ORDINANCE NO._______:2020

An Ordinance Adopting A Budget for the Morehead Utility Plant Board for Fiscal Year 2020-2021 by the Board of City Council of the City of Morehead, Kentucky

Morehead Utility Plant Board for Fiscal Year 2020-2021:

		2020-2021
UNRESTRICTED CASH CARRY OVER	$	600,000.00
	$	600,000.00
REVENUES		**2020-2021**
GAS SALES	$	3,775,000.00
WATER SALES	$	4,500,000.00
SEWER SALES	$	5,200,000.00
STORM WATER FEES	$	325,000.00
LATE CHARGES	$	85,000.00
I-64 REST AREA, METER RESET, AND MISCELLANEOUS FEES	$	127,000.00
INTEREST INCOME	$	50,000.00
SEWER DUMPING	$	15,000.00
TAP FEES	$	120,000.00
TOTAL REVENUES	$	14,197,000.00
TOTAL CASH CARRY OVER AND REVENUES	$	14,797,000.00
OPERATING EXPENSES		**2020-2021**
GAS SYSTEM	$	2,987,739.00
WATER SYSTEM	$	816,001.19
SEWER SYSTEM	$	1,267,030.05
STORM SEWER	$	256,091.87
WASTEWATER TREATMENT PLANT	$	1,398,471.87
WATER TREATMENT PLANT	$	1,819,387.92
GENERAL ADMINISTRATIVE	$	1,861,275.58
TOTAL OPERATING EXPENSES	$	10,405,997.48
		2020-2021
REQUIRED TRANSFERS TO RESTRICTED FUNDS	$	1,703,927.00
CAPITAL OUTLAY	$	2,033,400.00
CONTINGENCY	$	100,000.00
TOTAL EXPENDITURES	$	14,243,324.48

REQUIRED TRANSFERS TO RESTRICTED FUNDS	2020-2021
EPA SEWER PLANT EQUIPMENT REPLACE	$18,240.00
RD WATER SYSTEM EXPANSION BONDS	$206,334.00
KIA WATER SYSTEM EXPANSION LOAN	$330,489.00
KIA WASTEWATER SYSTEM EXPANSION LOAN	$401,220.00
RD WASTEWATER SYSTEM EXPANSION LOAN	$83,108.00
KIA ARRA CWSRS A209-36 (BIG WOODS PROJECT)	$21,631.00
KIA ARRA CWSRS A209-37(PHASE IV SEWER REHAB)	$34,972.00
KIA WWTP FLOOD RECOVERY LOAN	$107,718.00
KIA KY 158/801 WASTERWATER SYSTEM EXPANSION LOAN	$97,715.00
KIA WATER TREATMENT PLANT PROJECT	$27,500.00
GAS IMPROVEMENT PROJECT	$325,000.00
INTEREST INCOME TRANSFERRED TO RESTRICTED FUNS	$50,000.00
	$ 1,703,927.00
TOTAL CASH CARRY OVER & REVENUE OVER EXPENDITURES	$ 553,675.52

First reading: **Second reading:**

Attest

Laura White-Brown, Mayor

Crissy Cunningham

Morehead Utility Plant Board

	Jul 2018 - Jun 2019	Annualized based on 5 months	2020-2021 Budget
Income			
4000 Water Service Sales	4,067,269.82	4,269,200.86	4,500,000.00
4001 Gas Service Sales	3,699,349.98	1,889,374.51	3,775,000.00
4002 Sewer Service Sales	5,190,115.20	5,010,530.38	5,000,000.00
4002010 Ind Pretreat Permits	25,828.77	17,052.82	20,000.00
4002110 99 BCSD Sewer Revenue	159,209.60	162,469.08	180,000.00
Total 4002 Sewer Service Sales	**5,375,153.57**	**5,190,052.27**	**5,200,000.00**
4004 Storm Water Fees			**325,000.00**
4010 Late Charges (Penalties)	77,380.16	81,592.97	85,000.00
4015 Materials And Supplies		0.00	
4021 I-64 Rest Mtnc Billing	5,400.00	6,480.00	6,500.00
4025 Sewage Dumping Loa	15,390.00	14,323.20	15,000.00
4030 Met Res/Rt Ck/Turn	28,604.19	40,262.38	41,000.00
4045 Gas Marketing-Tenn	20,956.00	25,083.60	17,500.00
4055 Grants, CIAC	132,616.40	0.00	
4055001 Water Tap Fees	28,312.57	6,960.00	10,000.00
4055002 Gas Tap Fees	13,461.96	8,186.40	10,000.00
4055003 Sewer Tap Fees	183,747.00	97,468.80	100,000.00
4055014 Gas Line Repair	850.00	0.00	
4055015 KLC Ins Reimbursement	9,545.15	2,516.06	
4055017 SRG Global Lift Station Project	13,038.80	30,916.80	
Total Income	**13,671,075.60**	**11,662,417.85**	**14,085,000.00**
Gross Profit	**13,671,075.60**	**11,662,417.85**	**14,085,000.00**
Expenses			
Gas Maintenance System			
5000 Salaries - Gas Maint	200,061.32	215,350.20	207,442.33
5010 Equipment Repair	13,177.19	17,164.37	14,500.00
5011 Equipment Fuel	22,016.06	23,720.71	18,000.00
5016 Utilities	6,496.41	13,267.49	11,900.00
5017 Vehicle Expenses	17,626.81	25,699.20	28,750.00
5019 Equipment Expenses	16,718.72	11,167.34	10,000.00
5020 System Repair And Maintenance	74,027.36	80,055.50	80,000.00
5026 Janitor Supplies	4,138.76	3,751.61	2,500.00
Office Supplies			1,000.00
Gas Professional Services			5,000.00
5030 Computer Expense	5,655.57	4,958.33	17,350.00
5045 Gas Purchased	2,582,022.97	1,542,194.93	2,325,000.00
5050 Easements And Right of Way	3,333.33	0.00	4,500.00
5060 Drug/Alcohol Test		274.80	1,000.00
5065 Gas Rebate Expense	4,760.30	3,600.00	18,000.00
5085 Employee Training & Travel	21,169.22	24,024.62	39,900.00
5088 Employee Benefits	163,608.18	176,167.90	196,896.67
5092 Uniform Expense	2,927.85	5,094.74	6,000.00
Total Gas Department	**3,137,740.05**	**2,146,491.74**	**2,987,739.00**

	Jul 2018 - Jun 2019	Annualized based on 5 months	2020-2021 Budget
Water Maintenance System			
6001 Salaries - Water Maint	342,714.47	331,884.41	284,821.35
6010 Equipment Repairs	9,667.59	13,505.74	14,500.00
6011 Equipment Fuel	22,016.09	23,720.81	18,000.00
6016 Utilities	5,875.81	10,945.46	11,900.00
6017 Vehicle Expenses	17,698.34	25,699.20	28,750.00
6019 Equipment Expenses	16,730.73	11,167.37	10,000.00
6020 System Repair/Maintenance	-54,559.05	101,165.02	150,291.74
6026 Janitor Supplies	4,168.69	3,685.78	2,500.00
Office Supplies			1,000.00
6030 Computer Expense	3,601.77	4,924.58	17,350.00
6050 Easements And Right of Way	3,333.33	0.00	4,500.00
6070 Drug and Alcohol Testing		0.00	1,000.00
6075 Employee Training & Travel	8,112.18	9,439.18	15,800.00
6088 Employee Benefits - Maintenance	203,696.79	229,771.90	249,588.10
6092 Uniform Exp - Mtn	2,969.71	5,094.79	6,000.00
Total Maintenance Water	586,026.45	771,004.22	816,001.19

Sewer Maintenance Department			
7001 Salaries - Sewer Maint	241,472.26	399,223.68	362,474.53
7010 Equipment Repairs	18,641.06	25,860.91	14,500.00
7011 Equipment Fuel	19,588.81	23,720.88	18,000.00
7015001 WWTP Liftstations Utilities	134,005.05	126,539.93	132,000.00
7016 Shop Utilities	5,875.96	10,824.29	11,900.00
7017 Vehicle Expenses	17,579.49	25,820.30	28,750.00
7019 Equipment Expenses	16,718.80	11,167.37	10,000.00
7020 System Rep & Maintenance	125,156.01	90,136.73	90,000.00
7026 Janitoral Supplies	4,139.26	3,685.70	2,500.00
Office Supplies			1,000.00
7030 Computer Expense	5,744.26	4,950.00	17,350.00
7050 Sewer Reading Maintenance	12,867.00	7,963.20	25,000.00
7071 Drug and Alcohol Testing		0.00	1,000.00
7075 Employee Training	17,188.74	11,638.01	20,650.00
7088 Employee Benefits	165,271.29	249,487.92	266,405.52
7092 Uniform Expense	2,886.44	5,094.84	6,000.00
7124 RCSD Sewer Lift Station Expense	95,204.11	164,157.72	140,000.00
7125 BCSD Sewer Lift Station Expense	62,659.88	106,621.42	115,000.00
7151 Easements Right of Way	4,504.84	492.00	4,500.00
Total Mainterance Sewer	949,503.26	1,267,384.90	1,267,030.05

	Jul 2018 - Jun 2019	Annualized based on 5 months	2020-2021 Budget
Storm Sewer Maintenance Department			
7001 Salaries - Sewer Maint			64,646.40
7010 Equipment Repairs			14,500.00
7011 Equipment Fuel			18,000.00
7016 Shop Utilities			11,900.00
7017 Vehicle Expenses			28,750.00
7019 Equipment Expenses			10,000.00
7020 System Rep & Maintenance			25,000.00
7026 Janitoral Supplies			2,500.00
Office Supplies			1,000.00
7030 Computer Expense			17,350.00
7071 Drug and Alcohol Testing			1,000.00
7075 Employee Training & Travel			12,500.00
7088 Employee Benefits			38,445.47
7092 Uniform Expense			6,000.00
7151 Easements Right of Way			4,500.00
Total Maintenance Storm Sewer			256,091.87
Total Maintenance Department	4,673,269.76	4,184,880.86	5,326,862.11

Capital			
Combo Sewer Truck			425,000.00
Radio Read Meter			200,000.00
General Water Line/Valve/Hydrant Replacement			327,000.00
Gutermann Leak Detection			10,400.00
Gravity Sewer & I&I Repair			170,000.00
Duplex Pump Station Upgrade			222,000.00
Residential Grinder Stations and Pumps			100,000.00
Gas Upgrades and Replacement			91,000.00
Total Maintenance Capital			1,545,400.00

	Jul 2018 - Jun 2019	Annualized based on 5 months	2020-2021 Budget
Wastewater Treatment Plant			
7000 Salaries - WWTP	540,467.11	389,799.79	328,490.93
7004 Sludge Removal Fee	13,480.10	5,010.31	25,000.00
7009 Pretreatment Program	54,192.00	56,612.40	70,000.00
7012 Equipment Repair	10,950.48	2,948.16	10,000.00
7013 Equipment Fuel	28,465.88	12,080.64	8,000.00
7015 Utilities - WWTP	189,402.46	207,908.04	210,000.00
7018 Vehicle Expenses	24,922.03	15,299.88	19,000.00
7021 Repairs & Maintenance	-9,054.09	216,226.78	220,000.00
7035 Chemicals	134,191.45	178,686.74	150,000.00
7065 Office Supplies	1,091.96	439.37	1,500.00
7080 Janitorial Supplies	6,698.51	4,210.06	5,000.00
7085 Employee Training & Travel	35,511.76	5,136.07	15,000.00
7086 Lab Supplies & Testing	19,132.10	27,100.68	30,000.00
7090 Computer Repair & Maintenance	2,521.66	2,037.60	6,000.00
7093 Uniform Expense	4,571.66	5,224.46	5,000.00
7095 Land Farming Expense	3,925.19	2,870.40	20,000.00
7099 Employee Benefits	392,137.41	355,806.96	273,980.94
7150 Drug/Alcohol Test		274.80	1,500.00
Total Wastewater Plant	**1,452,607.67**	**1,487,673.14**	**1,398,471.87**

Capital			
ATAD Upgrades			50,000.00
Spare Influent/Effluent Pump			27,000.00
Total Wastewater Plant Capital			**77,000.00**

	Jul 2018 - Jun 2019	Annualized based on 5 months		2020-2021 Budget
Water Treatment Plant				
6000 Salaries - WTP	431,246.71	368,197.70	$	467,518.13
6012 Equipment Repairs	4,821.90	2,804.09	$	5,000.00
6013 Equipment Fuel	6,222.72	5,313.86	$	6,000.00
6015 Utilities-WTP	311,741.62	339,266.45	$	360,000.00
6018 Vehicle Expenses	19,543.82	8,478.02	$	20,500.00
6021 Repairs and Maintenance	184,650.33	261,864.53	$	225,000.00
6025 Janitor/Shop Supplies	5,556.61	4,950.50	$	7,000.00
6031 Computer Expense	990.70	7,235.81	$	5,000.00
6035 Chemicals - WTP	225,484.31	191,172.19	$	260,000.00
6044 Water Pumps & Tank Repair	21,689.25	41,274.98	$	20,000.00
6065 Office Supplies	3,477.58	1,293.98	$	4,000.00
6085 Employee Training & Travel	5,408.85	19,125.31	$	38,000.00
6086 Water Lab Testing & Supplies	36,894.65	55,130.76	$	50,000.00
6093 Uniform Exp - WTP	4,521.99	4,731.41	$	6,000.00
6099 Employee Benefits- WTP	320,394.39	325,704.10	$	344,369.79
6150 Drug/Alcohol Test WTP		274.80	$	1,000.00
Total Water Plant	**1,582,645.43**	**1,636,818.50**	**$**	**1,819,387.92**

Capital				
Tank Maintenance Program			$	180,000.00
Pump Station Upgrades			$	61,000.00
New Intake Pump			$	120,000.00
Total Water Plant Capital			**$**	**361,000.00**

	Jul 2018 - Jun 2019	Annualized based on 5 months	2020-2021 Budget
Administrative Department			
8000 Salaries - Admin	424,113.85	532,777.85	$ 655,413.26
8015 Office Utilities	4,709.09	21,146.40	$ 20,000.00
8018 Vehicle Expenses	24,018.44	22,781.16	$ 25,500.00
8020 Repairs & Maintenance	25,756.24	19,534.18	$ 35,000.00
8035 Advertising & Printing	8,694.08	10,403.88	$ 12,500.00
8040 Professional Services	165,878.65	132,832.68	$ 150,000.00
8050 Easements & Right of Way	276.15	0.00	$ 1,500.00
8052 Janitorial Service	10,365.92	12,106.51	$ 12,500.00
8055 Employee Training & Travel	25,674.63	40,410.48	$ 40,000.00
8060 Telephone	20,775.79	6,073.03	$ 15,000.00
8065 General Insurance	169,463.94	159,908.57	$ 175,000.00
8070 Office Supplies	21,629.63	20,496.77	$ 20,000.00
8071 Postage	38,851.18	48,576.00	$ 40,000.00
8072 Service Contracts	23,571.20	864.96	$ 35,000.00
8073 Dues & Subscriptions	5,636.75	13,719.36	$ 9,500.00
8074 Computer Programming	25,052.14	10,050.10	$ 25,000.00
8075 Drug & Alcohol Testing		274.80	$ 1,000.00
8080 Payroll Taxes	0.00	-19,623.94	
8087 Bad Debts	24,000.00	39,600.00	$ 39,600.00
8088 Safety Program Expenses	6,133.04	14,008.15	$ 10,000.00
8090 Miscellaneous	12,770.83	18,441.14	$ 25,000.00
8091 Ceremonies & Award	24,471.08	0.00	$ 12,000.00
8092 Uniform Expense	4,498.06	-8,767.68	$ 10,000.00
8099 Employee Benefits	281,827.92	346,115.02	$ 491,762.32
Total Administrative Department	**1,348,168.61**	**1,441,729.42**	**$ 1,861,275.58**

Capital			
Building Engineering			$ 50,000.00
Total Administrative Department Capital			**$ 50,000.00**

Total Operating Expenses	**$ 9,056,691.47**	**$ 8,751,101.93**	**$ 10,405,997.48**
Total Capital Expenses			**$ 2,033,400.00**
Total Expenses			**$ 12,439,397.48**

	Jul 2018 - Jun 2019	Annualized based on 5 months	2020-2021 Budget
Other Income			
Other Income (Expenses)			
9000 Interest Income	76,726.89	71,380.25	$ 50,000.00
9010 Bond Interest Expense	-246,981.19	-258,000.00	
9035 Sales Tax Vendors Compensation	600.00	480.00	$ -
9036 Health/Vision Insurance Reimbursement	46,962.40	48,716.59	$ 50,000.00
9037 Bank Draft Incentive	-2,910.00	-1,536.00	$ -
9040 Misc Income (Expense)	12,207.82	25,202.40	$ -
9041 Bond & Loan Servicing Fees	-17,867.02	-20,650.46	$ -
9045 Bad Debt Recovery	791.59	0.00	
9050 Depreciation Expense	-2,563,773.79	-2,676,000.00	
9060 Maintenance Bldg Rental Income		12,000.00	$ 12,000.00

REQUIRED TRANSFERS TO RESTRICTED FUNDS	**2019-2020**	**2020-2021**
EPA SEWER PLANT EQUIPMENT REPLACE	$18,240	$18,240
RD WATER SYSTEM EXPANSION BONDS	$206,633	$206,334
KIA WATER SYSTEM EXPANSION LOAN	$331,268	$330,489
KIA WASTEWATER SYSTEM EXPANSION LOAN	$401,182	$401,220
RD WASTEWATER SYSTEM EXPANSION LOAN	$82,918	$83,108
KIA ARRA CWSRS A209-36 (BIG WOODS PROJECT)	$21,670	$21,631
KIA ARRA CWSRS A209-37 (PHASE IV SEWER REHAB)	$35,033	$34,972
KIA WWTP RECOVERY LOAN	$107,903	$107,718
KIA KY 158/801 WASTERWATER SYSTEM EXPANSION LOAN	$79,855	$97,715
KIA WATER TREATMENT PLANT PROJECT (interest only)		$27,500
GAS PROJECT ANTICIPATED ANNUAL DEBT SERVICE		$325,000
INTEREST INCOME TRANSFERRED TO RESTRICTED FUND	$60,000	$50,000
TOTAL	$1,344,702	$1,703,927