

LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

Legal Name of Applicant Organization City of Middletown, Kentucky	
Program Name and Request Amount Speed Alert System - \$9,500	
	Yes/No/NA
Is the NDF Transmittal Sheet Signed by all Council Member(s) Appropriating Funding?	<input type="checkbox"/> Yes
Is the funding proposed by Council Member(s) less than or equal to the request amount?	<input type="checkbox"/> Yes
Is the proposed public purpose of the program viable and well-documented?	<input type="checkbox"/> Yes
Will all of the funding go to programs specific to Louisville/Jefferson County?	<input type="checkbox"/> Yes
Has Council or Staff relationship to the Agency been adequately disclosed on the cover sheet?	<input type="checkbox"/> Yes
Has prior Metro Funds committed/granted been disclosed?	<input type="checkbox"/> N/A
Is the application properly signed and dated by authorized signatory?	<input type="checkbox"/> Yes
Is proof of Tax Exempt status of 501(c) 3, 4, 6, 19, 1120-H included?	<input type="checkbox"/> Yes
If Metro funding is for a separate taxing district is the funding appropriated for a program outside the legal responsibility of that taxing district?	<input type="checkbox"/> N/A
Is the entity in good standing with: <ul style="list-style-type: none"> ▶ Kentucky Secretary of State? ▶ Louisville Metro Revenue Commission? ▶ Louisville Metro Government? ▶ Internal Revenue Service? ▶ Louisville Metro Human Relations Commission? 	<input type="checkbox"/> Yes
Is the current Fiscal Year Budget included?	<input type="checkbox"/> Yes
Is the entity's board member list (with term length/term limits) included?	<input type="checkbox"/> Yes
Is recommended funding less than 33% of total agency operating budget?	<input type="checkbox"/> Yes
Does the application budget reflect only the revenue and expenses of the project/program?	<input type="checkbox"/> Yes
Is the cost estimate(s) from proposed vendor (if request is for capital expense) included?	<input type="checkbox"/> Yes
Is the most recent annual audit (if required by organization) included?	<input type="checkbox"/> N/A
Is a copy of Signed Lease (if rent costs are requested) included?	<input type="checkbox"/> N/A
Is the Supplemental Questionnaire for churches/religious organizations (if requesting organization is faith-based) included?	<input type="checkbox"/> N/A
Are the Articles of Incorporation of the Agency included?	<input type="checkbox"/> N/A
Is the IRS Form W-9 included?	<input type="checkbox"/> Yes
Is the IRS Form 990 included?	<input type="checkbox"/> N/A
Are the evaluation forms (if program participants are given evaluation forms) included?	<input type="checkbox"/> N/A
Affirmative Action/Equal Employment Opportunity plan and/or policy statement included (if required to do so)?	<input type="checkbox"/> N/A
Has the Agency agreed to participate in the BBB Charity review program? If so, has the applicant met the BBB Charity Review Standards?	<input type="checkbox"/> N/A
Prepared by: <i>Emily Chandler Smith</i>	Date: <i>1-28-19</i>

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SECTION 1 – APPLICANT INFORMATION			
Legal Name of Applicant Organization: City of Middletown <i>(as listed on: http://www.sos.ky.gov/business/records)</i>			
Main Office Street & Mailing Address: 11803 Old Shelbyville Rd., 40243 Mail: PO Box 43048, 40253			
Website: cityofmiddletownky.org			
Applicant Contact:	Deborah Columbia	Title:	City Clerk
Phone:	502-245-2762	Email:	deborah@cityofmiddletownky.org
Financial Contact:	Tracy Dohn	Title:	Treasurer
Phone:	502-245-2762	Email:	tracy@cityofmiddletownky.org
Organization's Representative who attended NDF Training: Deborah Columbia			
GEOGRAPHICAL AREA(S) WHERE PROGRAM ACTIVITIES ARE (WILL BE) PROVIDED			
Program Facility Location(s): Middletown City Hall, 11803 Old Shelbyville Rd.			
Council District(s): 19		Zip Code(s): 40243	
SECTION 2 – PROGRAM REQUEST & FINANCIAL INFORMATION			
PROGRAM/PROJECT NAME: Speed Alert System			
Total Request: (\$) 9,500		Total Metro Award (this program) in previous year: (\$) None	
Purpose of Request (check all that apply):			
<input type="checkbox"/> Operating Funds (generally cannot exceed 33% of agency's total operating budget) <input type="checkbox"/> Programming/services/events for direct benefit to community or qualified individuals <input checked="" type="checkbox"/> Capital Project of the organization (equipment, furnishing, building, etc)			
The Following are Required Attachments:			
<input checked="" type="checkbox"/> IRS Exempt Status Determination Letter <input checked="" type="checkbox"/> Current year projected budget <input checked="" type="checkbox"/> Current financial statement Most recent IRS Form 990 or 1120-H Articles of Incorporation (current & signed) <input checked="" type="checkbox"/> Cost estimates from proposed vendor if request is for capital expense		Signed lease if rent costs are being requested <input checked="" type="checkbox"/> IRS Form W9 Evaluation forms if used in the proposed program <input checked="" type="checkbox"/> Annual audit (if required by organization) Faith Based Organization Certification Form, if applicable	
For the current fiscal year ending June 30, list all funds appropriated and/or received from Louisville Metro Government for this or any other program or expense, including funds received through Metro Federal Grants, from any department or Metro Council Appropriation (Neighborhood Development Funds). Attach additional sheet if necessary.			
Source:	none	Amount: (\$)	0
Source:		Amount: (\$)	
Source:		Amount: (\$)	
Has the applicant contacted the BBB Charity Review for participation? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
Has the applicant met the BBB Charity Review Standards? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			

Applicant's Initials


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SECTION 3 – AGENCY DETAILS

Describe Agency's Vision, Mission and Services:

The City of Middletown strives to provide it's residents excellent services in an efficient manner. We started our Police Department in 2017 with a chief and two officers. We currently employ a chief and 14 full time officers.

We want to continue to provide the services our residents expect. They have requested and continue to request numerous streets be monitored for speeding, This speed machine will allay their concerns and fears.



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SECTION 5 – PROGRAM/PROJECT NARRATIVE

A: Describe the program/project start and end dates, a description of the program/project and applicable data with regards to specific client population the program will address (attach related flyers, planning minutes, designs, event permits, proposals for services/goods, etc.):

The start of this project will begin as soon as the machine is received. Current lead time is about 6-8 weeks. There is no end date as the machine will be used continuously.

This is a speed alert sign that is versatile and easily mounted. Not only does it have shatterproof lexan but it is also graffiti resistant.

Various messages can be displayed such as weather and road conditions and destination times. Messages can be changed from any internet connected device.

The sign generates many reports - with real time data - including hot spots where priority enforcement is required.

See attached brochure.

B: Describe specifically how the funding will be spent including identification of funding to sub grantee(s):

The funding will be spent on the speed sign only - no sub grantees.

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C: If this request is a fundraiser, please detail how the proceeds will be spent:

Not a fundraiser

D: For Expenditure Reimbursement Only – The grant award period begins with the Metro Council approval date and ends on June 30 of Metro fiscal year in which the grant is approved. If any part of this funding request is for funds to be spent before the grant award period, identify the applicable circumstances:

- The funding request is a reimbursement of the following expenditures that will probably be incurred after the application date, but prior to the execution of the grant agreement:
- ✓ If selecting this option, the invoice, receipt and payment documentation should not be available as of the date of this application.
- The Grantee will be required to submit financial reporting in accordance with the reporting schedule provided in the grant agreement.

N/A

- Reimbursements should not be made before application date unless an emergency can be demonstrated by the primary council sponsor. The funding request is a reimbursement of the following expenditures (attach invoices or proof of payment):
- ✓ Attach a copy of invoices and/or receipts to provide proof of purchase of activities associated with the work plan identified in this application.
 - ✓ Attach a copy of cancelled checks to provide proof of payment of the invoices or receipts associated with the work plan identified in this application.

N/A

pac

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E: Describe the program's benefits to those being served (measurable outcomes). Include the program's process for collecting data and the indicators that will be tracked to measure the benefits to those being served:

The benefits will consist of providing citizens who have concerns about a specific area real time data to show the improvements in their area. Of course, the desired outcome is too improve traffic safety in that area.

Data will be collected via automated daily uploads which will result in higher efficiency within the police department as far as allocating resources and determining hot spots.

F: Briefly describe any existing collaborative relationships the organization has with other community organizations. Describe what those partners are bringing to the relationship in general and to this program/project specifically.

N/A



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SECTION 6 – PROGRAM/PROJECT BUDGET SUMMARY

THE PROGRAM/PROJECT BUDGET SHOULD REALISTICALLY ESTIMATE WHAT AMOUNT IS NEEDED FROM METRO GOVERNMENT AND WHAT IS EXPECTED FROM OTHER SOURCES.

Program/Project Expenses	Column 1	Column 2	Column (1+2)=3
	Proposed Metro Funds	Non- Metro Funds	Total Funds
A: Personnel Costs Including Benefits			
B: Rent/Utilities			
C: Office Supplies			
D: Telephone			
E: In-town Travel			
F: Client Assistance (See Detailed List on Page 8)			
G: Professional Service Contracts			
H: Program Materials			
I: Community Events & Festivals (See Detailed List on Page 8)			
J: Machinery & Equipment			
K: Capital Project	9,500		9,500
L: Other Expenses (See Detailed List on Page 8)			
*TOTAL PROGRAM/PROJECT FUNDS			
% of Program Budget	100 %	%	100%

List funding sources for total program/project costs in Column 2, Non-Metro Funds:

Other State, Federal or Local Government	0
United Way	0
Private Contributions (do not include individual donor names)	0
Fees Collected from Program Participants	0
Other (please specify)	0
Total Revenue for Columns 2 Expenses **	0

*Total of Column 1 MUST match "Total Request on Page 1, Section 2"

**Must equal or exceed total in column 2.

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Detail for Client Assistance, Community Events & Festivals or Other Expenses shown on Page 7 (circle one and use multiple sheets if necessary)	Column 1	Column 2	Column (1 + 2)=3
	Proposed Metro Funds	Non-Metro Funds	Total Funds
n/a			
Total			

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Detail of In-Kind Contributions for this PROGRAM only: Includes Volunteers, Space, Utilities, etc. (Include anything not bought with cash revenues of the agency).

Donor*/Type of Contribution	Value of Contribution	Method of Valuation
N/A		
<i>Total Value of In-Kind</i> (to match Program Budget Line Item. Volunteer Contribution & Other In Kind)		

* DONOR INFORMATION REFERS TO WHO MADE THE IN KIND CONTRIBUTION. VOLUNTEERS NEED NOT BE LISTED INDIVIDUALLY, BUT GROUPED TOGETHER ON ONE LINE AS A TOTAL NOTING HOW MANY HOURS PER PERSON PER WEEK

Agency Fiscal Year Start Date: 7/1/2019

Does your Agency anticipate a significant increase or decrease in your budget from the current fiscal year to the budget projected for next fiscal year? NO YES

If YES, please explain:

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SECTION 7 – CERTIFICATIONS & ASSURANCES

By signing Section 7 of the Grant Application, the authorized official signing for the applicant organization certifies and assures to the best of his or her knowledge and/or belief the following Assurances and Certifications. If there is any reason why one or more of the assurances or certifications listed cannot be certified or assured, please explain in writing and attach to this application.

Standard Assurances

1. Applicant understands this application and its attachments as well as any resulting grant agreement, reports and proof of expenditure is subject to Kentucky's open records law.
2. Applicant understands if the grant agreement is not returned to Louisville Metro within 90 days of its mailing to the applicant, the approval is automatically revoked and the funds will not be disbursed to our organization.
3. Applicant and any sub grantee will give Louisville Metro Government access to and the right to examine all paper or electronic records related to the awarded grant for up to five years of the grant agreement date.
4. Applicant assures compliance with the grant requirements and will monitor the performance of any third party (sub-grantee).
5. The Agency is in good standing with the Kentucky Secretary of State, Louisville Metro Government, the Jefferson County Revenue Commission, the Internal Revenue Service, and the Louisville Metro Human Relations Commission.
6. Applicant understands failure to provide the services, programs, or projects included in the agreement will result in funds being withheld or requested to be returned if previously disbursed.
7. Applicant understands they must return to Louisville Metro any unexpended funds by July 31 following the Metro Louisville's fiscal year end.
8. Applicant understands they must provide proof of all expenditures (canceled checks, receipts, paid invoices). The Applicant understands the failure to provide proof of expenditures as required in the grant agreement could result in funding being withheld or request to be returned if previously disbursed.
9. Applicant understands if this application is approved, the grant agreement will identify an award period that begins with the Metro Council approval date, and will end with June 30 of the fiscal year in which the grant is approved. Expenditures associated with this award expected to occur prior to the award period (approval date) must be disclosed in this application in order to be considered compliant with the grant agreement.
10. Applicant understands if we choose to incur expenditures prior to the approval of the application by the Metro Council, there is no guarantee that funding will be reimbursed, as the Council may choose not to award the application.
11. Applicant will establish safeguards to prohibit employees or any person that receives compensation from awarded funds from using their position for a purpose that constitutes or presents the appearance of personal or organizational conflict of interest, or personal gain.

Standard Certifications

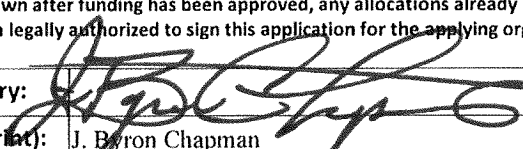
1. The Agency certifies it will not use Louisville Metro Government funds for any religious, political or fraternal Activities.
2. The Agency has a written Affirmative Action/Equal Opportunity Policy.
3. The Agency does not discriminate in employment or in provision of any service/program/activity/event based on age, color, disabled status, national origin, race, religion, sex, gender identity or sexual orientation, or Vietnam era veteran status.
4. The Agency certifies it will not require clients, recipients, or beneficiaries to participate in religious, political, fraternal or like activities in order to receive services/benefits provided with Louisville Metro Government funds.
5. The Agency understands the Americans with Disabilities Act (ADA) and makes reasonable accommodations.

Relationship Disclosure: List below any relationship you or any member of your Board of Directors or employees has with any Councilperson, Councilperson's family, Councilperson's staff or any Louisville Metro Government employee.

None

SECTION 8 – CERTIFICATIONS & ASSURANCES

I certify under the penalty of law the information in this application (including, without limitation, "Certifications and Assurances") is accurate to the best of my knowledge. I am aware my organization will not be eligible for funding if investigation at any time shows falsification. If falsification is shown after funding has been approved, any allocations already received and expended are subject to be repaid. I further certify that I am legally authorized to sign this application for the applying organization and have initialed each page of the application.

Signature of Legal Signatory:		Date:	Jan 14, 2020
Legal Signatory: (please print):	J. Byron Chapman	Title:	Mayor
Phone:	502.245.2762	Extension:	
Email:	mayor@cityofmiddletownky.org		

Applicant's Initials 

COMMONWEALTH OF KENTUCKY
DEPARTMENT OF REVENUE
FRANKFORT
40620

September 22, 1980

City of Middletown
P.O. Box 43048
Middletown, KY 40243

PURCHASE EXEMPTION NUMBER: CT-56-182

SUBJECT: Exempt Purchases

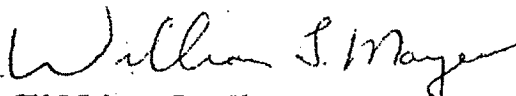
Based on the information submitted in your "Application for Purchase Exemption - Sales and Use Tax", you are hereby authorized to purchase tangible personal property or services without paying or reimbursing the vendor for the sales or use tax with respect to such purchases. A copy of this letter should be presented to the vendor to be retained by him as authorization to make such sales.

Every vendor making such sales must require an official or an employee exercising comparable authority of the federal, state or local governmental unit to sign and acknowledge in writing on a copy of the invoice that the sale and delivery of the property was actually made to a unit of federal, state or local government. The invoice shall be retained by the vendor as documentary evidence in support of his deduction of the sale from gross receipts on his sales tax return. For proper reporting, the vendor must deduct receipts from these sales on Line 17 of his return.

If any of the property or service is not used for an exempt purpose, the purchaser will be required to pay any tax due on purchases made tax free under this exemption.

Any official or employee of a unit of federal, state or local government who uses his position to make tax free purchases for his own personal use or that of any other person will be subject to the penalties provided in KRS 139.990 and other applicable laws.

In the event there is a change in your operations from the information submitted in your application, you must notify the department immediately.



William L. Mayes
Technical Division
(502) 564-8054



Department of the Treasury
Internal Revenue Service

Cincinnati Service Center
CINCINNATI OH 45999-0038

In reply refer to: 0256554941
Jan. 14, 2020 LTR 4076C 0
61-1030668 000000 00

00006833
BODC: TE

CITY OF MIDDLETOWN KENTUCKY
PO BOX 43048
MIDDLETOWN KY 40253

013536

Taxpayer identification number: 61-1030668
Person to contact: Customer Service
Toll-free telephone number: 877-829-5500

Dear To Whom It May Concern:

We received your request dated Jan. 07, 2020, asking about your federal tax status. Our records don't specify your federal tax status. The following information about the tax treatment of state and local governments and affiliated organizations may help you.

GOVERNMENTAL UNITS

Governmental units, such as states and their political subdivisions, generally are not subject to federal income tax. Political subdivisions of a state are entities with the authority to exercise one or more of the sovereign powers of the state: taxation, police powers, or eminent domain. They typically include counties or municipalities and their agencies or departments. Charitable contributions to governmental units may be tax-deductible under Internal Revenue Code (IRC) Section 170(c)(1) if made for an exclusively public purpose. Generally, grantors and contributors may rely on the status of governmental units based on state or local law in determining the deductibility of their contributions.

AFFILIATED ORGANIZATIONS

*** INSTRUMENTALITIES**

In general, an instrumentality is an entity separate from, but affiliated with, a state or local government, and lacking any sovereign powers. Instrumentalities generally are subject to federal income tax. However, they may be recognized as tax-exempt under IRC Section 501(a) as organizations described in IRC Section 501(c), including IRC Section 501(c)(3). In addition, the income of a state or local government instrumentality may be excluded from gross income if it meets the requirements of IRC Section 115(1).

*** ENTITIES MEETING THE REQUIREMENTS OF IRC SECTION 115(1)**

An entity that is not a governmental unit but that performs an essential governmental function may qualify for an income exclusion under IRC Section 115(1). If the entity's income (1) is derived from a

GENERAL FUNDS INCOME WORKSHEET			FINAL APPROVED BUDGET		
		March 31st	Approved	APPROVED	Comments
		2019	2018-2019	2019-2020	
		Actual	BUDGET	BUDGET	
TAXATION & FEES					
401.1	Real Estate Tax	\$1,365,455	\$1,370,802	\$1,456,756	
402.1	Delinquent Tax	\$13,905	\$10,000	\$10,000	
406.1	Mineral Severance Tax	\$0	\$400	\$400	
409.1	Bank Franchise Tax	\$199,200	\$200,000	\$200,000	
410.1	ABC Licenses	\$53,113	\$55,000	\$55,000	
412.1	Sign Permits	\$2,965	\$4,000	\$4,000	
416.1	Franchise Fees	\$30,884	\$40,000	\$40,000	
420.1	Insurance Premium Tax	\$697,824	\$875,000	\$900,000	
New	Cable Franchise	\$0	\$0	\$100,000	This # likely to grow in the coming years.
REVENUE FROM TAXATION & FEES:		\$2,363,347	\$2,555,202	\$2,766,156	
12556 SHELBYVILLE RD BUILDING:					
422.1	Rental Income	\$31,500	\$38,400	\$38,400	
REVENUE FROM 12556 S'VILLE RD BLDG.:		\$31,500	\$38,400	\$38,400	
COMMUNITY CENTER BUILDING:					
430.1	Rental Income	\$450	\$2,000	\$2,000	
REVENUE FROM COMMUNITY CENTER BUILDING:		\$450	\$2,000	\$2,000	
LICENSE BUREAU/COMMUNITY CENTER					
433.1	Lease Income	\$26,102	\$23,328	\$34,803	
434.1	Build Out Reimb.Income	\$13,632	\$20,604	\$18,177	
TOTAL LICENSE BUREAU INCOME:		\$39,734	\$43,932	\$52,979	
WETHERBY PARK					
438.1	Gazebo Rental	\$0	\$100	\$100	
PARK/11905 OLD SHELBYVILLE RD.					
475.1	Rental Income	\$7,200	\$9,600	\$9,600	
WETHERBY PARK STATUE					
480.1	Donations/Sale of Bricks	\$0	\$500	\$200	
INTEREST INCOME:					
408.1	Interest Income	\$49,814	\$32,000	\$40,000	
INTEREST REVENUE		\$49,814	\$32,000	\$40,000	
GRANT REVENUE					
461.1	South Madison Design Wor	\$22,400	\$80,000	\$57,600	
466.1	Kratz SW Construction	\$0	\$234,382	\$234,382	
466.2	Kratz Design Work	\$0	\$16,000	\$0	Remove no Grant \$
466.3	Kratz SW /ROW	\$0	\$7,850	\$6,732	
New	Bliss SW Construction	\$0	\$0	\$131,023	
New	Wetherby SW Construction	\$0	\$0	\$344,422	
INCOME FROM GRANTS:		\$22,400	\$338,232	\$774,159	

		March 31st	Approved	APPROVED	
		2019	2018-2019	2019-2020	
		Actual	BUDGET	BUDGET	
POLICE DEPT. INCOME					
476.1	Police Report Fees	\$443	\$240	\$1,200	
477.1	Parking Ticket Income	\$4,545	\$6,000	\$6,000	
478.1	Police Grants	\$2,000	\$2,000	\$2,000	
479.1	KLEFT-Police State Reimb	\$4,068	\$0	\$36,000	
New	Police/Forfeited Funds	\$0	\$0	\$500	Confiscated Funds from arrest, City get to keep 85%. The rest goes to JC Atty's office.
INCOME FROM POLICE DEPT.		\$11,056	\$8,240	\$45,700	
MISC. INCOME:					
499.1	Police State Reimb	\$1,182	\$4,000	\$0	No longer receive
450	Misc. Income	\$3,687	\$2,000	\$2,000	
REVENUE FROM MISC. INCOME		\$4,869	\$6,000	\$2,000	
Transfer In Revenue from 2017-2018 Budget				\$413,060	Per KRS 91A.157b
Transfer In Revenue not expensed in 2018-2019(Kratz)				\$292,977	Kratz should have been completed last fiscal year. Transfer of revenue to avoid tying up new budget \$
Transfer In Design works on Kratz,Wetherby, Bliss, & So. Madison				\$112,850	Design work for SW's should have been completed last fiscal year. Transfer of revenue to avoid tying up new budget \$
				\$818,887	Total Reserve Transfer In
REVENUE FOR FISCAL YEAR TOTALS:		\$2,530,371	\$3,034,206	\$4,550,181	

OPERATING EXPENSES 2019-2020 FINAL APPROVED BUDGET

A	B	C	D	E	F
	OPERATING EXPENSE	March	Approved	APPROVED	Comments
	WORKSHEET	Actual	Budget	Budget	
		2018-2019	2018-2019	2019-2020	
4	12556 SHELBYVILLE ROAD:				
5	500.1 Insurance	\$1,267	\$1,267	\$1,234	Per KLC
6	501.1 Maintenance	\$0	\$6,000	\$6,000	Ok per Marty
7	502.1 Mowing	\$950	\$2,000	\$2,000	Per Marty 40 Mows
8	503.1 Water	\$1,737	\$2,000	\$3,000	
9	EXP. FOR 12556 S'VILLE RD.:	\$3,954	\$11,267	\$12,234	
10					
11					
12					
13	COMMUNITY CENTER:				
14	510.1 Insurance	\$5,736	\$6,093	\$5,583	Per KLC
15	511.1 Maintenance	\$19,841	\$20,000	\$20,000	Ok per Marty
16	513.1 Utilities	\$15,086	\$27,143	\$25,000	
17	EXPENSES FOR COMM. CENTER:	\$40,663	\$53,236	\$50,583	
18					
19					
20					
21	COMMUNITY OUTREACH PROGRAMS:				
22	522.1 Middletown Museum	\$3,115	\$8,982	\$8,982	
23	522.2 Museum/ Potential new hire	\$0	\$10,000	\$10,000	
24	523.1 Newsletter	\$8,136	\$16,000	\$15,000	
25	526.1 Miscellaneous Outreach	\$500	\$500	\$500	
26	528.1 Non-Profit Organizations	\$500	\$3,000	\$3,000	
27	695.1 Middletown Chamber/MOB	\$50,000	\$50,000	\$50,000	
28	585.1 Middletown School Donations				
29	524.1 EHS Project Graduation	\$500	\$500	\$500	
30	524.2 EHS Basketball Tourney	\$3,616	\$2,500	\$2,500	
31	524.3 EHS Band Classic	\$1,447	\$4,000	\$4,000	
32	524.4 EHS Yearbook	\$0	\$100	\$100	
33	EXP. FOR COMMUNITY OUTREACH:	\$67,813	\$95,582	\$94,582	
34					
35					
36					
37	CROSS CREEK PARK				
38	530.1 Insurance	\$37	\$37	\$36	Per KLC
39	531.1 Maintenance	\$4,220	\$3,000	\$5,000	Ok per Marty
40	532.1 Mowing	\$1,520	\$3,200	\$3,200	Per Marty 40 Mows
41	EXP. CROSS CREEK PARK:	\$5,777	\$6,237	\$8,236	
42					
43					
44					
45	HISTORIC GAS STATION:				
46	540.1 Insurance	\$172	\$172	\$167	Per KLC
47	541.1 Maintenance	\$0	\$500	\$5,000	Renovation of Gas Pump
48	542.1 Utilities	\$286	\$500	\$500	
49	EXP. FOR HISTORIC GAS STATION:	\$457	\$1,172	\$5,667	
50					
51					
52					
53					
54					
55	LEGAL/PROFESSIONAL FEES:				
56					

OPERATING EXPENSES 2019-2020 FINAL APPROVED BUDGET

A	B	C	D	E	F
	OPERATING EXPENSE	March	Approved	APPROVED	Comments
	WORKSHEET	Actual	Budget	Budget	
		2018-2019	2018-2019	2019-2020	
57	549.1 Law Suits	\$1,804	\$20,000	\$20,000	
58	550.1 Fixed Legal Fees	\$18,463	\$35,000	\$35,000	Emailed John to make sure no chg
59	551.1 Litigation/Liens	\$0	\$2,000	\$2,000	
60	552.1 Audit Fees	\$6,750	\$6,750	\$6,950	Per Welenken
61	554.1 PVA Fees	\$40,000	\$40,000	\$40,000	
62	555.1 Membership Dues	\$2,524	\$5,000	\$5,000	
63	EXPENSES FOR LEGAL/PROF. FEES:	\$69,540	\$108,750	\$108,950	
64					
65					
66					
67	OFFICE SUPPLIES/EQUIPMENT:				
68	560.2 Postage	\$4,866	\$12,000	\$10,000	
69	560.3 Office supplies/Printing	\$15,144	\$25,000	\$25,000	Inc. due to inc. in business
70	561.1 Leased Office Equipment	\$630	\$2,000	\$2,000	
71	562.1 Telephone & Cable	\$14,141	\$20,000	\$20,000	City & Police
72	563.1 Advertising	\$4,647	\$10,000	\$10,000	
73	564.1 Computer Equipment & Programs	\$15,398	\$20,000	\$20,000	
74	565.1 Office Equipment/Repairs	\$10,000	\$10,000	\$10,000	City & Police
75	567.1 Computer Support/Email/Web/Backup	\$18,069	\$20,000	\$20,000	City & Police
76	566.1 Codification	\$2,501	\$3,000	\$3,000	
77	EXP. FOR OFFICE SUPPLIES/EQUIP.:	\$85,395	\$122,000	\$120,000	
78					
79					
80					
81	PERSONNEL:				
82	570.1 General Insurance	\$24,844	\$30,323	\$40,309	Per KLC/Inc. due to Police, Auto, Property Liab.
83	571.1 Salaries	\$260,603	\$345,000	\$375,000	6% Increase
84	579.1 Contract Labor	\$100	\$10,000	\$5,000	Ok per Marty
85	572.1 Workers Comp Insurance	\$16,955	\$11,351	\$25,799	Per KLC/Inc. due add'l Employees & Police
86	578.1 Surety Bond Insurance	\$178	\$1,500	\$1,500	
87	573.1 Payroll Tax	\$38,954	\$40,000	\$40,000	Inc. due to add'l employees
88	574.1 Fringe Benefits	\$41,196	\$40,000	\$60,000	Inc. due to add'l employees
89	575.1 Truck Expenses/Maint./Ins	\$2,513	\$4,200	\$5,000	Inc. due to add'l truck purchase
90	576.1 Miscellaneous/Training	\$7,822	\$7,293	\$10,000	
91	577.1 Code Enforcement Signs	\$75	\$500	\$500	
92	EXP. FOR PERSONNEL SERVICES:	\$393,240	\$490,167	\$563,108	
93					
94					
95	PRES., REC. & LANDSCAPING:				
96	580.1 City Landscape & Beautification	\$30,096	\$60,000	\$60,000	Ok per Marty
97	582.1 Light-Up Middletown	\$18,628	\$18,000	\$20,000	Byron
98	583.1 Middletown Festival	\$42,290	\$63,000	\$63,000	Per Contract
99	584.2 City Festival	\$4,443	\$5,000	\$5,000	
100	588.1 Willow Gate & Beckley Wood Mowing	\$4,560	\$9,500	\$9,500	Per Marty 40 Mows
101	EXP. FOR PRES., REC. & LANDSCAPE:	\$100,016	\$155,500	\$157,500	
102					
103					
104					
105					
106	PUBLIC HEALTH & SAFETY:				
107	591.1 Sanitation Services	\$241,794	\$365,000	\$465,000	
108	592.1 Fire Truck Restoration	\$0	\$6,000	\$0	
109	593.1 Street Lights	\$101,689	\$170,000	\$150,000	Average cost for Streetlights

OPERATING EXPENSES 2019-2020 FINAL APPROVED BUDGET

1	A	B	C	D	E	F
		OPERATING EXPENSE	March	Approved	APPROVED	Comments
2		WORKSHEET	Actual	Budget	Budget	
3			2018-2019	2018-2019	2019-2020	
110	594.1	Mowing Pathways	\$950	\$2,000	\$2,000	
111	595.1	Delinquent Properties	\$2,498	\$5,000	\$5,000	Marty
112	605.1	Misc. City Maintenance	\$28,378	\$40,000	\$40,000	Ok per Marty
113	New	Fuel for City Vehicles	\$2,263	\$9,000	\$6,000	
114	EXP. FOR PUBLIC HEALTH & SAFETY:		\$377,571	\$597,000	\$668,000	
115						
116						
117	WETHERBY HOUSE - CITY HALL:					
118	600.1	Insurance	\$5,550	\$5,550	\$5,403	Per KLC
119	601.1	Maintenance	\$10,544	\$15,000	\$15,000	Ok per Marty
120	602.1	Utilities	\$39,989	\$48,000	\$50,000	Increase in utilities due to more
121	EXP. FOR WETHERBY HOUSE-CITY HALL:		\$56,083	\$68,550	\$70,403	activity and space being utilized.
122						
123						
124	WETHERBY PARK:					
125	610.1	Insurance	\$1,525	\$1,528	\$1,696	Per KLC
126	611.1	Maintenance	\$4,226	\$15,000	\$15,000	Ok per Marty
127	612.1	Mowing	\$2,660	\$9,500	\$9,500	40 mows/Marty
128	614.1	Community Functions	\$21,039	\$50,000	\$50,000	
129						
130						
131	PARK/11905 OLD SHELBYVILLE RD					
132	617.1	Ins/maint.	\$1,101	\$10,000	\$5,000	Per KLC \$684.72/Insurance included in budget
133	New/Cap.Project -Exterior Paint/Gutters/Misc.		\$0	\$10,000	\$10,000	
134						
135						
136	PARK/11913 OLD SHELBYVILLE RD					
137	NEW	Maintenance	\$0	\$0	\$15,000	Includes Waterproofing basement \$7,482
138	NEW	Utilities	\$0	\$0	\$4,000	LG&E, Water, MSD
139	NEW	Insurance	\$0	\$0	\$556	Per KLC
140						
141	WETHERBY STATUE:					
142	702.1	Bricks/Maint.	\$287	\$2,079	\$0	Combined with Park Maint.
143	EXPENSES FOR WETHERBY PARK:		\$30,838	\$98,107	\$110,752	
144						
145						
146	POLICE EXPENDITURES					
147	Police Vehicle Expenses					
148	New Acct.	O'Brien/Purchase New Vehicles	\$28,999	\$29,000	\$150,000	Purchase 3 new vehicles from O'Brien
149	905.3	Marking for Old Vehicles	\$2,310	\$2,400	\$3,000	Re-stripe 2 old cars
150	905.4	Equipment for Vehicles	\$12,603	\$12,605	\$10,000	Radars, PBT's
151	905.5	Vehicle Repair & Maint.	\$17,954	\$18,700	\$20,000	
152	905.6	Fuel	\$7,318	\$10,000	\$30,000	
153	905.7	Misc/Repair & supplies	\$6,354	\$6,395	\$8,000	
154	Police Vehicle Expenses Total:		\$75,539	\$79,100	\$221,000	
155						
156						
157	Firearm/Ammo/Supplies					
158	902.1	Firearms	\$4,641	\$6,000	\$12,000	Purchase handguns, shotguns, & LL Shotguns
159	902.2	Firearm Equip/Supplies/Ammo	\$1,818	\$1,275	\$2,500	
160	902.6	Misc.Firearms/Equip/Supplies	\$3,412	\$2,000	\$3,000	
161	Police Firearm/Ammo & Supplies Total:		\$9,872	\$9,275	\$17,500	

OPERATING EXPENSES 2019-2020 FINAL APPROVED BUDGET

A	B	C	D	E	F
1	OPERATING EXPENSE	March	Approved	APPROVED	Comments
2	WORKSHEET	Actual	Budget	Budget	
3		2018-2019	2018-2019	2019-2020	
162					
163					
164					
165	Police Equip/Uniforms/Supplies				
166	Uniforms	\$5,999	\$6,000	\$15,000	Outfit 3 new Off. & replacements
167	Police Equipment & Supplies	\$10,958	\$11,000	\$10,750	
168	Taser /Axon	\$0	\$2,400	\$4,600	Add 4 Tasers and Annu. Fee
169	Body/Vehicle Cameras (Axon)	\$5,084	\$5,000	\$5,400	3 new cameras + storage for 9
170	901.5 Misc/Equip/Supplies	\$3,583	\$3,000	\$6,500	
171	Police Equipment & Supplies Total:	\$22,041	\$24,400	\$42,250	
172					
173					
174					
175	Education & Training				
176	901.8 Training & Edu. Expenses	\$4,191	\$7,600	\$7,600	
177	T & E Equip & Supplies	\$2,549	\$3,500	\$3,500	
178	Membership & Accreditation	\$192	\$2,700	\$2,700	
179	PR & Crime Prevention	\$1,286	\$1,500	\$2,000	
180	Misc. T & E	\$2,984	\$1,500	\$2,000	
181	Education & Training Total:	\$11,202	\$16,800	\$17,800	
182					
183					
184					
185	Police Salary & Court Pay				
186	903.1 Police Payroll/OT/Court	\$154,438	\$217,000	\$512,250	Inc. 3 new Sgts/9 officers/OT & Court Pay
187	901.3 Payroll Taxes	\$19,902	\$25,000	\$45,000	
188	NEW KLEFT Payout to Police	\$2,000		\$36,000	No cost to City/State funded (see income)
189	NEW Police/Forfeited Funds	\$0	\$0	\$500	15% Due to Jeff Co Atty's Office for Confiscated Funds
190	Police Salary & Court Pay Total:	\$174,340	\$242,000	\$593,750	
191					
192	Total Expenses for Police Department	\$292,993	\$371,575	\$892,300	
193				\$234,000	Of the \$891,800 we have budgeted for the police this year, this amount is for continued growth which includes the purchasing of new vehicles, equipment such as firearms, radios and uniforms.
194					
195	Total Expenses for Fiscal Yr.	\$1,524,340	\$2,179,143	\$2,862,315	
196					
197					
198					
199					
200					
201					
202					
203					

Projected Capital Expenses FINAL APPROVED BUDGET

	B	C	D	E	F	G	H	I	J
1	PROJECTED CAPITAL EXPENSES								
2						March	Approved	APPROVED	
3						Actual	2018-2019	2019-2020	
4						2018-2019	BUDGET	BUDGET	
5									
6									
7	664.1	ALLOCATED TO ROAD FUND				\$153,000	\$150,000	\$250,000	Increased due to # of roads needing repair
8									
9									
10									
11	SIDEWALK PROJECTS:								FYI GRANT INCOME FOR SIDEWALKS
12	694.1	Kratz Ave SW/State Grant				\$0	\$292,977	\$292,977	\$234,382
13	694.2	Design Work/Kratz				\$0	\$7,850	\$7,850	
14									
15									
16	New	Wetherby Construction				\$0	\$0	\$430,527	\$344,422
17	692.2	Design Work/Wetherby				\$13,250	\$59,000	\$45,750	
18									
19									
20	New	Bliss Construction				\$0	\$0	\$163,779	\$131,023
21	693.2	Design Work/Bliss				\$18,250	\$30,000	\$11,750	
22									
23									
24	695.1	South Madison Design Work				\$42,500	\$80,000	\$47,500	\$57,600
25	695.2	South Madison ROW				\$0	\$20,000	\$0	
26									
27	NEW	Total: Sidewalk Projects				\$74,000	\$489,827	\$1,000,133	\$767,427
28									Total Grant Income once completed
29									
30									
31	PARK EXPANSION/PHASE 1								
32	New	Wetherby Park Maint Bldg/Drive				\$0	\$0	\$125,000	
33		Park Improvements				\$0	\$0	\$0	Pending Grant approval of \$250,000 Land & Water 50/50
34		Park Improvements				\$0	\$0	\$0	
35						\$0	\$0	\$0	Pending Grant approval of \$250,000 Rec Trail 80/20
36						\$0	\$0	\$0	
37		Total: Park Expansion Project				\$0	\$0	\$125,000	
38									
39	TOTAL CAPITAL PROJECTS:					\$227,000	\$639,827	\$1,375,133	
40									
41	TOTAL REVENUE - FISCAL YEAR:					\$2,530,371	\$3,034,206	\$4,550,181	
42									
43	TOTAL EXPENSES - FISCAL YEAR:					\$2,110,109	\$3,386,429	\$4,237,448	
44									
45	SURPLUS - RESV. FOR CONTING.:					\$420,262	(\$352,223)	\$312,733	
46									
47	TRANSFER IN FROM RESERVE:					\$412,019	\$487,019	\$818,887	
48									
49	SURPLUS - RESERVE					\$875,589	\$21,478	\$312,733	

City of Middletown
Balance Sheet - General Fund
As of December 31, 2019

	Dec 31, 19
ASSETS	
Current Assets	
Checking/Savings	
110.1 · Cash - CWB Checking	2,555,151.49
102.1 · Petty Cash	200.00
103.1 · Petty Cash/Police	150.00
114.1 · King Southern #9095	440,392.61
149.1 · Transcend CU/CD#1495850-0101	522,639.77
156.1 · Transcend CU/CD#1495850-0100	250,000.00
Total Checking/Savings	3,768,533.87
Other Current Assets	
130.1 · Taxes Receivable - Current	46,663.23
143.1 · Prepaid Expenses	42,000.00
Total Other Current Assets	88,663.23
Total Current Assets	3,857,197.10
Other Assets	
162.1 · KLC Investment Pool/PNC	1,010,007.04
158.1 · House-Held for Sale	319,175.00
160.1 · Sewer Recapture Project	147,434.99
Total Other Assets	1,476,617.03
TOTAL ASSETS	5,333,814.13
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
201.0 · Accounts Payable..	
202.1 · Accounts Payable	-3,600.00
Total 201.0 - Accounts Payable..	-3,600.00
Total Accounts Payable	-3,600.00
Other Current Liabilities	
153.3 · Escrow/StorAll Drainage Improv.	35,000.00
153.2 · Escrow for Echelon Apts	20,000.00
214.1 · Kentucky Withholding	7,272.62
216.1 · Local Withholding	2,157.52
218.1 · Accrued Payroll Tax	3,882.44
Total Other Current Liabilities	68,312.58
Total Current Liabilities	64,712.58
Total Liabilities	64,712.58
Equity	
302.1 · Fund Balance-Beginning	1,478,577.20
390.1 · Retained Earnings	3,094,890.33
Net Income	695,634.02
Total Equity	5,269,101.55
TOTAL LIABILITIES & EQUITY	5,333,814.13

City of Middletown - GF
Budget Report - General Fund

December 2019

	Dec 19	Budget	Jul - Dec 19	YTD Budget	Annual Budget
Ordinary Income/Expense					
Income					
A. Taxation and Fees					
401.1 Real Estate Tax	51,004.49	121,396.34	1,383,976.65	728,377.96	1,456,756.00
402.1 Delinquent Penalty & Interest	0.00	833.34	19,088.95	4,999.96	10,000.00
406.1 Mineral Severance Tax	0.00	33.34	66.24	199.96	400.00
409.1 Franchise Bank Deposit Tax	24,546.93	50,000.00	224,795.99	200,000.00	200,000.00
410.1 ABC Licenses	0.00	0.00	50,352.50	55,000.00	55,000.00
412.1 Sign Permits	100.00	333.33	3,692.50	2,000.02	4,000.00
416.1 Franchise Fees	0.00	3,333.34	0.00	19,999.96	40,000.00
420.1 Insurance Premium Tax	4.00	75,000.00	435,977.61	450,000.00	900,000.00
421.1 Cable Franchise Tax	0.00	8,333.33	0.00	50,000.02	100,000.00
Total A. Taxation and Fees	75,655.42	259,263.02	2,117,950.44	1,510,577.88	2,766,156.00
B. 12556 Shelbyville Rd.					
422.1 Rental Income	3,500.00	3,200.00	21,000.00	19,200.00	38,400.00
Total B. 12556 Shelbyville Rd.	3,500.00	3,200.00	21,000.00	19,200.00	38,400.00
C.1 Community Center Building					
430.1 Rental Income	1,500.00	166.66	2,200.00	1,000.04	2,000.00
Total C.1 Community Center Building	1,500.00	166.66	2,200.00	1,000.04	2,000.00
C.2 C.C./License Bureau					
433.1 Lease Income/License Bureau	8,700.67	2,900.25	26,102.01	17,401.50	34,803.00
434.1 License Bureau/Build Out Reimb.	4,544.14	1,514.75	13,632.42	9,088.50	18,177.00
Total C.2 C.C./License Bureau	13,244.81	4,415.00	39,734.43	26,490.00	52,980.00
D. Wetherby Park					
438.1 Gazebo Rental	0.00	8.33	0.00	50.02	100.00
Total D. Wetherby Park	0.00	8.33	0.00	50.02	100.00
E. Interest Income					
408.1 Interest Revenue	9,926.78	3,333.33	-331,143.28	20,000.02	40,000.00
Total E. Interest Income	9,926.78	3,333.33	-331,136.24	20,000.02	40,000.00
J. Miscellaneous Income					
450.0 Misc. Income	3,000.00	166.66	3,690.35	1,000.04	2,000.00
499.1 Police Contract St Reimburse	0.00	0.00	0.00	1,750.00	7,000.00
Total J. Miscellaneous Income	3,000.00	166.66	531,431.53	2,750.04	9,000.00
JG Grants					
461.1 So. Madison Design Work	0.00	4,800.00	-5,348.46	28,800.00	57,600.00
462.1 Wetherby Ave SW/Federal Grant	0.00	28,701.84	0.00	172,210.96	344,422.00
464.1 Bliss Ave SW/Federal Grant	0.00	10,918.58	0.00	65,511.52	131,023.00
466.1 Kratz Ave SW - State Grant	0.00	19,531.84	0.00	117,190.96	234,382.00
466.3 Kratz SW ROW - State Grant	0.00	561.00	0.00	3,366.00	6,732.00
Total JG Grants	0.00	64,513.26	-5,348.46	387,079.44	774,159.00
K 11905 Old Shelbyville Rd.					
475.1 Rental Income	800.00	800.00	4,000.00	4,800.00	9,600.00
Total K 11905 Old Shelbyville Rd.	800.00	800.00	4,000.00	4,800.00	9,600.00
P.1 Police Department Income					
473.1 Police-Forfeited Funds	0.00	41.66	0.00	250.04	500.00
476.1 Police Report Fees	234.45	100.00	1,752.95	600.00	1,200.00
477.1 Parking Ticket Income	1,450.00	500.00	5,045.00	3,000.00	6,000.00
478.1 Police Grants	2,500.00	166.67	29,581.54	999.98	2,000.00
479.1 KLEFT/Police	3,390.70	3,000.00	13,884.62	18,000.00	36,000.00
Total P.1 Police Department Income	7,575.15	3,808.33	50,264.11	22,850.02	45,700.00
W.1 Wetherby Statue					
480.1 Donations/Sale of Bricks	0.00	16.67	100.00	99.98	200.00
Total W.1 Wetherby Statue	0.00	16.67	100.00	99.98	200.00
R. Reserve Income					
481.1 Reserve Income	0.00	101,097.73	0.00	442,300.60	1,048,886.98
Total R. Reserve Income	0.00	101,097.73	0.00	442,300.60	1,048,886.98
Total Income	115,202.16	440,788.99	2,430,195.81	2,437,198.04	4,787,181.98

**City of Middletown - GF
Budget Report - General Fund**

December 2019

	Dec 19	Budget	Jul - Dec 19	YTD Budget	Annual Budget
Gross Profit	115,202.16	440,788.99	2,430,195.81	2,437,198.04	4,787,181.98
Expense					
PROJECTED OPERATING EXPENSES					
A-1 · 12556 Shelbyville Rd.					
500.1 · Insurance	0.00	0.00	1,233.47	1,234.00	1,234.00
501.1 · Maintenance	0.00	500.00	0.00	3,000.00	6,000.00
502.1 · Mowing	0.00	166.67	900.00	999.98	2,000.00
503.1 · Utilities	383.00	250.00	1,094.93	1,500.00	3,000.00
Total A-1 · 12556 Shelbyville Rd.	383.00	916.67	3,228.40	6,733.98	12,234.00
B-1 · Community Center					
510.1 · Insurance	0.00	0.00	5,582.33	5,583.00	5,583.00
511.1 · Maintenance	-89.87	1,666.67	6,939.25	9,999.98	20,000.00
513.1 · Utilities	1,346.05	2,083.34	9,636.99	12,499.96	25,000.00
Total B-1 · Community Center	1,256.18	3,750.01	22,158.57	28,082.94	50,583.00
C-1 · Community Outreach Programs					
519.1 · Middletown Chamber	0.00	0.00	50,000.00	50,000.00	50,000.00
522.1 · Middletown Museum	346.24	748.50	1,937.56	4,491.00	8,982.00
522.2 · Museum/Potential New Hire	0.00	833.34	126.79	4,999.96	10,000.00
523.1 · Newsletter	1,200.00	5,000.00	5,690.50	10,000.00	15,000.00
526.1 · Misc.Outreach	0.00	500.00	0.00	500.00	500.00
528.1 · Non-Profit Organizations	0.00	250.00	3,150.00	1,500.00	3,000.00
C2 · EHS Sponsored Activities					
524.1 · Project Graduation	0.00	0.00	500.00	0.00	500.00
524.2 · EHS Basketball Tourney	1,231.00	1,250.00	1,344.00	1,250.00	2,500.00
524.3 · EHS Band Classic	0.00	1,000.00	1,948.51	3,000.00	9,500.00
524.4 · EHS Yearbook Sponsorship	0.00	0.00	0.00	100.00	100.00
Total C2 · EHS Sponsored Activities	1,231.00	2,250.00	3,792.51	4,350.00	12,600.00
Total C-1 · Community Outreach Programs	2,777.24	9,581.84	64,697.36	75,840.96	100,082.00
D-1 · Cross Creek Park					
530.1 · Insurance	0.00	0.00	35.86	36.00	36.00
531.1 · Maintenance	0.00	416.67	901.23	2,499.98	5,000.00
532.1 · Mowing	0.00	0.00	1,440.00	2,000.00	3,200.00
Total D-1 · Cross Creek Park	0.00	416.67	2,377.09	4,535.98	8,236.00
E-1 · Historic Gas Station					
540.1 · Insurance	0.00	0.00	166.99	167.00	167.00
541.1 · Maintenance	0.00	0.00	4,789.19	5,000.00	5,000.00
542.1 · Utilities	34.75	41.67	202.79	249.98	500.00
Total E-1 · Historic Gas Station	34.75	41.67	5,158.97	5,416.98	5,667.00
F-1 · Legal/Professional Fees					
549.1 · Law Suits	0.00	1,666.67	0.00	9,999.98	20,000.00
550.1 · Fixed Legal Fees	3,287.50	2,916.67	15,679.00	17,499.98	35,000.00
551.1 · Litigation/Lien Fees	39.00	0.00	290.00	0.00	2,000.00
552.1 · Audit Fees	0.00	0.00	0.00	6,950.00	6,950.00
554.1 · PVA Fees	0.00	0.00	40,000.00	40,000.00	40,000.00
555.1 · Membership Dues	2,251.00	2,400.00	2,566.00	2,585.00	5,000.00
Total F-1 · Legal/Professional Fees	5,577.50	6,983.34	58,535.00	77,034.96	108,950.00
G-1 · Office Supplies/Equipment					
560.2 · Postage	0.00	833.34	5,254.06	4,999.96	10,000.00
560.3 · Office Supplies/Printing	1,600.08	2,083.34	11,367.04	12,499.96	25,000.00
561.1 · Leased Office Equip.	212.97	166.67	212.97	999.98	2,000.00
562.1 · Telephone & Cable	1,603.40	1,666.67	10,708.01	9,999.98	20,000.00
563.1 · Advertising	0.00	833.34	2,107.73	4,999.96	10,000.00
564.1 · Computer Equip & Programs	4,321.34	1,666.67	28,108.03	9,999.98	20,000.00
565.1 · Equipment/Repair	0.00	833.34	0.00	4,999.96	10,000.00
567.1 · Computer Support/Email/Backup	0.00	1,666.67	4,076.60	9,999.98	20,000.00
566.1 · Codification	0.00	0.00	0.00	2,000.00	3,000.00
Total G-1 · Office Supplies/Equipment	7,737.79	9,750.04	61,834.44	60,499.76	120,000.00
H-1 · Personnel/City Expenditures					
569.1 · Surety Bond Insurance	0.00	0.00	0.00	0.00	1,500.00
570.1 · General Insurance	0.00	0.00	42,254.67	40,309.00	40,309.00
571.1 · Salaries	37,803.18	31,250.00	192,771.49	187,500.00	375,000.00
572.1 · Ins/Worker's Comp	0.00	0.00	26,219.07	26,799.00	25,799.00
573.1 · Payroll Tax	8,551.63	3,333.34	41,949.12	19,999.96	40,000.00
574.1 · Fringe Benefits	6,865.90	5,000.00	36,625.07	30,000.00	60,000.00

**City of Middletown - GF
Budget Report - General Fund**

December 2019

	Dec 19	Budget	Jul - Dec 19	YTD Budget	Annual Budget
575.1 · City Trucks Expenses	1,521.30	416.67	2,610.28	2,499.98	5,000.00
576.1 · Miscellaneous/Training	1,390.40	833.34	4,233.10	4,999.96	10,000.00
577.1 · Code Enforcements	0.00	41.67	75.00	249.98	500.00
579.1 · Contract Labor	0.00	416.67	0.00	2,499.98	5,000.00
Total H-1 · Personnel/City Expenditures	56,132.41	41,291.69	346,737.80	313,857.86	563,108.00
I-1 · Presv., Recreation & Landscaping					
588.1 · Willow Gate/Beckley Woods Mowing	0.00	0.00	4,320.00	5,937.50	9,500.00
580.1 · Landscape & Beautification	0.00	5,000.00	8,326.03	30,000.00	60,000.00
582.1 · Light Up Middletown	5,157.27	1,666.67	19,945.27	9,999.98	20,000.00
583.1 · Middletown Festival	0.00	0.00	42,000.00	42,000.00	63,000.00
584.2 · City Festival	0.00	0.00	4,912.64	5,000.00	5,000.00
Total I-1 · Presv., Recreation & Landscaping	5,157.27	6,666.67	79,503.94	92,937.48	157,500.00
J-1 · Public Health & Safety					
591.1 · Sanitation Services	39,279.20	38,750.00	192,732.06	232,500.00	465,000.00
593.1 · Street Lights	12,915.87	12,500.00	76,010.18	75,000.00	150,000.00
594.1 · Mowing Pathways	0.00	0.00	900.00	1,250.00	2,000.00
595.1 · Delinquent Properties	0.00	416.67	0.00	2,499.98	5,000.00
596.1 · Fuel for City Vehicles	1,040.85	500.00	4,293.50	3,000.00	6,000.00
605.1 · Misc. City Maintenance	1,180.51	3,333.34	13,310.69	19,999.96	40,000.00
Total J-1 · Public Health & Safety	54,416.43	55,500.01	287,246.43	334,249.94	668,000.00
K-1 · Wetherby House City Hall					
600.1 · Insurance	0.00	0.00	5,402.84	5,403.00	5,403.00
601.1 · Maintenance	377.00	1,250.00	7,681.98	7,500.00	15,000.00
602.1 · Utilities	3,021.34	4,166.67	15,994.61	24,999.98	50,000.00
Total K-1 · Wetherby House City Hall	3,398.34	5,416.67	29,079.43	37,902.98	70,403.00
L-1 · Wetherby House Park					
610.1 · Insurance	0.00	0.00	1,650.44	1,696.00	1,696.00
611.1 · Maintenance	5,808.17	1,250.00	8,057.02	7,500.00	15,000.00
612.1 · Mowing	0.00	0.00	2,660.00	5,937.50	9,500.00
614.1 · Community Functions	298.00	4,166.67	22,416.71	24,999.98	50,000.00
L-2 · Park/11905 Old Shelbyville Rd.					
667.1.2 · Ins./Mainten.	0.00	416.67	884.72	2,499.98	5,000.00
168.1.2 · Capital Proj/Paint/Gutters/Misc	0.00	0.00	0.00	10,000.00	10,000.00
Total L-2 · Park/11905 Old Shelbyville Rd.	0.00	416.67	884.72	12,499.98	15,000.00
L-3 · Park/11913 Old Shelbyville Rd.					
617.1 · Maintenance	0.00	1,250.00	0.00	7,500.00	15,000.00
618.1 · Utilities	-1,463.94	333.34	2,453.32	1,999.96	4,000.00
619.1 · Insurance	0.00	0.00	600.90	556.00	556.00
Total L-3 · Park/11913 Old Shelbyville Rd.	-1,463.94	1,583.34	3,054.22	10,055.96	19,556.00
Total L-1 · Wetherby House Park	4,642.23	7,416.68	38,723.11	62,689.42	110,752.00
P-2 · POLICE EXPENDITURES					
P.E.1 · Police Equip/ Uniforms/Supplies					
902.3 · Police Equipment & Supplies	2,040.82	895.84	5,360.67	10,764.96	16,140.00
902.4 · Uniforms w/Equipment	4,311.51	1,250.00	26,791.71	7,500.00	35,564.00
902.5 · Body/Car Cameras /Axon Software	318.46	450.00	318.46	2,700.00	5,400.00
902.7 · Motorola/Grant Expense	0.00	0.00	27,741.54	27,741.54	27,741.54
901.6 · Taser/Axon	0.00	383.34	1,908.00	2,299.96	4,600.00
901.5 · Misc. Equip/Repair/Supplies	0.00	541.67	169.49	3,249.98	8,189.55
Total P.E.1 · Police Equip/ Uniforms/Supplies	6,670.79	3,520.85	62,289.87	54,256.44	97,635.09
P.F.1 · Police Firearms/Ammo/Supplies					
902.1 · Firearms	2,961.92	1,000.00	10,693.20	6,000.00	12,000.00
902.2 · Firearm Equip/Supplies/Ammo	111.30	208.34	912.37	1,249.96	2,500.00
902.6 · Misc. Firearms/Equip/Supplies	106.00	250.00	106.00	1,500.00	3,000.00
Total P.F.1 · Police Firearms/Ammo/Supplies	3,179.22	1,458.34	11,711.57	8,749.96	17,500.00
P.S.1 · Police Payroll & Taxes					
903.1 · Payroll/OT/Court Pay	54,337.92	42,687.50	245,249.85	256,125.00	591,286.00
903.2 · Payroll Taxes	0.00	3,750.00	0.00	22,500.00	45,000.00
903.5 · KLEFT Monthly Pay	3,331.65	3,000.00	15,647.25	18,000.00	36,000.00
904.6 · Police-Forfeited Funds	0.00	41.67	0.00	249.98	500.00
904.7 · Officer Expenses/Misc.	0.00	0.00	0.00	0.00	8,424.00
Total P.S.1 · Police Payroll & Taxes	57,669.57	49,479.17	260,897.10	296,874.98	681,210.00
P.T.1 · Police Training/Education					

**City of Middletown - GF
Budget Report - General Fund**

December 2019

	Dec 19	Budget	Jul - Dec 19	YTD Budget	Annual Budget
904.1 · Train & Education/Expenses	0.00	633.34	1,183.26	3,799.96	7,600.00
904.2 · Train & Educ/Equip & Supplies	0.00	291.67	3,307.99	1,749.98	3,500.00
904.3 · Membership & Accreditation	0.00	225.00	770.55	1,350.00	2,700.00
904.4 · PR & Crime Prevention	0.00	166.67	3,247.99	999.98	2,000.00
904.5 · Misc. Training/Education	0.00	166.67	3,070.00	999.98	2,000.00
Total P.T.1 · Police Training/Education	0.00	1,483.35	11,579.79	8,899.90	17,800.00
P.V.1 · Police Vehicles Expenses					
905.1 · Purchase New Vehicles w/Equip.	37,739.37	7,834.37	97,647.17	165,000.00	267,993.80
905.3 · Marking for Old Police Vehicles	0.00	500.00	55.00	3,000.00	3,000.00
905.4 · Equipment for Vehicles	0.00	833.34	10,527.04	4,999.96	81,203.65
905.6 · Vehicle Repair/Maint.	3,587.66	1,666.67	10,391.73	9,999.98	20,000.00
905.6 · Fuel	3,880.34	2,500.00	8,649.06	15,000.00	30,000.00
905.7 · Misc Vehicle Equip/Maint/Supply	0.00	666.67	1,151.00	3,999.98	8,000.00
Total P.V.1 · Police Vehicles Expenses	45,207.37	14,001.05	128,421.00	201,999.92	410,197.45
Total P-2 · POLICE EXPENDITURES	112,726.95	69,942.76	474,899.33	570,781.20	1,224,342.54
Total PROJECTED OPERATING EXPENSES	254,240.09	217,674.72	1,474,179.87	1,670,564.44	3,199,857.54
II. · PROJECTED CAPITAL EXPENSES					
A-R.1 · Allocation to Road Fund					
664.1 · Allocated To Road Fund	0.00	0.00	250,000.00	250,000.00	250,000.00
Total A-R.1 · Allocation to Road Fund	0.00	0.00	250,000.00	250,000.00	250,000.00
CC-100 · Community Center Renovations					
CC-101 · Community Center Renovations	0.00	0.00	385.44	0.00	0.00
Total CC-100 · Community Center Renovations	0.00	0.00	385.44	0.00	0.00
J-2 · Sidewalk Projects					
892.1 · Wetherby Sidewalk Construction	500.00	3,812.50	2,000.00	22,875.00	45,750.00
692.2 · Wetherby-Design Work	0.00	35,877.25	0.00	215,263.50	430,527.00
692.1 · Wetherby Sidewalk Construction - Other	0.00	0.00	0.00	0.00	0.00
Total 692.1 · Wetherby Sidewalk Construction	500.00	39,689.75	2,000.00	238,138.50	476,277.00
693.1 · Bliss Ave Sidewalk Construction	500.00	979.17	2,000.00	5,874.98	11,750.00
693.2 · Bliss Ave Sidewalk/ Design Work	0.00	13,648.25	0.00	81,889.50	163,779.00
693.1 · Bliss Ave Sidewalk Construction - Other	0.00	0.00	0.00	0.00	0.00
Total 693.1 · Bliss Ave Sidewalk Construction	500.00	14,627.42	2,000.00	87,764.48	175,529.00
694.1 · Kratz Ave SW/State Grant	0.00	654.17	0.00	3,924.98	7,850.00
694.2 · Design Work/Kratz Ave	0.00	24,414.75	0.00	146,488.50	292,977.00
694.1 · Kratz Ave SW/State Grant - Other	0.00	0.00	0.00	0.00	0.00
Total 694.1 · Kratz Ave SW/State Grant	0.00	25,068.92	0.00	150,413.48	300,827.00
695.1 · South Madison Sidewalk	500.00	3,958.34	1,500.00	23,749.96	47,500.00
695.3 · South Madison SW-Design Work	0.00	0.00	0.00	0.00	0.00
Total 695.1 · South Madison Sidewalk	500.00	3,958.34	1,500.00	23,749.96	47,500.00
Total J-2 · Sidewalk Projects	1,500.00	83,344.43	5,500.00	500,066.42	1,000,133.00
P-1 · Park Expansion/Phase I					
804.2 · Park-Maint Building/Drive	0.00	41,709.13	4,496.48	83,418.22	333,673.00
Total P-1 · Park Expansion/Phase I	0.00	41,709.13	4,496.48	83,418.22	333,673.00
Total II. · PROJECTED CAPITAL EXPENSES	1,500.00	125,053.56	260,381.92	833,484.64	1,583,806.00
Total Expense	255,740.09	342,728.28	1,734,561.79	2,504,049.08	4,783,663.54
Net Ordinary Income	-140,537.93	98,060.71	695,634.02	-66,851.04	3,518.44
Other Income/Expense					
Other Income	0.00	101,097.74	0.00	442,300.68	1,048,887.00
Transfers In	0.00	0.00	0.00	0.00	0.00
Total Other Income	0.00	101,097.74	0.00	442,300.68	1,048,887.00
Net Other Income	0.00	101,097.74	0.00	442,300.68	1,048,887.00
Net Income	-140,537.93	199,158.45	695,634.02	375,449.64	1,052,405.44

ALL TRAFFIC SOLUTIONS*A sign of the future.™*

All Traffic Solutions Inc.
 12950 Worldgate Dr
 #310
 Herndon, VA 20170
 Phone: 814-237-9005
 Fax: 814-237-9006
 DUNS #: 001225114
 Tax ID: 25-1887906
 CAGE Code: 34FQ5

QUOTE Q-47364

DATE: 12/27/2019

PAGE NO:
1**Mail Purchase****Orders to:**

3100 Research Dr.
 State College, PA
 16801

Questions contact:**MANUFACTURER:****All Traffic Solutions**

Max Wicklein
 (571) 321-5452

x
 mwicklein@alltrafficsolutions.co
 m

Independent Sales Rep:

BILL TO:

Middletown Police Department-KY

Billing Contact:

SHIP TO:

Middletown Police Department-KY

Attn: Joe Webb

PAYMENT**TERMS:**

Net 30

CUSTOMER:

Middletown Police
 Department-KY

CONTACT:(502) 365-1900 ext, 0

ITEM NO:	DESCRIPTION:	QTY:	EACH:	EXT. PRICE:
4000741	SpeedAlert 18 Radar Message Sign (RMS); base unit w/ mounting bracket	1	\$3,600.00	\$3,600.00
4000647	App, Traffic Suite (12mo); Equip Mgmt, Reporting, Image Mgmt, Alerts, Mapping and PremierCare	1	\$1,500.00	\$1,500.00
4000767	Base Model CREDIT, speed display; requires min 1 yr TrafficCloud Traffic Suite	1	(\$600.00)	(\$600.00)
4000874	All Options Activation: Bluetooth, Traffic Data, Violator Alert, Pictures, (\$3000 Value, requires Traffic or Message Suite)	1	\$0.00	\$0.00
4000793	Violator Strobe, Dual; Hardware for SpeedAlert 18, flash helps draw attention to the driver's speed. Requires color assignment PN.	1	\$400.00	\$400.00
4000826	Violator Strobe, Red and Blue for SpeedAlert 18, Requires 4000793 Dual Violator Strobe	1	\$0.00	\$0.00
4000173	Trailer, ATS-5 (select power separately)	1	\$3,200.00	\$3,200.00
4000765	Mount Kit, adaptable trailer mounting for Sh15 or SA18 on ATS-5, incl: power adapter harness and hardware	1	\$100.00	\$100.00

4000750	App, Mobile User Interface perpetual license (only 1 req'd per account)	1	\$100.00	\$100.00
4000635	Trailer Battery kit for ATS-5, 235Ah deep cycle batteries w/cover, hold down, cables& hdwr	1	\$495.00	\$495.00
4000275	Solar panel, 60W; includes bracket for ATS-5 trailer and harness	1	\$895.00	\$895.00
4000740	Trailer Certificate of Origin	1	\$0.00	\$0.00
4000754	USB cable, 16ft, extra long for trailer or pole	1	\$10.00	\$10.00
4900041	crate, ATS-5 trailer shipping crate	1	\$250.00	\$250.00
4000641	Shipping Common Carrier	1	\$600.00	\$600.00
4001190	Discount - New Purchase	1	(\$1,050.00)	(\$1,050.00)

Special Notes:	SALES AMOUNT:	\$9,500.00
	TOTAL:	\$9,500.00

Duration: This quote is good for 60 days from date of issue.

Shipping Notes: All shipments shall be FOB shipper. Shipping charges shall be additional unless listed on quote.

Taxes: Taxes are not included in quote. Please provide a tax-exempt certificate or sales tax will be applied.

Warranty: Unless otherwise indicated, all products have a three-year warranty from date of sale. Warranty extensions are a component of some applications that are available at time of purchase. A Finance Charge of 1.5% per month will be applied to overdue balances. GSA GS-07F-6092R

Authorization: By Signing below I indicate that I am authorized to commit my organization to the above.

Print Name, Title	Signature	Date
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Connected Solutions for Better Traffic Safety Outcomes

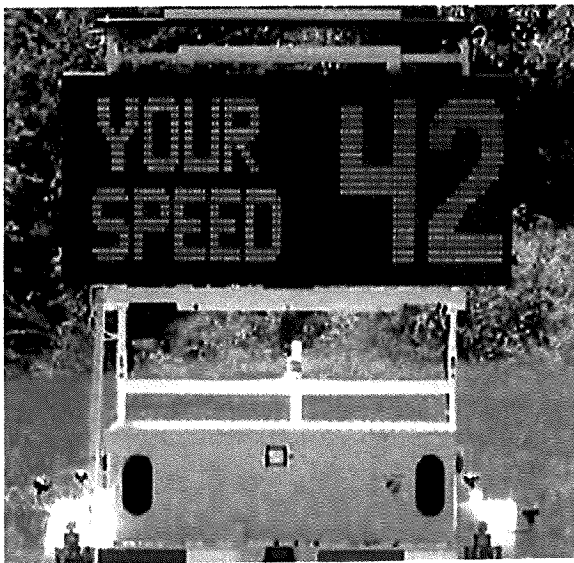


SPEEDALERT RADAR MESSAGE SIGN



SpeedAlert Radar Message Sign: Versatile Traffic Calming and Messaging

SpeedAlert web-enabled radar message signs combine radar feedback and variable messaging to deliver the most versatile traffic calming tools available.



SpeedAlert 24 speed trailer

SIMPLE, UNIVERSAL MOUNTING

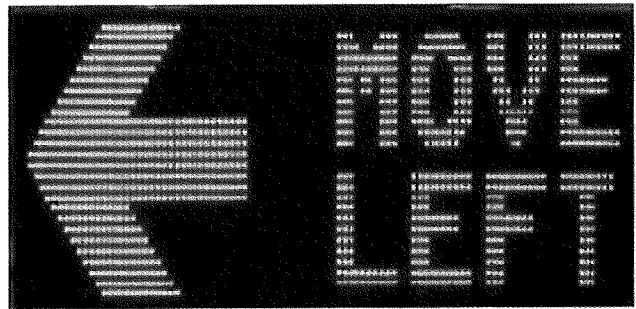
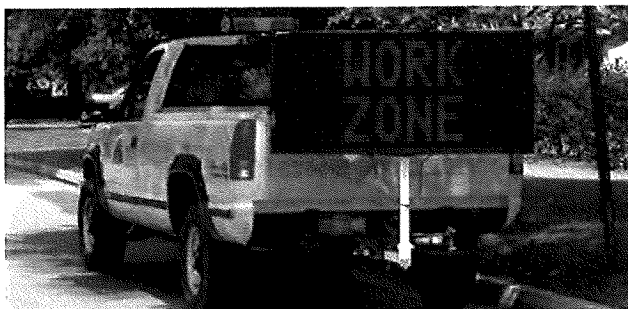
Mount this sign almost anywhere — portable post, pole, trailer or vehicle — in about a minute.

DURABLE CONSTRUCTION

The welded aluminum enclosure, concealed mounting hardware, shatterproof Lexan and graffiti-resistant powder coat finish make the SpeedAlert super tough.

SPEED-DEPENDANT MESSAGING

Slow traffic by using the SpeedAlert as a radar speed display and show custom messages directed toward drivers traveling at different speed thresholds.



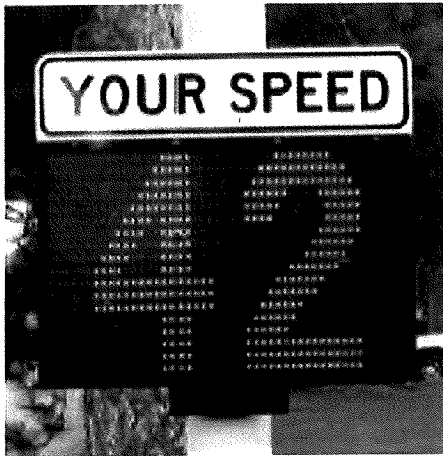
SpeedAlert 24

MESSAGING VERSATILITY

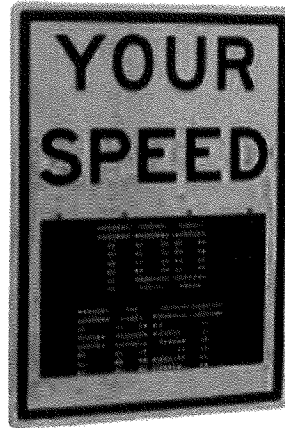
Go beyond basic messages with a full-matrix sign that makes it easy to display multiple screens of text, chevrons or custom images.

Conditional sensor messaging capabilities let you display different messages based on live

inputs, including time to destination, road surface or air temperatures, timer values, vehicle weights, high winds and available parking spaces.



SpeedAlert 18 with and without wrap



Product Specs

SPEEDALERT 18

- Speed – 2 or 3 digits; 18" H
- Text – 1 Line; 4 Characters; 10" H
- Text – 2 Line; 6 Characters; 7" H

Dimensions:

20" H x 30" W x 2.96" D

Weight: 25 lbs.

SPEEDALERT 24

- Speed – 2 or 3 digits; 24" H
- Text – 1 Line; 4 Characters; 24" H
- Text – 2 Line; 8 Characters; 11" H
- Text – 3 Line; 12 Characters; 7" H

Dimensions:

28" H x 60" W x 1.6" D

Weight: 43 lbs.

COMMON HARDWARE OPTIONS

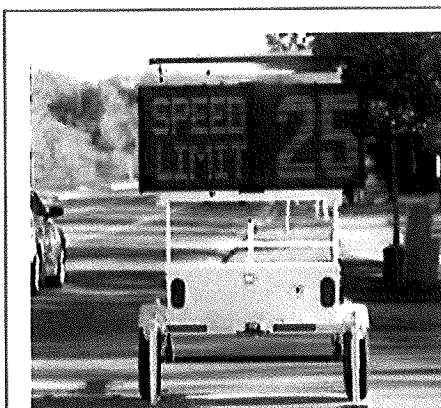
Bluetooth, Datalogging, Pictures, Metric.

Cloud-Based Reporting and Accessibility

Access real-time traffic data, generate ready-made speed and volume reports and share with your constituents from any Internet-ready device. Identify hot spots and prioritize enforcement. No more traffic data file management!

Change speed limits, messages and schedules remotely for updating in minutes. Our enhanced TrafficCloud™ features and always-current user interface keeps you in contact with your signs and all your traffic management equipment and data.

MAXIMIZE RESOURCES AND EFFECTIVENESS WITH REAL-TIME DATA AND REMOTE SIGN MANAGEMENT.



SPEEDALERT SPEED TRAILER

Take your SpeedAlert speed trailer wherever traffic calming and roadside messaging are needed. Lightweight and easy to maneuver.

Catch the attention of the highest risk drivers with an optional bright, flashing violator strobe. Programmable red and blue or white flashing LED's are available.

All Your Traffic Safety Program Data In One Place

ATS TrafficCloud is our secure, web-based ecosystem for managing all your traffic safety data and equipment.

View dashboards and reports of all collected data. Make more insightful decisions based on data analytics from all your program components. Save time by managing the status of connected devices and dynamic messaging all from one central location. TrafficCloud functionality includes:

EQUIPMENT MANAGEMENT

Stop wasting time driving to equipment to update and monitor it.

- Check status and change settings from any Internet-connected device
- Send single message to multiple signs at once
- Respond immediately to changing situations



ALERTS

Specify when and whom to notify upon occurrence of certain conditions.

- Receive email or text as events happen
- Be aware of low batteries, high speeds, tampering, congestion and more



REPORTING

Save time collecting, organizing, compiling and distributing information.

- Automated, daily uploads of new data into a centralized, SAS70-certified environment
- Identify trends to allocate resources and be proactive
- Schedule reports for regular delivery to your inbox



ENFORCEMENT

Automate the collection of Lidar captures.

- Ensure data accuracy
- Minimize data collection time



MAPPING

Manage your entire program through an intuitive visual interface.

- Interactive map provides a window to all system information



IMAGE MANAGEMENT

Achieve greater awareness with alarms or by requesting generated images.

- Capture images based on speeds, tampering, time intervals or upon request*
- Review, edit, print and act on useful images



PREMIERCARE

Get a perpetual warranty and remote diagnostics with your subscription.

- 50% discount on accidental damage
- Real-time remote diagnostic monitoring



*Images can be used to identify vehicle make and color but are not ALPR quality.

Request a demo of ATS TrafficCloud, our secure, web-based traffic management and reporting solution that manages all your traffic safety devices and data remotely! Call 866.366.6602 or email sales@alltrafficsolutions.com



All Traffic Solutions

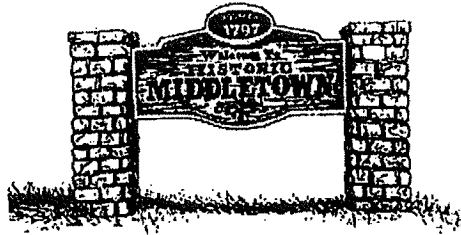
12950 Worldgate Drive, Suite 310, Herndon, VA 20170

© All Traffic Solutions. TrafficCloud leverages our patented technology (US Patents 8,417,442; 8,755,990; 9,070,287; 9,411,893) to deliver unique cloud-based management features and functionality.

CITY OF MIDDLETOWN, KENTUCKY
FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019

CITY OF MIDDLETOWN
Circa 1797

J. Byron Chapman
Mayor



P.O. Box 43048
Middletown, Kentucky 40253
(502) 245-2762
(502) 245-6047 Fax
E-mail: mdtown@bellsouth.net
Web: www.cityofmiddletownky.org #

CITY OF MIDDLETOWN, KENTUCKY MANAGEMENT'S DISCUSSION & ANALYSIS (MD&A)

As management of the City of Middletown, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City of Middletown for the fiscal year ended June 30, 2019.

Financial Highlights

- The City's Net Position increased by approximately \$597,000 due in part to recognizing interest income on sewer recapture project.
- The City expanded their police department during the fiscal year.
- During the year, the City increased their cash and investment holdings by approximately \$320,000.
- The City purchased a house and property near Wetherby park. The City split the purchase between land for park expansion and house – available for sale recorded as an investment.
- The City completed \$89,000 in road paving.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Middletown's basic financial statements. The City of Middletown's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City of Middletown's finances, in a manner similar to a private-sector business.

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future periods (e.g., uncollected taxes and payroll taxes accrued but unpaid in current fiscal year).

The governmental activities of the City of Middletown include general government, public safety, public works (roads, etc.), sanitation, and community development.

The government-wide financial statements can be found on pages 2-3 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Middletown, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Middletown are governmental funds and proprietary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on balances of spendable resources available at the end of the fiscal year.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. The governmental statement of revenues, expenditures, and changes in fund balances provides a reconciliation to facilitate this comparison between the *governmental funds and governmental activities*.

The City of Middletown maintains two individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund and special revenue fund (municipal road aid), both of which are considered to be major funds. No non-major funds exist.

The City of Middletown adopts an annual appropriated budget for both funds as required by state statute. Budgetary comparison statements have been provided for the general fund and the special revenue fund (municipal road aid) for the reader to demonstrate compliance with the adopted budget.

The basic governmental fund financial statements can be found on pages 4-6 of this report.

Proprietary fund. The City maintains one proprietary fund. The proprietary fund is used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses the proprietary fund to account for its cemetery activities.

The proprietary fund financial statements can be found on pages 7-9 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 10-18 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Middletown, the increase in assets plus the decrease in liabilities created a net increase in net position of \$596,946 at the close of the most recent fiscal year.

The largest portion of the City of Middletown's net position \$7,985,467 (59 percent) reflect its investment in capital assets (e.g., land, buildings, machinery, equipment, and infrastructure), less depreciation. The City of Middletown used these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

The following is a condensed version of the City's government-wide Statement of Net Position:

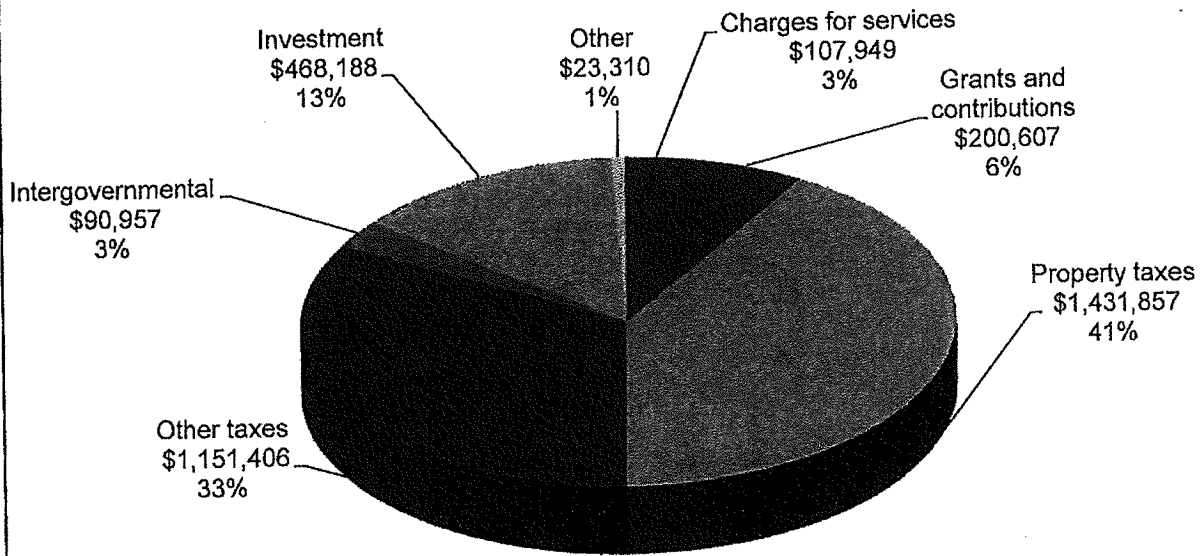
	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Current and other assets	\$ 5,276,168	\$ 4,601,824	\$463,184	\$435,674	\$ 5,739,352	\$ 5,037,498
Capital assets, net of accumulated depreciation	<u>7,966,025</u>	<u>7,982,304</u>	<u>19,442</u>	<u>21,968</u>	<u>7,985,467</u>	<u>8,004,272</u>
Total assets	<u>13,242,193</u>	<u>12,584,128</u>	<u>482,626</u>	<u>457,642</u>	<u>13,724,819</u>	<u>13,041,770</u>
Current and other liabilities	<u>252,924</u>	<u>166,821</u>	<u>-</u>	<u>-</u>	<u>252,924</u>	<u>166,821</u>
Net position:						
Invested in capital assets, net of accumulated depreciation	7,966,025	7,982,304	19,442	21,968	7,985,467	8,004,272
Restricted	453,277	413,630	-	-	453,277	413,630
Unrestricted	<u>4,569,967</u>	<u>4,021,373</u>	<u>463,184</u>	<u>435,674</u>	<u>5,033,151</u>	<u>4,457,047</u>
Total net position	<u>\$12,989,269</u>	<u>\$12,417,307</u>	<u>\$482,626</u>	<u>\$457,642</u>	<u>\$13,471,895</u>	<u>\$12,874,949</u>

A portion of the City of Middletown's net position, \$453,277, represents resources that are subject to external restrictions on how they may be used. Prior year comparison shows \$413,630, an increase of \$39,647. The remaining balance of unrestricted net position, \$5,033,151, may be used to meet the government's ongoing obligations to citizens and creditors. This is an increase in available net assets of \$576,104 from 2018. At the end of the current fiscal year, the City of Middletown is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental activities. The increase in governmental net position of \$571,962 is primarily attributable to recording interest income on the sewer recapture project receivable.

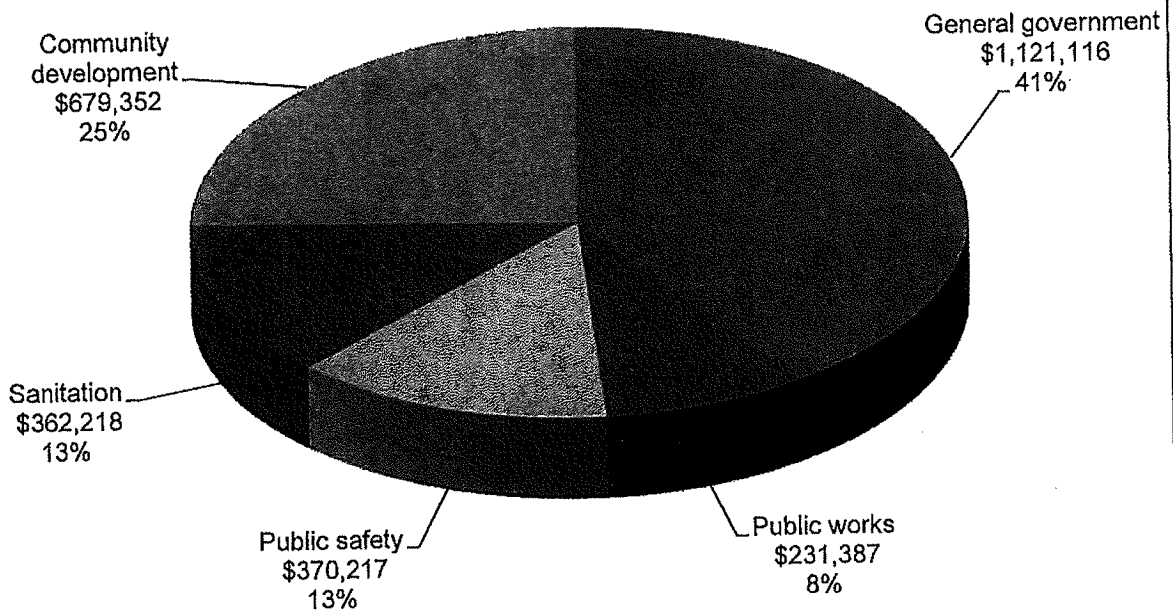
The following is a more detailed review of the years' operations:

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Revenues:						
Program revenue:						
Charges for services	\$ 107,949	\$ 77,112	\$ 71,783	\$ 46,161	\$ 179,732	\$ 123,273
Grants and contributions	200,607	190,249	-	-	200,607	190,249
General revenues:						
Property taxes	1,431,857	1,342,737	-	-	1,431,857	1,342,737
Other taxes	1,151,406	1,047,663	-	-	1,151,406	1,047,663
Intergovernmental	90,957	92,679	-	-	90,957	92,679
Investment	468,188	56,581	8,499	4,219	476,687	60,800
Loss on asset disposals	(138,022)	(2,099)	-	-	(138,022)	(2,099)
Other	23,310	30,829	1,000	-	24,310	30,829
Total revenues	<u>3,336,252</u>	<u>2,835,751</u>	<u>81,282</u>	<u>50,380</u>	<u>3,417,534</u>	<u>2,886,131</u>
Expenses:						
General government	1,121,116	898,049	-	-	1,121,116	898,049
Public safety	370,217	185,466	-	-	370,217	185,466
Public works	231,387	235,148	-	-	231,387	235,148
Sanitation	362,218	356,897	-	-	362,218	356,897
Community development	679,352	748,961	-	-	679,352	748,961
Cemetery	-	-	56,298	48,550	56,298	48,550
Total expenses	<u>2,764,290</u>	<u>2,424,521</u>	<u>56,298</u>	<u>48,550</u>	<u>2,820,588</u>	<u>2,473,071</u>
Change in net position	571,962	411,230	24,984	1,830	596,946	413,060
Net position – beginning	12,417,307	12,006,077	457,642	455,812	12,874,949	12,461,889
Net position - ending	<u>\$12,989,269</u>	<u>\$12,417,307</u>	<u>\$482,626</u>	<u>\$457,642</u>	<u>\$13,471,895</u>	<u>\$12,874,949</u>

City of Middletown Governmental Activities 2019 Revenues



City of Middletown Governmental Activities 2019 Expenses

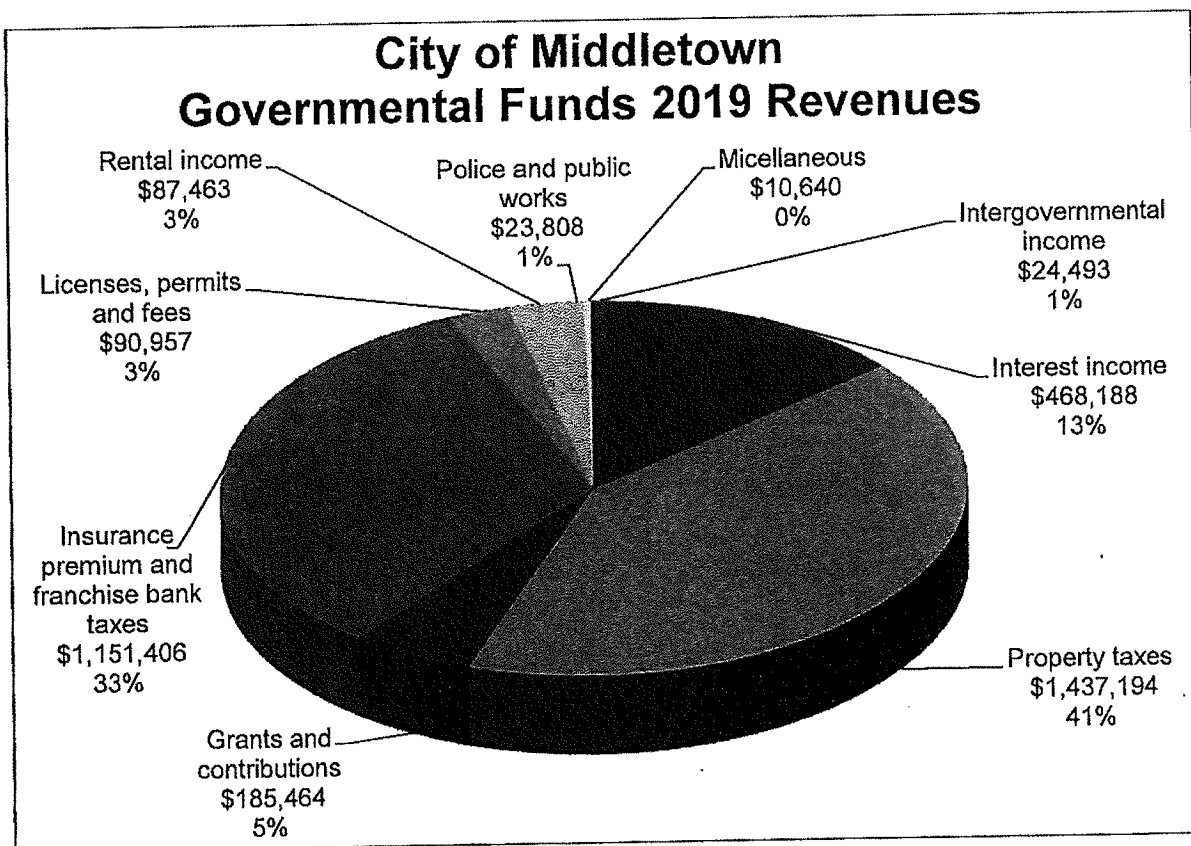


Financial Analysis of the Government Funds

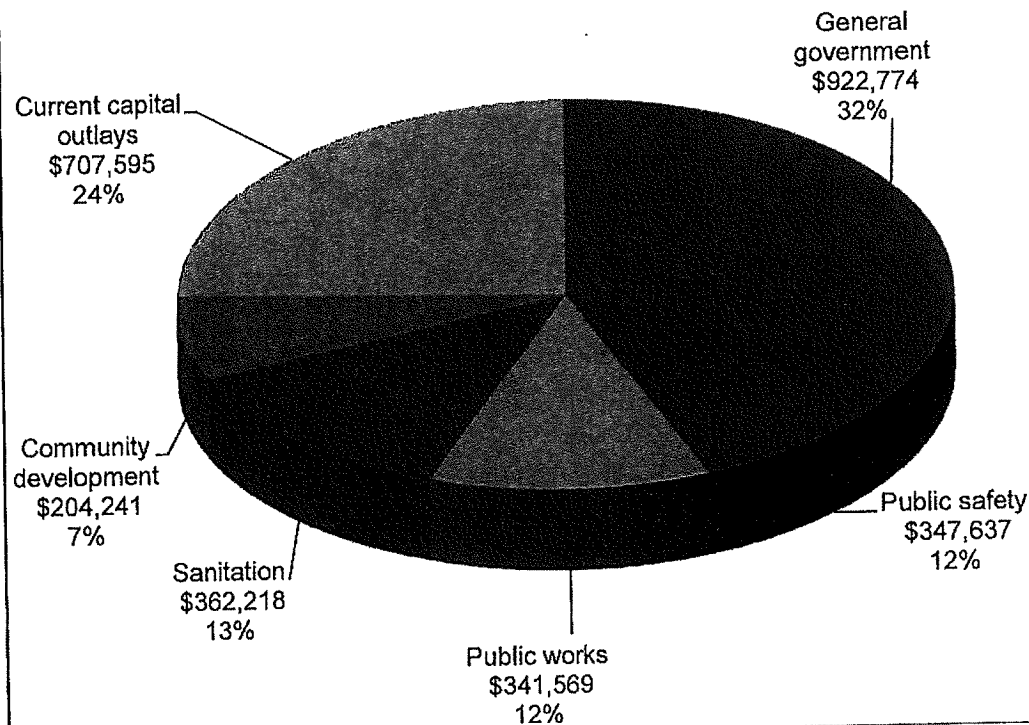
As noted earlier, the City of Middletown uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The financial reporting focus of the City of Middletown's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information, particularly *unassigned fund balance*, may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City of Middletown's governmental funds reported a combined ending fund balance of \$4,995,670, an increase of \$593,579 in comparison with the prior year. Of this total, \$4,521,393 constitutes the unassigned fund balance, which is available to meet the future financial needs of the City. The remainder of the fund balance is nonspendable, restricted, committed or assigned to indicate that it is not available for new spending.



City of Middletown Governmental Funds 2019 Expenses



Revenues for governmental fund functions totaled \$3,479,613 (see Statement of Revenues, Expenditures, and Changes in Fund Balances on page 5 of this report) in the fiscal year ended June 30, 2019.

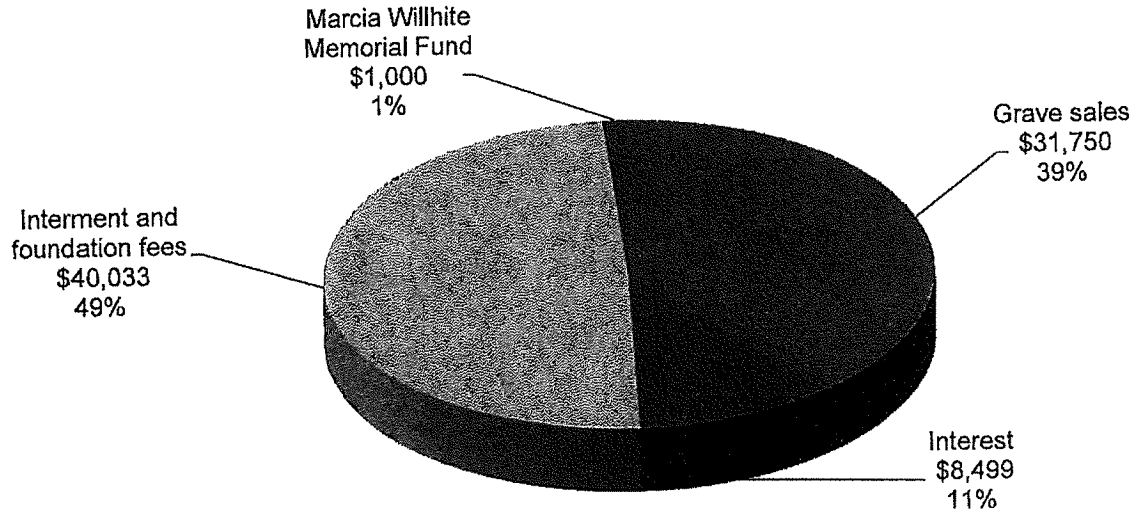
Property taxes represent the City's largest revenue source, with \$1,437,194 or 41 percent of all Governmental Fund revenues at the end of the current fiscal year. There was no change in the tax rate for this fiscal year within the General Fund. Grants of \$185,464 were received during the current fiscal year.

Expenses for governmental fund functions totaled \$2,886,034 (see Statement of Revenues, Expenditures, and Changes in Fund Balances on page 5 of this report) in the fiscal year ended June 30, 2019.

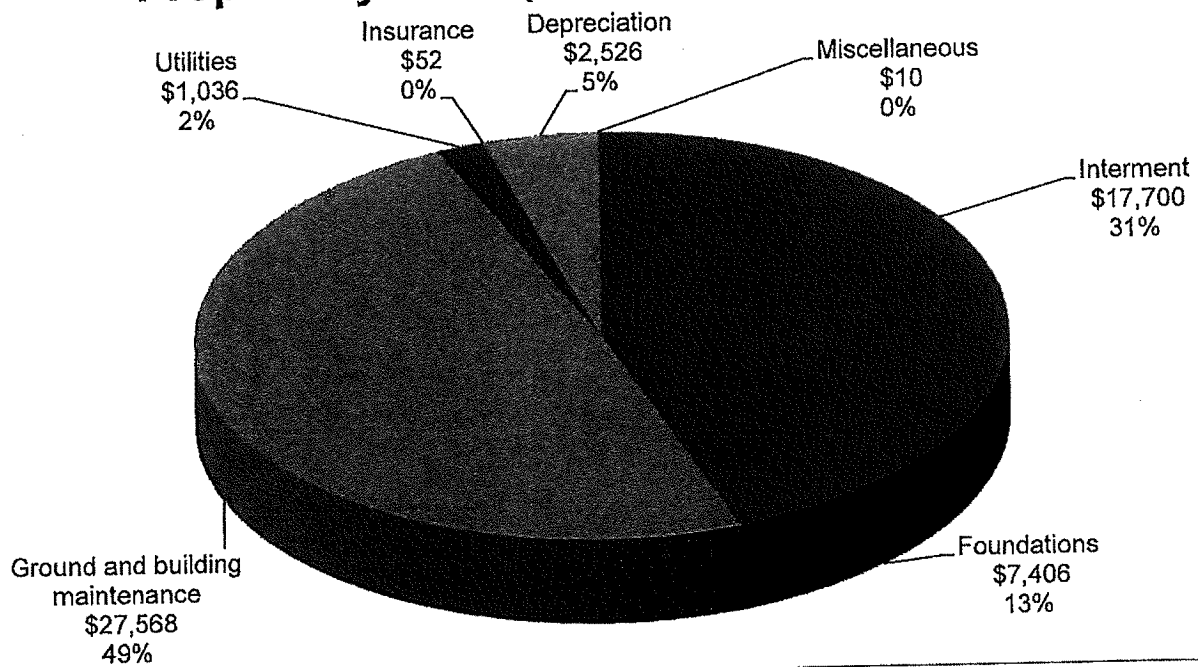
General government expenditures represent the City's largest expense, with \$922,774 or 32 percent of all Governmental Fund expenses. This amount represents expenses in the form of insurance, wages, general maintenance and other general expenses.

Proprietary fund. The proprietary fund accounts for revenues collected from the sale of cemetery grave space and interment and foundation fees. This year the unrestricted net position increased from \$457,642 to \$482,626, an increase of \$24,984.

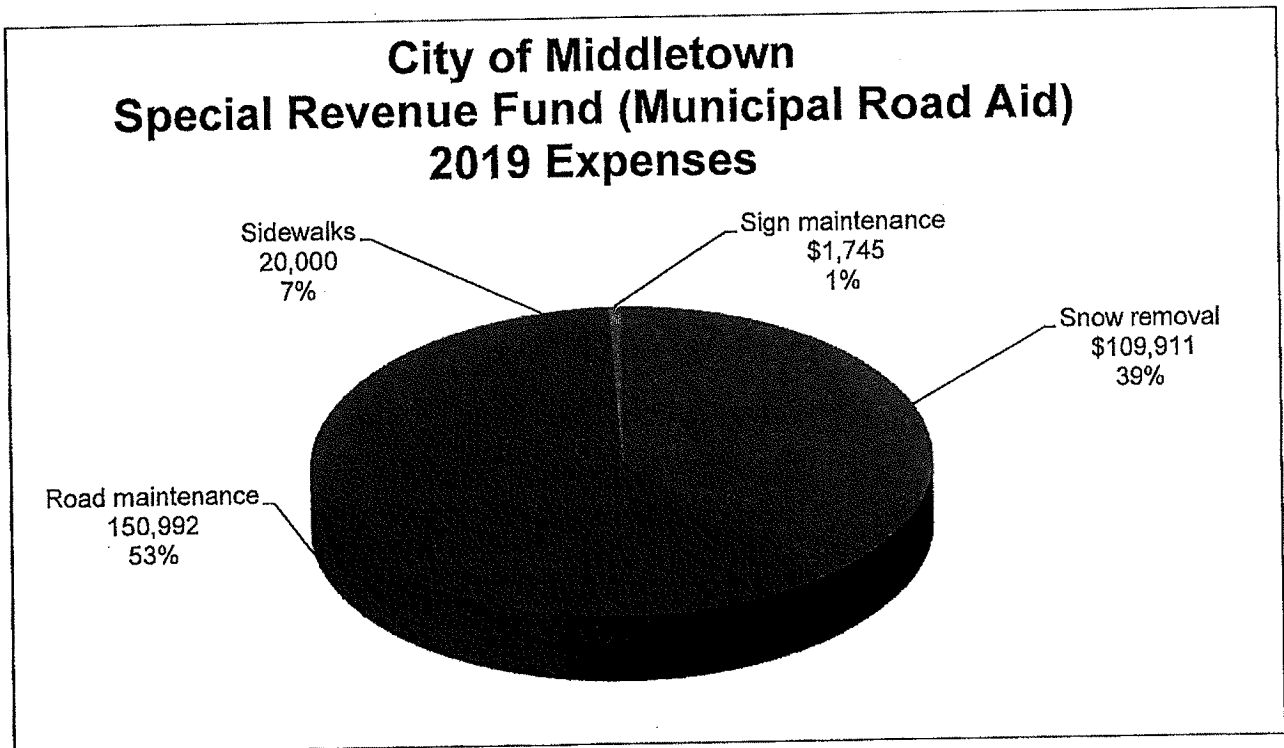
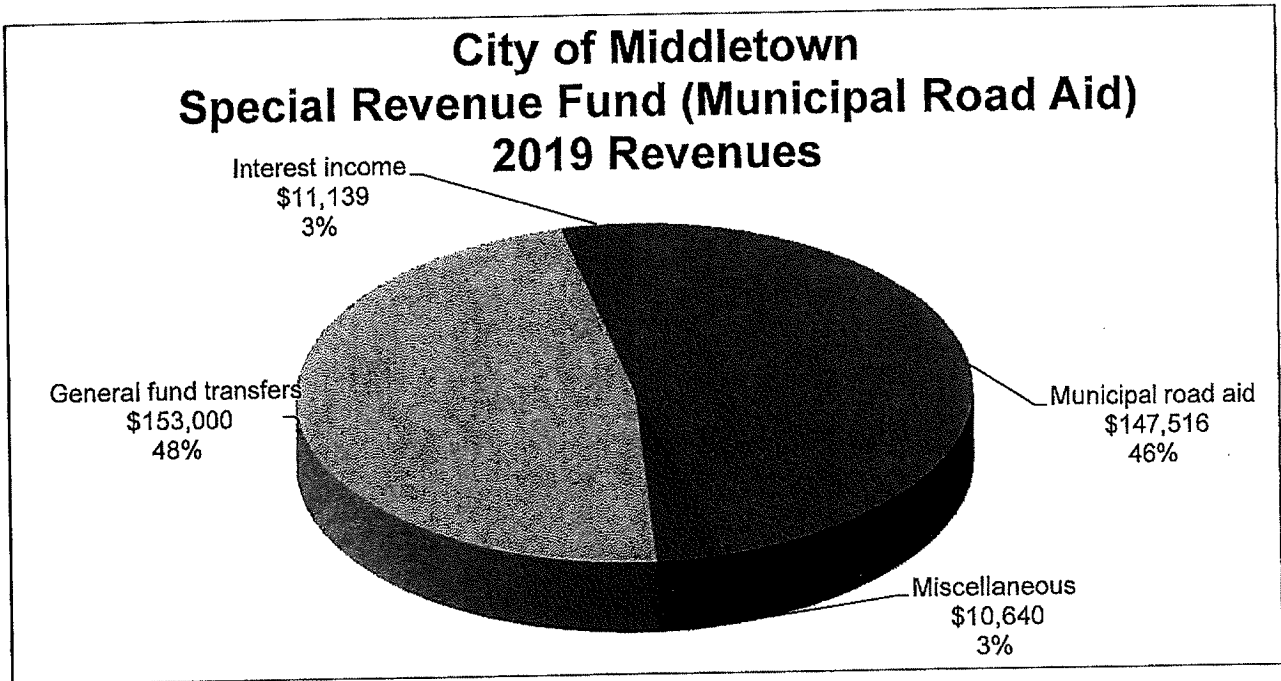
City of Middletown Proprietary Fund (Cemetery) 2019 Revenues



City of Middletown Proprietary Fund (Cemetery) 2019 Expenses



Special revenue fund (municipal road aid). The special revenue fund (municipal road aid) accounts for revenues collected from the Kentucky Transportation Cabinet municipal road aid payments and transfers from the general operating fund. This year the restricted fund balance increased from \$413,630 to \$453,277, an increase of \$39,647.



Capital Assets

The City of Middletown's investment in capital assets for its governmental activities for the year ended June 30, 2019 amounts to \$7,985,467. This investment in capital assets includes land and building improvements, machinery and equipment, roads and sidewalks, and park facilities.

City of Middletown's 2019 Capital Assets Governmental Activities

	June 30, 2018	Additions	Disposals	June 30, 2019
Land	\$ 353,221	\$ 35,406	\$ -	\$ 388,627
Infrastructure	8,435,628	246,746	(127,651)	8,554,723
Building - Office	248,365	-	(2,461)	245,904
Building - Church	698,753	-	-	698,753
Signs	72,429	-	-	72,429
Main Streetscape	1,574,164	-	(39,171)	1,534,993
Office Equipment & Furniture	54,213	-	(13,975)	40,238
Building - Wetherby House	1,290,560	-	(4,589)	1,285,971
Wetherby House Impr	995,722	-	(3,240)	992,482
Community Center	1,017,854	368,091	(63,695)	1,322,250
Farmbrook Property	130,028	-	-	130,028
Monuments & Park Equip	182,572	-	(8,850)	173,722
Maintenance Building	-	16,408	-	16,408
11905 Shelbyville Rd	311,106	-	(1,900)	309,206
Equipment	20,672	-	(3,300)	17,372
City Hall 1/2 Bldg	602,345	-	(12,512)	589,833
Police Vehicles & Equip	80,132	40,944	-	121,076
Total Fixed Assets	16,067,764	707,595	(281,344)	16,494,015
Accumulated Depreciation:	(8,085,460)	(585,852)	143,322	(8,527,990)
Net Fixed Assets	\$ 7,982,304	\$ 121,743	\$ (138,022)	\$ 7,966,025

Business -Type Activities

	June 30, 2018	Additions	Disposals	June 30, 2019
Land	\$ 1,550	\$ -	\$ -	\$ 1,550
Improvements	37,895	-	-	37,895
Total Fixed Assets	39,445	-	-	39,445
Accumulated Depreciation:	(17,477)	(2,526)	-	(20,003)
Net Fixed Assets	\$ 21,968	\$ (2,526)	\$ -	\$ 19,442

Major capital asset events during the current fiscal year included the following:

- The City purchased land to expand Wetherby park.
- The City completed renovations to the Community Center.
- The City completed improvements to roads during the fiscal year.
- The City purchased a vehicle and equipment for the expanded police department.

Additional information on the City of Middletown's capital assets can be found in Note 1 on page 13 of this report.

Budgetary Highlights

The general fund budget was amended during the year to reflect the cost of repairs and renovations to the Community Center, addition of police officer and increased police expenses, purchase of land for park additions, and construction of a maintenance building.

Significant budget versus actual variances include the following:

- The general fund federal and state grants revenue was \$37,948 versus the budgeted amount of \$342,232, which was \$304,284 under budget due to several large grants applied for but had not been awarded as of June 30, 2019.
- The general fund community development expenditures were \$711,755 versus the budgeted amount of \$1,921,227, which was \$1,209,472 under budget due to capital projects that were not started since the grant money to be used for the projects had not been awarded as of June 30, 2019.

Debt Administration

The City had no debt during fiscal year 2019.

Economic Factors and Next Year's Budgets

The local economy of the City remains strong. The City is experiencing consistent growth from incoming and continuing businesses. The City has experienced increases in property values in the current year.

In adopting the budget for the fiscal year 2020, the City officials considered many factors in making decisions and estimates about the finances of the upcoming year. A primary objective of the Commission was to continue to provide basic city services to the citizens while keeping the property tax rate the same.

A summary for the 2020 fiscal year budgeted expenses are as follows:

- Capital projects \$1,375,133
- Police expenditures \$892,300
- Public health & safety \$668,000
- Public works \$171,302
- General government \$1,130,713

Requests for Information

This financial report is designed to provide a general overview of the City of Middletown's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report, or requests for additional financial information, should be addressed to the Office of the City Treasurer, 11803 Old Shelbyville Road, Louisville, KY 40243.

**CITY OF MIDDLETOWN, KENTUCKY
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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and City Commissioners
City of Middletown, Kentucky

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund of the City of Middletown, Kentucky as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the City of Middletown, Kentucky's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities and each major fund of the City of Middletown, Kentucky, as of June 30, 2019, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages M1-M11 and 19-20 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 3, 2019, on our consideration of the City of Middletown, Kentucky's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Middletown, Kentucky's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Middletown, Kentucky's internal control over financial reporting and compliance.

Welenken CPAs

Welenken CPAs

Louisville, Kentucky
October 3, 2019

CITY OF MIDDLETOWN, KENTUCKY
STATEMENT OF NET POSITION
JUNE 30, 2019

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 2,539,519	\$ 224,399	\$ 2,763,918
Taxes receivable and other current assets	79,046	-	79,046
Investments	1,821,551	238,785	2,060,336
House held for resale	319,175	-	319,175
Other assets	516,877	-	516,877
Capital assets, net of accumulated depreciation	<u>7,966,025</u>	<u>19,442</u>	<u>7,985,467</u>
 Total assets	 <u>13,242,193</u>	 <u>482,626</u>	 <u>13,724,819</u>
 LIABILITIES			
Accounts payable	195,168	-	195,168
Accrued liabilities	2,756	-	2,756
Escrow	<u>55,000</u>	<u>-</u>	<u>55,000</u>
 Total liabilities	 <u>252,924</u>	 <u>-</u>	 <u>252,924</u>
 NET POSITION			
Invested in capital assets, net of accumulated depreciation	7,966,025	19,442	7,985,467
Restricted for other purposes	453,277	-	453,277
Unrestricted	<u>4,569,967</u>	<u>463,184</u>	<u>5,033,151</u>
 Total net position	 <u>\$ 12,989,269</u>	 <u>\$ 482,626</u>	 <u>\$ 13,471,895</u>

The accompanying notes are an integral part of these statements.

**CITY OF MIDDLETOWN, KENTUCKY
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2019**

Functions/Programs	Program Revenues				Net (Expenses) Revenues and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-Type Activities	Total
Governmental activities:							
General government	\$ (1,121,116)	\$ -	\$ -	\$ 37,948	\$ (1,083,168)	\$ -	\$ (1,083,168)
Public safety	(370,217)	9,846	15,143	-	(345,228)	-	(345,228)
Public works	(231,387)	-	-	-	(231,387)	-	(231,387)
Sanitation	(362,218)	-	-	-	(362,218)	-	(362,218)
Community development	(679,352)	98,103	147,516	-	(433,733)	-	(433,733)
Total governmental activities	(2,764,290)	107,949	162,659	37,948	(2,455,734)	-	(2,455,734)
Business-type activities:							
Cemetery	(56,298)	71,783	-	-	-	15,485	15,485
Total business activities	(56,298)	71,783				15,485	15,485
Total primary government	\$ (2,820,588)	\$ 179,732	\$ 162,659	\$ 37,948			(2,440,249)
General revenues:							
Taxes					1,431,857	-	1,431,857
Property taxes, levied for general purpose					952,206	-	952,206
Insurance premiums taxes					199,200	-	199,200
Bank franchise and local deposit taxes					90,957	-	90,957
Public service taxes					468,188	8,499	476,687
Investment earnings					(138,022)	-	(138,022)
Loss on disposal of asset					23,310	1,000	24,310
Miscellaneous					3,027,696	9,499	3,037,195
Total general revenues					571,962	24,984	596,946
Changes in net position					12,417,307	457,642	12,874,949
Net position - beginning					\$ 12,989,269	\$ 482,626	\$ 13,471,895
Net position - ending							

The accompanying notes are an integral part of these statements.

**CITY OF MIDDLETOWN, KENTUCKY
BALANCE SHEET GOVERNMENTAL FUNDS
JUNE 30, 2019**

	General	Special Revenue (Municipal Road Aid)	Total
ASSETS			
Cash and cash equivalents	\$ 2,086,242	\$ 453,277	\$ 2,539,519
Receivables			
Taxes	46,663	-	46,663
Grants	11,383	-	11,383
Prepaid expenses	21,000	-	21,000
Investments	1,821,551	-	1,821,551
House held for resale	319,175	-	319,175
Other current assets	516,877	-	516,877
Total Assets	4,822,891	453,277	5,276,168
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	195,168	-	195,168
Accrued liabilities	2,756	-	2,756
Escrow	55,000	-	55,000
Total Liabilities	252,924	-	252,924
Deferred Inflows of Resources			
Unavailable revenue - property taxes	27,574	-	27,574
Total Deferred Inflows of Resources	27,574	-	27,574
Fund balances:			
Nonspendable			
Prepaid items	21,000	-	21,000
Restricted			
Special Revenue (Municipal Road Aid)	-	453,277	453,277
Unassigned	4,521,393	-	4,521,393
Total Fund Balances	4,542,393	453,277	4,995,670
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 4,822,891	\$ 453,277	\$ 5,276,168

**RECONCILIATION OF THE BALANCE SHEET GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION**

Total fund balances - governmental	\$ 4,995,670
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	7,966,025
Certain property tax collections are not available to pay for current-period expenditures and therefore are reported as deferred inflows of resources in the funds	27,574
Net position of governmental activities	\$ 12,989,269

The accompanying notes are an integral part of these statements.

CITY OF MIDDLETOWN, KENTUCKY
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2019

	<u>General</u>	<u>Special Revenue (Municipal Road Aid)</u>	<u>Total Governmental Funds</u>
REVENUES			
Taxes	\$ 1,437,194	\$ -	\$ 1,437,194
Insurance premiums taxes	952,206	-	952,206
Franchise bank tax	199,200	-	199,200
Licenses, permits and fees	90,957	-	90,957
Intergovernmental revenues	24,493	-	24,493
Police and public works	23,808	-	23,808
Rental income	87,463	-	87,463
Grant income	37,948	147,516	185,464
Interest received	457,049	11,139	468,188
Miscellaneous	-	10,640	10,640
Total revenues	<u>3,310,318</u>	<u>169,295</u>	<u>3,479,613</u>
EXPENDITURES			
General government	922,774	-	922,774
Public safety	347,637	-	347,637
Public works	218,058	123,511	341,569
Sanitation	362,218	-	362,218
Community development	204,241	-	204,241
Current capital outlays	548,458	159,137	707,595
Total expenditures	<u>2,603,386</u>	<u>282,648</u>	<u>2,886,034</u>
Other financing sources (uses)			
Transfers in (out)	<u>(153,000)</u>	<u>153,000</u>	<u>-</u>
Total other financing sources (uses)	<u>(153,000)</u>	<u>153,000</u>	<u>-</u>
Net change in fund balances	553,932	39,647	593,579
Fund balances - beginning	<u>3,988,461</u>	<u>413,630</u>	<u>4,402,091</u>
Fund balances - ending	<u>\$ 4,542,393</u>	<u>\$ 453,277</u>	<u>\$ 4,995,670</u>

The accompanying notes are an integral part of these statements.

CITY OF MIDDLETOWN, KENTUCKY
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2019

Net change in fund balances-total governmental funds	\$	593,579
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures however, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense:		
Capital outlay		707,595
Depreciation expense		(585,852)
Loss on disposal of asset		(138,022)
Certain property tax collections are not available to pay for current-period expenditures and therefore are reported as deferred inflows of resources in the funds		(5,338)
Change in net position of governmental activities	<u>\$</u>	<u>571,962</u>

The accompanying notes are an integral part of these statements.

**CITY OF MIDDLETOWN, KENTUCKY
STATEMENT OF NET POSITION
PROPRIETARY FUND (CEMETERY)
JUNE 30, 2019**

ASSETS

Current Assets:		\$ 224,399
Cash		238,785
Investments		<u> </u>
Total current assets		<u>463,184</u>
Capital assets, net of accumulated depreciation		<u>19,442</u>
Total capital assets, net		<u>19,442</u>
Total assets		<u>482,626</u>

LIABILITIES

Current Liabilities:		
Accounts payable		<u> -</u>
Total current liabilities		<u> -</u>

NET POSITION

		19,442
Invested in capital assets, net of accumulated depreciation		463,184
Unrestricted		<u> </u>
Total net position		<u><u>\$ 482,626</u></u>

The accompanying notes are an integral part of these statements.

**CITY OF MIDDLETOWN, KENTUCKY
STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION
PROPRIETARY FUND (CEMETERY)
YEAR ENDED JUNE 30, 2019**

Operating Revenues:	
Sale of grave space	\$ 31,750
Interment and foundation fees	<u>40,033</u>
Total operating revenue	<u>71,783</u>
Operating Expenses:	
Interment	17,700
Foundations	7,406
Ground and building maintenance	27,568
Utilities	1,036
Insurance	52
Depreciation	2,526
Miscellaneous	<u>10</u>
Total operating expenses	<u>56,298</u>
Operating income	15,485
Non-operating revenues:	
Interest income	8,499
Marcie Willhite Memorial Fund	<u>1,000</u>
Total non-operating revenues	<u>9,499</u>
CHANGE IN NET POSITION	24,984
Net position - beginning	<u>457,642</u>
Net position - ending	<u><u>\$ 482,626</u></u>

The accompanying notes are an integral part of these statements.

**CITY OF MIDDLETOWN, KENTUCKY
STATEMENT OF CASH FLOWS
PROPRIETARY FUND (CEMETERY)
YEAR ENDED JUNE 30, 2019**

Cash Flows From Operating Activities:	
Receipts from customers	\$ 71,783
Payments to suppliers	<u>(53,772)</u>
Net cash provided by operating activities	<u>18,011</u>
 Cash Flows From Investing Activities:	
Interest income	8,499
Investment in Marcie Willhite Memorial Fund	1,000
Purchase of investments	(4,459)
Sale of investments	<u>24,891</u>
Net cash provided by investing activities	<u>29,931</u>
 Net Increase in Cash	 47,942
Cash, Beginning	<u>176,457</u>
Cash, Ending	<u><u>\$ 224,399</u></u>

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

Cash flows from operating activities:	
Operating income	\$ 15,485
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	<u>2,526</u>
Net cash provided by operating activities	<u><u>\$ 18,011</u></u>

The accompanying notes are an integral part of these statements.

CITY OF MIDDLETOWN, KENTUCKY
Notes to Financial Statements
June 30, 2019

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

The City of Middletown, Kentucky (City) was founded in 1797 and incorporated on August 7, 1979 under the laws of the Commonwealth of Kentucky. The City operates under a Commission form of government and provides the following services as authorized by its charter: streets, sanitation, public improvements, planning and zoning, and general administrative services. As required by accounting principles generally accepted in the United States of America (GAAP), the accompanying basic financial statements present the activities of the City.

B. BASIC FINANCIAL STATEMENTS

Basic financial statements consist of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to the basic financial statements

The government-wide financial statements consist of the statement of net position and the statement of activities and report information on all of the non-fiduciary activities of the City. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges. The governmental activities of the City include general government, public safety, public works, sanitation, and community development.

The statement of activities demonstrates the degree to which the direct and indirect expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or activity. Indirect expenses are allocated based on the annual cost allocation plan. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or activity, and 2) grants and contributions, including special assessments that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate fund financial statements are provided for governmental funds and proprietary funds. The City considers all governmental and proprietary funds to be major funds due to their belief that all of these funds present financial information which is important to the financial statement users. Major individual governmental and proprietary funds are reported as separate columns in the fund financial statements.

CITY OF MIDDLETOWN, KENTUCKY
Notes to Financial Statements
June 30, 2019

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

C. MEASUREMENTS FOCUS, BASIS OF ACCOUNTING AND FINANCIAL STATEMENT PRESENTATION

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned or, for property tax revenues, in the period for which levied. Expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Governmental funds financial statements are reported using the current financial resources measurement focus and the modified-accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The City in general considers revenues available if they are collected within 180 days after year-end, except for property taxes, which the City considers available if they are collected within 60 days after year-end. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when payment is due.

For the governmental funds financial statements, the City considers all revenues susceptible to accrual and recognizes revenue if the accrual criteria are met. Specifically, franchise taxes, licenses, interest, special assessments, charges for services, and other miscellaneous revenue are all considered to be susceptible to accrual and have been recognized as revenue in the current fiscal period. Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met and are recorded at the time of receipt or earlier, if the susceptible to accrual criteria are met.

The accounts of the City are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The City reports the following major governmental funds:

The General Fund is the City's primary operating fund. It accounts for all the financial resources and the legally authorized activities of the City except those required to be accounted for in other specialized funds.

CITY OF MIDDLETOWN, KENTUCKY
Notes to Financial Statements
June 30, 2019

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

C. MEASUREMENTS FOCUS, BASIS OF ACCOUNTING AND FINANCIAL STATEMENT PRESENTATION- continued

The Special Revenue Fund (Municipal Road Aid) is used to account for the proceeds of specific revenue sources (other than special assessments, expendable trust or major capital projects) that are legally restricted to expenditures for specified purposes.

The City reports the following major proprietary fund:

The Proprietary Fund (Cemetery). Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary fund are sales of cemetery grave space, interment and foundation fees. Operating expenses report on the costs of interment, maintenance and administration of the cemetery. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

D. ASSETS, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION

Cash and Cash Equivalents – The City maintains deposits with depository institutions insured by the Federal Deposit Insurance Corporation (FDIC). According to law, the depository institution should pledge or provide sufficient collateral which, together with FDIC insurance, equals the amount on deposit at all times. In order to be valid against the FDIC in the event of failure or insolvency of the depository institution, this pledge or provision of collateral should be evidence by an agreement that is (a) in writing, (b) approved by the board of directors of the depository institution or its loan committee, which approval must be reflected in the minutes of the board or committee, and (c) an official record of the depository institution. The City met the requirements stated above, and as of June 30, 2019, deposits were fully insured or collateralized at a 100% level.

For purposes of the statement of cash flows, all cash deposits (including restricted assets) with an original maturity of three months or less from date of acquisition are considered to be cash equivalents.

Accounts Receivable and Taxes Receivable – Accounts receivable and taxes receivable are recorded at gross amount with uncollectible amounts recognized under the direct write-off method. No allowance for uncollectible accounts has been provided since it is believed that the amount of such allowance would not be material to the basic financial statements.

Investments – Investments are stated at amortized cost which approximates fair value. The City maintains investments in certificates of deposit with maturities varying from twelve to nineteen months.

Other Assets – The City has entered into a Recapture Agreement to construct sewer recapture facilities which will be capable of providing sanitary sewer service to certain properties within the service area. The cost of the Recapture Facilities was paid for by the

CITY OF MIDDLETOWN, KENTUCKY
Notes to Financial Statements
June 30, 2019

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

D. ASSETS, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION – continued

City and the project's partners. The cost of this project will be offset by future connection fees charged to property owners within the service area. As of June 30, 2019 construction costs less connection fees plus accrued interest totaled \$516,877.

Capital Assets – Capital assets, which include land, buildings, improvements, machinery, equipment and infrastructure assets (e.g., roads, sidewalks, traffic lights and signals, street lights, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost. Donated capital assets are recorded at estimated fair market value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives is not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets is included as part of the capitalized value of the assets constructed.

Capital assets of the City are depreciated using a straight-line method over the following estimated useful lives:

Assets	Years
Buildings	5 to 40
Improvements other than buildings	5 to 40
Machinery and equipment	5 to 10
Infrastructure	15 to 40

Deferred Inflows of Resources – In addition to liabilities, the balance sheet reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has one item, which arises only under the modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes and grants. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Fund Equity:

Fund Financial Statements – Fund balances of the governmental funds are classified as follows:

Nonspendable – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

CITY OF MIDDLETOWN, KENTUCKY
Notes to Financial Statements
June 30, 2019

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

D. ASSETS, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION – continued

Restricted – amounts that can be spent only for specific purposes because of constitutional provisions, charter requirements, or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of the other governments.

Committed – amounts that can be used only for specific purposes determined by a formal action of the City Commission. The Commission is the highest level of decision making authority for the City. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Commission.

Assigned – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the Commission adopted policy, only the City Commission may assign amounts for specific purposes.

Unassigned – all other spendable amounts.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless City Commissioners have provided otherwise in its commitment or assignment functions

Government-Wide Statements – Equity is classified as net position and displayed in three components:

- Invested in capital assets, net of related debt – Amount of capital assets, net of accumulated depreciation, less outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted net position – Amount of net position that are subject to restrictions that are imposed by 1) external groups, such as creditors, grantors, contributors or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.
- Unrestricted net position – Net position that are neither classified as restricted nor as invested in capital assets, net of related debt.

Budgetary Accounting - The City follows the procedures established pursuant to Section 91A.030 of the Kentucky Revised Statutes in establishing the budgetary data reflected in the financial statements. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles.

Budgeted amounts in the financial statements are as adopted by ordinance of the City including any authorized revisions

CITY OF MIDDLETOWN, KENTUCKY
Notes to Financial Statements
June 30, 2019

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

D. ASSETS, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION – continued

Compensated Absences –Vacation time not taken within the current year may be carried forward to the following calendar year not to exceed 20 days per year. Any amount over 20 days will be compensated at the full rate at the end of each calendar year. Also at the end of each calendar year, all full-time current employees have the option of: (1) carry forward all unused sick leave days of the maximum at 30, or (2) be paid compensation for all sick leave days in excess of 30 days at a rate of 100% of current compensation for all accumulated sick leave days. Since the employee's accumulating rights are contingent upon future events that cannot be reasonably estimated, no liability or expense has been recorded.

Long-term Obligations – In the government-wide financial statements, and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position.

Interfund Transfers – Interfund transfers are budgeted and approved by the City Commission.

Use of Estimates – The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of any contingent assets and liabilities at the date of the financial statements and the classification and reported amounts of revenues and expense during the reporting period. Actual results could differ from those estimates.

Note 2. AD VALOREM TAXES

The City has adopted a tax rate of \$0.135 cents per \$100 of property assessed for taxation. The total assessed value of real property within the City is \$1,184,547,280.

Property tax revenues are recognized when they become available. Available includes those property tax receivables expected to be collected within sixty days after year end. Delinquent taxes are considered fully collectible and therefore no allowance for uncollectible taxes is provided. Taxes are levied annually on June 30 and are due by December 31. A discount of 15% shall be allowed on tax bills paid through November 1st. From January 1st and thereafter, a penalty of 10% plus interest at the rate of 18% per annum is assessed on the face amount of the tax bill until payment is received.

Note 3. INSURANCE PREMIUMS TAXES

The City levies an insurance premium tax on non-health and worker's compensation insurance products sold to City residents. The assessed tax is 5% of gross premiums payable on a quarterly basis.

CITY OF MIDDLETOWN, KENTUCKY
Notes to Financial Statements
June 30, 2019

Note 4. BANK FRANCHISE AND LOCAL DEPOSIT TAXES

The City imposes a bank franchise tax on local deposits of all financial institutions located within the City limits. The assessed tax is .025% on all deposits payable on an annual basis.

Note 5. COMMITMENTS

The City maintains contractual relationships relating to services provided for the benefit of the City. These commitments include annual contractual obligations for employment, sanitation, cable television, and maintenance services. All contracts are current and no invoices are outstanding.

Note 6. DEPOSITS AND INVESTMENTS

Custodial credit risk for deposits is the risk that in the event of a bank failure, the City's deposits may not be returned or the City will not be able to recover collateral securities in the possession of an outside party. The City does not have a formal policy on deposits and investments or custodial credit risk.

The City categorizes deposits at local financial institutions to give an indication of the level of custodial credit risk assumed by the City at fiscal year-end. The categories are described as follows:

Category 1: Insured or collateralized with securities held by the City or its agent in the City's name.

Category 2: Collateralized with securities held by the pledging financial institution's trust department or agent in the City's name.

Category 3: Uncollateralized.

Deposits, categorized by level of risk as of June 30, 2019 are as follows:

<u>Account</u>	<u>Bank Balance</u>	<u>1</u>	<u>Category 2</u>	<u>3</u>	<u>Carrying Amount</u>
Cash and cash equivalents	\$2,947,258	\$ 474,799	\$2,472,459	\$ -	\$2,947,258
CDs	<u>2,060,336</u>	<u>738,785</u>	<u>189,309</u>	<u>1,132,242</u>	<u>2,060,336</u>
	<u>\$5,007,594</u>	<u>\$1,213,584</u>	<u>\$2,661,768</u>	<u>\$1,132,242</u>	<u>\$5,007,594</u>

At June 30, 2019, the City had investments in certificates of deposits with maturities as follows:

<u>Total</u>	<u>Investment Maturities</u>	
	<u>Less than 1 year</u>	<u>1 – 5 years</u>
<u>\$2,060,336</u>	<u>-</u>	<u>\$2,060,336</u>

The City purchased a house with a large lot located near City Hall. The City intends to use a majority of the land for expansion of Wetherby Park and to sell the house and a small portion of land. The house has been recorded as an investment. The allocated cost of the house totaled \$319,175. This amount is recorded as an investment as of June 30, 2019. The fair market value is approximately the same as the purchase price.

CITY OF MIDDLETOWN, KENTUCKY
Notes to Financial Statements
June 30, 2019

Note 7. CAPITAL ASSETS

City of Middletown's 2019 Capital Assets
Governmental Activities

	June 30, 2018	Additions	Disposals	June 30, 2019
Land	\$ 353,221	\$ 35,406	\$ -	\$ 388,627
Infrastructure	8,435,628	246,746	(127,651)	8,554,723
Building - Office	248,365	-	(2,461)	245,904
Building - Church	698,753	-	-	698,753
Signs	72,429	-	-	72,429
Main Streetscape	1,574,164	-	(39,171)	1,534,993
Office Equipment & Furniture	54,213	-	(13,975)	40,238
Building - Wetherby House	1,290,560	-	(4,589)	1,285,971
Wetherby House Impr	995,722	-	(3,240)	992,482
Community Center	1,017,854	368,091	(63,695)	1,322,250
Farmbrook Property	130,028	-	-	130,028
Monuments & Park Equip	182,572	-	(8,850)	173,722
Maintenance Building	-	16,408	-	16,408
11905 Shelbyville Rd	311,106	-	(1,900)	309,206
Equipment	20,672	-	(3,300)	17,372
City Hall 1/2 Bldg	602,345	-	(12,512)	589,833
Police Vehicles & Equip	80,132	40,944	-	121,076
Total Fixed Assets	16,067,764	707,595	(281,344)	16,494,015
Accumulated Depreciation:	(8,085,460)	(585,852)	143,322	(8,527,990)
Net Fixed Assets	\$ 7,982,304	\$ 121,743	\$ (138,022)	\$ 7,966,025

Business -Type Activities

	June 30, 2018	Additions	Disposals	June 30, 2019
Land	\$ 1,550	\$ -	\$ -	\$ 1,550
Improvements	37,895	-	-	37,895
Total Fixed Assets	39,445	-	-	39,445
Accumulated Depreciation:	(17,477)	(2,526)	-	(20,003)
Net Fixed Assets	\$ 21,968	\$ (2,526)	\$ -	\$ 19,442

CITY OF MIDDLETOWN, KENTUCKY
Notes to Financial Statements
June 30, 2019

Depreciation expense was allocated to functions/programs of the primary government as follows:

Governmental activities:	
General government	\$ 79,919
Public safety	22,580
Public works	17,688
Community development	<u>465,665</u>
	<u>\$ 585,852</u>
Business-type activities:	
Cemetery	<u>\$ 2,526</u>

Note 8. RELATED PARTY TRANSACTIONS

The City rents a house to an employee of the City. Rental income from the house for the year ended June 30, 2019 totaled \$9,600. Rental terms are detailed in Note 9.

Note 9. LEASES

The City of Middletown holds various leases. The lease details are as follows:

<u>Location</u>	<u>Rental Income</u>	<u>Term of Lease</u>
11905 Old Shelbyville Road	\$800/month	Month to month
12556 Shelbyville Road	\$3,500/month	October 2016 – September 2023
Community Center	\$8,701/quarter	11/1/17-6/30/19
Community Center		
Build out reimbursement	\$4,544/quarter	11/1/17-6/30/19

As a courtesy, the City of Middletown, Kentucky provides free space to certain non-profit organizations.

Note 10. RETIREMENT PLAN

The City provides a Simple IRA plan for eligible employees, whereby employees make salary reduction contributions up to the allowable limit and the City makes matching contributions up to 3% of wages. The City's expense for the year ended June 30, 2019 was \$4,366.

Note 11. SUBSEQUENT EVENTS

The City has evaluated subsequent events through October 3, 2019, the date the financial statements are available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

**CITY OF MIDDLETOWN, KENTUCKY
REQUIRED SUPPLEMENTARY INFORMATION
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL-GENERAL FUND
YEAR ENDED JUNE 30, 2019**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes:				
Property	\$ 1,380,802	\$ 1,380,802	\$ 1,437,194	\$ 56,392
Insurance premiums	875,000	875,000	952,206	77,206
Franchise bank fees	200,000	200,000	199,200	(800)
Licenses, permits, and fees	99,000	99,000	90,957	(8,043)
Federal and state grants	342,232	342,232	37,948	(304,284)
Rental income	94,032	94,032	87,463	(6,569)
Police and public works	-	-	23,808	23,808
Interest received	32,000	32,000	457,049	425,049
Miscellaneous	2,900	2,900	24,493	21,593
Total revenues	3,025,966	3,025,966	3,310,318	284,352
Expenditures:				
General government	895,725	935,726	922,774	12,952
Public safety and sanitation	714,925	774,925	750,799	24,126
Public works	287,700	287,700	218,058	69,642
Community development	1,165,137	1,921,227	711,755	1,209,472
Total expenditures	3,063,487	3,919,578	2,603,386	1,316,192
Other financing sources (uses)				
Transfers out	(150,000)	(150,000)	(153,000)	3,000
Total other financing sources (uses)	(150,000)	(150,000)	(153,000)	(3,000)
Net change in fund balance	(187,521)	(1,043,612)	553,932	1,597,544
Fund balance - beginning	3,988,461	3,988,461	3,988,461	-
Fund balance - ending	\$ 3,800,940	\$ 2,944,849	\$ 4,542,393	\$ 1,597,544

CITY OF MIDDLETOWN, KENTUCKY
 REQUIRED SUPPLEMENTARY INFORMATION
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
 BUDGET AND ACTUAL - SPECIAL REVENUE FUND (MUNICIPAL ROAD AID)
 YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual	Variance with final budget Positive (Negative)
	Original	Final		
Revenues:				
Intra-governmental revenue	\$ 145,000	\$ 145,000	\$ 147,516	\$ 2,516
Miscellaneous	-	-	10,640	10,640
Interest	4,500	4,500	11,139	6,639
Total revenues	<u>149,500</u>	<u>149,500</u>	<u>169,295</u>	<u>19,795</u>
Expenditures:				
Public works	284,303	284,603	282,648	1,955
Total expenditures	<u>284,303</u>	<u>284,603</u>	<u>282,648</u>	<u>1,955</u>
Other financing sources(uses)				
Transfers in	150,000	150,000	153,000	(3,000)
Net change in fund balance	15,197	14,897	39,647	24,750
Fund balance - beginning	413,630	413,630	413,630	-
Fund balance - ending	<u>\$ 428,827</u>	<u>\$ 428,527</u>	<u>\$ 453,277</u>	<u>\$ 24,750</u>

**INDEPENDENT AUDITOR'S REPORT ON
INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED
ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Honorable Mayor and City Commissioners
City of Middletown, Kentucky

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Middletown, Kentucky, as of and for the year ended June 30, 2019 and the related notes to the financial statements, and have issued our report thereon dated October 3, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered City of Middletown, Kentucky's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of City of Middletown, Kentucky's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Middletown, Kentucky's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Middletown, Kentucky's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Welenken CPAs

Welenken CPAs

Louisville, Kentucky
October 3, 2019

Request for Taxpayer Identification Number and Certification

Give Form to the requester. Do not send to the IRS.

Go to www.irs.gov/FormW9 for instructions and the latest information.

1 Name (as shown on your income tax return). Name is required on this line; do not leave this line blank.

City of Middletown

2 Business name/disregarded entity name, if different from above

3 Check appropriate box for federal tax classification of the person whose name is entered on line 1. Check only one of the following seven boxes.

Individual/sole proprietor or single-member LLC

C Corporation

S Corporation

Partnership

Trust/estate

Limited liability company. Enter the tax classification (C=C corporation, S=S corporation, P=Partnership) ▶ _____

Note: Check the appropriate box in the line above for the tax classification of the single-member owner. Do not check LLC if the LLC is classified as a single-member LLC that is disregarded from the owner unless the owner of the LLC is another LLC that is not disregarded from the owner for U.S. federal tax purposes. Otherwise, a single-member LLC that is disregarded from the owner should check the appropriate box for the tax classification of its owner.

Other (see instructions) ▶ **Local Government/Municipality**

4 Exemptions (codes apply only to certain entities, not individuals; see instructions on page 3):

Exempt payee code (if any) _____

Exemption from FATCA reporting code (if any) _____

(Applies to accounts maintained outside the U.S.)

5 Address (number, street, and apt. or suite no.) See instructions.

P.O. Box 43048

6 City, state, and ZIP code

Middletown, KY 40253

7 List account number(s) here (optional)

Requester's name and address (optional)

Print or type. See Specific Instructions on page 3.

Part I Taxpayer Identification Number (TIN)

Enter your TIN in the appropriate box. The TIN provided must match the name given on line 1 to avoid backup withholding. For individuals, this is generally your social security number (SSN). However, for a resident alien, sole proprietor, or disregarded entity, see the instructions for Part I, later. For other entities, it is your employer identification number (EIN). If you do not have a number, see *How to get a TIN*, later.

Note: If the account is in more than one name, see the instructions for line 1. Also see *What Name and Number To Give the Requester* for guidelines on whose number to enter.

Social security number										
				-			-			

or

Employer identification number									
6	1	-	1	0	3	0	6	6	8

Part II Certification

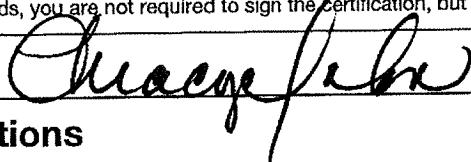
Under penalties of perjury, I certify that:

- The number shown on this form is my correct taxpayer identification number (or I am waiting for a number to be issued to me); and
- I am not subject to backup withholding because: (a) I am exempt from backup withholding, or (b) I have not been notified by the Internal Revenue Service (IRS) that I am subject to backup withholding as a result of a failure to report all interest or dividends, or (c) the IRS has notified me that I am no longer subject to backup withholding; and
- I am a U.S. citizen or other U.S. person (defined below); and
- The FATCA code(s) entered on this form (if any) indicating that I am exempt from FATCA reporting is correct.

Certification instructions. You must cross out item 2 above if you have been notified by the IRS that you are currently subject to backup withholding because you have failed to report all interest and dividends on your tax return. For real estate transactions, item 2 does not apply. For mortgage interest paid, acquisition or abandonment of secured property, cancellation of debt, contributions to an individual retirement arrangement (IRA), and generally, payments other than interest and dividends, you are not required to sign the certification, but you must provide your correct TIN. See the instructions for Part II, later.

Sign Here

Signature of U.S. person ▶



Date ▶

1/7/2020

General Instructions

Section references are to the Internal Revenue Code unless otherwise noted.

Future developments. For the latest information about developments related to Form W-9 and its instructions, such as legislation enacted after they were published, go to www.irs.gov/FormW9.

Purpose of Form

An individual or entity (Form W-9 requester) who is required to file an information return with the IRS must obtain your correct taxpayer identification number (TIN) which may be your social security number (SSN), individual taxpayer identification number (ITIN), adoption taxpayer identification number (ATIN), or employer identification number (EIN), to report on an information return the amount paid to you, or other amount reportable on an information return. Examples of information returns include, but are not limited to, the following.

- Form 1099-INT (interest earned or paid)

- Form 1099-DIV (dividends, including those from stocks or mutual funds)
- Form 1099-MISC (various types of income, prizes, awards, or gross proceeds)
- Form 1099-B (stock or mutual fund sales and certain other transactions by brokers)
- Form 1099-S (proceeds from real estate transactions)
- Form 1099-K (merchant card and third party network transactions)
- Form 1098 (home mortgage interest), 1098-E (student loan interest), 1098-T (tuition)
- Form 1099-C (canceled debt)
- Form 1099-A (acquisition or abandonment of secured property)

Use Form W-9 only if you are a U.S. person (including a resident alien), to provide your correct TIN.

If you do not return Form W-9 to the requester with a TIN, you might be subject to backup withholding. See What is backup withholding, later.

NDF GRANT APPLICATION TABLE OF CONTENTS

Grant Application

IRS Exempt Status/Tax Exempt Statement

Fiscal Year 2019-2020 Budget

Current Financial Statement

Cost estimates

Speed Alert System Brochure

IRS Form W-9

Annual Audit



Kentucky Secretary of State **Michael G. Adams**

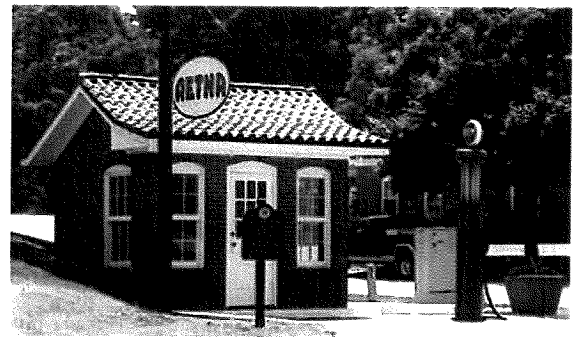
Secretary of State / Administration / Land Office / Kentucky Cities

Land Office

Middletown, Kentucky

Search Again

Class (ending Dec. 31, 2014): 4
 Class (effective Jan. 1, 2015): Home Rule
 Status: Active
 Established (y-m-d): 1797-00-00
 Incorporated: 1866-02-14
 County: Jefferson
 Area Development: KIPDA
 County Seat: No
 Form Of Government: Mayor - Commission
 Type of Election (City Officials): Non-Partisan
 City Waives Primary Election (City Officials): Yes



Submitted By Sam Tucker

Middletown's First Gas Station - restored

Interactive Map (Courtesy Kentucky Geography Network)

Notes: Re-inc.: 8/7/1979. Midway between Louisville & Shelbyville.

- City Links:
 ADD Website
 County Website
- County Links:
 Jefferson County Clerk
 Jefferson County Genealogy
 Jefferson County History & Genealogy
 Jefferson County PVA
 Jefferson County Sheriff

Population Estimates:

- 1990: 5063
- 1991: 5160
- 1992: 5272
- 1993: 5305
- 1994: 5298
- 1995: 5294
- 1996: 5263
- 1997: 5254
- 1998: 5260
- 1999: 5386
- 2000: 5847
- 2001: 5893
- 2002: 5940
- 2003: 6005

*Compiled by the Ky. State Data Center. Population Estimates may change as city boundaries are adjusted.

Mayor	J. Chapman
Meeting Times:	1st Thu 7:30pm
Office Hours:	Mon-Fri 8:30am-5:00pm

U.S. Decennial Census (April 1):	2000: 5,744	1990: 5,016	1980: 414	1970: ...
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Current Filings (KRS 81.045 to present date)

Date Filed	Type	Ordinance	Map Status	Notes
2019-05-23	Population Estimate			U. S. Census Bureau Population Estimate as of July 1, 2018: 7,915
2018-07-20	Notification of Vacancy & Appointment (TIFF) (PDF)			On July 12, 2018, Ron Wolfe was appointed City Commissioner to fill the vacancy created by the death of City Commissioner Marcella Willhite on July 3, 2018.

Date Filed	Type	Ordinance	Map Status	Notes
2018-05-24	Population Estimate			U. S. Census Bureau Population Estimate as of July 1, 2017: 7,914
2016-05-19	Population Estimate			U. S. Census Bureau Population Estimate as of July 1, 2015: 7,874
2015-05-21	Population (2010)			Population Total per 2010 U.S. Decennial Census: 7,218
2015-05-05	Approval of Annexation by Metro Council (TIFF) (PDF)	Metro Ord. No. 160, Series 2014		Approves Annexation Request 14-16 (copy not included) regarding Annexation Ordinance 14-17
2014-10-30	Annexation (TIFF) (PDF)	Ord. No. 14-17	MAPPABLE	Beckley Woods Tract located near Shelbyville Road. Total acreage not stated.
2014-08-04	Declaration (TIFF) (PDF)	pursuant to HB 331 (2014)		Acknowledgment of Reclassification (Home Rule), Statement of Form of Government (Mayor-Commission), Name of City, & Year of Incorporation
2009-03-18	Transfer of Incorporated Property	Ord. No. 08-11	MAPPABLE	Transfer of Parcels 1 (0.20a) & 2 (0.24a) on Parkway Drive to the city of Anchorage
2009-03-18	Acceptance of Transfer	Ord. No. 08-10	MAPPABLE	Accepts transfer of Parcel A (0.18a) & Parcel 3 (1.04a) on Glenbrook Rd from the city of Anchorage
2009-03-18	Closure of Public Way	Ord. No. 08-08		Closes portion of Parkway Drive to public access
2009-03-18	Closure of Public Way	Ord. No. 08-07		Closes portion of Johnson Avenue (now Glenbrook Road) to public access
2003-09-16	Revised Census Totals (Apr. 1, 2000)	U.S. Dept. for Commerce		Population: 5801; Housing Units: 2581
1997-12-24	Annexation	Ord. No. 97-12	MAPPABLE	
1994-12-27	Annexation	Ord. No. 94-09	MAPPABLE	
1988-06-20	Annexation	Ord. No. 1, 1985	MAPPABLE	
1983-09-16	Annexation	Ord. No. 9, 1983	MAPPABLE	
1983-03-28	Annexation	Ord. No. 1, 1983	MAPPABLE	
1983-02-07	Annexation	Ord. No. 1, 1982	MAPPABLE	
1981-12-04	Annexation	Ord. No. 7, 1981	MAPPABLE	
1981-05-20	Annexation	Ord. No. 3, 1981	MAPPABLE	
1981-05-20	Annexation	Ord. No.17, 1980	MAPPABLE	
1981-05-20	Annexation	Ord. No. 4, 1981	MAPPABLE	

Date Filed	Type	Ordinance	Map Status	Notes
1981-03-06	KRS 81.045 Filing		MAPPABLE	

Pre KRS 81.045 Filings (1942 to July 15, 1980)

Date Filed	Type	Ordinance	Notes
1979-08-08	Incorporation	#79-CI-06580	Jefferson Circuit Court Judgment

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Kentucky Unbridled Spirit

CITY OF MIDDLETOWN
 ORDINANCE 05-30-19-C
 AN ORDINANCE RELATING TO ENACTING A BUDGET
 FOR THE CITY OF MIDDLETOWN FOR THE
 FISCAL YEAR JULY 1, 2019 THROUGH JUNE 30, 2020 BY
 ESTIMATING THE REVENUES AND RESOURCES AND
 APPROPRIATING FUNDS FOR THE OPERATION OF CITY GOVERNMENT

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 and made necessary modifications

NOW THEREFORE, BE IT ORDAINED BY THE CITY OF MIDDLETOWN:

Section 1: The annual budget for the fiscal year beginning July 1, 2019 and ending June 30, 2020 is hereby adopted as follows:

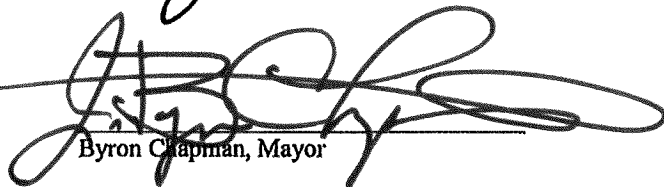
	<u>General Fund</u>	<u>Road Aid Fund</u>	<u>Cemetery</u>
Resources Available:			
Fund Balance Carried Forward	2,000,799.00	615,686.00	219,829.00
ESTIMATED REVENUES:			
Property taxes	1,456,756.00		
Delinquent Tax Revenue	10,000.00		
Mineral Severance	400.00		
Franchise Bank Tax	200,000.00		
ABC Licenses	55,000.00		
Sign Permits	4,000.00		
Franchise Fees	40,000.00		
Insurance Premium Taxes	900,000.00		
Cable Franchise	100,000.00		
Rental Income	103,079.00		
Wetherby Park Statue	200.00		
Interest income	40,000.00		
Federal and State Grants	774,159.00		
Police income	45,700.00		
Misc. Income	2,000.00		
Municipal Aid Program		145,000.00	
General Fnd.		250,000.00	
Interest		10,000.00	
Middletown Cemetery			78,100.00
Total Estimated Rev.	4,550,181.00	405,000.00	78,100.00
Total Available for App.	6,550,980.00	1,020,686.00	297,929.00

	<u>General Fund</u>	<u>Road Aid Fund</u>	<u>Cemetery</u>
APPROPRIATIONS:			
12556 Shelbyville Road	12,234.00		
Community Center Expense	50,583.00		
Community Outreach Expense	94,582.00		
Cross Creek Park	8,236.00		
Historic Gas Station Expense	5,667.00		
Legal/Professional Fees	108,950.00		
Office Supplies & Equipment	120,000.00		
Personnel Expenditures	563,108.00		
Preservation, Recreation, Landscaping	157,500.00		
Public Health & Safety	668,000.00		
Wetherby House	70,403.00		
Wetherby Park	110,752.00		
Police Expenditures	892,300.00		
Streets & Public Works		384,600.00	
Capital Projects	1,375,133.00		
Cemetery			62,252.00
TOTAL APPROPRIATIONS:	4,237,448.00	384,600.00	62,252.00
Estimated Fund Balance at End of Fiscal Year:	2,322,532.00	636,086.00	235,677.00

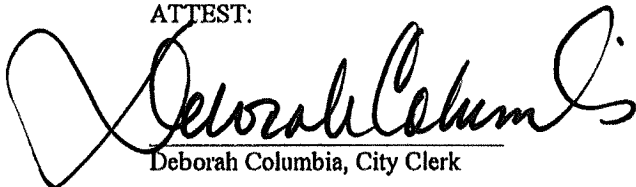
Section 2. This ordinance shall take effect and be in force from and after its passage and publication.

FIRST READING and introduction held 9 day of May, 2019.

SECOND READING and adoption the 13 day of June, 2019.


Byron Chapman, Mayor

ATTEST:


Deborah Columbia, City Clerk

Those in Favor: 5
Those Opposed: 0

Final: 6/4/19 3:00 p.m.

GENERAL FUNDS INCOME WORKSHEET			FINAL APPROVED BUDGET		
		March 31st	Approved	APPROVED	Comments
		2019	2018-2019	2019-2020	
		Actual	BUDGET	BUDGET	
TAXATION & FEES					
401.1	Real Estate Tax	\$1,365,455	\$1,370,802	\$1,456,756	
402.1	Delinquent Tax	\$13,905	\$10,000	\$10,000	
406.1	Mineral Severance Tax	\$0	\$400	\$400	
409.1	Bank Franchise Tax	\$199,200	\$200,000	\$200,000	
410.1	ABC Licenses	\$53,113	\$55,000	\$55,000	
412.1	Sign Permits	\$2,965	\$4,000	\$4,000	
416.1	Franchise Fees	\$30,884	\$40,000	\$40,000	
420.1	Insurance Premium Tax	\$697,824	\$875,000	\$900,000	
New	Cable Franchise	\$0	\$0	\$100,000	This # likely to grow in the coming years.
REVENUE FROM TAXATION & FEES:		\$2,363,347	\$2,555,202	\$2,766,156	
12556 SHELBYVILLE RD BUILDING:					
422.1	Rental Income	\$31,500	\$38,400	\$38,400	
REVENUE FROM 12556 S'VILLE RD BLDG.:		\$31,500	\$38,400	\$38,400	
COMMUNITY CENTER BUILDING:					
430.1	Rental Income	\$450	\$2,000	\$2,000	
REVENUE FROM COMMUNITY CENTER BUILDING:		\$450	\$2,000	\$2,000	
LICENSE BUREAU/COMMUNITY CENTER					
433.1	Lease Income	\$26,102	\$23,328	\$34,803	
434.1	Build Out Reimb.Income	\$13,632	\$20,604	\$18,177	
TOTAL LICENSE BUREAU INCOME:		\$39,734	\$43,932	\$52,979	
WETHERBY PARK					
438.1	Gazebo Rental	\$0	\$100	\$100	
PARK/11905 OLD SHELBYVILLE RD.					
475.1	Rental Income	\$7,200	\$9,600	\$9,600	
WETHERBY PARK STATUE					
480.1	Donations/Sale of Bricks	\$0	\$500	\$200	
INTEREST INCOME:					
408.1	Interest Income	\$49,814	\$32,000	\$40,000	
INTEREST REVENUE		\$49,814	\$32,000	\$40,000	
GRANT REVENUE					
461.1	South Madison Design Wor	\$22,400	\$80,000	\$57,600	
466.1	Kratz SW Construction	\$0	\$234,382	\$234,382	
466.2	Kratz Design Work	\$0	\$16,000	\$0	Remove no Grant \$
466.3	Kratz SW /ROW	\$0	\$7,850	\$6,732	
New	Bliss SW Construction	\$0	\$0	\$131,023	
New	Wetherby SW Construction	\$0	\$0	\$344,422	
INCOME FROM GRANTS:		\$22,400	\$338,232	\$774,159	

OPERATING EXPENSES 2019-2020 FINAL APPROVED BUDGET

	A	B	C	D	E	F
1		OPERATING EXPENSE	March	Approved	APPROVED	Comments
2		WORKSHEET	Actual	Budget	Budget	
3			2018-2019	2018-2019	2019-2020	
4	12556 SHELBYVILLE ROAD:					
5	500.1	Insurance	\$1,267	\$1,267	\$1,234	Per KLC
6	501.1	Maintenance	\$0	\$6,000	\$6,000	Ok per Marty
7	502.1	Mowing	\$950	\$2,000	\$2,000	Per Marty 40 Mows
8	503.1	Water	\$1,737	\$2,000	\$3,000	
9	EXP. FOR 12556 S'VILLE RD.:		\$3,954	\$11,267	\$12,234	
10						
11						
12						
13	COMMUNITY CENTER:					
14	510.1	Insurance	\$5,736	\$6,093	\$5,583	Per KLC
15	511.1	Maintenance	\$19,841	\$20,000	\$20,000	Ok per Marty
16	513.1	Utilities	\$15,086	\$27,143	\$25,000	
17	EXPENSES FOR COMM. CENTER:		\$40,663	\$53,236	\$50,583	
18						
19						
20						
21	COMMUNITY OUTREACH PROGRAMS:					
22	522.1	Middletown Museum	\$3,115	\$8,982	\$8,982	
23	522.2	Museum/ Potential new hire	\$0	\$10,000	\$10,000	
24	523.1	Newsletter	\$8,136	\$16,000	\$15,000	
25	526.1	Miscellaneous Outreach	\$500	\$500	\$500	
26	528.1	Non-Profit Organizations	\$500	\$3,000	\$3,000	
27	695.1	Middletown Chamber/MOB	\$50,000	\$50,000	\$50,000	
28	585.1	Middletown School Donations				
29		524.1 EHS Project Graduation	\$500	\$500	\$500	
30		524.2 EHS Basketball Tourney	\$3,616	\$2,500	\$2,500	
31		524.3 EHS Band Classic	\$1,447	\$4,000	\$4,000	
32		524.4 EHS Yearbook	\$0	\$100	\$100	
33	EXP. FOR COMMUNITY OUTREACH:		\$67,813	\$95,582	\$94,582	
34						
35						
36						
37	CROSS CREEK PARK					
38	530.1	Insurance	\$37	\$37	\$36	Per KLC
39	531.1	Maintenance	\$4,220	\$3,000	\$5,000	Ok per Marty
40	532.1	Mowing	\$1,520	\$3,200	\$3,200	Per Marty 40 Mows
41	EXP. CROSS CREEK PARK:		\$5,777	\$6,237	\$8,236	
42						
43						
44						
45	HISTORIC GAS STATION:					
46	540.1	Insurance	\$172	\$172	\$167	Per KLC
47	541.1	Maintenance	\$0	\$500	\$5,000	Renovation of Gas Pump
48	542.1	Utilities	\$286	\$500	\$500	
49	EXP. FOR HISTORIC GAS STATION:		\$457	\$1,172	\$5,667	
50						
51						
52						
53						
54						
55	LEGAL/PROFESSIONAL FEES:					
56						

OPERATING EXPENSES 2019-2020 FINAL APPROVED BUDGET

	A	B	C	D	E	F
1		OPERATING EXPENSE	March	Approved	APPROVED	Comments
2		WORKSHEET	Actual	Budget	Budget	
3			2018-2019	2018-2019	2019-2020	
57	549.1	Law Suits	\$1,804	\$20,000	\$20,000	
58	550.1	Fixed Legal Fees	\$18,463	\$35,000	\$35,000	Emailed John to make sure no chg
59	551.1	Litigation/Liens	\$0	\$2,000	\$2,000	
60	552.1	Audit Fees	\$6,750	\$6,750	\$6,950	Per Welenken
61	554.1	PVA Fees	\$40,000	\$40,000	\$40,000	
62	555.1	Membership Dues	\$2,524	\$5,000	\$5,000	
63	EXPENSES FOR LEGAL/PROF. FEES:		\$69,540	\$108,750	\$108,950	
64						
65						
66						
67	OFFICE SUPPLIES/EQUIPMENT:					
68	560.2	Postage	\$4,866	\$12,000	\$10,000	
69	560.3	Office supplies/Printing	\$15,144	\$25,000	\$25,000	Inc. due to inc. in business
70	561.1	Leased Office Equipment	\$630	\$2,000	\$2,000	
71	562.1	Telephone & Cable	\$14,141	\$20,000	\$20,000	City & Police
72	563.1	Advertising	\$4,647	\$10,000	\$10,000	
73	564.1	Computer Equipment & Programs	\$15,398	\$20,000	\$20,000	
74	565.1	Office Equipment/Repairs	\$10,000	\$10,000	\$10,000	City & Police
75	567.1	Computer Support/Email/Web/Backup	\$18,069	\$20,000	\$20,000	City & Police
76	566.1	Codification	\$2,501	\$3,000	\$3,000	
77	EXP. FOR OFFICE SUPPLIES/EQUIP.:		\$85,395	\$122,000	\$120,000	
78						
79						
80						
81	PERSONNEL:					
82	570.1	General Insurance	\$24,844	\$30,323	\$40,309	Per KLC/Inc. due to Police, Auto, Property Liab.
83	571.1	Salaries	\$260,603	\$345,000	\$375,000	6% Increase
84	579.1	Contract Labor	\$100	\$10,000	\$5,000	Ok per Marty
85	572.1	Workers Comp Insurance	\$16,955	\$11,351	\$25,799	Per KLC/Inc. due add'l Employees & Police
86	578.1	Surety Bond Insurance	\$178	\$1,500	\$1,500	
87	573.1	Payroll Tax	\$38,954	\$40,000	\$40,000	Inc. due to add'l employees
88	574.1	Fringe Benefits	\$41,196	\$40,000	\$60,000	Inc. due to add'l employees
89	575.1	Truck Expenses/Maint./Ins	\$2,513	\$4,200	\$5,000	Inc. due to add'l truck purchase
90	576.1	Miscellaneous/Training	\$7,822	\$7,293	\$10,000	
91	577.1	Code Enforcement Signs	\$75	\$500	\$500	
92	EXP. FOR PERSONNEL SERVICES:		\$393,240	\$490,167	\$563,108	
93						
94						
95	PRES., REC. & LANDSCAPING:					
96	580.1	City Landscape & Beautification	\$30,096	\$60,000	\$60,000	Ok per Marty
97	582.1	Light-Up Middletown	\$18,628	\$18,000	\$20,000	Byron
98	583.1	Middletown Festival	\$42,290	\$63,000	\$63,000	Per Contract
99	584.2	City Festival	\$4,443	\$5,000	\$5,000	
100	588.1	Willow Gate & Beckley Wood Mowing	\$4,560	\$9,500	\$9,500	Per Marty 40 Mows
101	EXP. FOR PRES., REC. & LANDSCAPE:		\$100,016	\$155,500	\$157,500	
102						
103						
104						
105						
106	PUBLIC HEALTH & SAFETY:					
107	591.1	Sanitation Services	\$241,794	\$365,000	\$465,000	
108	592.1	Fire Truck Restoration	\$0	\$6,000	\$0	
109	593.1	Street Lights	\$101,689	\$170,000	\$150,000	Average cost for Streetlights

OPERATING EXPENSES 2019-2020 FINAL APPROVED BUDGET

	A	B	C	D	E	F
1		OPERATING EXPENSE	March	Approved	APPROVED	Comments
2		WORKSHEET	Actual	Budget	Budget	
3			2018-2019	2018-2019	2019-2020	
110	594.1	Mowing Pathways	\$950	\$2,000	\$2,000	
111	595.1	Delinquent Properties	\$2,498	\$5,000	\$5,000	Marty
112	605.1	Misc. City Maintenance	\$28,378	\$40,000	\$40,000	Ok per Marty
113	New	Fuel for City Vehicles	\$2,263	\$9,000	\$6,000	
114	EXP. FOR PUBLIC HEALTH & SAFETY:		\$377,571	\$597,000	\$668,000	
115						
116						
117	WETHERBY HOUSE - CITY HALL:					
118	600.1	Insurance	\$5,550	\$5,550	\$5,403	Per KLC
119	601.1	Maintenance	\$10,544	\$15,000	\$15,000	Ok per Marty
120	602.1	Utilities	\$39,989	\$48,000	\$50,000	Increase in utilities due to more
121	EXP. FOR WETHERBY HOUSE-CITY HALL:		\$56,083	\$68,550	\$70,403	activity and space being utilized.
122						
123						
124	WETHERBY PARK:					
125	610.1	Insurance	\$1,525	\$1,528	\$1,696	Per KLC
126	611.1	Maintenance	\$4,226	\$15,000	\$15,000	Ok per Marty
127	612.1	Mowing	\$2,660	\$9,500	\$9,500	40 mows/Marty
128	614.1	Community Functions	\$21,039	\$50,000	\$50,000	
129						
130						
131	PARK/11905 OLD SHELBYVILLE RD					
132	617.1	Ins/maint.	\$1,101	\$10,000	\$5,000	Per KLC \$684.72/Insurance included in budget
133	New/Cap.Project -Exterior Paint/Gutters/Misc.		\$0	\$10,000	\$10,000	
134						
135						
136	PARK/11913 OLD SHELBYVILLE RD					
137	NEW	Maintenance	\$0	\$0	\$15,000	Includes Waterproofing basement \$7,482
138	NEW	Utilities	\$0	\$0	\$4,000	LG&E, Water, MSD
139	NEW	Insurance	\$0	\$0	\$556	Per KLC
140						
141	WETHERBY STATUE:					
142	702.1	Bricks/Maint.	\$287	\$2,079	\$0	Combined with Park Maint.
143	EXPENSES FOR WETHERBY PARK:		\$30,838	\$98,107	\$110,752	
144						
145						
146	POLICE EXPENDITURES					
147	Police Vehicle Expenses					
148	New Acct.	O'Brien/Purchase New Vehicles	\$28,999	\$29,000	\$150,000	Purchase 3 new vehicles from O'Brien
149	905.3	Marking for Old Vehicles	\$2,310	\$2,400	\$3,000	Re-stripe 2 old cars
150	905.4	Equipment for Vehicles	\$12,603	\$12,605	\$10,000	Radars, PBT's
151	905.5	Vehicle Repair & Maint.	\$17,954	\$18,700	\$20,000	
152	905.6	Fuel	\$7,318	\$10,000	\$30,000	
153	905.7	Misc/Repair & supplies	\$6,354	\$6,395	\$8,000	
154	Police Vehicle Expenses Total:		\$75,539	\$79,100	\$221,000	
155						
156						
157	Firearm/Ammo/Supplies					
158	902.1	Firearms	\$4,641	\$6,000	\$12,000	Purchase handguns, shotguns, & LL Shotguns
159	902.2	Firearm Equip/Supplies/Ammo	\$1,818	\$1,275	\$2,500	
160	902.6	Misc.Firearms/Equip/Supplies	\$3,412	\$2,000	\$3,000	
161	Police Firearm/Ammo & Supplies Total:		\$9,872	\$9,275	\$17,500	

OPERATING EXPENSES 2019-2020 FINAL APPROVED BUDGET

1	A	B	C	D	E	F
2		OPERATING EXPENSE	March	Approved	APPROVED	Comments
3		WORKSHEET	Actual	Budget	Budget	
162			2018-2019	2018-2019	2019-2020	
163						
164						
165		Police Equip/Uniforms/Supplies				
166		Uniforms	\$5,999	\$6,000	\$15,000	Outfit 3 new Off. & replacements
167		Police Equipment & Supplies	\$10,958	\$11,000	\$10,750	
168		Taser /Axon	\$0	\$2,400	\$4,600	Add 4 Tasers and Annu. Fee
169		Body/Vehicle Cameras (Axon)	\$5,084	\$5,000	\$5,400	3 new cameras + storage for 9
170	901.5	Misc/Equip/Supplies	\$3,583	\$3,000	\$6,500	
171		Police Equipment & Supplies Total:	\$22,041	\$24,400	\$42,250	
172						
173						
174						
175		Education & Training				
176	901.8	Training & Edu. Expenses	\$4,191	\$7,600	\$7,600	
177		T & E Equip & Supplies	\$2,549	\$3,500	\$3,500	
178		Membership & Accreditation	\$192	\$2,700	\$2,700	
179		PR & Crime Prevention	\$1,286	\$1,500	\$2,000	
180		Misc. T & E	\$2,984	\$1,500	\$2,000	
181		Education & Training Total:	\$11,202	\$16,800	\$17,800	
182						
183						
184						
185		Police Salary & Court Pay				
186	903.1	Police Payroll/OT/Court	\$154,438	\$217,000	\$512,250	Inc. 3 new Sgts/9 officers/OT & Court Pay
187	901.3	Payroll Taxes	\$19,902	\$25,000	\$45,000	
188	NEW	KLEFT Payout to Police	\$2,000		\$36,000	No cost to City/State funded (see income)
189	NEW	Police/Forfeited Funds	\$0	\$0	\$500	15% Due to Jeff Co Atty's Office for Confiscated Funds
190		Police Salary & Court Pay Total:	\$174,340	\$242,000	\$593,750	
191						
192		Total Expenses for Police Department	\$292,993	\$371,575	\$892,300	
193					\$234,000	Of the \$891,800 we have budgeted for the police this year, this amount is for continued growth which includes the purchasing of new vehicles, equipment such as firearms, radios and uniforms.
194						
195		Total Expenses for Fiscal Yr.	\$1,524,340	\$2,179,143	\$2,862,315	
196						
197						
198						
199						
200						
201						
202						
203						

Projected Capital Expenses FINAL APPROVED BUDGET

	B	C	D	E	F	G	H	I	J
1	PROJECTED CAPITAL EXPENSES								
2						March	Approved	APPROVED	
3						Actual	2018-2019	2019-2020	
4						2018-2019	BUDGET	BUDGET	
5									
6									
7	664.1	ALLOCATED TO ROAD FUND				\$153,000	\$150,000	\$250,000	Increased due to # of roads needing repair
8									
9									
10									
11	SIDEWALK PROJECTS:								FYI GRANT INCOME FOR SIDEWALKS
12	694.1	Kratz Ave SW/State Grant				\$0	\$292,977	\$292,977	\$234,382
13	694.2	Design Work/Kratz				\$0	\$7,850	\$7,850	
14									
15									
16	New	Wetherby Construction				\$0	\$0	\$430,527	\$344,422
17	692.2	Design Work/Wetherby				\$13,250	\$59,000	\$45,750	
18									
19									
20	New	Bliss Construction				\$0	\$0	\$163,779	\$131,023
21	693.2	Design Work/Bliss				\$18,250	\$30,000	\$11,750	
22									
23									
24	695.1	South Madison Design Work				\$42,500	\$80,000	\$47,500	\$57,600
25	695.2	South Madison ROW				\$0	\$20,000	\$0	
26									
27	NEW	Total: Sidewalk Projects				\$74,000	\$489,827	\$1,000,133	\$767,427
28									Total Grant Income once completed
29									
30									
31		PARK EXPANSION/PHASE 1							
32	New	Wetherby Park Maint Bldg/Drive				\$0	\$0	\$125,000	
33		Park Improvements				\$0	\$0	\$0	Pending Grant approval of \$250,000
34		Park Improvements				\$0	\$0	\$0	Land & Water 50/50
35						\$0	\$0	\$0	Pending Grant approval of \$250,000 Rec
36								\$0	Trail 80/20
37		Total: Park Expansion Project				\$0	\$0	\$125,000	
38									
39	TOTAL CAPITAL PROJECTS:					\$227,000	\$639,827	\$1,375,133	
40									
41	TOTAL REVENUE - FISCAL YEAR:					\$2,530,371	\$3,034,206	\$4,550,181	
42									
43	TOTAL EXPENSES - FISCAL YEAR:					\$2,110,109	\$3,386,429	\$4,237,448	
44									
45	SURPLUS - RESV. FOR CONTING.:					\$420,262	(\$352,223)	\$312,733	
46									
47	TRANSFER IN FROM RESERVE:					\$412,019	\$487,019	\$818,887	
48									
49	SURPLUS - RESERVE					\$875,589	\$21,478	\$312,733	

ROAD FUND PROPOSED BUDGET 2019-2020

<i>FINAL APPROVED BUDGET</i>				March 31st	Approved	APPROVED	MEMOS
				2018-2019	2018-2019	2019-2020	
				Actuals	BUDGET	BUDGET	
REVENUE:							
404.2	Road Aid Fund			\$114,982	\$145,000	\$145,000	
406.2	Allocated from General Fund			\$150,000	\$150,000	\$250,000	Increased due to # of roads needing repair
408.2	Interest Income			\$8,279	\$4,500	\$10,000	
TOTAL REVENUE:				\$273,261	\$299,500	\$405,000	
EXPENSES:							
701.2	Snow Removal/Roads			\$104,411	\$110,000	\$110,000	
702.2	Road Maintenance/Resurface			\$72,232	\$150,000	\$250,000	Increased due to # of roads needing repair
708.2	Sidewalks/ Repairs			\$14,215	\$20,000	\$20,000	
710.2	Road Signs			\$0	\$3,000	\$3,000	
715.2	Street Cleaning/Main St.			\$500	\$1,500	\$1,500	
716.9	Insurance/Salt shed			\$104	\$103	\$100	Per KLC
TOTAL ROAD EXPENSES:				\$191,462	\$284,603	\$384,600	
TOTAL REVENUE - FISCAL YEAR:				\$273,261	\$299,500	\$405,000	
TOTAL EXPENSES-FISCAL YEAR:				\$191,462	\$284,603	\$384,600	
SURPLUS RESERVE:				\$81,799	\$14,897	\$20,400	

Cemetery Fund Draft Budget FINAL APPROVED BUDGET

HISTORIC CEMETERY		March 31st	Approved	APPROVED	MEMOS
		2019	2018-2019	2019-2020	
		ACTUAL	BUDGET	BUDGET	
REVENUE:					
600.9	Sale of Grave Space	\$21,250.00	\$35,000.00	\$35,000.00	Based on 20 per yr
601.9	Interment Fees	\$19,750.00	\$28,000.00	\$28,000.00	Based on 20 per yr
602.9	Foundations Fees	\$8,383.00	\$5,000.00	\$9,000.00	
603.9	Investment Income	\$4,648.66	\$3,000.00	\$6,000.00	
620.1	Marcie Willhite Memorial Fund	\$1,000.00	\$0.00	\$100.00	
TOTAL REVENUE:		\$55,031.66	\$71,000.00	\$78,100.00	
EXPENSES:					
700.9	Interment	\$14,750.00	\$20,000.00	\$20,000.00	Based on 20 per yr
701.9	Foundations	\$5,606.00	\$5,000.00	\$6,000.00	
702.9	Insurance	\$52.46	\$54.00	\$52.00	Per KLC
703.9	Repairs & Maintenance	\$489.00	\$8,000.00	\$8,000.00	
705.9	Grounds Maintenance	\$10,200.00	\$12,000.00	\$12,000.00	
706.9	Water	\$861.48	\$1,200.00	\$1,200.00	
710.9	Miscellaneous	\$10.00	\$3,000.00	\$3,000.00	
716.9	Sexton Ralph Lax Retention	\$8,000.00	\$12,000.00	\$12,000.00	
		\$39,968.94	\$61,254.00	\$62,252.00	
TOTAL CEMETERY EXPENSES:		\$39,968.94	\$61,254.00	\$62,252.00	
TOTAL REVENUE - FISCAL YEAR:		\$55,031.66	\$71,000.00	\$78,100.00	
TOTAL EXPENSES-FISCAL YEAR:		\$39,968.94	\$61,254.00	\$62,252.00	
SURPLUS:		\$15,062.72	\$9,746.00	\$15,848.00	