



The City of Danville, Kentucky

A Report to Our Citizens



2012 Budget Report

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Danville City Budget - Listening to the Citizens

♦ **Mission & Process**

The Danville Board of Commissioners is committed to creating an open and transparent budget process for the citizens of Danville. In the spring of 2011, the commissioners held several open forums for the citizens and various civic organizations to express their thoughts, ideas and opinions about all aspects of the budget for the 2011-12 fiscal year. In addition, the city conducted an online survey to provide additional opportunities for the citizens to participate in the budget process.

One clear message emerged from the citizens. The city should focus on and address the **basic services** for which municipal government is solely responsible. These necessities are clearly reflected in the priorities expressed through the citizen survey and the listening session.

♦ **Priorities**

Seven funding priorities were identified by

the public. They are: **Public Safety, Utilities, Stormwater and Wastewater Management, Codes Enforcement, Communications, City Cemetery, and Community Agencies.** After carefully reviewing the projected city revenues and considering the weak economic climate, the Danville City Commission has created and adopted a budget that reflects the desires of the citizens while maintaining a conservative cash management approach.

♦ **Outcomes**

Each of the top seven priorities identified by the community received consideration and deliberation by the commissioners. Each priority is addressed within this budget. This report includes comparison budget data; highlighted priority budget line items; percentage change in funding; brief notes that highlight how the citizens' ideas have been incorporated within the budget; and how the city government will be accountable for implementing the priorities.

Your Priorities

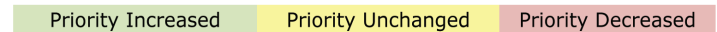
1. Public Safety
2. Utilities
3. Stormwater and Wastewater Management
4. Codes Enforcement
5. Communications
6. City Cemetery
7. Community Agencies

Total Budget

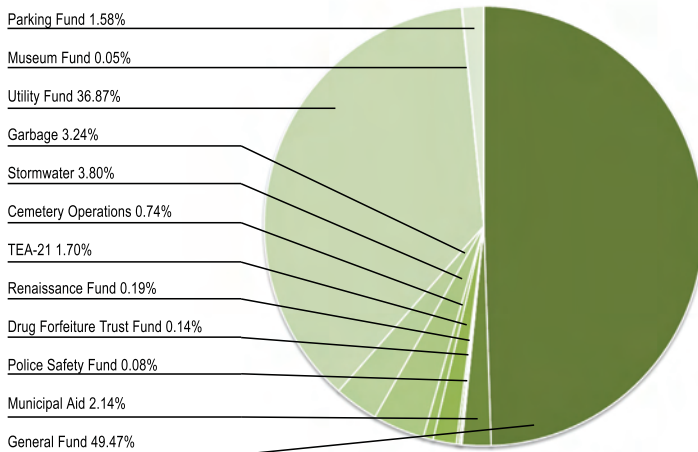
Fund	2010-2011 Revenues	2011-2012 Revenues	Percent Change
General Fund	\$ 14,496,092	\$ 13,785,284	-4.9%
Municipal Aid	\$ 543,202	\$ 595,042	9.5%
Police Safety Fund ¹	\$ 20,906	\$ 22,140	5.9%
Drug Forfeiture Trust Fund ¹	\$ 50,814	\$ 39,566	-22.1%
Renaissance Fund	\$ 57,605	\$ 51,817	-10.0%
TEA-21	\$ 435,924	\$ 477,385	9.5%
Cemetery Operations ⁶	\$ 172,483	\$ 205,290	19.0%
Stormwater ³	\$ 1,125,780	\$ 1,059,732	-5.9%
Garbage	\$ 742,500	\$ 901,750	21.4%
Utility Fund ²	\$ 12,237,101	\$ 10,274,016	-16.0%
Museum Fund	\$ 16,000	\$ 16,000	0.0%
Parking Fund	\$ 441,603	\$ 439,108	-0.6%
Total Revenues	\$ 30,340,010	\$ 27,867,130	-8.2%

Fund	2010-2011 Appropriations	2011-2012 Appropriations	Percent Change
General Fund	\$ 12,581,954	\$ 11,805,768	-6.2%
Municipal Aid	\$ 402,676	\$ 385,000	-4.4%
Police Safety Fund ¹	\$ 19,272	\$ 21,000	9.0%
Drug Forfeiture Trust Fund ¹	\$ 10,000	\$ 10,000	0.0%
Renaissance Fund	\$ 55,000	\$ 51,817	-5.8%
TEA-21	\$ 414,794	\$ 435,000	4.9%
Cemetery Operations ⁶	\$ 172,483	\$ 205,290	19.0%
Stormwater ³	\$ 957,311	\$ 837,132	-12.6%
Garbage	\$ 742,500	\$ 901,750	21.4%
Utility Fund ²	\$ 11,602,821	\$ 9,745,409	-16.0%
Museum Fund	\$ 16,000	\$ 16,000	0.0%
Parking Fund	\$ 441,603	\$ 439,108	-0.6%
Total Appropriations	\$ 27,416,414	\$ 24,853,274	-9.3%

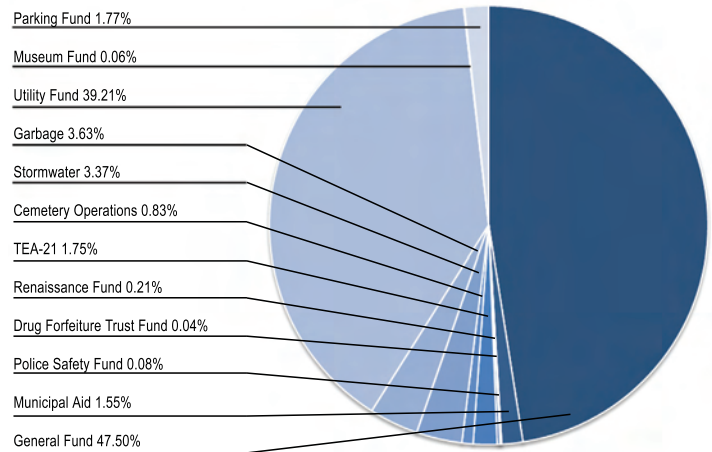
- 1. Public Safety
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- 7. Community Agencies



FY 2011-2012 Total Revenues



FY 2011-2012 Total Appropriations



How We Addressed Your Priorities within the Budget

1. Public Safety - A budget increase of just over \$90,000 in public safety will insure that the police department is staffed at 100%. The department will be more efficient in terms of decreased overtime, increased patrol time, and concentrated patrols in problem areas. Communication equipment upgrades of nearly \$24,000 for the fire department will

decrease response times. Firefighting equipment will be tested regularly, and firefighters will receive adequate training to insure their own safety as they work to protect our citizens.

General Fund

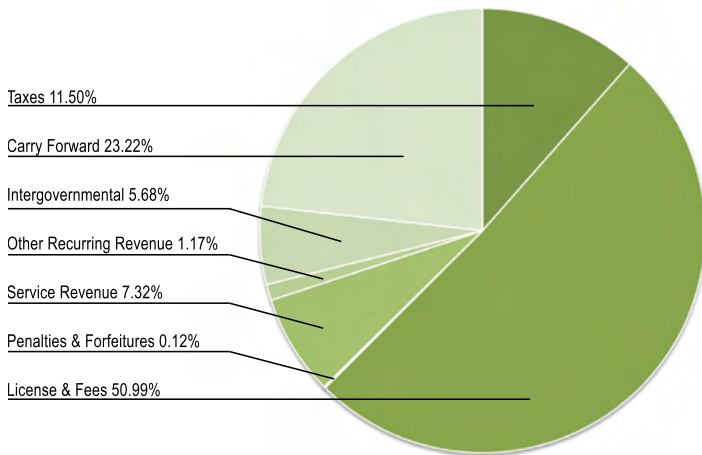
Revenues	2010-2011	2011-2012	Percent Change
Taxes	\$ 1,584,000	\$ 1,585,000	0.1%
License & Fees	\$ 6,803,000	\$ 7,028,700	3.3%
Penalties & Forfeitures	\$ 16,500	\$ 16,500	0.0%
Service Revenue	\$ 920,866	\$ 1,009,257	9.6%
Other Recurring Revenue	\$ 136,200	\$ 161,200	18.4%
Intergovernmental	\$ 507,205	\$ 783,000	54.4%
Special Purpose Revenue	\$ 580,000	\$ -	-100.0%
Total Revenues:	\$ 10,547,771	\$ 10,583,657	0.3%
Carry Forward	\$ 3,948,322	\$ 3,201,627	-18.9%
Total Available Revenues	\$ 14,496,092	\$ 13,785,284	-4.9%

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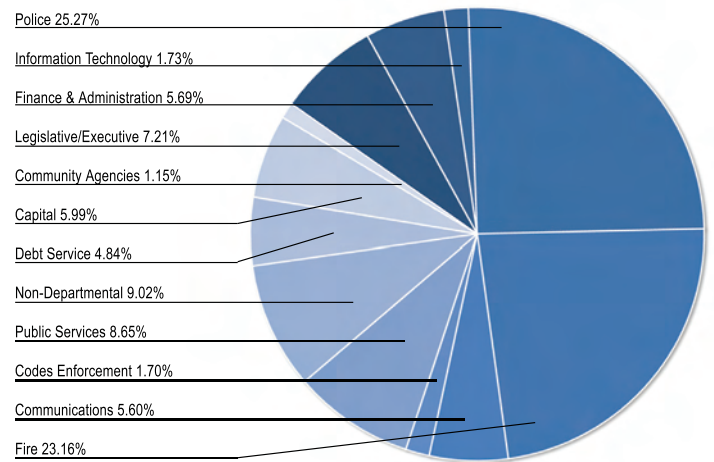
Appropriations	2010-2011	2011-2012	Percent Change
Operating Expenditures			
Legislative/Executive	\$ 746,189	\$ 851,517	14.1%
Finance & Administration	\$ 685,706	\$ 671,554	-2.1%
Information Technology	\$ 166,371	\$ 203,989	22.6%
Police ¹	\$ 2,940,163	\$ 2,983,479	1.5%
Fire ¹	\$ 2,688,422	\$ 2,734,084	1.7%
Communications ⁵	\$ 575,591	\$ 660,260	14.7%
Codes Enforcement ⁴	\$ 207,563	\$ 200,144	-3.6%
Public Services	\$ 990,786	\$ 1,021,666	3.1%
Non-Operating Expenditures			
Non-Departmental	\$ 1,328,001	\$ 1,064,656	-19.8%
Debt Service	\$ 509,528	\$ 570,877	12.0%
Capital	\$ 1,556,566	\$ 707,742	-54.5%
Community Agencies ⁷	\$ 126,700	\$ 135,800	7.2%
Total Appropriations	\$12,581,954	\$11,805,768	-6.2%

Priority Increased
Priority Unchanged
Priority Decreased

FY 2011-2012 General Fund Revenues



FY 2011-2012 General Fund Appropriations

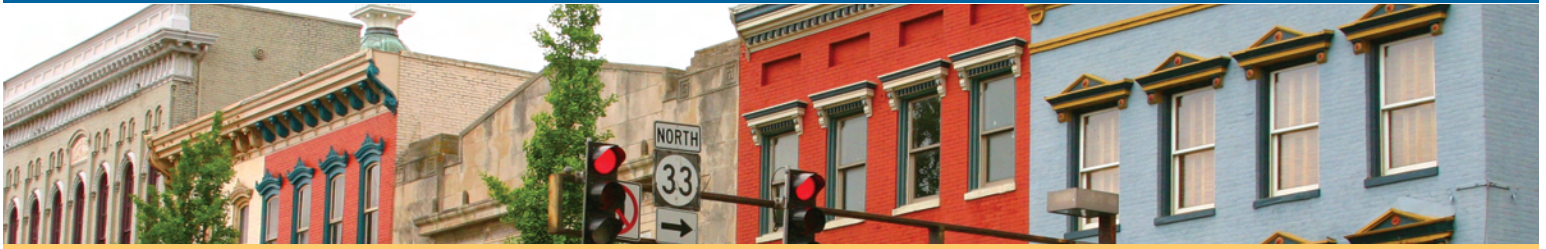


Priorities (cont.)

2. **Utilities** - The Danville Water Treatment Plant expansion and upgrade project is one of the most aggressive responses to the citizens' concerns. Funds are allocated in this year's budget for engineering services for the expansion. The total cost for the completion of the entire project is estimated at \$19.2 million. The project will be completed by the end of 2013. The plant expansion will accomplish three important

goals: (1) insure that the city meets federal water safety standards to protect the public; (2) improve reliability of the city to deliver the most basic human necessity - safe drinking water; and (3) accommodate the projected future growth in demand for water through 2050.

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Danville Board of Commissioners

Mayor
Bernie Hunstad

Mayor Pro-Tem
James Atkins

Commissioner
Kevin Caudill

Commissioner
Gail Louis

Commissioner
Ryan Montgomery

How To Contact Us!

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Monday - Friday,
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Priorities (cont.)

3. **Stormwater and Wastewater Management** - \$1.3 million is allocated for the upgrade and replacement of the Clarks Run Pump Station and the installation of the Spears Creek Lagoon. With the completion of other projects, this line item actually decreased more than 12%. These two projects, however, impact the long-term capacity of the city to manage stormwater and wastewater - two very important infrastructure and quality of life issues for the city.
4. **Codes Enforcement** - Consistency in applying the law is the goal of the city. Funding has been allocated to a full-time Codes Enforcement Officer and other administrative/supervisory staff members who spend a percentage of their time on codes enforcement calls.
5. **Communications** - The citizens have the right to be informed about the business of their city government. The city's communication budget will increase 14% to introduce several initiatives to better inform the public including Facebook, Twitter and public forums. The city will also improve the interoperability of its communication equipment between law enforcement, dispatchers and other emergency first responders.
6. **City Cemetery** - The city cemetery budget will increase 19% primarily due to the sale of lots in a new section of the cemetery. New revenues from the sale of the lots will be placed in a fund for the future care of the cemetery.
7. **Community Agencies** - Grants to community agencies will increase 7.2% to \$135,800. Strategic support for a diverse cross-section of organizations provides critical support for improving the quality of life in the city. Grants for childhood development, community education and community arts comprise the bulk of the budget increases for the 2011-12 fiscal year.

What's Next?

A journey begins with one step. The city government has taken the first step in creating an open budgetary process. As implementation of the budget gets underway, the citizens will be informed of the progress and the challenges throughout the journey.

Accountability

Each month, the city posts a financial report on the city's website. The report allows the public to view the revenues and the expenditures for that particular month. The citizens will be able to track the city's progress...in strictly financial terms.

In addition, the city will prepare a quarterly update for each of the seven priorities described within this document. The report will be presented in a manner that clearly describes the progress and/or challenges of implementing each priority.

Beyond the communication efforts described within the budget, the city realizes that keeping the citizens informed is more than preparing reports and sending out press releases. The city government is committed to providing opportunities for an interactive dialogue.

Long-term Strategy

One of the most important tasks before the city commission is the preparation of a long-term strategic plan that will allow the city to prioritize major projects and plan appropriately.

Once again, the city will call upon you - the citizens of Danville - to provide your best ideas and participate in the discussion. Thank you to everyone that participated!