



City of Morenci
 2020 – 2021 Budget Overview
 Administrative Office of the City Superintendent / City Clerk

Budgeted Services and Capital Outlay

These are budgeted services, projects and purchases that if removed from the budget would not significantly affect the operational aspects of the various departments. In some instances, there would be service reductions such as not trimming trees during the year or performing road maintenance work.

General Fund Budgeted Services

Administration	Professional Development for City Administrator / Clerk:	\$1,500.00
	Professional Development for Treasurer:	\$1,000.00
	Professional Development for City Council:	\$1,250.00
	Economic Development Expenses: (Miscellaneous funds to try to help with economic development purposes)	\$1,000.00
Fire Department	Capital Outlay: Four (4) Sets of Turn-out Gear:	\$10,000.00
	Grant Match for SCBA Grant Opportunity:	\$20,000.00
Capital Projects	Sidewalks for M-156 Resurfacing:	\$50,000.00
	TOTAL GENERAL FUND:	\$84,750.00
Major Streets	Construction:	-0-
	Routine Maintenance:	\$10,000.00
	Removal of Trees from City Right-of-ways:	\$2,000.00
	Sidewalks:	\$30,000.00
	TOTAL MAJOR STREET:	\$42,000.00
Local Streets	Construction:	-0-
	Routine Maintenance:	-0-
	Removal of Trees from City Right-of-ways	\$2,500.00
	Sidewalks:	\$20,000.00
	TOTAL LOCAL STREETS:	\$22,500.00



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Police Equipment Fund	<u>TOTAL POLICE EQUIPMENT FUND:</u>	<u>-0-</u>
Refuse Fund	<u>TOTAL REFUSE FUND:</u>	<u>-0-</u>
Capital Projects Fund	<u>TOTAL CAPITAL PROJECTS FUND:</u>	<u>-0-</u>
Downtown Development Authority	<u>TOTAL DDA:</u>	<u>-0-</u>
Stair Public Library	<u>TOTAL STAIR PUBLIC LIBRARY:</u>	<u>-0-</u>
Rental Rehab	<u>TOTAL RENTAL REHAB:</u>	<u>-0-</u>
Fire Department Savings	<u>TOTAL FIRE DEPARTMENT SAVINGS:</u>	<u>-0-</u>
EMS Fund	<u>TOTAL EMS FUND:</u>	<u>-0-</u>
Water Fund	Lead Line Replacement:	\$25,000.00
	Water Treatment Building Upgrade – Inside & Outside Painting:	\$60,000.00
	Filter Replacement:	\$60,000.00
	Chlorine Room Changeover from Gas to Liquid / Remodel for Safety:	\$20,000.00
	Transfer Switch:	\$10,000.00
	<u>TOTAL WATER FUND:</u>	<u>\$175,000.00</u>
Sewer Fund	Sanitary Line Work:	\$70,000.00
	Lagoon & Lift Station Engineering:	\$30,000.00
	<u>TOTAL WATER FUND:</u>	<u>\$100,000.00</u>
Equipment Fund	New Lawn Mower at Cemetery:	\$8,000.00
	New Brush Truck for Fire Department:	\$25,000.00
	<u>TOTAL EQUIPMENT FUND:</u>	<u>\$33,000.00</u>



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Town & Country Festival

TOTAL TOWN & COUNTRY FESTIVAL: -0-

TOTAL COMBINED: **\$417,250.00**

General Fund

Revenue
Pg. 1 of Budget

Property Taxes	560,000.00
Cable Franchise Fee	60,000.00
State Revenue Sharing (sales tax)	130,000.00
Interest Income	3,500.00
Annual State MI Main Fee	7,500.00
Lease / Rental Income	3,000.00
Pen & Int on Taxes	7,500.00
Medical Marihuana License Fees	100,000.00
Local Comm Stab Auth PA 86	4,000.00
Adult Marihuana License Fees	60,000.00
Misc. Revenues	5,000.00

Undesignated Revenue	964,563.00
Designated Revenue	201,109.85
TOTAL REVENUE	1,165,672.85

City Council
Pg. 1 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>	<u>% of Gen Fund</u>
-0-	46,870.11	(46,870.11)	4.02%

This portion of the budget covers the expenses for dues and memberships to Lenawee Now, the Michigan Municipal League, and the Region II Planning Commission. Along with that, this portion of the budget covers professional fees such as fees to our City Attorney and to the County Prosecutor for prosecution of cases. Errors and omissions insurance, audit cost, along with economic development costs are also allocated to this part of the budget. Funds have also been budgeted for professional development for the City Council in this portion of the budget.

Mayor
Pg. 1 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>	<u>% of Gen Fund</u>
-0-	516.72	(516.71)	0.04%

This part of the budget covers the expenses of the mayor regarding salaries and fringe benefits. The whole cost of errors and omissions insurance has been allocated to the City Council portion of the budget.

Election Commission
Pg. 1 & 2 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>	<u>% of Gen Fund</u>
-0-	3,570.00	(3,570.00)	0.31%



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The City of Morenci is responsible for administering elections in May, August, and November of each year (if there are elections in those months). Costs are allocated to cover the expenses of election inspectors, printing & publishing, printing of ballots, and transportation of ballots at the end of the election night to the Lenawee County Clerk. Elections are planned for August (Primary) and November (General) and May (Morenci Area Schools Homestead Renewal). The City will be responsible for the administration and cost of the August and November election, while the City will administer the May election, but the Morenci Area Schools will be responsible for the cost of it.

Assessor
Pg. 2 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>	<u>% of Gen Fund</u>
-0-	18,000.00	(18,000.00)	1.54%

The City contracts with Renius & Renius for assessing services. In order to perform such services, the City of Morenci pays Renius & Renius \$18,000.00 a year. Renius & Renius prepares both the summer and winter tax rolls for the municipality.

**City Superintendent
/ City Clerk &
General Office**
Pg. 2 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>	<u>% of Gen Fund</u>
-0-	42,597.20	(42,597.20)	3.65%

This portion of the budget pays for the services of the City Superintendent / City Clerk and the Chief Deputy Clerk / Office Assistant. All employees are full time employees. No pay increases are budgeted for the fiscal year.

Salaries and fringe benefits for the City Superintendent / City Clerk, City Treasurer, and Chief Deputy Clerk / Office Assistant are proportionally broken up between the City Superintendent / City Clerk & General Office budget, City Treasurer budget, Major and Local Streets Administrative budgets, and the Water / Sewer budget.

Funds have also been budgeted to allow for the City Superintendent / City Clerk to attend professional development classes to expand his knowledge base and receive municipal government updates that will benefit the City (as required by contract between the City of Morenci and the City Superintendent / City Clerk). Other funds have been allocated in this budget that includes funds to pay for general office supplies and copier expenses.

Board of Review
Pg. 2 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>	<u>% of Gen Fund</u>
-0-	1,300.00	(1,300.00)	0.11%

This part of the budget deals with expenses related to the Board of Review. Board of Review members are paid for their services. Additionally, \$100.00 has been budgeted for miscellaneous expenses.



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Administrative Office of the City Superintendent / City Clerk

**Code Enforcement /
Planning Commission**

/ Zoning

Pg. 2 & 3 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>	<u>% of Gen Fund</u>
2,000.00	11,446.69	(9,446.69)	0.98%

The City has a Code Enforcement / Planning Commission / Zoning Department that is directed and supervised by the City Superintendent / City Clerk. Planning Commission members are paid for their services, as are Zoning Board of Appeals (ZBA) members (Planning Commission and ZBA members are paid \$20.00 a meeting). This portion of the budget also pays for a Code & Zoning Administrator, in addition to professional development for such official. Revenue for this department comes from Site Plan Reviews, Zoning Variance Requests, and Zoning Compliance Permits.

City Treasurer

Pg. 3 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>	<u>% of Gen Fund</u>
20,900.00	41,052.35	(19,152.35)	3.52%

Revenue received that is allocated to this budget is for administrative fees related to tax collection, administrative fees related to dog license registration, and collection of rubbish tags. This revenue is matched against expenditures for salaries and fringe benefits for general office staff.

Additionally, \$1,000.00 has been budgeted for professional development for the City Treasurer.

**Employee Medical
Benefit**

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<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>	<u>% of Gen Fund</u>
-0-	-0-	-0-	0.00%

Employee Medical Benefit used to be a reimbursement for all employees for prescriptions. Funds are no longer allocated to this part of the budget, as the fringe benefit is no longer offered by the municipality.

Cemetery

Pg. 3 & 4 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>	<u>% of Gen Fund</u>
24,000.00	64,858.00	(40,858.00)	5.56%

The City's cemetery brings in revenue from grave openings, marker foundations, and cemetery lot sales. It is projected that \$24,000.00 will be brought in next year based on historic numbers from past years.

This budget also covers the cost of one (1) City employee to perform the operations of grave openings and other general maintenance at the cemetery; employee also does other duties within the municipality's DPW. There is a continual cost for the cemetery computer program that the City must pay each year in order to continue operating the software.



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Additionally, funds have been allocated to hire three (3) seasonal part-time employees (will be bringing back one [1] employee from last summer; need to hire two [2] additional seasonal employees) – 20 hours a week for each employee – to perform maintenance in City cemeteries. These three (3) individuals also mow the lagoons, parks, and other City property. Funds have been allocated accordingly for such activity.

Building & Grounds
Pg. 4 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>	<u>% of Gen Fund</u>
-0-	77,772.58	(77,772.58)	6.67%

There are a lot of needed repairs to City buildings, along with maintenance that needs to be done on land owned by the City, and this budget takes that into account. We have a DPW Laborer that is solely dedicated to City buildings. We will be providing him with \$10,000.00 to make things happen this next year.

In addition to that, we are looking to continue maintaining what we have. This includes adding to the DPW work force by hiring an additional laborer that will work full-time (40 hours a week), but will mostly be dedicated to Water and Sewer operations. Other departments and funds within the overall municipal budget will share the salary and fringe benefits for this employee, as well.

Library
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<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>	<u>% of Gen Fund</u>
-0-	-0-	-0-	0.00%

The Stair Public Library turned into the Stair District Library at the beginning of the 2015. With such occurring, a successful millage was passed in August of 2015 leading the City’s General Fund to no longer be responsible for funding the general operations of the Stair District Library.

Police Department
Pg. 5 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>	<u>% of Gen Fund</u>
5,000.00	377,146.54	(372,146.54)	32.35%

Revenue for the Police Department has been projected a bit lower than in past years as revenue this fiscal year has dipped a bit from previous fiscal years. The budget numbers for revenue reflect this.

As for expenditures, salaries and fringe benefits have been budgeted that would provide for 24 hour / seven (7) day a week police coverage at least three (3) days of the week and then 16 hours of coverage the other days. The loan for the 2017 Ford Police Interceptor will continued to be paid on for an additional two (2) years.

Fire Department
Pg. 5 & 6 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>	<u>% of Gen Fund</u>
107,009.85	219,064.48	(112,054.63)	16.89%



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Capital outlay funds have been budgeted to purchase four (4) sets of turn-out gear. Funds have also been budgeted to pay on the new fire truck loan.

**Building / Electrical
 / Rental Inspection
 Department**
Pg. 6 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>	<u>% of Gen Fund</u>
13,650.00	12,775.00	875.00	1.10%

The City contracts with Hillsdale County for Building Inspection services. Under this agreement, Hillsdale County receives 100 percent of building fees outside of the administration fee for building permits. \$7,000.00 has been budgeted to pay Hillsdale County with revenues of \$7,000.00 for building permits.

Additionally, the salary of the Electrical Inspection is allocated to this department. The rental inspector, who also serves as the Code & Zoning Administrator, has his expenses taken out of this budget as well.

Misc. Public Works
Pg. 6 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>	<u>% of Gen Fund</u>
25,800.00	147,646.00	(121,846.00)	12.67%

This portion of the budget pays for costs associated with street and traffic lights, planting of trees, sidewalks, and the retirement of the Main Street Bond.

Additionally, \$30,000.00 is budgeted for handicap sidewalk ramps on M-156 to prepare for the resurfacing project of M-156 in 2021.

**Recycling and Brush
 Collection**
Pg. 7 & 8 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>	<u>% of Gen Fund</u>
-0-	23,210.00	(23,210.00)	1.99%

This portion of the budget deals with leaf collection within the City, along with other miscellaneous activities such as, dumpsters at the DPW facility. The City contracts with T & R Total Lawn Care for leaf collection services.

Parks
Pg. 8 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>	<u>% of Gen Fund</u>
1,750.00	42,340.16	(41,237.73)	3.89%

The Parks budget provides for salaries and fringe benefits for park maintenance, the Day Recreation Program, and general park operations. Funds for the Summer Recreation Program have been allocated as a straight \$10,000.00. Our contribution to the Morenci Area Schools program would simply end at \$10,000.00, as opposed to having to budget for other expenses of the program.

Funds have also been budgeted to continue to provide for maintenance needs at Wakefield Park, but no substantial projects are being project for Fiscal Year 2020 – 2021.



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	Revenue	Expense	Excess Rev./ (Expense)	% of Gen Fund
Transfer to Capital Projects <i>Pg. 8 of budget</i>	-0-	30,428.00	(30,428.00)	-----

A transfer to various Capital Projects funds of \$30,428.00 is being budgeted. The transfer is to pay for the 2018 Capital Improvements Bond.

**General Fund
 Revenue &
 Expenditure**

Revenue	Property Taxes	560,000.00
	Cable Franchise Fee	60,000.00
	State Revenue Sharing (sales tax)	130,000.00
	Interest Income	3,500.00
	Annual State MI Main Fee	7,500.00
	Lease / Rental Income	3,000.00
	Pen & Int on Taxes	7,500.00
	Medical Marihuana License Fees	60,000.00
	Local Comm Stab Auth PA 86	4,000.00
	Adult Marihuana License Fees	100,000.00
	Misc. Revenues	5,000.00
	Undesignated Revenue	964,563.00
	Designated Revenue	201,109.85
	TOTAL REVENUE	1,165,672.85
Expense	City Council	46,870.11
	Mayor	516.72
	Election Commission	3,570.00
	Assessor	18,000.00
	City Admin / Clerk / General Office	42,597.20
	Board of Review	1,300.00
	Planning Commission / Zoning	11,446.69
	City Treasurer	41,052.35
	Employee Medical Benefit	0.00
	Cemetery	64,858.00
	Building and Grounds	77,772.58
	Library	0.00
	Police Department	377,146.54
	Fire Department	219,064.48
	Bldg / Elec / Rental Inspections	12,775.00
	Misc. Public Works	147,646.00
	Recycling & Brush Collection	23,210.00



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Parks	29,840.16
Transfer to Capital Projects	<u>30,428.00</u>
TOTAL EXPENSE	1,168,093.83
DECREASE TO FUND BALANCE	(-2,420.98)
PROJECTED BEGINNING FY 20 / 21 FUND BALANCE	434,300.16
PROJECTED ENDING FY 20 / 21 FUND BALANCE	431,879.18
PROJECTED ENDING PERCENTAGE OF FUND BALANCE AGAINST ALL EXPENDITURES	36.97%

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>
114,454.06	160,476.07	(45,522.01)

Major Streets
 Pg. 8 & 9 of budget

Major Streets revenue is made up solely of State Act 51 (weight and gas taxes). Act 51 revenue is from the State Transportation Fund. It is estimated that we will receive \$114,454.06 from Act 51 funding in Fiscal Year 2020 – 2021 – which is half of what we budgeted for Fiscal Year 2019 - 2020. The reason for this is simple. COVID19 has drastically affected the number of people driving, along with what gas prices are. The legislature will need to look at a fix to this if we are to do any road projects in the future.

Construction: No construction is scheduled for this fiscal year. If construction were to occur, a local match would have to be provided by our General Fund and Water / Sewer Fund per Act 51. It should be noted, however, that the transfer from the Major Streets Fund to the General Fund is helping to pay for past construction relating to the Main Street project from the late 2000’s.

Routine maintenance: Act 51 allows for routine maintenance costs to be expended from Act 51 funds. We have budgeted to do \$10,000.00 worth of crackfills.

We have also budgeted \$2,000.00 to remove trees from the City’s right-of-way to continue our routine for right-of-way street maintenance.

Winter Maintenance: We are hoping for a mild winter once again. Budgeted numbers reflect this.



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Major Streets
Continued

Administrative Costs: Act 51 allows municipalities to budget for up to 10 percent for administrative costs against projected revenues. We have gone ahead and budgeted around 9 percent of Act 51 revenue for General Office salaries and fringe benefits, as well as office supply costs to our Major Streets Fund. The City has historically taken advantage of this provision by budgeting for such costs around the 10 percent mark.

Additionally, three (3) transfers have been budgeted from the Major Street Fund – to help offset the cost of the sidewalk project on M-156, along with funds to the Local Streets Fund, and to the General Fund to pay for the Main Street landscape project. These two transfers are \$30,000.00, \$10,000.00, and 25,000.00, respectively.

Fund Balance: We are projecting a decrease of \$45,522.01 for the Major Streets Fund.

Major Streets Revenue & Expenditure

Revenue	State Act 51	114,454.06
	Interest	500.00
	TOTAL REVENUE	114,954.06

Expense	Construction	-0-
	Routine Maintenance	10,000.00
	Operating & Maintenance	46,647.60
	Winter Maintenance	26,381.74
	Admin. Expense	12,446.75
	Allocations	65,000.00
	TOTAL EXPENSE	160,476.07

DECREASE TO FUND BALANCE **(45,522.01)**

PROJECTED BEGINNING FY 20 / 21
FUND BALANCE **61,454.72**

PROJECTED ENDING FY 20 / 21
FUND BALANCE **15,932.71**

PROJECTED ENDING
PERCENTAGE OF FUND BALANCE
AGAINST ALL EXPENDITURES **9.93%**



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Local Streets
 Pg. 9 & 10 of
 Budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>
49,994.74	73,068.54	(-23,073.80)

Local Street revenue consists of State Act 51 and a transfer from Major Streets in the amount of \$10,000.00 to help fund the fund.

Construction: \$0 has been budgeted for at this time. Unless a match is provided by the General Fund or the Water / Sewer Fund, which is not being recommended at this time, Local Streets will only be able to do routine maintenance until construction projects are decided upon.

Routine Maintenance: No ordinary maintenance outside of cold patching is budgeted for at this time.

Winter Maintenance: We are hoping for a mild winter once again. Budgeted numbers reflect this.

Administrative Costs: Act 51 allows municipalities to charge up to 10 percent for administrative costs against Act 51 revenue. We have budgeted around 9 percent in administrative costs for General Office salaries and fringe benefits, as well as office supply costs to our Local Streets Budget.

Fund Balance: We are projecting a decrease of \$3,073.80 for the Local Streets Fund.

Local Streets Revenue & Expenditure

Revenue	State Act 51	49,994.74
	From Major St.	10,000.00
	Misc. Revenue	0.00
	Interest	350.00
	TOTAL REVENUE	49,994.74
Expense	Construction	-0-
	Routine Maintenance	-0-
	Operating & Maintenance	34,783.61
	Winter Maintenance	10,764.84
	Admin. Expense	7,520.09
	Allocations	-0-
	TOTAL EXPENSE	73,068.54
DECREASE TO FUND BALANCE		(-23,073.80)



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Local Streets
Continued

PROJECTED BEGINNING FY 20 / 21	
FUND BALANCE	62,757.52
PROJECTED ENDING FY 20 / 21	
FUND BALANCE	39,683.72
PROJECTED ENDING	
PERCENTAGE OF FUND BALANCE	
AGAINST ALL EXPENDITURES	54.31%

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>
1,265.00	500.00	765.00

Police Equipment Fund
Pg. 10 of budget

At this time there are no planned expenditures from the Police Equipment Fund.

ADD TO FUND BALANCE	765.00
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PROJECTED BEGINNING FY 20 / 21	
FUND BALANCE	10,486.43

PROJECTED ENDING FY 20 / 21	
FUND BALANCE	11,251.43

PROJECTED ENDING	
PERCENTAGE OF FUND BALANCE	
AGAINST ALL EXPENDITURES	2,250.29%

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>
59,075.00	64,775.00	(-5,700.00)

Refuse Fund
Pg. 10 of budget

This fund is used to pay for our contract with Modern Waste for garbage / rubbish pickup, and to also pay for the contract with Borck’s Outdoor Service for curbside brush collection. An increase of \$7.08 is recommended per year for residents. This would result in a rate of \$18.00 a quarter up from \$16.25 or \$5.41 a month. An increase to this assessment should be looked at for Fiscal Year 2020 / 2021.

DECREASE TO FUND BALANCE	(-5,700.00)
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PROJECTED BEGINNING FY 20 / 21	
FUND BALANCE	27,497.76

PROJECTED ENDING FY 20 / 21	
FUND BALANCE	21,797.76



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Refuse Fund
Continued

**PROJECTED ENDING
PERCENTAGE OF FUND BALANCE
AGAINST ALL EXPENDITURES 33.65%**

**Downtown Development
Authority**
Pg. 10 & 11 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>
11,450.00	950.00	10,510.00

The Downtown Development Authority (DDA) has traditionally budgeted for all revenue to be reverted to their checking account for future use.

ADD TO FUND BALANCE 10,510.00

**PROJECTED BEGINNING FY 20 / 21
FUND BALANCE 60,709.02**

**PROJECTED ENDING FY 20 / 21
FUND BALANCE 71,219.02**

**PROJECTED ENDING
PERCENTAGE OF FUND BALANCE
AGAINST ALL EXPENDITURES 7,496.74%**

Capital Projects
Pg. 11 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>
-0-	-0-	-0-

No activity will occur in this fund.

**Capital Improvement
Project 2018**
Pg. 11 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>
71,428.00	70,428.00	1,000.00

This fund pays for the 2018 Capital Improvement Project.

**Fire Department
Savings**
Pg. 12 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>
1,750.00	20,000.00	(18,250.00)

The Fire Department Savings, otherwise known as the Fire Department Sinking Fund, anticipates revenue of \$1,750.00 from billing for fire runs, donations / grants, and other miscellaneous revenue. Funds will be transferred from the Fire Department Savings to the General Fund to help pay for the Cascade System that is purchased during Fiscal Year 2019 – 2020.

DECREASE TO FUND BALANCE (18,250.00)

PROJECTED BEGINNING FY 20 / 21



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FUND BALANCE 50,853.74

Fire Department Savings
Continued

PROJECTED ENDING FY 20 / 21 FUND BALANCE 32,603.74

PROJECTED ENDING PERCENTAGE OF FUND BALANCE AGAINST ALL EXPENDITURES 163.02%

EMS Fund
Pg. 12 & 13 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>
366,305.56	385,154.81	(18,849.25)

No funds have been budgeted for the EMS outside of regular repair, maintenance, and operating.

DECREASE TO FUND BALANCE (18,849.25)

PROJECTED BEGINNING FY 20 / 21 FUND BALANCE 188,790.60

PROJECTED ENDING FY 20 / 21 FUND BALANCE 169,941.36

PROJECTED ENDING PERCENTAGE OF FUND BALANCE AGAINST ALL EXPENDITURES 44.12%

Water Fund
Pg. 13 & 14 of budget

During Fiscal Year 2020 – 2021, a recommendation to separate the Water and Sewer Fund is being made, as it is a required of loan funding from the United States Department of Agriculture (USDA) for the lift station and lagoons loan. This budget accounts for such, along with water and sewer rate increases.

Operating & Maintenance

Revenue: We are anticipating revenue of \$439,215.17 for the Water Fund. Revenue will come from water and sewer sales, extra water meter sales, and interest income. This revenue anticipates that industrial facilities in the industrial park will hook up to the City of Morenci’s water and sanitary system.

Expenses: Expenses have been broken down in this account based on salaries and wages, and general operations. Salaries and wages in this account pay for Administrative staff, as well as staff of the DPW.



City of Morenci

2020 – 2021 Budget Overview

Administrative Office of the City Superintendent / City Clerk

Water Fund
Continued

As for general operations, we are looking at several capital items. Those include lead line replacement, painting of the Water Treatment Plant, changing over the way we feed chlorine from liquid to gas and redoing the chlorine building to ensure it is safe, and installing a new transfer switch for the Water Treatment Plant’s generator.

Transfers: No transfers are recommended from the Water Fund.

Water Fund

Revenue	Connect and Turnoff Fees	2,000.00
	Sales	169,309.00
	Extra Water Meter Sales	2,750.00
	Misc. Revenues	500.00
	Water Tower Lease	2,750.00
	Willingness to Serve – Water Surcharge	261,406.17
	<u>Interest Income</u>	<u>500.00</u>
	TOTAL REVENUE	439,215.17
Expense	Salaries & Wages	183,857.63
	General Operations	73,224.16
	Transfers to Other Accounts	0.00
	Capital Outlay	175,000.00
	<u>Mowing</u>	<u>6,300.00</u>
	TOTAL EXPENSE	438,381.79
	 INCREASE IN FUND BALANCE	 833.38

Sewer Fund

Pg. 14, 15, & 16 of budget

During Fiscal Year 2020 – 2021, a recommendation to separate the Water and Sewer Fund is being made, as it is a required of loan funding from the United States Department of Agriculture (USDA) for the lift station and lagoons loan. This budget accounts for such, along with water and sewer rate increases.

Operating & Maintenance

Revenue: We are anticipating revenue of \$399,925.17 for the Sewer Fund. Revenue will come from water and sewer sales, extra water meter sales, and interest income. This revenue anticipates that industrial facilities in the industrial park will hook up to the City of Morenci’s water and sanitary system.

Expenses: Expenses have been broken down in this account based on salaries and wages, and general operations. Salaries and wages in this account pay for Administrative staff, as well as staff of the DPW.



City of Morenci

2020 – 2021 Budget Overview

Administrative Office of the City Superintendent / City Clerk

Sewer Fund
Continued

As for general operations, we are looking at two (2) capital items. Those include miscellaneous sanitary line replacement and the rest of the cost for design engineering on the lift station and the application to the USDA for the lagoon and lift station work.

Transfers: No transfers are recommended from the Sewer Fund.

Sewer Fund

Revenue	Sales	148,826.00
	Misc. Revenues	500.00
	Sanitary Improvement Surcharge	203,383.49
	Interest Income	1,000.00
	TOTAL REVENUE	353,709.49
Expense	Salaries & Wages	90,620.35
	General Operations	86,724.16
	Transfers to Other Accounts	24,063.00
	Capital Outlay	100,000.00
	Debt Retirement	32,000.00
	Mowing	6,300.00
	TOTAL EXPENSE	339,707.51
	INCREASE IN FUND BALANCE	14,001.98

Equipment Fund
Pg. 16 & 17 of budget

<u>Revenue</u>	<u>Expense</u>	<u>Excess Rev./ (Expense)</u>
117,300.00	115,102.99	4,197.01

Two (2) major purchases are being planned out of the Equipment Fund. The first purchase is a new mower for the cemetery. The second purchase is funds to purchase a new vehicle to replace the Brush Truck that was transferred to the DPW.

Equipment Fund Revenue & Expenditure

Revenue	Equipment Rental Fees	117,000.00
	Interest	300.00
	TOTAL REVENUE	117,300.00
Expense	Salaries & Wages	11,927.99
	General Operations	70,175.00
	Capital Outlay	35,000.00
	Debt Retirement	-0-
	TOTAL EXPENSE	115,102.99



City of Morenci
 2020 – 2021 Budget Overview
 Administrative Office of the City Superintendent / City Clerk

Equipment Fund
Continued

ADD TO FUND BALANCE		2,197.01
Revenue	Expense	Excess Rev./ (Expense)
23,600.00	20,000.00	3,600.00

The same budget that was used for the Town & Country Festival is being used for this fiscal year.

**Town & Country
 Festival Fund**
Pg. 17 & 18 of budget

ADD TO FUND BALANCE		3,600.00
PROJECTED BEGINNING FY 20 / 21 FUND BALANCE		16,700.50
PROJECTED ENDING FY 20 / 21 FUND BALANCE		20,300.50
PROJECTED ENDING PERCENTAGE OF FUND BALANCE AGAINST ALL EXPENDITURES		101.50%