

CITY OF NANTICOKE  
BUDGET 2014

MAYOR JOSEPH DOUGHERTY



# GENERAL FUND

# **City of Nanticoke General Fund Budget 2014**

## **Overview**

The Fiscal Year 2014 budget is respectfully submitted by Mayor and City Manager for Council's review and consideration.

The budget has been prepared with input from Mayor and Council, Department Heads, and the Act 47 Recovery Plan Coordinators, the Pennsylvania Economy League.

The proposed millage rate is 4.8785 (4.2514 mills for general purposes, .6077 mills for debt service, and .0194 mills for the library). There is a property tax increase of .8191 mills. For 2013, a resident with a house assessed at \$100,000 was paying \$405.94 in taxes. For 2014, that resident will be paying \$487.85 or an increase of \$81.91 per year. A resident with a \$50,000 would have paid \$202.97 in 2013 and \$243.93 in 2014 for a increase of \$40.96. Residents will be paying \$15 per year less for refuse.

## **Total General Fund Budget**

The Total Proposed General Fund Budget for Fiscal Year 2014 is \$4,820,357 as compared to the 2013 budget of \$4,900,069.01 which included a \$400,000 TAN. 2012 Actual preliminary revenues for General Fund were \$4,866,471 and actual expenses were \$4,728,400. The projected % increase in revenues is 1.6% which is within the 8% as per the home rule charter.

## **Revenues**

The City derives 43% of income from the Earned Income Tax. 29% of general fund income is property tax revenue. The other 28% of income consists of 8% Act 511 taxes; 5% reimbursements from other funds; 5% of income is pass through to other entities; 3% Code department revenue and 7% miscellaneous.

Earned Income tax revenue is primarily a function of the economy. Lower wages and a high unemployment rate are resulting in a slight decrease in tax income on earnings. Due to the time lag between earning income, filing annual returns and collections being remitted to the City, the City is just now seeing the effects of the downturn in the economy at the EIT income level.

The City is seeing steady decline in assessed property values due to tax appeals. The City's assessed value declined \$5.5million dollars over a two year period (2011 vs.

prelim 2013). That equates to approximately \$200k of revenue to the City. The City expects appeals to continue and assessed value to decline further for the next few years.

## **Expenditures**

In general, expenses continue to rise. Over the past few years, the City has implemented several cost containment measures including deferring maintenance on City assets. Specific areas where increases are significant are as follows:

Health insurance premiums increased significantly (8%) in large part due to mandated changes to health care coverage and high utilization. The increase plus any changes in coverage equates to an increase of approximately \$61,553 for 2014 over 2013 (for active employees only).

Per contractual agreements, net salaries are projected to increase approximately \$35,000 for 2014 over 2013. The City will employ 13 FT police officers (includes Chief); 2 PT police officers; 9 fireman and a Part Time Chief; 8 FT administrative/accounting/code staff and 4 PT; and 5 FT Public Works employees. Salary increases and longevity increases are included as per collective bargaining and/or employment agreements and/or as approved by Council. An additional, \$15k will be paid out in 2014 for accrued vacation and sick days to a retiree.

Worker's compensation is projected to increase 10-12% due in part to utilization and in part as a result of the Fire Fighter's cancer presumption act. This equates to a \$23,000 increase for 2014 over 2013.

The City is increasing the amount contributed to the reserve account for a new fire truck by \$20k for 2014 from \$5k to \$25k.

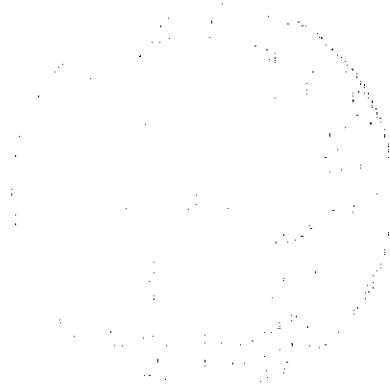
The City's contribution to employee pension plans prior to 2011 has always been covered by State pension aid income. However, beginning in 2011, the State aid will not cover the mandatory pension plan contributions. The City will be funding the pension plans to meet the mandatory contribution not covered by State aid. It is the City's responsibility to fund the pension plans and the market has been in a downturn for over a decade which has resulted in losses or slow investment growth. The projected increase in pension contribution for 2014 is approximately \$10k to \$148k.

## **Conclusion:**

The City is on the road to financial recovery and is looking towards getting out of Act 47. Since 2009, the City has been able to generate a positive year end result. Operating expenses are no longer funded by debt but by current revenues. The fund balance is out of deficit status.

The City has been fortunate to have been awarded numerous grants over the past few years which has allowed for capital projects that otherwise would not have been able to be undertaken.

However, the road ahead is not easy as revenues continue to decline and expenses continue to increase. The City of Nanticoke continues to feel the prolonged effects of the economic downturn as high levels of unemployment, uncertainty about federal and state actions, and long-term pension and health benefit obligations persist. The City of Nanticoke's budget is pressured by the need for infrastructure costs, public safety costs, and employee related costs for health care, pensions, and wages. The City will have to be creative and flexible in order to meet future financial and operational challenges.



City of Nanticoke  
 General Fund Budget  
 2014

Increase Ptax .8194 Mill  
 Ptax =4.2517  
 EIT 1.5%

Acct #	Account Description	2014
01.301.100	Real Estate--Current	\$ 1,412,374
01.301.200	Real Estate--Delinquent	45,000
01.301.300	Real Estate--Prior Period	
	<b>Muni Code Tax Revenue</b>	<b>1,457,374</b>
01.308.100	Resident Tax--Current	25,000
01.308.200	Resident Tax--Prior Year	
01.310.010	Per Capita--Current	25,000
01.310.030	Per Capita--Delinquent	
01.310.600	Amusement Tax/ MDT	6,000
01.310.100	Real Estate Transfer Tax	35,000
01.310.110	Merchantile/Business Privilege	205,000
01.310.500	Local Services Tax	97,500
	<b>Local Enabling Tax Revenue</b>	<b>393,500</b>
01.310.210	Current EIT Act 511	2,077,500
01.310.211	EIT ACT 47	-
	<b>Earned Income Tax Revenue</b>	<b>2,077,500</b>
01.321.465	Street Vendor Permits	500
01.321.600	Contractor License Income	3,000
01.321.800	Cable TV Fee	96,000
01.322.400	Dumpser Permit Income	250
	<b>Fees and Permits Revenue</b>	<b>99,750</b>
01.331.100	Magistrate Fines	19,308
01.331.110	State Police Fines	4,000
01.331.120	Parking Tickets/Ordinance Violations	3,500
01.331.130	Clerk of Court Fines	4,000
01.332.100	Restitution	500
	<b>Fines and Tickets Revenue</b>	<b>31,308</b>

City of Nanticoke  
 General Fund Budget  
 2014

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Acct.#	Account Description	2014
01.341.000	Interest Income	840
	Rental Income Sewer Authority	-
01.342.210	Rental Income District Judge	10,500
01.342.242	Site/UDAG Income	1,125
	<b>Int &amp; Rent Income</b>	<b>12,465</b>
01.351.120	Emergency Disaster Relief/FEMA	-
01.355.xxx	Emergency Disaster Relief/FEMA	-
01.355.010	Act 66 Public Utility Realty Tax	2,700
01.355.020	Fuel tax refund	-
01.355.040	Liquor Control Board	6,050
01.355.051	Pension--State Aid	215,000
01.355.xxx	AD HOC Post Retirement Reimbursement	250
01.355.070	Volunteer Fire Company Relief Association	30,000
01.355.xxx	Police Equipment Grant	-
01.358.100	Police Ag Pay Reimb	5,000
01.358.403	School District Shared Payment (tax bills)	-
01.355.xxx	Repayment from MA	-
01.355.xxx	Warrior Run Police Service	42,000
01.355.xxx	Ashley Police Service	-
01.355.xxx	Ambulance Service Fee	-
01.355.xxx	Housing Authority Shared Services	-
01.355.xxx	Community College PILOT	-
01.359.100	Housing Authority PILOT	-
	<b>State and Local Revenue</b>	<b>301,000</b>
01.361.300	Zoning/Subdivision/Land Fees	2,500
01.361.310	Planning Commission	400
01.361.400	Plan Review	5,000
01.361.340	Zoning Hearing Fees	1,200
01.361.600	Engineering Services Reim	-
01.361.500	Sale of Maps & Publications	25
	<b>Zoning &amp; Planning Revenue</b>	<b>9,125</b>

City of Nanticoke  
 General Fund Budget  
 2014

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Acct.#	Account Description	2014
01.362.110	Police Reports- Copies	2,100
01.362.130	Police Alarm Fees	600
01.362.150	Police- Handicap Sign Fees	1,500
01.362.200	Fire Reports/Inspections	25
	<b>Fire &amp; Police Report Revenue</b>	<b>4,225</b>
01.362.410	Building Permits	42,000
01.362.420	Electrical Permits	5,500
01.362.430	Plumbing Permits	5,000
01.362.450	Occupancy Permits	8,000
01.362.451	Commercial Occupancy Permits	5,000
01.362.470	Permits LCCC	
01.362.460	Rental Inspection	18,000
01.362.461	Landlord Fees	20,000
01.363.100	Pave Cuts	10,000
01.364.110	Sewer Hookup	-
01.365.200	Health Inspections	3,825
	<b>Permits Revenue</b>	<b>117,325</b>
01.380.011	Donations Police Dog	
01.380.012	Reimburse for Mini Pumper	-
01.381.000	Heart & Lung	
01.391.200	Copay Income	42,000
01.380.000	Duplicate Tax Bills	-
01.380.009/010	Miscellaneous Revenue/Grant Proceeds	27,457
01.389.001	Dividens & Fees	
	<b>Misc Revenue</b>	<b>69,457</b>



City of Nanticoke  
 General Fund Budget  
 2014

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Acct.#	Account Description	2014
01.380.009	Misc Cable	-
01.380.010	LSA Health Sciences Salary Reimbursement	-
01.385.001	Sale of Surplus Vehicles	
	Transfer from Spec Reve	-
01.392.080	Transfer from Sewer Fund - Salary & Benefit Reimburse	132,880
	Transfer from Highway Aid	
01.392.400	Transfer from Refuse- Salary & Benefit Reimbursement	52,578
01.392.046	Transfer from Home - Salary Reimburse,emt	-
01.392.460	Transfer from CDBG - Salary Reimbursement	62,000
	Transfer from Site	-
01.394.100	Tax/Revenue Anticipation Note	-
	<b>Other Revenue</b>	<b>247,458</b>

<b>Total Revenue</b>		\$ 4,820,486
<b>Total Expense</b>		\$ 4,820,487
<b>Net</b>		(0)

City of Nanticoke  
 General Fund Budget - EXPENSE  
 2014

Increase Ptax .8194 Mill  
 Ptax =4.2517  
 EIT 1.5%

Account ID	Account Description	2014
<b>Executive</b>		
01.400.111	Salary-Council	\$ 18,000
01.400.112	Salary--Mayor	10,000
01.400.161	FICA- Executive	2,142
01.400.210	Office Supplies- Executive	200
01.400.300	Professional Fees- Executive	700
01.400.320	Communication Executive	625
01.400.330	Transportation & Travel	25
01.400.355	E+O/Liability Insurance	7,058
01.400.420	Dues, Subscriptions, & Members	4,600
01.400.460	Meetings & Conferences	750
<b>Executive, Total</b>		<b>44,100</b>
Account ID	Account Description	2014
<b>Administrator</b>		
01.401.121	Salary-City Administrator	68,200
01.401.152	Dental Insurance-Admin	901
01.401.155	Vision Insurance-Admin	143
01.401.156	Administrator Health Insurance	22,560
01.401.158	Life Insurance- Admin	479
01.401.161	FICA- Admin	5,217
01.401.162	Unemployment Insurance	557
01.401.210	Office Supplies- Admin	500
01.401.320	Admin- Phone, Communication	625
01.401.330	Admin- Transportation & Travel	750
01.401.353	Admin- Surety & Fidelity	-
01.401.354	Workers Compensation-Admin	392
01.401.420	Admin- Dues, Subscriptions, & Memberships	-
01.401.460	Meetings & Conferences, Admin	2,500
<b>Administrator, Total</b>		<b>102,824</b>

Account ID	Account Description	2014
<b>Finance Department</b>		
01.402.122	Salaries Finance Full Time	71,046
01.402.113	PT Float	18,720
01.402.152	Dental Insurance- Finance	901
01.402.155	Vision Insurance- Finance	286
01.402.156	Health/Hospital Ins- Finance	22,560
01.402.158	Life Insurance- Finance	958
01.402.161	FICA- Finance	6,168
01.402.162	Unemployment Insurance	1,114
01.402.163	Med Insurance Buy-Out- Finance	8,000
01.402.210	Office Supplies- Finance	1,750
01.402.310	Finance- Payroll Service	5,000
01.402.311	City Audit	22,000
01.402.353	Crime Insurance Finance	5,698
01.402.000	Acct. Review Services	5,000
01.402.312	Bank Charges	250
01.402.330	Transport & Travel- Finance	750
01.402.354	Workers Compensation- Finance	1,256
01.402.420	Dues,Subscrips,&Member-Finance	750
01.402.460	Meetings & Conferences-Finance	1,500
01.483.300	Finance- Non-uniform MMO	36,871
01.402.750	Minor Equipment-Finance	750
01.402.340	Advertising, Printing- Finance	-
01.402.320	Communication/Phone- Finance	-
<b>Finance Department, Total</b>		<b>211,328</b>

Account ID	Account Description	2014
<b>Treasurer</b>		
01.403.105	Salary City Treasurer	-
01.403.140	Salary- Tax Clerical	30,219
01.403.152	Dental Insurance- Tax	901
01.403.155	Vision Insurance-Tax	143
01.403.156	Medical Insurance-Tax	22,560
01.403.158	Life Insurance-Tax	475
01.403.161	FICA-Tax	2,312
01.403.162	Tax- Unemployment Insurance	1,125
01.403.163	Med Insurance BuyOut-Tax	-
01.403.210	Office Supplies-Tax	250
01.403.260	Minor Equipment, Tax	1,000
01.403.310	EIT Commission	37,979
01.403.315	Commission LST & BPT	9,500
01.403.316	Tax Bill Expense per Capita	4,600
01.403.317	Tax Collection Fees	11,500
01.403.340	Printing Luz Cty Prop Tax Bills	3,100
01.403.353	Surety and Fidelity Bonds	1,605
01.403.354	Worker's Comp- Treasurer	553
01.403.330	Treasure Mileage	125
01.403.460	Meetings	-
01.403.420	Dues, Memberships, Meetings-Treasurer	100
<b>Treasurer, Total</b>		<b>128,046</b>
Account ID	Account Description	2014
<b>Legal</b>		
01.404.122	Retainer--City Solicitor	10,200
01.404.314	Hourly Legal Services	60,000
01.404.315	Labor/ Special Legal Services	2,500
01.404.316	Labor - Retainer	30,000
	Conflict Counsel	1,000
	Environmental Legal	24,000
	Police/Fire Arbit	20,000
01.404.320	Fire Abritration	-
1.404.353	Solicitor-- Surety and Fidelity	-

<b>Legal, Total</b>		<b>147,700</b>
<b>Account ID</b>	<b>Account Description</b>	<b>2014</b>
<b>City Clerk</b>		
01.405.122	Salary--City Clerk	5,000
01.405.161	FICA- Clerk	383
01.405.162	UC Clerk	5
01.405.xxx	Home Rule Transition	2,500
01.405.211	City Hall Supplies Clerk	225
01.405.210	Office Supplies- Clerk	500
01.405.340	Advertising, Printing- Clerk	5,000
01.405.354	Workers Compensation-Clerk	26
01.405.460	Meetings & Conferences- Clerk	50
<b>City Clerk, Total</b>		<b>13,688</b>
<b>Account ID</b>	<b>Account Description</b>	<b>2014</b>
<b>General Expenses, Public Property</b>		
01.408.313	Architect& Engineering Service	24,140
01.408.162	Ucomp	675
01.409.100	Custodian	12,000
01.409.161	FICA Public Property	918
01.409.241	Materials&Supplies-Public Property	5,000
01.409.242	Common Exp Water & Shredding	1,500
01.409.260	Computer Upgrades & Expense	2,500
01.409.320	Communication/Phone-PublicProperty	7,000
01.409.325	Postage	7,800
01.409.340	copier	3,000
01.409.354	Workers Comp	87
01.409.355	Property Insurance	25,000
01.409.360	Fuel, Lights & Water (City Hall)	42,000
01.409.361	Public Property- Utilities	1,000
01.409.373	Maintence&Repairs- Public Property	15,000
01.409.384	Postage Meter Lease	1,200
01.409.460	Safety Committee	250
01.409.470	General Expenses- Public Property	-
01.409.472	Cleaning -Public Property	2,200
01.409.750	Minor Equipment	1,000
<b>General Expenses, Public Property Total</b>		<b>152,270</b>

Account ID	Account Description	2014
<b>Police</b>		
01.410.110	Salary Chief Salary & Fringes	80,108
01.410.xxx	Police Chief Health	24,041
01.410.112	Salary Patrol Officers/Detectives/SGTS	592,025
01.410.xxx	Reserve/Auxillary Officers	58,500
01.410.xxx	Reserve Officer Uniforms	3,000
01.410.135	Dog Trainer (26wks x16hrs x 10.88)	4,526
01.410.140	Administrative Asst.	25,818
01.410.xxx	Admin Health	23,604
01.410.152	Dental Insurance-Police	8,679
01.410.155	Vision Insurance-Police	1,403
01.410.156	Medical Insurance-Police	221,710
01.410.158	Life Insurance-Police	3,459
01.410.160	Police Pension MMO	198,670
01.410.161	FICA-Police Medicare	12,192
01.410.162	Unemployment Insurance	8,054
01.410.163	FICA-Police Clerical	2,396
01.410.164	Health Buy Out	8,000
01.410.172	Holiday Pay Police	31,149
01.410.176	Police Personal Day Buyback	3,200
01.410.xxx	Sick Day Bonus	2,800
01.410.177	Police Vacation Pay Buyout	2,800
01.410.188	Other Pay	-
01.410.181	Police Overtime	75,000
01.410.184	Overtime Clerical-Police	5,500
01.410.187	Police Court Pay	8,000
01.410.188	Other (Retirement) Pay	12,000
01.410.189	Heart and Lung Pay	-
01.410.191	Police AG Pay	5,000
01.410.210	Office Supplies-Police	3,000
01.410.231	Gas, Oil & Operating Exp-Police	25,000
01.410.238	Clothing Allowance-Police	7,700
01.410.xxx	Uniform Replacement	1,000
01.410.252	Vehicle Maintenance-Police	15,000
01.410.253	Materials & Supplies-Police	5,250
01.410.254	Supplies - Ammunition	7,500
01.410.260	Computer Expense	1,500
01.410.xxx	Server Lease	3,600
01.410.352	Law Enforcement Liability	10,168
01.410.321	Communication Expense	15,000
01.410.354	Worker's Comp-Police	95,200
01.410.355	Police Vehicle Insurance	1,527

Account ID	Account Description	2014
01.410.360	Police Electric Expense (Tower)	750
01.410.367	Police Medical Testing	-
01.410.370	Equipment Maintenance	1,000
01.410.460	Training-Police	3,000
01.410.461	Maintenance - Police Dog	2,000
01.410.462	Training - Police Dog	-
01.410.470	Drug& Alcohol Test Fees-Police	4,000
01.410.340	Membership/Advertise	500
01.410.471	Misc.	500
01.410.482	Post Retirement Health Care Benefits	146,733
01.410.750	Police Equipment (Minor equipment)	10,000
<b>Police, Total</b>		<b>1,781,562</b>
Account ID	Account Description	2014
<b>Fire Department</b>		
01.411.110	Fire Chief Salary & Fringe	30,169
01.411.122	Fire Chief Health	5,901
01.411.123	Salary Firefighters	481,118
01.411.124	Salary Deputy Chief	2,500
01.411.130	Salary - Part Time Firefighter	12,500
01.411.152	Dental Insurance-Fire	6,871
01.411.155	Vision Insurance-Fire	1,117
01.411.156	Medical Insurance-Fire	176,591
01.411.158	Life Insurance-Fire	2,642
01.411.160	Fire Pension MMO	134,371
01.411.161	FICA- Fire	49,046
01.411.162	Unemployment Insurance	6,130
01.411.163	Health Care Buy Out-Fire	4,000
	Shift Diff	2,548
01.411.183	Overtime- Fire	32,000
01.411.172	Holiday Pay- Fire	39,384
01.411.187	Heart and Lung Pay	-
01.411.188	Call Back Time	6,100
01.411.189	Other (Retirement) Pay	21,000
01.411.210	Office Supplies- Fire	500
01.411.231	Fire- Vehicle Gas & Oil	10,000
01.411.238	Clothing Allowance-Fire	9,800
01.411.250	Vehicle Maintenance-Fire	17,500
01.411.351	Property Insurance - Fire	2,700
01.411.253	Maintenance & Repairs-Fire	6,000

Account ID	Account Description	2014
01.411.259	Major Equipment Purchase-Fire	32,388
01.411.700	Major Equipment Purchase-Fire	4,762
01.411.260	Minor Equipment-Fire	2,000
01.411.261	Fire Hose and Couplings	2,500
01.411.253	Materials and Supplies (Gear)	5,000
01.411.321	Communication Expense-Fire	2,300
01.411.354	Worker's Comp Paid Drivers	35,970
01.411.353	Worker's Comp Volunteers	50,385
01.411.355	Liability Insurance	-
01.411.356	Vehicle Insurance	10,816
01.411.360	Fuel, Light & Heat Main Fire	16,800
01.411.361	Fire Dept Electric (Tower)	650
01.411.363	Hydrant Rental	42,000
01.411.367	Utilities-Volunteer Stations	3,500
01.411.369	Computer Expense-Maintenance for Program	2,000
01.411.373	Repairs/Building- Fire	5,000
01.411.460	Fire Training	1,200
01.411.482	Post Retirement Health Care Benefits	65,374
	Hydro Test	
01.411.520	Volunteer FF State Aid	30,000
01.411.610	Repairs to Volunteer Fire Station	750
<b>Fire Department, Total</b>		<b>1,373,883</b>
Account ID	Account Description	2014
<b>Code Enforcement</b>		
01.413.122	Salary Code Official	42,600
01.413.115	Code Sec	15,000
01.413.123	Health Inspector	3,000
01.413.124	Planning/Zoning/Codes Official	12,000
01.413.126	Sal Asst pt code inspect	6,000
01.413.158	Life Insurance, Code Official	449
01.413.161	FICA- Code Official	6,013
01.413.162	Unemployment Insurance, Code	2,285
01.413.163	Health Insurance Buyout, Code	4,000
01.413.210	Office Supplies-Code Official	750
01.413.212	Building Codes-Code Official	1,500
01.413.250	Vehicle Maintenance	750
01.413.252	Code Mieage	750
01.413.254	Code Offical Gasoline	750
01.413.253	Materials and Supplies Code	750



01.413.260	Code Enforcement- Computer Expense	500
<b>Account ID</b>	<b>Account Description</b>	<b>2014</b>
01.413.315	Appraisal	1,000
01.413.314	Title Work	1,500
01.413.355	Code vehicle Ins	50
01.413.500	Plan Review	5,000
01.413.320	Communication Code Official	983
01.413.340	Advert & Printing-Code Official	500
01.413.353	Code Official- Surety and Fidelity	-
01.413.354	Worker's Comp.-Code Official	553
01.413.460	Training, Memberships-Code Off	1,750
<b>Code Enforcement, Totals</b>		<b>108,433</b>
<b>Account ID</b>	<b>Account Description</b>	<b>2014</b>
<b>Planning and Zoning</b>		
01.414.313	Planning & Zoning Engineering	5,000
01.414.314	Planning & Zoning Legal Fees	5,000
01.414.315	Planning & Zoning Culinary Arts	-
01.414.340	Planning & Zoning Advertising	2,500
<b>Planning and Zoning, Totals</b>		<b>12,500</b>
<b>Account ID</b>	<b>Account Description</b>	<b>2014</b>
<b>DPW/Streets Department</b>		
01.430.112	Salary & Wages-Public Works	141,960
	Salary & Wages-Public Works TEMP	5,000
01.430.152	Dental Insurance-Pub Works	2,087
01.430.155	Vision Insurance-Pub Works	344
01.430.156	Medical Insurance-Pub Works	54,456
01.430.158	Life Insurance-Pub Works	2,020
01.430.161	FICA-Public Works	12,160
01.430.162	Unemployment Comp	2,186
01.430.163	Health Care Buy Out-Street	4,000
01.430.183	Overtime- Public Works	12,000
01.430.231	Veh Gas & Oil-Public Works	16,000
01.430.238	Clothing Allowance-Public Work	7,500
01.430.245	Road Maintenance Materials	2,500
01.430.246	Materials & Supplies-Pub Works	2,500
01.430.252	Vehicle Maint & Repair-Public Works	12,000
01.430.253	Equip Repairs- Public Works	

01.430.320	Communication/Phone Pub Works	1,200
<b>Account ID</b>	<b>Account Description</b>	<b>2014</b>
01.430.354	Worker's Comp.-Public Works	30,240
01.430.355	Public Works- Veh&Equip Insurance	1,750
01.430.360	Fuel,Light, Water-Public Works	5,000
01.430.370	Maintenance& Repairs-Pub Works	2,750
01.430.372	Emergency Service (PA One Call)	700
01.430.374	Mechanical Service-Pub Works	500
01.430.384	Equipment Rentals (Airgas)	1,100
01.430.368	Public Works Pre Hire Test	-
01.430.470	General Expenses	2,700
01.430.471	Demolition-Public Works	10,000
01.430.750	Minor Equipment-Pub Works	767
<b>DPW/Streets Department, Total</b>		<b>333,420</b>
<b>Parks Department</b>		
01.450.247	Parks & Recreation Maintenance	1,000
01.450.360	Fuel, Light, Water (parks)	1,000
01.450.470	Park, Misc Expense	10,000
01.450.750	Parks- Minor Equipment	2,000
<b>Parks Department, Total</b>		<b>14,000</b>
<b>Account ID</b>	<b>Account Description</b>	<b>2014</b>
<b>City/Employer Expenses</b>		
01.483.xxx	Liability Ins	7,031
01.489.001	Misc Expense	20,000
	Police Vehicle Capital	25,000
	Fire Vehicle/Equip Capital	25,000
	Miscellaneous/Operating Transfer/Contingency	84,246
	Transfer to Capital Expenditures	50,000
<b>City/Employer Expenses &amp; Insurance, Total</b>		<b>211,276</b>
<b>SUBTOTAL GENERAL FUND</b>		<b>4,635,029</b>

Account ID	Account Description	2014
<b>Refuse</b>		
	Salary & Wages-Refuse	27,419
	Dental Insurance-Refuse	867
	Vision Insurance-Refuse	134
	Medical Insurance-Refuse	20,000
	Life Insurance-Refuse	342
	FICA-Refuse	1,875
	Misc	1,077
	Worker's Comp- Refuse	242
	Unemployment Comp-Refuse	622
<b>Sewer</b>		
	Salaries	70,546
	Dental	1,186
	Vision	200
	Health Benefits	31,896
	Life Insurance	833
	FICA	6,565
	Unemployment	1,224
	Overtime	5,000
	Uniforms	2,275
	Misc	2,153
	Workers Comp	11,000
	<b>Total Expense General Fund</b>	<b>\$ 4,820,487</b>
	<b>Total Revenue</b>	<b>\$ 4,820,486</b>
	<b>Net</b>	<b>(0)</b>

**City of Nanticoke  
Tax Mills - Real Estate**

**Est. Assessed Value**

**MILLS**

General  
Debt  
Library  
Refuse  
Fire

**TAX (90% Collection)**

General  
Debt  
Library

369,126,400.00

**2014**

3.5823  
0.6077  
0.0194  
-  
-  
4.2094

1,190,089.35  
201,886.30  
6,444.95

1,398,420.60

369,126,400.00

**2014**

4.1823  
0.6077  
0.0194  
-  
-  
4.8094

1,389,417.61  
201,886.30  
6,444.95

1,597,748.86

# CAPITAL BUDGET

**City of Nanticoke  
Capital  
Budget 2014**

**Narrative**

The City of Nanticoke is working diligently to provide City residents with basic services including police, fire, refuse, and public works. In addition, the City is committed to provide residents with capital improvements on a continuous basis. Revitalization is occurring downtown and the City has taken great strides towards financial stability and hopes to be out of Act 47 in 2013. The borrow and spend approach used in the past is no longer part of the City's financial plan. Borrowing money to finance current operations is a recipe for disaster. The City is seeking to cut expenses and increase other non-tax source of revenues. Debt is being paid down according to schedule. During this period of recovery, financial restraint must be exercised to prevent wasting potential savings.

**Projects:**

**INFRASTRUCTURE**

**Streetscape** – Streetscape improvements for Market (Walnut St. to Broad St.) and Main Streets (Walnut Street to Market St.) are in the final design phase. Several public meetings were held to introduce the improvements to City residents.

The improvements will establish a gateway to the City and incorporate: traffic calming; safe pedestrian travel; clear signage and direction; and aesthetic improvements to the corridor. These improvements will reflect the City's historic, cultural, and environmental character.

The City would also like to add sewer replacement to this project funding permitting. The sewer replacement on Main Street will cost approximately \$700k. The sewers on Main St. are from the early 1900's.

Main and Market Street section of this project is expected to be bid Spring 2014 and constructed will commence Fall 2014.

The total budget for this project is \$4.058M with 80% of that amount funded by ear marked federal funding from the SAFETEA-LU (Safe, Accountable, Flexible, Efficient Transportation Equity Act) program item 2436. A 20% local match of approximately \$800k is required.

## **ECONOMIC DEVELOPMENT**

**Main Street Façade Grant** – The City received a DCED grant for Main Street Façade improvements. The project is planned to improve the overall look of the downtown by fostering an attractive shopping environment and walking district as well as preserving the architectural heritage of downtown properties. Funding must be used for signs, paint design and storefront improvements to enhance the character of the buildings. The grant is for \$30,000 and property owners will be required to provide a 50% match of \$30,000. Grants to individual businesses cannot exceed \$5k.

**Lower Broadway Recreation Area** – The City has expended time and effort in updating the Greater Nanticoke Area Recreation Park Master Plan from October 2005 into a more practical, affordable and phased plan.

Currently, the City is working on restoring the soccer fields and adding a paved parking lot to the area, a pavilion, a picnic area, and a walking trail. These improvements are being funded with ISRP grant funds as well as DCNR grant funds (\$60k). The City is also seeking additional funding through the State and Federal governments. The total project cost of restoring the soccer fields is currently estimated at approximately \$1.5M.

This project is key part of the revitalization downtown and ties in the economic development currently occurring and provides a destination and recreation facilities for residents and visitors to the downtown.

## **COMMUNITY STABILITY**

**FEMA Flood Buyout** – The City is assisting residents whose homes sustained severe damage in the Lee and Irene storms apply for a flood buy out through FEMA. This area on Lower Arch Street will be made into a parking area for downtown.

**Home Program** – The City has assisted numerous homeowners with much needed repairs to bring their homes up to code through a grant from HUD. The grant is a win-win as residents are helped and the City benefits from improved properties.

## **FACILITIES**

**City Hall Building Improvement** – The City building is outdated. The City will apply for grant funds for ADA improvements and other necessary renovations.

**City Hall Generator** – A generator is needed for the Police department for emergencies.

**City Hall Security System** – The City invested in a security system for City Hall to improve safety and security. This project was in partnership with the Nanticoke City Housing Authority. The Housing Authority also installed security measures with the help of City police. The City will expand this security system to cover other areas of the City as funds allow.

**City Hall Back Entrance** – The City will pave and repair the roadway and parking area for the back entrance of City Hall. Potential funding sources include CDBG.

**Fire House (Hanover Section)** – Firehouse building improvements have been slated for 2014 with CDBG funding.

## **OTHER**

**Forge Creek Rehabilitation** – Flooding related to Forge Creek will be addressed using CDBG Disaster funds passed through the County.

**Blight Removal** – The City will continue to demolish blighted properties as the opportunity and funding is available.

## **VEHICLES**

**Police Cars** – Police vehicles will be replaced as needed.

**Public Works Department Backhoe** – The City will purchase a back hoe using liquid fuels money for the Public Works department to perform summer and winter maintenance functions.

**Fire Apparatus** - The City has established a reserve for a new fire engine which will be funded annually.



**City of Nanticoke  
Capital Budget  
Budget 2014-18**

	Budget 2014	Budget 2015	Budget 2016	Budget 2017	Budget 2018
<b>Misc.</b>					
<b>Income</b>					
Interest	\$ 1,500	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000
Sale of Assets (Stickney)	86,000	-			
Transfer from General	50,000	50,000	25,000	25,000	25,000
<b>Expenses</b>					
City Hall ADA Entrance Paving	(50,000)				
City Hall Generator	(35,000)				
	52,500	51,000	26,000	26,000	26,000
<b>Vehicles</b>					
<b>Income</b>					
Liquid Fuel Allocation	22,000.00	22,000.00	22,000	22,000	22,000
<b>Expense</b>					
Public Works Dump Truck	(22,000.00)	(22,000.00)	(22,000.00)		
Public Works BackHoe	-	-	-	(22,000.00)	(22,000.00)
	-	-	-	-	-
<b>Income</b>					
Housing Pilot	25,000	25,000	25,000	25,000	25,000
<b>Expense</b>					
Police Car	(25,000)	(25,000)	(25,000)	(25,000)	(25,000)
	-	-	-	-	-
<b>Income</b>					
Fire Vehicle (s)	-	-	-	-	-
<b>Expense</b>					
Fire Vehicle (s) Reserve	(25,000)	(25,000)	(25,000)	(25,000)	(500,000)
	(25,000)	(25,000)	(25,000)	(25,000)	(500,000)
<b>Projects</b>					
<b>Income</b>					
Streetscape Phase I Earmark	3,246,494				
Liquid Fuels	25,000				
<b>Expense</b>					
Streetscape Phase I	(4,058,117)	-	-	-	-
	(786,623)	-	-	-	-
<b>Income</b>					
Sewer Fee	-	-	-	-	-
<b>Expense</b>					
Main St. Sewer	(600,000)				
	(600,000)	-	-	-	-
<b>Income</b>					
CDBG Street	300,000	300,000	300,000	300,000	300,000
<b>Expense</b>					
CDBG Street	(300,000)	(300,000)	(300,000)	(300,000)	(300,000)
	-	-	-	-	-
<b>Income</b>					
CDBG	104,997	-	-	-	-
<b>Expense</b>					
CDBG Blight Removal	(25,000)				
CDBG Hanover Fire House	(30,000)				
CDBG ADA City Hall Parking	(50,000)	-	-	-	-
	(3)	-	-	-	-

	Budget 2014	Budget 2015	Budget 2016	Budget 2017	Budget 2018
Income					
CDBG Home	71,789				
Expense					
CDBG Home	(71,789)				
	-	-	-	-	-
Income					
Facade Grant State	30,000	-	-	-	-
Facade Grant Business Owners	30,000				
Expense					
Facade Grant	(60,000)	-	-	-	-
	-	-	-	-	-
Income					
CDBG D Forge Creek	205,000	-	-	-	-
Expense					
Forge Creek	(261,000)				
	(56,000)	-	-	-	-
Income					
HMPG Arch St.	30,000				
Expense					
HMPG	(32,000)				
	(2,000)	-	-	-	-
Income					
Income					
DCNR Trail	-	60,000	-	-	-
Expense					
Lower Broadway Trail	-	(120,000)			
	-	(60,000)			
Income					
ISRP Phase II	25,000				
Penn Vest Grant	5,000				
Expense					
ISRP Phase II	(30,000)				
	-	-	-	-	-
Income					
ISRP Phase III	-	800,000			
Brownfield EPA	-	200,000			
Expense					
Lower Broadway Recreation	-	(1,000,000)			
	-	-	-	-	-
Net	(1,417,126)	(34,000)	1,000	1,000	(474,000)
Reserve	-	-	-		350,000
Loan Proceeds	1,240,503	34,000			124,000
Fund Balance	176,623	-			
Net	(0)	-	1,000	1,000	-

# REFUSE FUND

**City of Nanticoke  
Refuse Fund  
Budget 2014**

<b>Account Description</b>	<b>2014 Budget</b>
Interest Income	\$ 800
Recycle Performance Grant/Fee	10,000
Refuse Fees	912,400
Delinquent	-
Discounts	
Research Fee	500
<b>Revenue</b>	<b>\$ 923,700</b>
Salary & Wages-Refuse	\$ 28,419
Dental Insurance-Refuse	867
Vision Insurance-Refuse	134
Medical Insurance-Refuse	20,000
Copay	-
Life Insurance-Refuse	342
FICA-Refuse	1,875
Worker's Comp- Refuse	242
Unemployment Comp-Refuse	622
Operating Supplies	2,225
Advertising Printing	4,000
Landfill Tipping Fee	853,678
Supplies	500
Misc	-
Transfer to Capital	.
Printing Year 2/Contract for PU	512
<b>Expense</b>	<b>\$ 913,416</b>
<b>Net</b>	<b>\$ 10,284</b>

# CDBG FUND

**City of Nanticoke  
CDBG  
Budget 2014**

<b>Revenues</b>	<b>Budget 2014</b>
Interest Income	\$ 100
CDBG 2007	-
CDBG 2008	-
CDBG 2009	71,782
CDBG 2010	62,000
CDBG 2011	35,364
CDBG 2012	-
CDBG 2013	300,000
Home Program Income	8,500
New Home Loan Program	71,789
<b>Total Revenues</b>	<b>\$ 549,536</b>
<b>Expenses</b>	
HOME New Loan	71,789
HOME Expense (Old)	-
HOME Insurance Escrow Payments	2,500
HOME tax escrow payment	10,250
HOME Admin	-
Blight Removal	25,000
Community Development Expenses	79,997
CDBG Construction	274,000
CDBG Street and Roads	-
CDBG Engineering	26,000
CDBG Administration	60,000
Audit (Single)	-
<b>Total Expenses</b>	<b>\$ 549,536</b>
<b>Other Source (Fund Balance)</b>	<b>\$ -</b>
<b>Net Income</b>	<b>0</b>

# SEWER FUND

City of Nanticoke  
Sewer Fund  
Budget 2014

<b>Revenues</b>
Sewer Fees
Interest
<b>Total</b>
<b>Expenses</b>
Salaries
Dental
Vision
Health Benefits
Life Insurance
FICA
Unemployment
Overtime
Uniforms
Communication/Phones
Operating Supplies
Engineering Services
Legal
Workers Compensation
Electricity
System Repairs
Vehicle Repairs
Equipment Rental
Usage Maintenance Fee
Sewer Line Construction
Cleaning & Inspection
Minor Equipment
Principal--SewerBond SerB2005
Interest-SewerBond SerB2005
K-Route Match/Capital Improvements
<b>Total Expenses</b>
<b>Net</b>
<b>Loan</b>
<b>Net</b>

No Increase	\$25increase	\$75increase
Budget 2014	Budget 2014	Budget 2014
\$ 580,000	\$ 725,000	\$ 1,015,000
808	808	808
<b>\$ 580,808</b>	<b>\$ 725,808</b>	<b>\$ 1,015,808</b>
\$ 72,546	\$ 72,546	\$ 72,546
1,186	1,186	1,186
200	200	200
31,896	31,896	31,896
833	833	833
6,565	6,565	6,565
1,224	1,224	1,224
5,000	5,000	5,000
2,275	2,275	2,275
0	0	0
1,957	1,957	1,957
3,200	3,200	3,200
3,750	3,750	3,750
11,000	11,000	11,000
200	200	200
17,243	17,243	17,243
6,000	6,000	6,000
0	0	0
61,332	61,332	61,332
19,000	19,000	19,000
10,032	10,032	10,032
450	450	450
238,000	238,000	238,000
78,708	78,708	78,708
600,000	600,000	600,000
<b>\$ 1,172,599</b>	<b>\$ 1,172,599</b>	<b>\$ 1,172,599</b>
<b>\$ (591,791)</b>	<b>\$ (446,791)</b>	<b>\$ (156,791)</b>
<b>\$ 591,791</b>	<b>\$ 446,791</b>	<b>\$ 156,791</b>
<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>



# DEBT SERVICE FUND

**City of Nanticoke**  
**Debt Service Fund**  
**Budget 2014**

**Mills** **0.6077**

**Budget 2014**

<b>Revenues</b>		
Real Estate Tax		\$ 201,886
Real Estate Delinquent Tax		24,480.00
Interest Income		700.00
<b>Total Revenues</b>		<b>\$ 227,066</b>
<b>Expenses</b>		
Debt Service Misc.		\$ 90,000
Series 2004 PNC Principal		31,334.00
Series 2004 PNC Interest		254.00
2005 M&T Bond Principal		82,204.00
2005 M&T Bond Interest		3,662.55
<b>Total Expenses</b>		<b>\$ 207,455</b>
<b>Net Income</b>		<b>\$ 19,612</b>

**Fund Bal 1/1/2013**

**334,022.75**

City of Nanticoke  
Debt Summary

Year	Series 2004	Series 2005	Recovery Loan	Act47 Loan	Series 2005 Biz	Total Principal by Year	Int Biz	Int Series 04&05
2014	31,334	82,204	70,000	20,000	248,000	451,538	68,712	3,916
2015	-	36,883	70,000	20,000	257,000	383,883	58,296	521
2016	-	-	70,000	20,000	266,000	356,000	47,502	-
2017	-	-	-	20,000	275,000	295,000	36,330	-
2018	-	-	-	20,000	289,000	309,000	24,780	-
2019	-	-	-	-	238,638	238,638	12,642	-
<b>SubTotal</b>	<b>31,334</b>	<b>119,087</b>	<b>210,000</b>	<b>100,000</b>	<b>1,573,638</b>	<b>2,034,059</b>	<b>248,262</b>	<b>4,437</b>

# LIQUID FUELS FUND

City of Nanticoke  
 Liquid Fuel Fund  
 Budget 2014

LIQUID FUELS FUND	2014 Budget
<b>Revenues</b>	
Interest Income HighwayAid	\$ 425
Highway Aid	195,914
Other Financing Sources (Fund Balance)	0
<b>Total Revenues</b>	<b>\$ 196,339</b>
<b>Expenses</b>	
Road Materials/Construction	18,582
Engineering for Contracted Capital Projects	25,000
Contracted Svcs- Construction K Rt	
Advertising	500
Contracted Services-Capital Improvements	5,000
Vehicles - Maintenance	10,000
Minor Equipment	22,500
Snow/Ice--Materials & Supplie	25,000
Contracted Services--Snow Rem	6,000
Street Lighting	80,000
Traffic Control w/Plymouth Twp	125
Street & Traffic Control Sign	3,632
<b>Total Expenses</b>	<b>\$ 196,339</b>
<b>Other Sources &amp; Uses</b>	<b>\$ (0)</b>
<b>Net</b>	<b>\$ (0)</b>

# SPECIAL REVENUE FUND

**City of Nanticoke  
Special Revenue  
Budget 2014**

<b>Revenues</b>	<b>Budget 2014</b>
Interest	\$ 1,500
Sale of Asset	86,000
Facade Grant/Match	60,000
Health Science Grant	26,880
LSA Streetscape*	500,000
K Route	6,380
StreetScape	2,771,494
Act 98 Escrow Payment	12,000
DCNR Grant	60,000
ISRP Phase IIb*	30,000
Phase III*	800,000
Brownfield*	200,000
Forge Creek	205,000
HMPG	23,000
<b>Total Revenues</b>	<b>\$ 4,782,254</b>
<b>Expenses</b>	
HMPG	23,000
Forge Creek	261,000
Facade	60,000
Health Sciences Grant LSA	26,280
K Route Grant	6,380
Streetscape Expense	4,058,117
Main St Sewer	600,000
Phase III	1,000,000
Phase IIB	36,000
Capital Expenditures	20,000
Act 98 Expense	12,000
Capital Expenditures - DCNR Grant	120,000
Capital Expenditures - Generator	35,000
Capital Expenditures - Parking	50,000
City Hall Repair	35,000
<b>Total Expenses</b>	<b>\$ 6,342,777</b>
<b>Other Sources/Uses</b>	
Fund Balance	-
Othe Sources Loans or Grants	1,479,143
Transfer from GF/Other Funds	75,000
<b>Total Other Sources/Uses</b>	<b>\$ 1,554,143</b>
<b>Net Income</b>	<b>\$ (6,380)</b>

\* Grant applications pending approval