

**CITY OF PROSPECT, KENTUCKY
ORDINANCE NO. 629, SERIES 2023**

**AN ORDINANCE ESTABLISHING A BUDGET FOR THE CAPITAL PROJECT FUND
OF THE CITY OF PROSPECT FOR THE FISCAL YEAR BEGINNING
JULY 1, 2023 AND ENDING JUNE 30, 2024**

WHEREAS, the City of Prospect [the City] has created a Capital Project Fund [CPF] budget process pursuant to city Ordinance 628, Series 2023, and;

WHEREAS, the creation of the CPF requires a capital budget fund with a funding source for the city's financial operations, and;

WHEREAS, the city has realized surpluses in each budget year since at least 2012. Surpluses for the years 2012 through 2022 totaled \$2,753,561. A \$80,960 surplus has also been projected for the 2022-2023 fiscal year, bringing the accumulated surpluses for 2012 through 2023 to \$2,834,521; and

WHEREAS, by ordinance, the city holds in reserve an amount equal to the city's share of the projected shortfall in the state's pension system. At the City's last audit, the amount of that reserve was \$1,832,065; and

WHEREAS, the city's cash on hand as of July 7, 2023, exceeded \$3,478,532. Thus, after deducting the amount reserved by ordinance, the city had on hand an unreserved accumulated surplus totaling \$1,646,467; and

WHEREAS, the city has determined that it is prudent for the city to transfer \$180,000 of the city's unreserved surplus to the city's capital project fund.

NOW THEREFORE BE IT ORDAINED BY THE CITY OF PROSPECT, KENTUCKY:

SECTION 1: The CPF shall be created on the financial books and records for capital financial operations for the City of Prospect;

SECTION 2: The CPF shall initially be funded by the transfer of \$180,000 from the city's unreserved surplus and shall thereafter be funded by ordinance from the city's revenues and/or its unreserved accumulated surplus;

SECTION 3: Pursuant to the authority granted by Prospect City Ordinance No. 628, Series 2023, the city council hereby makes the following appropriations to the CPF for the fiscal year ending June 30, 2024:

<u>CAPITAL PROJECT</u>	
DESCRIPTION OF PROJECT	AMOUNT OF APPROPRIATED FUNDS
The Harrods Creek Park Stream Crossing Project	\$180,000

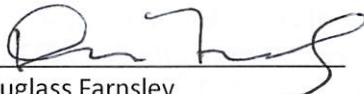
SECTION 4: This Ordinance shall be effective from and after its passage, approval, and publication as required by law.

First Reading this 17th day of July 2023.

Passed on Second Reading this 21st day of August, 2023

By a vote of 4 aye and 2 nays of the City Council.

APPROVED:



Douglass Farnsley
Mayor

ATTEST:



John S. Carter
City Clerk