,500	1,500	0	0	0
ARTS COMMISSION	3,000	0	5,000	5,000	3,000	3,000	3,000
MAYORS YOUTH COUNCIL	900	1,200	1,200	0	200	18	0
SEARCH AND RESCUE	5,000	0	0	0	0	0	0
AIRPORT BOARD	2,500	2,500	2,500	5,892	4,375	4,375	4,375
AGAPE SERVICE FOUNDATION/TOYS	500	500	500	500	0	525	500
GOOD SAMARITAN	500	0	500	500	500	0	500
SPECIAL OLYMPICS	130	130	130	130	130	0	0
CHAPLAINS	0	2,000	2,000	2,000	0	0	0
CONCERNED CITIZENS	4,999	4,999	4,999	4,999	0	0	0
KENTUCKY CHANGERS	1,500	0	1,500	1,500	0	0	0
MAINSTREET	18,000	25,000	25,000	25,000	25,000	25,000	0
LOGAN TODD BAPTIST ASSOC	0	1,500	0	0	0	0	0
ST VINCENT	0	0	0	100	1,000	0	0
OTHER -NOT YET IDENTIFIED / COMMITTED	0	0	0	635	672	510	25,053
TOTALS	50,929	58,079	57,229	60,156	46,877	44,928	44,928
DONATIONS							
INDUSTRIAL DEVELOPMENT ASSOCIATION	57,180	55,488	77,000	80,000	80,000	80,000	80,000
PARKS DEPT							
BEAUTIFICATION COMMITTEE & PARKS MAIN	8,755	5,763	10,000	10,000	10,000	4,000	1,000
TOTALS	116,864	119,330	144,229	150,156	136,877	128,928	125,928

**CITY OF RUSSELLVILLE
BUDGET MESSAGE
FISCAL YEAR 2011-2012**

This 2011- 2012 Budget will begin the efforts to improve and strengthen the financial stability of the City of Russellville, while continuing to move forward. Again this year, this will be accomplished without raising property or occupational taxes. Each department's budget has been reviewed. Assigned council members were given the opportunity and participated in the budget process.

We focused on five areas of interest in this 2012 budget.

1. Reduction in spending for non-essential programs and services
 - Eliminated internal programs and services
 - Combining maintenance of parks and cemetery
 - Total salaries have been reduced by \$292,379, compared to FY2009

2. Funding medical & retirement cost increases /without hurting the employees
 - Medical Insurance rates increased 12.4% - this in an increase of \$92,764
 - Employees premium payment will not change
 - Retirement funding rates will be 10.1% higher- this is an increase of \$70,454

3. Funding replacement of critical equipment and infrastructure
 - A. Replacement of critical equipment from City funds:
 - Replace 6 aging police cars - last purchase was 4 cars at Dec, 2006 - \$180,000
 - Replace the AS400 central computer hardware – purchased in 1999 - \$28,000
 - Buy a used vehicle for emergency runs by fire department - \$20,000
 - Replace 3.5 ton HVAC unit at Carp Ctr - \$3,500
 - Replace I&I sewer wagon – current equipment is 15 years old - \$30,000

 - B. Replacement of critical equipment from acquisition of grant funds:
 - Replace various fire fighter equipment - \$36,375
 - Buy a new 75 foot ladder fire truck – partial AFG Grant funding - \$479,803
 - Buy police task force car video equipment - \$50,000
 - Buy security and surveillance equipment for local schools - \$47,234
 - Buy crumb rubber for new park playground - \$15,000
 - Replace emergency radios county wide – digital conversion - \$55,000
 - Replace emergency generator at City Hall - \$18,000

- Repair and replace streets and sidewalks with Municipal Road Aid - \$138,702
- Repair and replace water lines with KIA grants - \$40,000
- Repair and replace sewer lines with KIA grants - \$120,754
- Build the fire training burn facility phase II - \$50,000
- Complete 2nd half of the new firehouse facility - \$250,000
- Completion 2nd half of the Streetscape grant - \$162,500
- Implement flood mitigation projects - \$404,000

4. Pay off long term debt

A. General Fund - long term debt payments by year:

	FY2009	FY2010	FY2011	FY2012
◦ 1997 Carpenter Center bonds	\$135,000	\$135,000	\$134,000	\$ 89,000
◦ 2004 Carpenter Center bonds	68,000	67,000	67,000	66,000
◦ 2006 Carpenter Center bonds	24,000	24,000	24,000	24,000
◦ 2005 Street backhoe	15,000	500	paid	paid
◦ 2006 Cemetery property	163,000	paid	paid	paid
◦ 2006 General Fund projects	45,000	43,000	30,000	paid
◦ 2006 Service center property	25,000	25,000	25,000	25,000
◦ 2006 3 police cars	16,000	paid	paid	paid
◦ 2007 4 police cars	36,000	17,000	paid	paid
◦ 2008 Pierce fire truck	64,000	51,000	17,000	paid
◦ 2009 Herndon Road project	6,000	29,000	29,000	29,000
◦ 2009 General Fund projects		113,000	113,000	113,000
Totals	\$597,000	\$504,500	\$439,000	\$346,000

B. Water / Sewer fund - long term debt payments by year:

	FY2009	FY2010	FY2011	FY2012
◦ 1972 USDA Spa Lake bond	\$ 3,000	\$ paid	\$ paid	\$ paid
◦ 1991 USDA water line bond	9,000	119,000	paid	paid
◦ 1992 KIA Spa Lake loan	98,000	98,000	98,000	98,000
◦ 1998 Town & Country water	9,000	5,000	5,000	paid
◦ 1999 water crisis bond	196,000	paid	paid	paid
◦ 2006 I & I backhoe loan	10,000	paid	paid	paid
◦ 2006 I & I sewer camera loan	17,000	paid	paid	paid
◦ 2006 Water/Sewer projects	52,000	51,000	34,000	paid
◦ 2006 water meter project	45,000	45,000	30,000	paid
◦ 2006 water meter project	87,000	87,000	87,000	87,000
◦ 2007 Manshart sewer project	52,000	52,000	52,000	52,000
◦ 1998/2010 Sewer Bonds	426,000	426,000	426,000	426,000
Totals	\$1,004,000	\$883,000	\$721,000	\$652,000

5. Create a financial reserve fund

- A. General Fund Restricted Reserve
- B. Water and Sewer Fund Restricted Reserve

In closing, city employees will not have an increase in their insurance premium payment in this budget.

Also, contained in this budget is a 2% merit raise for most employees.

I welcome your comments and suggestions relative to this proposed budget. Together we can set the wheels in motion for financial stability in the City of Russellville.

Mark Stratton
Mayor

PUBLIC NOTICE BUDGET HEARING

The City of Russellville, Kentucky will hold a Public Hearing on Friday, May 27, 2011 at 4:45 p.m. The Hearing will be held at Russellville City Hall, in the City Council's Chamber room, located at 106 S. W. Park Square, Russellville, Kentucky. The purpose of the Hearing is to obtain oral and written comments from citizens regarding the Proposed Annual Budget and the use of Municipal Road Aid Program Funds and Local Government Economic Assistance Funds as contained in the proposed budget in total.

Any person(s), especially senior citizens and physically impaired individuals, who cannot submit written comments or attend the Public Hearing, but wish to make comments, should contact Mayor Mark Stratton by 4:00 p.m., May 23rd, so that the City can make arrangements to obtain their comments. Physically impaired individuals wishing to attend the Hearing should contact the person named above by the appropriate date if special arrangements are necessary.

**Mark Stratton
Mayor, City of Russellville, Kentucky**