

ORDINANCE NO.: 2019-13

AN ORDINANCE OF THE TOWN OF SIGNAL MOUNTAIN, TENNESSEE ADOPTING THE ANNUAL BUDGET AND TAX RATE FOR THE FISCAL YEAR BEGINNING JULY 1, 2019 AND ENDING JUNE 30, 2020 HEREINAFTER KNOWN AS THE "FY 2019-2020 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 2019-2020 from all Town revenue sources; and

WHEREAS, the Signal Mountain Town Council is authorized to adopt an ordinance establishing the fiscal year 2019-2020 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, 2019 and ending June 30, 2020 to be as hereinafter set out on the attached FY 2019-2020 Budget.

SECTION 2. At the end of the current fiscal year (June 30, 2019) the Town Council for the Town of Signal Mountain, Tennessee estimates fund balances to be as hereinafter set out on the attached FY 2019-2020 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 2019-2020 Budget.

SECTION 4. During the coming fiscal year 2019-2020, the Signal Mountain Town Council has pending and anticipated capital projects with proposed funding as hereinafter set out on the attached FY 2019-2020 Budget.

SECTION 5. During the FY 2019-2020 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 2019-2020 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 2019 at the rate of \$1.8866 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

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 8, 2019

Published-Times Free Press: July 11, 2019

Passed Second Reading: July 22, 2019



Dan Landrum, Mayor



Recorder

**TOWN OF SIGNAL MOUNTAIN
FISCAL YEAR 7/1/2019 - 6/30/2020 BUDGET**

<u>SECTION 1.</u>	<u>Actual</u>	<u>Projected</u>	<u>Budget</u>
<u>GENERAL FUND</u>	<u>2017-2018</u>	<u>2018-2019</u>	<u>2019-2020</u>
Cash Receipts			
Local taxes	\$ 5,419,566.46	\$ 5,382,802	\$ 6,405,141
Intergovernmental	1,605,745.60	1,553,848	1,252,239
Charges for services	151,852.75	165,243	172,943
Fines, forfeitures, penalties	34,114.06	35,000	35,000
License & permits	78,820.31	64,895	65,570
Miscellaneous revenue	165,643.74	532,580	462,678
Total Cash Receipts	\$ 7,455,742.92	\$ 7,734,368	\$ 8,393,571
Appropriations			
Administration	\$ 336,006.54	\$ 430,636	\$ 414,729
Building & Codes	144,140.15	170,635	174,134
Debt Service	279,169.05	389,149	393,255
Facilities Maintenance	238,964.09	492,905	331,846
Finance	213,168.00	235,696	238,907
Fire	2,017,344.55	2,543,557	2,558,400
Judicial	50,006.39	59,268	59,399
Mountain Arts Community Center	149,537.94	197,261	178,722
Operating Transfer to Capital Proj.-Const. Fund		1,027,706	
Operating Transfer to Library Fund	194,028.00	198,730	212,776
Operating Transfer to Sanitation Fund	564,323.04	611,657	710,000
Operating Transfer to State Street Aid Fund	300,000.00	637,000	268,439
Parks & Recreation	512,418.61	572,036	583,233
Police	1,526,153.95	1,597,316	1,613,734
Public Works	682,073.00	797,012	855,739
Total Appropriations	\$ 7,207,333.31	\$ 9,960,565	\$ 8,593,313
Change in Cash (Receipts - Appropriations)	248,409.61	(2,226,197)	(199,742)
Beginning Cash Balance July 1	5,227,884.89	5,398,462	3,158,552
Restricted, Assigned & Non-Spendable Cash Balance	(77,833)	(13,713)	(8,811)
Ending Cash Balance June 30	5,398,461.50	3,158,552	2,949,999
Ending Cash as a % of total Ending Cash Balance/Appropriations	75%	32%	34%
Ending Cash as a % of total Ending Fund Balance/Appropriations	80%	36%	39%
(As required by Town Resolution 2011-28)			
(Includes Library & Sanitation funds)			

**TOWN OF SIGNAL MOUNTAIN
FISCAL YEAR 7/1/2019 - 6/30/2020 BUDGET**

OTHER GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUND - BUILDING CONSTRUCTION

Cash Receipts			
Sale of Notes	\$ 2,889,938.84	\$ 909,640	\$
Intergovernmental - State		25,000	415,000
Operating transfers in		1,027,706	
Miscellaneous revenue		32,000	0
Total Cash Receipts	<u>\$ 2,889,938.84</u>	<u>\$ 1,994,346</u>	<u>\$ 415,000</u>
Appropriations			
All expenditures	\$ 2,782,102.36	\$ 1,553,183	\$ 855,000
Total Appropriations	<u>\$ 2,782,102.36</u>	<u>\$ 1,553,183</u>	<u>\$ 855,000</u>
Change in Cash (Receipts - Appropriations)	107,836.48	441,163	(440,000)
Beginning Cash Balance July 1	331,790.35	439,627	880,790
Ending Cash Balance June 30	439,626.83	880,790	440,790
Ending Cash as a % of total Ending Cash Balance/Appropriations	16%	57%	52%

DRUG FUND

Cash Receipts			
Fines, forfeitures, penalties	\$ 2,816.13	\$ 0	\$ 500
Other revenue		0	2,000
Total Cash Receipts	<u>\$ 2,816.13</u>	<u>\$ 0</u>	<u>\$ 2,500</u>
Appropriations			
All expenditures	\$ 2,551.41	\$ 4,500	\$ 11,340
Total Appropriations	<u>\$ 2,551.41</u>	<u>\$ 4,500</u>	<u>\$ 11,340</u>
Change in Cash (Receipts - Appropriations)	264.72	(4,500)	(8,840)
Beginning Cash Balance July 1	20,320.05	20,585	16,085
Ending Cash Balance June 30	20,584.77	16,085	7,245
Ending Cash as a % of total Ending Cash Balance/Appropriations	807%	357%	64%

FLEET SERVICES FUND - INTERNAL SERVICE FUND

Cash Receipts			
Charges for services	\$	\$ 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 7/1/2019 - 6/30/2020 BUDGET**

LIBRARY FUND

Cash Receipts			
Revenue	\$ 6,192.36	\$ 8,286	\$ 13,336
Operating transfers in	194,028.00	190,444	212,776
Total Cash Receipts	<u>\$ 200,220.36</u>	<u>\$ 198,730</u>	<u>\$ 226,112</u>
Appropriations			
All expenditures	\$ 193,265.07	\$ 205,516	\$ 226,112
Total Appropriations	<u>\$ 193,265.07</u>	<u>\$ 205,516</u>	<u>\$ 226,112</u>
Change in Cash (Receipts - Appropriations)	6,955.29	(6,786)	0
Beginning Cash Balance July 1	0.00	6,955	169
Ending Cash Balance June 30	6,955.29	169	169
Ending Cash as a % of total Ending Cash Balance/Appropriations	4%	0%	0%

SANITATION FUND

Cash Receipts			
Local taxes/revenues	\$ 28,387.00	\$ 61,454	\$
User fees			45,500
Miscellaneous revenues	25,196.84		10,000
Operating transfers in	564,323.04	611,657	710,000
Total Cash Receipts	<u>\$ 617,906.88</u>	<u>\$ 673,111</u>	<u>\$ 765,500</u>
Appropriations			
All expenditures	\$ 679,330.36	\$ 668,111	\$ 755,103
Total Appropriations	<u>\$ 679,330.36</u>	<u>\$ 668,111</u>	<u>\$ 755,103</u>
Change in Cash (Receipts - Appropriations)	(61,423.48)	5,000	10,397
Beginning Cash Balance July 1	78,790.02	17,367	22,367
Ending Cash Balance June 30	17,366.54	22,367	32,764
Ending Cash as a % of total Ending Cash Balance/Appropriations	3%	3%	4%

STATE STREET AID

Cash Receipts			
Intergovernmental - State	\$ 1,036.80	\$ 475,357	\$ 475,357
Intergovernmental - Federal	3,557.20	258,630	691,239
State Gas & Motor Fuel	280,445.54	250,000	300,000
Miscellaneous revenues	283.00	50,100	100
Operating transfers	300,000.00	637,000	268,439
Total Cash Receipts	<u>\$ 585,322.54</u>	<u>\$ 1,671,087</u>	<u>\$ 1,735,135</u>
Appropriations			
All regular expenditures	\$ 478,387.01	\$ 2,341,653	\$ 1,737,893
Total Appropriations	<u>\$ 478,387.01</u>	<u>\$ 2,341,653</u>	<u>\$ 1,737,893</u>
Change in Cash (Receipts - Appropriations)	106,935.53	(670,566)	(2,758)
Beginning Cash Balance July 1	566,873.80	673,809	3,243
Ending Cash Balance June 30	673,809.33	3,243	485
Ending Cash as a % of total Ending Cash Balance/Appropriations	141%	0%	0%

**TOWN OF SIGNAL MOUNTAIN
FISCAL YEAR 7/1/2019 - 6/30/2020 BUDGET**

VEHICLE REPLACEMENT FUND

Cash Receipts			
Operating transfers in	\$ 294,894.00	\$ 365,616	\$ 409,471
Miscellaneous revenue	2,166.50		0
Total Cash Receipts	<u>\$ 297,060.50</u>	<u>\$ 365,616</u>	<u>\$ 409,471</u>
Appropriations			
All expenditures	\$ 245,744.76	\$ 241,000	\$ 110,000
Total Appropriations	<u>\$ 245,744.76</u>	<u>\$ 241,000</u>	<u>\$ 110,000</u>
Change in Cash (Receipts - Appropriations)	51,315.74	124,616	299,471
Beginning Cash Balance July 1	670,613.83	721,930	846,546
Ending Cash Balance June 30	721,929.57	846,546	1,146,017
Ending Cash as a % of total Ending Cash Balance/Appropriations	294%	351%	1042%

PROPRIETARY FUNDS

STORMWATER FUND

Cash Receipts			
User fees	\$ 296,670.82	\$ 275,644	\$ 290,200
Miscellaneous revenue	509.50	240	750
Total Cash Receipts	<u>\$ 297,180.32</u>	<u>\$ 275,884</u>	<u>\$ 290,950</u>
Appropriations			
All expenditures	\$ 271,596.43	\$ 637,773	\$ 418,222
Total Appropriations	<u>\$ 271,596.43</u>	<u>\$ 637,773</u>	<u>\$ 418,222</u>
Change in Cash (Receipts - Appropriations)	25,583.89	(361,889)	(127,272)
Beginning Cash Balance July 1	745,423.73	771,008	409,119
Ending Cash Balance June 30	771,007.62	409,119	281,847
Ending Cash as a % of total Ending Cash Balance/Appropriations	284%	64%	67%

WATER FUND

Cash Receipts			
User fees & other revenue	\$ 1,443,781.65	\$ 1,383,000	\$ 1,597,000
Total Cash Receipts	<u>\$ 1,443,781.65</u>	<u>\$ 1,383,000</u>	<u>\$ 1,597,000</u>
Appropriations			
All expenditures	\$ 1,381,965.89	\$ 2,154,789	\$ 2,822,664
Total Appropriations	<u>\$ 1,381,965.89</u>	<u>\$ 2,154,789</u>	<u>\$ 2,822,664</u>
Change in Cash (Receipts - Appropriations)	61,815.76	(771,789)	(1,225,664)
Beginning Cash Balance July 1	2,657,422.33	2,719,238	1,947,449
Ending Cash Balance June 30	2,719,238.09	1,947,449	721,785
Ending Cash as a % of total Ending Cash Balance/Appropriations	197%	90%	26%

**TOWN OF SIGNAL MOUNTAIN
FISCAL YEAR 7/1/2019 - 6/30/2020 BUDGET**

SECTION 2.

	Fund Balance Actual <u>2017-2018</u>	Fund Balance Projected <u>2018-2019</u>	Fund Balance Budget <u>2019-2020</u>
GENERAL FUND	\$ 5,769,824	3,543,627	3,343,886
OTHER GOVERNMENTAL FUNDS			
Capital Projects - Building Construction Fund	439,627	880,790	440,790
Drug Fund	20,585	16,085	7,245
Fleet Services Fund - Internal Service Fund	0	0	0
Library Fund	6,955	169	169
Sanitation Fund	(7,071)	(2,071)	8,326
State Street Aid Fund	673,809	3,243	486
Vehicle Replacement Fund	721,930	846,546	1,146,017
PROPRIETARY FUNDS			
Stormwater Fund	913,422	551,533	424,260
Water Fund	6,568,179	5,796,390	4,570,726

SECTION 3.

Bonded or Other Indebtedness	Estimated Debt Authorized and Unissued at June 30, 2019	Principal Outstanding at June 30, 2019	FY 2019-2020 Principal Payment	Estimated FY 2019-2020 Interest Requirements
Notes - 2015	0	\$ 2,454,000	141,000	57,184
Notes - 2017	0	\$ 2,886,000	117,000	78,071

SECTION 4.

Pending Capital Projects (All Funds)	Total Expense	Capital Projects Expense Financed by Estimated Revenues and/or Reserves	Capital Projects Expense Financed by Debt Proceeds
Facility Repair and Improvements (General Fund)	\$ 110,000	\$ 110,000	
Marion/Driver Fields (Capital Projects Fund)	\$ 855,000	\$ 855,000	
Library Renovation Engineering (Library Fund)	\$ 5,000	\$ 5,000	
Old Town Sidewalks (State Street Aid Fund)	\$ 643,454	\$ 643,454	
Drainage Improvements (Stormwater Fund)	\$ 75,000	\$ 75,000	
Update Water Meters (Water Fund)	\$ 560,000	\$ 560,000	

Anticipated Future Capital Projects (All Funds)	Total Expense	Capital Projects Expense Financed by Estimated Revenues and/or Reserves	Capital Projects Expense Financed by Debt Proceeds
Facility Repair and Improvements (General Fund)	\$ 152,500	\$ 152,500	
Library Renovation Construction (Library Fund)	\$ 300,000	\$ 300,000	
Attendant Shelter/Office (Sanitation Fund)	\$ 15,000	\$ 15,000	