

SMITHS GROVE CITY COMMISSION

ORDINANCE NUMBER 16-001 230.20

*** **

**AN ORDINANCE ESTABLISHING THE ANNUAL BUDGET FOR THE FISCAL YEAR
July 1, 2016 through June 30, 2017**

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

WHEREAS, the City Commission has reviewed such budget proposal and made necessary modifications;

**NOW THEREFORE BE IT ORDAINED BY THE CITY OF SMITHS GROVE,
KENTUCKY**

SECTION 1:

That the Annual Budget for the Fiscal Year beginning July 1, 2016 and ending June 30, 2017 is hereby adopted as follows:

	GENERAL FUND	MUNICIPAL ROAD AID FUND	TOTAL
FUND BALANCE FORWARD RESOURCES AVAILABLE:	\$486,249	\$4,404	\$490,653
ESTIMATED REVENUES:			
Property Taxes	\$65,000		\$65,000
Licenses & Permits	\$3,500		\$3,500
Intergovernmental revenues	\$10,500	\$14,500	\$25,000
Insurance Premiums	\$90,000		\$90,000
Franchise Fees	\$10,500		\$10,500
Cemetery	\$5,000		\$5,000
Miscellaneous	\$500		\$500
TOTAL ESTIMATED REVENUES:	\$185,000	\$18,904	\$199,500

	GENERAL FUND	MUNICIPAL ROAD AID FUND	TOTAL
TOTAL RESOURCES AVAILABLE FOR APPROPRIATION:	\$671,249	\$18,904	\$690,153
General Government	\$116,000		\$116,000
Code Enforcement	\$14,000		\$14,000
Police	\$110,000		\$110,000
Streets	\$53,500	\$16,500	\$70,000
Cemetery	\$30,000		\$30,000
TOTAL APPROPRIATIONS:	\$323,500	\$16,500	\$340,000
ESTIMATED FUND BALANCE	\$347,749	\$2,404	\$350,153

SECTION 2:

That this ordinance shall be in effect upon passage and publication on July 1, 2016.

Passed on First Reading by roll call vote of 5 - 0 on the 25th day of April, 2016.

Passed by roll call vote of 3 -0 and adopted on Second Reading on May 23, 2016.

APPROVED: _____



DAVID L. STIFFEY, MAYOR

ATTEST: _____



DEBORAH K. BREWER CITY CLERK

All interested persons are hereby notified that a summary of FY 2016/2017 Budget for the City of Smiths Grove, Kentucky including the intended use of Municipal Aid Funds and Local Government Economic Assistance Funds is available for Public Inspection. The Budget Summary and necessary documentation to support the summary is available at the Municipal Center Monday through Friday 9:00 a.m. to 4:00 p.m.

April 25, 2016

MAYOR'S BUDGET MESSAGE

To the City Commission and Citizens of the City of Smiths Grove, Kentucky;

The Kentucky Revised Statutes require guidelines for the financial administration of the fiscal affairs of cities in the Commonwealth of Kentucky *. To comply with the referenced statutes I am presenting to you this budget message and attached budget proposal for the fiscal year 2016-2017.

1. This budget proposal for fiscal year 2016 – 2017 addresses the city's current needs, as well as future needs for the city to function as effective and efficient as possible.
2. This budget shows a decrease of \$7,500 in the budget for General Government and, a decrease of \$6,000 in Code Enforcement so we can increase the Police and Public Welfare budget by \$10,000, and keeps the Public Works /Street Department budget at its current amount of \$70,000 for continued improvements on our streets. (We have hired an Assistant Chief in the Police Department, which causes us to need an increase in the Police Department budget).
3. The money taken from the General Government and Code Enforcement budgets will subsidize the Police Department as well as the Public Works/Street Department, due to a decrease in funds from our Municipal Road-Aid money from the state.
4. Most of the decreases in the budgets for General Government and Code Enforcement come from tightening up on individual line items not needing as much money for each.
5. As of now, we only have just over \$16,000 in Municipal Road Aid funds due to some street work we are trying to do, and also shows a decrease of funds due to fuel tax issued by the state going down
6. On a positive note, our beginning General Fund money is up by over \$30,000 from the previous year budget projections, giving us an estimated \$8,500 increase in the Estimated Fund Balance, even with the decrease in the Municipal Road Aid Fund.

We as a commission realize this proposed budget has more in expenditures than projected revenues, but as in years past this is a norm for the city's budget. Normally we do not spend all the money budgeted in each department; as a normal practice we budget higher expectations of expenses because of the process we have to go through in setting the budget, along with having to publish the budget ordinance in the paper. When we as a commission, have to amend or make changes, we must re-write, re-publish, etc. for a new budget thus causing extra expenses.

The proposals and explanation stated are presented for your consideration and I ask that the Commission approve this fiscal year 2016 - 2017 budget.

Thank You,
David L. Stiffey
Mayor

* Kentucky Revised Statutes 91A.010 through 91A.060, 83A.130(12), 83A.140(8) and 83A.150(5) specifically address the requirements of financial administration and the fiscal responsibility of cities.