

RESOLUTION NO. 2543

**RESOLUTION AUTHORIZING REPLACEMENT OF CITY WATER LINES & AMENDING THE CITY OF MONTICELLO WATER FUND BUDGET & WATER/SEWER REVENUE FUND BUDGET FOR 2025**

Whereas, the Monticello City Council approved the overlay of various City streets and intersections for in the 1998 One Cent Sales Tax Fund Budget for 2025;

Whereas, there is a need to replace City water lines in conjunction with said overlay expense;

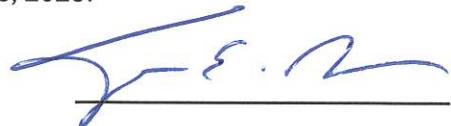
Whereas, the cost of said expenses are not included in the City of Monticello Water Fund Budget and City of Monticello Water/Sewer Revenue Fund Budget for 2025;

It is, therefore, by the Monticello City Council, resolved as follows:

1. That the City of Monticello Water Fund Budget for 2025 be amended as follows:
  - a. Increase Revenue Line Item Water O&M Transfer from Water/Sewer Revenue Checking by \$85,000.00 to \$1,801,209.00;
  - b. Add Expense Line Item #5804 Water Lines (New) - \$85,000.00;
2. That the City of Monticello Water/Sewer Revenue Fund Budget for 2025 be amended as follows:
  - a. Add Fund Reservation 2024 Cash Reserves to be Used for Projects/Purchases - \$85,000.00;
  - b. Increase Expense Line Item Water O&M Transfer by \$85,000.00 to \$1,801,150.00;
3. That this resolution will be effective June 24, 2025.

(END OF RESOLUTION)

ADOPTED on this 24 day of June, 2025.

  
\_\_\_\_\_  
Mayor

Attested by:   
\_\_\_\_\_  
City Clerk

**Water Fund**  
**2025 Operating Budget**

2025.06.24

Account Number		2025 Budget
<b>General Revenues</b>		
4102	Meter Taps & Tie-Ons	20,000.00
4409	Rentals and Leases	35,000.00
	Water O & M Transfer from Water/Sewer Revenue Checking	1,801,209.00
	<b>Total General Revenue</b>	<b>1,856,209.00</b>
<b>Transfers</b>		
	AT&T Lease Transfer to Water CD# 100153062	(35,000.00)
	<b>Total Transfers</b>	<b>(35,000.00)</b>
	<b>Total Revenue Available</b>	<b>\$1,821,209.00</b>
<b>Expenses</b>		
<b>Personnel</b>		
5101	Salaries	317,500.00
5103	Payroll Taxes	26,500.00
5104	Employee Insurance	85,200.00
5105	Workman's Compensation	4,550.00
5106	Retirement	52,500.00
5107	Overtime	20,000.00
5108	Uniforms, Cell Phone Reimbursements	5,000.00
5110	Annual Employee Benefit	3,000.00
5301	Licensing, Training, Travel, Dues	10,000.00
	<b>Total Personnel</b>	<b>524,250.00</b>
<b>Supplies</b>		
5204	Chemicals	100,000.00
5213	Pipe & Fittings	115,000.00
5214	Meters & Meter Boxes	200,000.00
	<b>Total Supplies</b>	<b>415,000.00</b>
<b>Miscellaneous</b>		
5201	Gas, Diesel, Oil	35,000.00
5202	Supplies, Materials	175,000.00
5205	Postage	40,000.00
5312	Permits, Dues	500.00
	<b>Total Miscellaneous</b>	<b>250,500.00</b>
<b>Services</b>		
5402	Utilities	230,000.00
5404	Rentals	4,000.00
5405	Contractors, Engineers, & Services	39,800.00
5412	Audit	14,000.00
	<b>Total Services</b>	<b>287,800.00</b>
<b>Maintenance of Equipment/Structures</b>		
5502	Maint. - Equipment/Vehicles	11,500.00
5504	Ins. - Equipment/Vehicle	1,700.00
5601	Maint. - Building/Structure	239,170.00
5602	Ins. - Building/Structure	35,000.00
5603	Maint. - Water Lines/Towers	55,000.00
	<b>Total Maintenance of Equipment/Structures</b>	<b>342,370.00</b>
<b>Capital Outlay of Equipment/Structures</b>		
5702	Outlay-Mach, Equip, Vehicle	3,200.00
5804	Water Lines (New)	85,000.00
	<b>Total Capital Outlay of Equipment/Structures</b>	<b>88,200.00</b>
<b>Transfers</b>		
5901	To General Fund in Lieu of Taxes Code 14-234-114	165,959.00
	<b>Total Transfers</b>	<b>165,959.00</b>
	<b>Total Expenses</b>	<b>\$ 2,074,079.00</b>
<b>Liabilities</b>		
<b>Other Current Liabilities</b>		
2004	Sales Tax Liability Payment	135,000.00
2005	Health Department Fees	25,000.00
	<b>Total Other Current Liabilities</b>	<b>160,000.00</b>
	<b>Total Liabilities</b>	<b>\$160,000.00</b>
<b>Fund Reservation</b>		
	Insurance Proceeds from 5-4-24 Storm	79,170.00
	2024 Cash Reserves to be Used for Projects/Purchases	333,700.00
	<b>Total Fund Reservation</b>	<b>\$412,870.00</b>
	<b>Total Revenue</b>	<b>\$1,821,209.00</b>
	<b>Total Expenses</b>	<b>\$2,074,079.00</b>
	<b>Total Liabilities</b>	<b>\$160,000.00</b>
	<b>Total Fund Reservation</b>	<b>\$412,870.00</b>
	<b>Total Net Income (Loss)</b>	<b>\$0.00</b>

## 2025 Water Fund Budget Notes 6/24/25 Amendment:

5202 Supplies Includes: 1st Quarter warehouse, shop supplies,(2) Chlorine Scales=\$5,000, (2) New Laptops=\$3,000  
5312 Permits Includes: AR Rural Water Membership/AR Natural Resources Commission 6 Water Tanks Registration/AR Natural Resources Commission 6 Water Wells Registration  
5404 Rentals Includes: Stamp Machine Lease, P. O. Box Rental, Cintas-Soap Dispenser & Aerosol Dispenser  
5405 Contractors, Engineers, & Services Includes: VC3=\$14,400/Missions Renewal for Water Wells Communications=\$20,000/  
Sensus Annual Support=\$2,800/Water Billing System Charges=\$2,600  
5502 Maint Equip/Vehicle Includes: New All Terrain Tires for Equip# 5 & #7=\$2,500  
5601 Maint Building-Structure Includes: Well repair-maintenance=\$20,000/Well #s 3 & 6 Electrical Refurbish=\$50,000/  
Annual Pump Test=\$20,000/Well# 3 Well Refurbishment=\$70,000/Repairs from 5-4-24 Storm=\$79,170  
5603 Maint Water Lines-Towers Includes: Water Line Repairs/Water Tank Repairs/AR One Call monthly fee/  
Back Flow Preventer Repair/Tank Inspections(Intermodal & Burlington)  
5702 Outlay-Mach, Equip, Vehicle Includes: New Scanner for Shop (Split b/w Public Works)=\$3,200  
5901 To General Fund in Lieu of Taxes: Transfer to General Fund from per AR Code 14-234-114 / Payment from Water/Sewer Revenue in Lieu of Taxes for General Fund of the Municipality in return for Police, Fire, and health protections and in return for administrative and other services furnished the waterworks system by the municipality.  
\$90,000 = 5% of Gross income from water sales during the proceeding year (Nov 2022 to Oct 2023 = 1,800,000) plus +  
\$75,959 = Sum equal to amount the municipality would have received from waterworks system as property taxes if it had been privately owned and subject to tax by the municipality.  
Water Book Value of Fixed Assets = \$7,618,770.85 x 20%(assessed value) x 4.985%(assessed rate) = \$75,959

### 5804 Water Lines (New)

- 6/24/25 Amendment: Replace Water Lines in Conjunction with Phase 2 Overlay Project

+ South Oak St. (1088ft)	\$ 19,032.00
+ South Maple St. (2,260 ft)	\$ 44,429.42
+ Pauline St. (700 ft)	\$ 21,026.18
	<u>\$ 84,487.60</u>

# Water and Sewer Revenue Fund

## 2025 Operating Budget

2025.06.24

Account Number		2025 Budget
<b>General Revenues</b>		
4101	Water Collection	1,700,000.00
4201	Sewer Collection	1,000,000.00
4604	Other Sales and Services - Water	30,000.00
2004	Sales Tax Liability Collected - Water	135,000.00
2005	Health Department Fees - Water	25,000.00
<b>Total General Revenue</b>		<b>2,890,000.00</b>
<b>Other Transfers</b>		
5% of Water Gross Revenue to Water Depreciation CD# 33233 (Act 605 of 2021)		(85,000.00)
5% of Water Gross Revenue to Water Depreciation CD# 33233 (Per ARNC Financial Assistance Requirement)		(85,000.00)
5% of Sewer Gross Revenue to Sewer Depreciation CD# 49151 (Per ANRC Financial Assistance Requirement)		(50,000.00)
<b>Total Transfers</b>		<b>(220,000.00)</b>
<b>Total Revenue Available for O&amp;M</b>		<b>\$2,670,000.00</b>
<b>O&amp;M Transfers</b>		
Water O&M Transfer		(1,801,150.00)
Sewer O&M Transfer		(864,700.00)
<b>Total O&amp;M Transfers</b>		<b>(\$2,665,850.00)</b>
<b>Fund Reservation</b>		
2024 Cash Reserves to be Used for Projects/Purchases		85,000.00
<b>Total Fund Reservation</b>		<b>\$85,000.00</b>
<b>Total Revenue Available for O&amp;M</b>		<b>\$2,670,000.00</b>
<b>Total O&amp;M Transfers</b>		<b>(\$2,665,850.00)</b>
<b>Total Fund Reservation</b>		<b>\$85,000.00</b>
<b>Unallocated Funds (Loss)</b>		<b>\$89,150.00</b>