

ORDINANCE NO.: 2018-08

AN ORDINANCE OF THE TOWN OF SIGNAL MOUNTAIN, TENNESSEE ADOPTING THE ANNUAL BUDGET AND TAX RATE FOR THE FISCAL YEAR BEGINNING JULY 1, 2018 AND ENDING JUNE 30, 2019 HEREINAFTER KNOWN AS THE "FY 2018-2019 BUDGET ORDINANCE".

WHEREAS, *Tennessee Code Annotated* § 9-1-116 requires that all funds of the State of Tennessee and all its political subdivisions shall first be appropriated before being expended and that only funds that are available shall be appropriated; and

WHEREAS, the Municipal Budget Law of 1982, requires that the Town Council adopt and operate under an annual budget ordinance presenting a financial plan with at least the information required by that state statute; and

WHEREAS, the Municipal Budget Law of 1982, sets forth provisions specifying limitations and procedures of operations under the annual budget ordinance; and

WHEREAS, the Signal Mountain Town Council has published the annual operating budget and budgetary comparisons of the proposed budget as required by *Tennessee Code Annotated* § 6-56-206 (b); and

WHEREAS, pursuant to and in compliance with the provisions of the Charter of the Town of Signal Mountain, Tennessee, revenue has been estimated for operating the municipal government for fiscal year 2018-2019 from all Town revenue sources; and

WHEREAS, the Signal Mountain Town Council is authorized to adopt an ordinance establishing the fiscal year 2018-2019 annual budget pursuant to the Charter of the Town of Signal Mountain.

BE IT ORDAINED BY THE TOWN COUNCIL OF THE TOWN OF SIGNAL MOUNTAIN, TENNESSEE, THAT:

SECTION 1. That the Town Council of the Town of Signal Mountain, Tennessee estimates anticipated revenues of the Town from all sources and appropriates planned expenditures for the budgets of the various departments, agencies, boards, commissions, offices, divisions or branches of Town government from these anticipated revenues and unexpended and unencumbered funds for the fiscal year beginning July 1, 2018 and ending June 30, 2019 to be as hereinafter set out on the attached FY 2018-2019 Budget.

SECTION 2. At the end of the current fiscal year (June 30, 2018) the Town Council for the Town of Signal Mountain, Tennessee estimates fund balances to be as hereinafter set out on the attached FY 2018-2019 Budget.

SECTION 3. That the Signal Mountain Town Council recognizes that the municipality has bonded and other indebtedness as hereinafter set out on the attached FY 2018-2019 Budget.

SECTION 4. During the coming fiscal year 2018-2019, the Signal Mountain Town Council has planned capital projects and proposed funding as hereinafter set out on the attached FY 2018-2019 Budget.

SECTION 5. During the FY 2018-2019 budget year, the Town Manager is hereby authorized to make necessary transfers between line items within departmental budgets. Pursuant to *Tennessee Code Annotated* § 6-56-209, the Town Manager is further authorized to make necessary transfers from one appropriation (department) to another within the same fund; however, any such transfer may not exceed Ten Thousand Dollars (\$10,000.00) and must be reported to the Town Council at its next regularly scheduled meeting and shall be entered in the minutes of that

meeting.

SECTION 6. No appropriations listed in the attached FY 2018-2019 Budget may be exceeded without an amendment of the budget Ordinance. In addition, no appropriation may be made in excess of available funds except to provide for an actual emergency threatening the health, property or lives of the inhabitants of the Town and declared by the Town Council as required by *Tennessee Code Annotated* § 6-56-205.

SECTION 7. For the purpose of raising revenue to operate the various departments, agencies, boards, commissions, offices, divisions or branches of the municipal government, and to pay the interest on and retire bonds of the Town as they mature, there be and is hereby levied on all taxable property within the Town of Signal Mountain, Tennessee, a tax for the year 2018 at the rate of \$1.5665 upon every \$100.00 in assessed value of such taxable property and to the extent applicable, there is also levied a tax at the same rate upon every \$100.00 of merchant and other ad valorem taxable items within the corporate limits of the Town of Signal Mountain, Tennessee.

SECTION 8. If for any reason this budget ordinance is not adopted prior to the beginning of the next fiscal year, the appropriations in this budget ordinance shall become the appropriations for the next fiscal year until the adoption of a new budget ordinance in accordance with *Tennessee Code Annotated* § 6-56-210 provided sufficient revenues are being collected to support the continuing appropriations. Approval of the Director of the Office of State and Local Finance in the Comptroller of the Treasury for the continuation budget will be requested if any indebtedness is outstanding.

SECTION 9. This budget shall not become the official budget for the fiscal year until such budget is approved by the Comptroller of the Treasury or Comptroller's Designee in

**TOWN OF SIGNAL MOUNTAIN
FISCAL YEAR 7/1/2018 - 6/30/2019 BUDGET**

	<u>Actual</u> <u>2016-2017</u>	<u>Projected</u> <u>2017-2018</u>	<u>Budget</u> <u>2018-2019</u>
<u>SECTION 1.</u>			
GENERAL FUND			
Cash Receipts			
Local taxes	\$ 4,869,729.11	\$ 5,305,015	\$ 5,382,802
Intergovernmental	1,451,159.94	1,551,049	1,711,348
Charges for services	145,172.26	163,054	161,243
Fines, forfeitures, penalties	36,083.94	35,000	35,000
License & permits	68,248.10	64,895	64,895
Miscellaneous revenue	<u>115,507.44</u>	<u>89,878</u>	<u>158,878</u>
Total Cash Receipts	\$ 6,685,900.79	\$ 7,208,891	\$ 7,514,166
Appropriations			
Administration	\$ 324,340.32	\$ 412,782	\$ 451,036
Building & Codes	142,457.65	164,545	170,635
Debt Service	511,873.18	480,565	389,149
Facilities Maintenance	196,823.93	469,319	1,482,029
Finance	208,182.58	229,218	235,696
Fire	1,691,169.45	2,150,914	2,543,557
Judicial	49,101.45	59,236	59,268
Library	183,099.73		
Mountain Arts Community Center	140,383.57	177,094	194,761
Operating Transfer to Library Fund		189,174	197,230
Operating Transfer to Sanitation Fund	540,607.00	564,323	596,657
Operating Transfer to State Street Aid Fund	625,000.00	300,000	87,000
Operating Transfer to Vehicle Replacement Fund		20,000	
Parks & Recreation	516,019.59	571,219	563,862
Police	1,469,835.10	1,570,858	1,569,866
Public Works	<u>732,220.71</u>	<u>816,757</u>	<u>791,847</u>
Total Appropriations	\$ 7,331,114.26	\$ 8,176,004	\$ 9,332,594
Change in Cash (Receipts - Appropriations)	(645,213.47)	(967,113)	(1,818,428)
Beginning Cash Balance July 1	6,405,973.96	5,683,209	4,638,545
Restricted, Assigned & Non-Spendable Cash Balance	(77,551)	(77,551)	(4,846)
Ending Cash Balance June 30	5,683,209.49	4,638,545	2,815,271
Ending Cash as a % of total Ending Cash Balance/Appropriations	78%	57%	30%
Ending Cash as a % of total Ending Fund Balance/Appropriations	69%	51%	38%
(As required by Town Resolution 2011-28)			
(Includes Sanitation)			

**TOWN OF SIGNAL MOUNTAIN
FISCAL YEAR 7/1/2018 - 6/30/2019 BUDGET**

OTHER GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUND - BUILDING CONSTRUCTION

Cash Receipts			
Sale of Notes	\$ 892,703.44	\$ 2,672,850	\$ 1,509,225
Miscellaneous revenue	139.70	0	0
Total Cash Receipts	<u>\$ 892,843.14</u>	<u>\$ 2,672,850</u>	<u>\$ 1,509,225</u>
Appropriations			
All expenditures	\$ 850,041.14	\$ 2,834,052	\$ 1,677,330
Total Appropriations	<u>\$ 850,041.14</u>	<u>\$ 2,834,052</u>	<u>\$ 1,677,330</u>
Change in Cash (Receipts - Appropriations)	42,802.00	(161,202)	(168,105)
Beginning Cash Balance July 1	288,988.35	331,790	170,588
Ending Cash Balance June 30	331,790.35	170,588	2,483
Ending Cash as a % of total Ending Cash Balance/Appropriations	39%	6%	0%

DRUG FUND

Cash Receipts			
Fines, forfeitures, penalties	\$ 567.50	\$ 1,750	\$ 0
Other revenue	7.57	0	0
Total Cash Receipts	<u>\$ 575.07</u>	<u>\$ 1,750</u>	<u>\$ 0</u>
Appropriations			
All expenditures	\$ 3,428.46	\$ 4,500	\$ 4,500
Total Appropriations	<u>\$ 3,428.46</u>	<u>\$ 4,500</u>	<u>\$ 4,500</u>
Change in Cash (Receipts - Appropriations)	(2,853.39)	(2,750.00)	(4,500)
Beginning Cash Balance July 1	24,013.44	21,160	18,410
Ending Cash Balance June 30	21,160.05	18,410	13,910
Ending Cash as a % of total Ending Cash Balance/Appropriations	617%	409%	309%

FLEET SERVICES FUND - INTERNAL SERVICE FUND

Cash Receipts			
Charges for services	\$ 0.00	\$ 165,000	\$ 165,000
Total Cash Receipts	<u>\$ 0.00</u>	<u>\$ 165,000</u>	<u>\$ 165,000</u>
Appropriations			
All expenditures	\$ 0.00	\$ 165,000	\$ 165,000
Total Appropriations	<u>\$ 0.00</u>	<u>\$ 165,000</u>	<u>\$ 165,000</u>
Change in Cash (Receipts - Appropriations)	0.00	0	0
Beginning Cash Balance July 1	0.00	0	0
Ending Cash Balance June 30	0.00	0	0
Ending Cash as a % of total Ending Cash Balance/Appropriations			

TOWN OF SIGNAL MOUNTAIN
FISCAL YEAR 7/1/2018 - 6/30/2019 BUDGET

LIBRARY FUND

Cash Receipts			
Revenue	\$ 9,023.56	\$ 8,286	\$ 8,286
Operating transfers in		189,174	188,944
Total Cash Receipts	<u>\$ 9,023.56</u>	<u>\$ 197,460</u>	<u>\$ 197,230</u>
Appropriations			
All expenditures	\$ 2,435.27	\$ 200,460	\$ 205,516
Total Appropriations	<u>\$ 2,435.27</u>	<u>\$ 200,460</u>	<u>\$ 205,516</u>
Change in Cash (Receipts - Appropriations)	6,588.29	(3,000)	(8,286)
Beginning Cash Balance July 1	20,012.06	26,600	23,600
Ending Cash Balance June 30	26,600.35	23,600	15,314
Ending Cash as a % of total Ending Cash Balance/Appropriations	1092%	12%	7%

SANITATION FUND

Cash Receipts			
Local taxes/revenues	\$ 19,654.00	\$ 30,000	\$ 30,000
Miscellaneous revenues	16,615.69	31,554	31,454
Operating transfers in	540,607.00	564,323	596,657
Total Cash Receipts	<u>\$ 576,876.69</u>	<u>\$ 625,877</u>	<u>\$ 658,111</u>
Appropriations			
All expenditures	\$ 737,631.06	\$ 665,032	\$ 658,111
Total Appropriations	<u>\$ 737,631.06</u>	<u>\$ 665,032</u>	<u>\$ 658,111</u>
Change in Cash (Receipts - Appropriations)	(160,754.37)	(39,155)	0
Beginning Cash Balance July 1	224,235.66	63,481	24,326
Ending Cash Balance June 30	63,481.29	24,326	24,326
Ending Cash as a % of total Ending Cash Balance/Appropriations	9%	4%	4%

STATE STREET AID

Cash Receipts			
Intergovernmental - State	\$	\$ 190,974	\$ 528,111
Intergovernmental - Federal	10,313.46	127,189	461,428
State Gas & Motor Fuel	231,474.37	220,000	250,000
Miscellaneous revenues	162.31		0
Operating transfers in	625,000.00	300,000	87,000
Total Cash Receipts	<u>\$ 866,950.14</u>	<u>\$ 838,163</u>	<u>\$ 1,326,539</u>
Appropriations			
All regular expenditures	\$ 679,016.26	\$ 854,562	\$ 1,798,962
Total Appropriations	<u>\$ 679,016.26</u>	<u>\$ 854,562</u>	<u>\$ 1,798,962</u>
Change in Cash (Receipts - Appropriations)	187,933.88	(16,399.00)	(472,423)
Beginning Cash Balance July 1	342,959.84	530,894	514,495
Ending Cash Balance June 30	530,893.72	514,495	42,072
Ending Cash as a % of total Ending Cash Balance/Appropriations	78%	60%	2%

**TOWN OF SIGNAL MOUNTAIN
FISCAL YEAR 7/1/2018 - 6/30/2019 BUDGET**

VEHICLE REPLACEMENT FUND

Cash Receipts			
Operating transfers in	\$ 480,032.08	\$ 314,893	\$ 365,616
Miscellaneous revenue	148.56		0
Total Cash Receipts	<u>\$ 480,180.64</u>	<u>\$ 314,893</u>	<u>\$ 365,616</u>
Appropriations			
All expenditures	\$ 301,463.68	\$ 409,000	\$ 243,000
Total Appropriations	<u>\$ 301,463.68</u>	<u>\$ 409,000</u>	<u>\$ 243,000</u>
Change in Cash (Receipts - Appropriations)	178,716.96	(94,107)	122,616
Beginning Cash Balance July 1	533,015.56	711,733	617,626
Ending Cash Balance June 30	711,732.52	617,626	740,242
Ending Cash as a % of total Ending Cash Balance/Appropriations	236%	151%	305%

PROPRIETARY FUNDS

STORMWATER FUND

Cash Receipts			
User fees	\$ 296,670.82	\$ 275,644	\$ 275,644
Miscellaneous revenue	509.50	240	240
Total Cash Receipts	<u>\$ 297,180.32</u>	<u>\$ 275,884</u>	<u>\$ 275,884</u>
Appropriations			
All expenditures	\$ 240,581.79	\$ 489,093	\$ 511,735
Total Appropriations	<u>\$ 240,581.79</u>	<u>\$ 489,093</u>	<u>\$ 511,735</u>
Change in Cash (Receipts - Appropriations)	56,598.53	(213,209)	(235,851)
Beginning Cash Balance July 1	815,366.02	871,965	658,756
Ending Cash Balance June 30	871,964.55	658,756	422,905
Ending Cash as a % of total Ending Cash Balance/Appropriations	362%	135%	83%

WATER FUND

Cash Receipts			
User fees & other revenue	\$ 1,488,819.10	\$ 1,381,000	\$ 1,383,000
Total Cash Receipts	<u>\$ 1,488,819.10</u>	<u>\$ 1,381,000</u>	<u>\$ 1,383,000</u>
Appropriations			
All expenditures	\$ 1,433,953.64	\$ 2,628,163	\$ 2,143,790
Total Appropriations	<u>\$ 1,433,953.64</u>	<u>\$ 2,628,163</u>	<u>\$ 2,143,790</u>
Change in Cash (Receipts - Appropriations)	54,865.46	(1,247,163)	(760,790)
Beginning Cash Balance July 1	3,503,015.58	3,557,881	2,310,718
Ending Cash Balance June 30	3,557,881.04	2,310,718	1,549,928
Ending Cash as a % of total Ending Cash Balance/Appropriations	248%	88%	72%

**TOWN OF SIGNAL MOUNTAIN
FISCAL YEAR 7/1/2018 - 6/30/2019 BUDGET**

SECTION 2.

	Fund Balance Actual <u>2016-2017</u>	Fund Balance Projected <u>2017-2018</u>	Fund Balance Budget <u>2018-2019</u>
GENERAL FUND (Unassigned)	\$ 5,521,414	4,476,749	4,025,907
OTHER GOVERNMENTAL FUNDS			
Capital Projects - Building Construction Fund	331,790	170,588	2,483
Drug Fund	20,320	17,570	13,070
Fleet Services Fund - Internal Service Fund	0	0	0
Library Fund	26,600	23,600	15,314
Sanitation Fund	54,353	15,198	15,198
State Street Aid Fund	566,874	550,475	78,053
Vehicle Replacement Fund	670,614	576,507	699,123
PROPRIETARY FUNDS			
Stormwater Fund	821,004	607,795	371,944
Water Fund	3,573,085	2,325,922	1,565,132

SECTION 3.

Bonded or Other Indebtedness	Estimated Debt Authorized and Unissued at June 30, 2018	Principal Outstanding at June 30, 2018	FY 2018-2019 Principal Payment	Estimated FY 2018-2019 Interest Requirements
Notes - 2015	\$ 876,709	\$ 2,593,000	139,000	54,040
Notes - 2017	\$ 632,516	\$ 3,000,000	114,000	82,110

SECTION 4.

Proposed Capital Expenditures (All Funds)	Proposed Amount Financed by Appropriations	Proposed Amount Financed by Debt
Building and grounds improvements	\$ 760,500	
Building construction		\$ 1,677,330
Bullet proof vests	\$ 4,500	
Drainage improvement	\$ 75,000	
EDP and software	\$ 30,500	
Equipment - various	\$ 12,000	
Lighting System	\$ 5,000	
Mounted speakers	\$ 8,000	
Playground Equipment	\$ 40,000	
Radios	\$ 18,000	
Road and bridge replacement, repair, and maintenance	\$ 1,069,711	
Sidewalk replacement, repair, and maintenance	\$ 191,251	
Machinery and equipment (auto. leaf machine)	\$ 85,000	
Mountain Arts Community Center Building Improvements	\$ 587,043	
Vehicles, equipment, and machinery	\$ 112,000	
Vehicle replacement plan contributions	\$ 309,541	
Water line replacment, repair, and maintenance	\$ 230,000	
	\$ 3,538,046	\$ 1,677,330

accordance with Title 9, Chapter 21, Tennessee Code Annotated. If the Comptroller of the Treasury or Designee determines that the budget does not comply with applicable statutes, the Signal Mountain Town Council shall adjust its estimates or make additional tax levies sufficient to comply with said statutes, or as directed by the Comptroller of the Treasury or Designee.

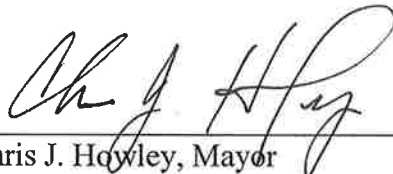
SECTION 10. All unencumbered balances of appropriations remaining at the end of the fiscal year shall lapse and revert to the respective fund balances.

SECTION 11. All ordinances or parts of ordinances in conflict with any provision of this ordinance are hereby repealed.

SECTION 12. This ordinance shall take effect after the second and final reading, the public welfare requiring it.

Passed First Reading: July 27, 2018

Passed Second Reading: August 13, 2018


Chris J. Howley, Mayor


Recorder