

CITY OF WARD  
RESOLUTION NO. 2020-28

A RESOLUTION TO ESTABLISH THE ANNUAL WARD WATER AND  
SEWER SYSTEM OPERATING BUDGET FOR CALENDAR YEAR 2021

WHEREAS, the City of Ward, Arkansas (the "City") wishes to establish the annual  
Ward Water and Sewer System Operating Budget for calendar year 2021.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Ward,  
Arkansas:

SECTION 1. ANNUAL BUDGET ADOPTED BY REFERENCE. The annual  
budget for calendar year 2021, identified as "Ward Water and Sewer System 2021 Annual  
Budget", is hereby adopted by reference. A copy of said budget shall be filed in the office  
of the City Clerk and shall be available for inspection and copying by any person during  
normal office hours.

SECTION 2. REFERENCE 2021 Proposed Ward Water and Sewer System Budget,  
attached.

SECTION 3. THEREFORE, be it resolved by the Ward City Council to adopt this  
proposed 2021 budget for the Ward Water and Sewer System, in its entirety.

YEAS: 5 NO: 0

APPROVED: November 16, 2020

  
\_\_\_\_\_  
Charles Gastineau, Mayor

ATTEST:

  
\_\_\_\_\_  
Courtney Ruble, City Clerk



**Ward Water and Sewer System  
2021 Budget**

**Operating Income**

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
Water Revenue	\$ 2,185,000	-	\$ 2,185,000
Sewer Revenue	-	930,000	930,000
Water Meter Installation	33,000	-	33,000
Water Connect Fees	100,000	-	100,000
Sewer Installation Fees	-	4,000	4,000
Delinquent Fees	65,000	7,500	72,500
Misc. Income	30,000	2,000	32,000
Write Offs and Adjustments	(15,000)	(7,000)	(22,000)
Lonoke White Fees	240,000	-	240,000
<b>Total Operating Income</b>	<b>2,638,000</b>	<b>936,500</b>	<b>3,574,500</b>

**Operating expenses**

Salaries Wages and Benefits	175,500	246,500	422,000
R & M / Materials and Supplies	260,000	87,000	347,000
Purchased Water	320,000	-	320,000
Franchise Fee	45,000	35,000	80,000
Utilities & Telephone	70,000	123,000	193,000
Other Operating Expenses	311,500	118,000	429,500
Lonoke White Fees	265,000	-	265,000
Depreciation and Amortization	264,000	102,000	366,000
<b>Total Operating Expenses</b>	<b>1,711,000</b>	<b>711,500</b>	<b>2,422,500</b>
<b>Net Operating Income</b>	<b>927,000</b>	<b>225,000</b>	<b>1,152,000</b>

**Non operating Income (Expense)**

Interest Income	15,000	1,000	16,000
Bond Interest	(280,000)	(144,000)	(424,000)
<b>Total Non operating Income</b>	<b>(265,000)</b>	<b>(143,000)</b>	<b>(408,000)</b>
<b>Net Income (Loss)</b>	<b>\$ 662,000</b>	<b>82,000</b>	<b>\$ 744,000</b>

UNITED STATES DEPARTMENT OF AGRICULTURE  
**STATEMENT OF BUDGET, INCOME AND EQUITY**

Schedule 1

Name Ward Water and Sewer System

Address PO Box 334  
Ward, Arkansas 72176

(1) <u>OPERATING INCOME</u>	PRIOR YEAR <u>Actual</u> (2)	ANNUAL BUDGET		For the _____ Months Ended _____		Actual YTD (Over) Under Budget Col. 3 - 5 = 6 (6)
		BEG 01-01-2021		CURRENT YEAR		
		END 12-31-2021 (3)		Actual Data		
			Current Quarter (4)	Year To Date (5)		
1. <u>Sewer Revenue</u>		930,000				930,000
2. <u>Installation Fee</u>		4,000				4,000
3. <u>Delinquent Fees</u>		7,500				7,500
4. _____						0
5. <u>Miscellaneous</u>		2,000				2,000
6. <u>Less: Allowances and Deductions</u>		7,000				7,000
7. <u>Total Operating Income</u> (Add lines 1 through 6)	0	936,500	0	0	0	936,500
<u>OPERATING EXPENSES</u>						
8. <u>Sal/Wages/Bene</u>		246,500				246,500
9. <u>R&amp;M/Mat/Supplies</u>		87,000				87,000
10. <u>Utilities/Tele</u>		123,000				123,000
11. <u>Other Operating</u>		118,000				118,000
12. <u>Franchise Fees</u>		35,000				35,000
13. _____						0
14. _____						0
15. <u>Interest</u>		144,000				144,000
16. <u>Depreciation</u>		102,000				102,000
17. <u>Total Operating Expense</u> (Add Lines 8 through 16)	0	855,500	0	0	0	855,500
18. <u>NET OPERATING INCOME (LOSS)</u> (Line 7 less 17)	0	81,000	0	0	0	81,000
<u>NONOPERATING INCOME</u>						
19. <u>Interest</u>		1,000				1,000
20. _____						0
21. <u>Total Nonoperating Income</u> (Add 19 and 20)	0	1,000	0	0	0	1,000
22. <u>NET INCOME (LOSS)</u> (Add lines 18 and 21)	0	82,000	0	0	0	82,000
23. <u>Equity Beginning of Period</u>		2,390,000				2,390,000
24. _____						0
25. _____						0
26. <u>Equity End of Period</u> (Add lines 22 through 25)	0	2,472,000	0	0	0	2,472,000

Budget and Annual Report Approved by Governing Body

Quarterly Reports Certified Correct

Secretary

Date

Appropriate Official

Date

*According to the Paperwork Reduction Act of 1995, no persons are required to respond to a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0575-0015 and 0572-0137. The time required to complete this information collection is estimated to average 2-1/2 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.*

PROJECTED CASH FLOW

For the Year BEG. 01-01-2021 END. 12-31-2021  
(same as schedule 1 column 3)

A. Line 22 from Schedule 1, Column 3 NET INCOME (LOSS)	\$ 82,000
<u>Add</u>	
<b>B. Items in Operations not Requiring Cash:</b>	
1. Depreciation (line 16 schedule 1)	102,000
2. Others:	
<b>C. Cash Provided From:</b>	
1. Proceeds from Agency loan/grant	
2. Proceeds from others	
3. Increase (Decrease) in Accounts Payable, Accruals and other Current Liabilities	
4. Decrease (Increase) in Accounts Receivable, Inventories and Other Current Assets (Exclude cash)	
5. Other:	
6.	
D. Total all A, B and C Items	\$184,000
<b>E. Less: Cash Extended for:</b>	
1. All Construction, Equipment and New Capital Items (loan & grant funds)	
2. Replacement and Additions to Existing Property, Plant and Equipment	
3. Principal Payment Agency Loan	\$97,000
4. Principal Payment Other Loans	
5. Other:	
6. Total E 1 through 5	\$97,000
<u>Add</u>	
F. Beginning Cash Balances	\$291,000
G. Ending Cash Balances (Total of D Minus E 6 Plus F)	\$ 378,000
<b>Item G Cash Balances Composed of:</b>	
Construction Account	\$
Revenue Account	\$200,000
Debt Payment Account	\$92,500
O&M Account	\$25,000
Reserve Account	\$32,500
Funded Depreciation Account	\$28,000
Others:	
Total - Agrees with Item G	\$ 378,000