

ORDINANCE 2022-027

AN ORDINANCE AMENDING THE ANNUAL BUDGET FOR THE FISCAL YEAR BEGINNING JULY 1, 2022 AND ENDING JUNE 30, 2023 BY ESTIMATING REVENUES AND APPROPRIATIONS

SECTION 1:

	General Fund	Stormwater Fund	Utility Fund	Sanitation Fund	Municipal Aid Fund	Cemetery Fund	Perpetual Care	Police Cap Impr	Debt Service
Estimated Revenues:									
Operating Revenue	-	259,800	5,781,500	809,808	-	80,000	8,400		
	<u>1,446,238</u>	<u>259,800</u>	<u>5,781,500</u>	<u>809,808</u>	<u>-</u>	<u>80,000</u>	<u>8,400</u>		
Tax Revenue	1,446,238	-	-	-	-	-	-		
	<u>1,443,216</u>								
Licenses & Fees	6,882,700	-	-	261,012	-	-	-		
	<u>6,882,700</u>			<u>261,012</u>					
Intergovernmental Revenue	1,775,366	-	-	-	510,418	-	-		
	<u>1,774,816</u>				<u>510,418</u>				
Fines & Forfeits	70,500	2,000	132,000	16,800	-	-	-		
	<u>70,500</u>	<u>2,000</u>	<u>132,000</u>	<u>16,800</u>					
Intragovernmental Revenues	788,123	32,558	-	-	-	195,700	986	7,400,000	25,000
	<u>788,123</u>	<u>32,558</u>				<u>195,700</u>	<u>986</u>		
Miscellaneous Revenue	358,475	2,251	70,423	1,075	309	144	-	12,000	
	<u>370,042</u>	<u>2,251</u>	<u>70,423</u>	<u>1,075</u>	<u>309</u>	<u>144</u>			
Non-Operating Revenue	-	-	2,000,126	-	-	-	-	4,000,000	
			<u>2,000,126</u>						
TOTAL REVENUES	11,321,401	\$296,609	\$7,984,050	\$1,088,695	\$510,727	\$275,844	\$9,386	\$11,412,000	\$25,000
Appropriations:									
General Government	1,672,151	-	-	-	-	-	-		
	<u>1,650,967</u>								
Police	3,137,877	-	-	-	-	-	-		
	<u>3,086,612</u>								
Fire	309,342	-	-	-	-	-	-		
	<u>309,342</u>								
Public Services	899,519	-	-	-	-	-	-		
	<u>895,524</u>								
Community Services	2,513,347	-	-	-	-	-	-		
	<u>2,408,347</u>								
Economic Development	842,479	-	-	-	-	-	-		
	<u>774,479</u>								
Stormwater	-	256,394	-	-	-	-	-		
		<u>256,394</u>							
Municipal Utilities	-	-	4,479,270	-	-	-	-		
			<u>4,408,936</u>						
Sanitation	-	-	-	777,416	-	-	-		
				<u>777,416</u>					
Municipal Aid/Severance	-	-	-	-	352,000	-	-		
					<u>352,000</u>				
Municipal Cemetery	-	-	-	-	-	217,954	-		
						<u>217,954</u>			
Debt Service	-	-	323,999	-	-	-	-		25,000
			<u>323,999</u>						
Capital Outlay	1,706,940	35,000	3,320,699	-	-	-	-	10,008,664	
	<u>969,155</u>		<u>3,157,751</u>						
TOTAL APPROPRIATIONS	11,081,656	\$291,394	\$8,123,968	\$777,416	\$352,000	\$217,954	\$0	\$10,008,664	\$25,000
EXCESS RESOURCES	\$239,745	\$5,215	(\$139,918)	\$311,279	\$158,727	\$57,890	\$9,386	\$1,403,336	\$0
RESERVE FOR CAPITAL IMPROVEMENT	21,342	-	26,348	-	-	-	-	-	
	<u>30,000</u>		<u>30,000</u>						
TRANSFERS OUT	7,943,700	33,739	288,731	275,547	152,415	50,248	3,000	-	

	—518,700	—33,739	—288,731	—275,547	—152,415	—50,248	—3,000	—	—
CHANGE IN FUND BALANCE	(\$7,725,297)	(\$28,524)	(\$454,998)	\$35,732	\$6,312	\$7,642	\$6,386	\$1,403,336	\$0

**Supplementary Notes:
Expenditure of Funds from Capital
Sinking Fund (Monies allocated and
saved in prior Fiscal Years):**

752,356	-	501,417	-	-	-	-	-	-	-
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Change in Fund Balance Net of

Expenditures from Capital Sinking Fund	(6,972,941)	(28,524)	46,419	35,732	6,312	7,642	6,386	1,403,336	-
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SECTION 2: The regulatory license fee shall be eight percent (8%) of gross sales of all alcoholic beverages sold by the drink. In the case of retail sales of package distilled spirits, wine and malt beverages, the regulatory license fee shall be five percent (5%) of gross sales. The annual rate for the regulatory license fee adopted by the City Commission is estimated to ensure full reimbursement to the city for the cost of any additional policing, regulatory, or administrative expense related to the sale of alcoholic beverages in the city.

SECTION 3: The detailed budget proposal and message, together with modifications, are hereby adopted and incorporated by the reference herein, the same as if copied at length herein.

SECTION 4: This ordinance is effective upon its passage and publication.

SECTION 5: If any section, subsection, paragraph, sentence, clause, phrase, or a portion of this ordinance is declared illegal, unconstitutional or otherwise invalid, such declaration shall not affect the remaining portions hereof.

All ordinances or parts of ordinances in conflict herewith, are to the extent of such conflict, hereby repealed.

FIRST READING _____

SECOND READING _____

At a meeting of the Franklin City Commission held on _____ on motion made by _____ and seconded by Commissioner _____, the foregoing ordinance was adopted, after full discussion, by the following vote.

- _____ Commissioner Brownie Bennett
- _____ Commissioner Herbert Williams
- _____ Commissioner Jamie Powell
- _____ Commissioner Wendell Stewart
- _____ Mayor Larry Dixon

APPROVED BY:

LARRY DIXON, MAYOR
CITY OF FRANKLIN, KY

ATTEST:

CATHY DILLARD, CITY CLERK
CITY OF FRANKLIN, KY

A DETAILED COPY OF THE BUDGET MAY BE SEEN AT CITY HALL, 117 W CEDAR STREET, FRANKLIN KENTUCKY BETWEEN THE HOURS OF 8:30 A.M. AND 4:30 P.M. MONDAY THROUGH FRIDAY.

City of Franklin
FY23 Budget Amendment 1

Proposed Changes in Fund Balances - Governmental Funds

	General Fund	Police Cap Improvement Fund	Debt Service Fund	Municipal Aid Fund	Stormwater Fund	Perpetual Fund	Cemetery Fund	Total Gov't Funds
Fund Balance, Beg. of Year	13,942,363	-	-	214,800	984,134	585,590	134,714	15,861,601
Budgeted Revenue	11,097,557	12,000		204,727	264,051	9,386	80,144	11,667,865
Less: Budgeted Expenses	11,102,998	10,008,664	25,000	352,000	291,394	-	217,954	21,998,009
Funding from prior year sinking fund	752,356							
Excess Resources	746,915	(9,996,664)	(25,000)	(147,273)	(27,343)	9,386	(137,810)	(9,577,789)
General Obligation Debt Issued		4,000,000						4,000,000
Transfers in from other funds	223,844	7,400,000	25,000	306,000	32,558		195,700	8,183,102
Transfers out to other funds	(7,943,700)			(152,415)	(33,739)	(3,000)	(50,248)	(8,183,102)
Budgeted Change in Net Assets	(6,972,941)	1,403,336	-	6,312	(28,524)	6,386	7,642	(5,577,789)
Budgeted Fund Bal, End of Year	6,969,423	1,403,336	-	221,112	955,610	591,976	142,356	10,283,813

Proposed Change in Net Assets net of sinking fund items	\$ (6,972,941)	\$ 1,403,336	\$ -	\$ 6,312	\$ (28,524)	\$ 6,386	\$ 7,642	\$ (5,577,789)
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FY23 Original Budget	1,158,409	-	-	6,312	6,476	6,386	7,642	1,185,225
Change vs FY23 Original Budget	(8,131,349)	1,403,336	-	0	(35,000)	-	-	(6,763,013)

Summary of Changes

General Fund:

Transfer to police capital & debt svc funds	\$ (7,425,000)
Other Capital	(729,127)
Chg in sinking fund	280,221
School Resource Officer	(100,000)
Changes in PD staffing	(47,332)
KBI pmt - Sumitomo	(68,000)
Other	(42,111)
Total General Fund changes	\$ (8,131,349)

Police Capital Improvement Fund:

Transfer from general fund	\$ 7,400,000
Bond proceeds	4,000,000
Investment income	12,000
Capital outlay	(10,008,664)
Total Police Cap Impr Fund	\$ 1,403,336

Stormwater Fund:

Easement	\$ (35,000)
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City of Franklin
Capital Outlay Amendment 1
For Year Ended June 30, 2023

Category	Task	Description	Granted W/ Original Budget	FY23 Budget Amendment 1	Variance	Notes
Carryover	011-2200204	City Hall drive thru window placeholder	50,000.00	80,000	30,000	based on contractor estimate
Carryover	011-2200207	Dark Fiber Equipment		21,665	21,665	equipment + installation
	011-2300103	City Hall Copiers	20,000.00	26,000	6,000	based on estimate from Ricoh
		Roland printer (signs)		20,000	20,000	current printer out of service
	011-2300105	Land 409 W. Madison		110,000	110,000	
	011-2300106	Infrastructure Page Dr		100,000	100,000	placeholder
Carryover	050-2200101	Lamp post, speaker unit, at Main & Madison		4,891	4,891	FY22 Carryover
	015-2200402	9MM Duty Firearms FY22 Carryover		2,320	2,320	FY22 Carryover
	016-2001201	Drawings for police station		32,924	32,924	FY22 Carryover
Carryover	016-2200408	Site work for police station		298,134	298,134	FY22 Carryover
		Police Station Construction		10,008,664	10,008,664	Based on Bid
Carryover	015-2200408	Additional Cruiser Replacement - X 4 (3 Chargers & 1 Durango)	170,600.00	71,833	(98,767)	Durango + L&W costs for Chargers and Durango
	016-2300204	Cruiser Replacement order in FY23		180,960	180,960	4 Chargers
Carryover	020-2200301	2021 Vermeer BC1000XL Brush Chipper		46,000	46,000	FY22 Carryover
	020-2300301	Finn 300 gal Hydroseeder	25,000.00	-	(25,000)	decided not to purchase
	130-2300701	Windsor Park Stormwater Easement		35,000	35,000	

Police Station Construction Funding

Recommendation:

Fund \$7.4MM from general fund

\$4MM bond 30 year term

Average annual debt service \$259k

Impact of construction funding:

Reduces general fund balance to approx \$7MM balance

Remaining fund balance represents 63% of annual spending (7.5 months of spending)

Impact of bond on long-term forecast:

General Fund	Forecast FY24	Forecast FY25	Forecast FY26	Forecast FY27	Forecast FY28	Forecast FY29	Forecast FY30	Forecast FY31	Forecast FY32
Original forecast change in fund balance	1,012	1,003	916	624	521	509	486	461	433
Impact of add'l 3% inflation in FY24	(173)	(183)	(190)	(201)	(209)	(212)	(217)	(221)	(226)
Est debt svc \$4M 30 years	(259)	(259)	(259)	(259)	(259)	(259)	(259)	(259)	(259)
Reduction of annual capital forecast				100	100	100	100	100	100
Revised fcst change in fund balance	580	561	467	264	153	138	110	81	48

City of Franklin
 FY23 Budget Amendment 1

Proposed Changes in Fund Balances - Proprietary Funds

	Utility Fund	Sanitation Fund	Total Proprietary Funds
Fund Balance, Beg. of Year	22,183,271	477,516	22,660,787
Budgeted Revenue	7,984,050	1,088,695	9,072,744
Less: Budgeted Expenses	8,439,047	1,052,963	9,492,010
Funding from prior year sinking fund	501,417		501,417
Budgeted Change in Net Assets	46,419	35,732	82,151
Budgeted Fund Bal, End of Year	22,136,852	441,784	22,578,636

Proposed Change in Net Assets net of sinking fund items	\$ 46,419	\$ 35,732	\$ 82,151
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FY23 Original Budget	248,412	35,732	284,145
Change vs FY23 Original Budget	(201,993)	-	(201,993)

Summary of Changes

Utility Fund:			
Capital, net of sinking fund	\$	(159,296)	
Chg in sinking fund	\$	28,537	
Operating costs		(41,386)	
Other		(29,848)	
Total Utility Fund changes	\$	(201,993)	

City of Franklin
 Capital Outlay Amendment 1
 For Year Ended June 30, 2023

Category	Task	Description	Granted W/ Original Budget	FY23 Budget Amendment 1	Variance	Notes
	021-2300401	WTP structural improvements	124,530.00	184,530.00	60,000.00	added engineering charges
	021-2300406	Flocculation basin gates		80,600.00	80,600.00	Barge Design eng + gates
Carryover	021-2200602	Chemical Hood for Laboratory		1,758.00	1,758.00	FY22 Carryover
	024-2300601	Aeration Basin #2 Wall Rehab	30,000.00	17,000.00	(13,000.00)	project under budget
	024-2300603	Concrete regrouting #2 Screw pump	30,000.00	16,000.00	(14,000.00)	project under budget
	024-2300606	Roof over pipe storage		7,500.00	7,500.00	
Carryover	024-1903103	Sewer plant electrical upgrade (Phase I)		90,890.00	90,890.00	FY22 Carryover
Carryover	024-2200901	Flow monitoring, smoke testing & CCTV wastewater lines	290,000.00	230,758.00	(59,242.00)	spending hit in FY2022 vs FY2023
Carryover	024-2001601	024 Replace 5 valves and actuators		4,790.00	4,790.00	FY22 Carryover