

ORDINANCE NO.: 2020-06

AN ORDINANCE OF THE TOWN OF SIGNAL MOUNTAIN, TENNESSEE ADOPTING THE ANNUAL BUDGET AND TAX RATE FOR THE FISCAL YEAR BEGINNING JULY 1, 2020 AND ENDING JUNE 30, 2021 HEREINAFTER KNOWN AS THE "FY 2020-2021 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 2020-2021 from all Town revenue sources; and

WHEREAS, the Signal Mountain Town Council is authorized to adopt an ordinance establishing the fiscal year 2020-2021 annual budget pursuant to the Charter of the Town of Signal Mountain.

NOW THEREFORE, 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, 2020 and ending June 30, 2021 to be as hereinafter set out on the attached FY 2020-2021 Budget.

SECTION 2. At the end of the current fiscal year (June 30, 2020) the Town Council for the Town of Signal Mountain, Tennessee estimates ending fund balances to be as hereinafter set out on the attached FY 2020-2021 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 2020-2021 Budget.

SECTION 4. During the coming fiscal year 2020-2021, the Signal Mountain Town Council has pending and anticipated capital projects with proposed funding as hereinafter set out on the attached FY 2020-2021 Budget.

SECTION 5. During the FY 2020-2021 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 2020-2021 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 2020 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.

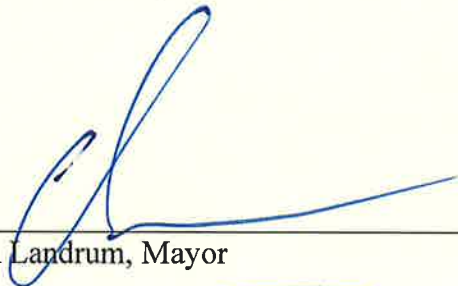
SECTION 11. All ordinances or parts of ordinances in conflict with any provision of this ordinance are hereby repealed.

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


Passed First Reading: June 8, 2020

Published-Times Free Press: June 10, 2020

Passed Second Reading: June 22, 2020



Dan Landrum, Mayor



Recorder

**TOWN OF SIGNAL MOUNTAIN
FISCAL YEAR 7/1/2020 - 6/30/2021 BUDGET**

	<u>Actual 2018-2019</u>	<u>Projected 2019-2020</u>	<u>Budget 2020-2021</u>
<u>SECTION 1.</u>			
GENERAL FUND			
Cash Receipts			
Local taxes	\$ 5,490,590.48	\$ 6,405,141	\$ 6,480,759
Intergovernmental	1,584,156.18	1,223,189	1,264,810
Charges for services	153,837.36	156,443	177,050
Fines, forfeitures, penalties	23,949.20	35,000	35,000
License & permits	86,434.03	65,570	72,545
Miscellaneous revenue	212,851.61	412,678	638,899
Total Cash Receipts	<u>\$ 7,551,818.86</u>	<u>\$ 8,298,021</u>	<u>\$ 8,669,063</u>
Appropriations			
Administration	\$ 373,830.41	\$ 413,729	\$ 434,401
Building & Codes	156,272.29	174,134	176,460
Debt Service	392,567.29	393,255	407,957
Facilities Maintenance	224,235.57	331,846	329,989
Finance	221,618.40	242,407	258,261
Fire	2,259,448.83	2,591,158	2,537,063
Judicial	51,875.52	56,899	61,157
Mountain Arts Community Center	160,058.45	178,722	102,859
Operating Transfer to Capital Proj.-Const. Fund	1,027,706.00	0	
Operating Transfer to Library Fund	198,730.00	212,776	210,000
Operating Transfer to Sanitation Fund	611,657.28	710,000	
Operating Transfer to State Street Aid Fund	637,000.00	268,439	153,061
Parks & Recreation	556,121.15	578,433	593,321
Police	1,564,821.73	1,629,592	1,623,530
Public Works	721,705.40	855,739	921,316
Sanitation			797,824
Total Appropriations	<u>\$ 9,157,648.32</u>	<u>\$ 8,637,129</u>	<u>\$ 8,607,200</u>
Change in Cash (Receipts - Appropriations)	(1,605,829.46)	(339,108)	61,863
Beginning Cash Balance July 1	4,673,426.46	3,067,597	2,723,022
Restricted, Assigned & Non-Spendable Cash Balance		(5,467)	(8,811)
Ending Cash Balance June 30	3,067,597.00	2,723,022	2,776,074
Ending Cash as a % of total Ending Cash Balance/Appropriations	33%	32%	32%
Ending Cash as a % of total Ending Fund Balance/Appropriations	46%	45%	45%
(As required by Town Resolution 2011-28)			
(Includes Library & Sanitation funds)			

**TOWN OF SIGNAL MOUNTAIN
FISCAL YEAR 7/1/2020 - 6/30/2021 BUDGET**

	<u>Actual 2018-2019</u>	<u>Projected 2019-2020</u>	<u>Budget 2020-2021</u>
OTHER GOVERNMENTAL FUNDS			
CAPITAL PROJECTS FUND - BUILDING CONSTRUCTION			
Cash Receipts			
Sale of Notes	\$ 917,640.00	\$ 415,000	\$
Intergovernmental - State			415,000
Operating transfers in	1,027,706.00		
Miscellaneous revenue		110,000	0
Total Cash Receipts	<u>\$ 1,945,346.00</u>	<u>\$ 525,000</u>	<u>\$ 415,000</u>
Appropriations			
All expenditures	<u>\$ 1,427,402.64</u>	<u>\$ 965,000</u>	<u>\$ 855,000</u>
Total Appropriations	<u>\$ 1,427,402.64</u>	<u>\$ 965,000</u>	<u>\$ 855,000</u>
Change in Cash (Receipts - Appropriations)	517,943.36	(440,000)	(440,000)
Beginning Cash Balance July 1	439,626.83	957,570	517,570
Ending Cash Balance June 30	957,570.19	517,570	77,570
Ending Cash as a % of total Ending Cash Balance/Appropriations	67%	54%	9%
DRUG FUND			
Cash Receipts			
Fines, forfeitures, penalties	\$	\$ 2,000	\$ 2,000
Other revenue	544.00	500	500
Total Cash Receipts	<u>\$ 544.00</u>	<u>\$ 2,500</u>	<u>\$ 2,500</u>
Appropriations			
All expenditures	<u>\$ 4,097.96</u>	<u>\$ 11,340</u>	<u>\$ 10,000</u>
Total Appropriations	<u>\$ 4,097.96</u>	<u>\$ 11,340</u>	<u>\$ 10,000</u>
Change in Cash (Receipts - Appropriations)	(3,553.96)	(8,840)	(7,500)
Beginning Cash Balance July 1	20,584.77	17,031	8,191
Ending Cash Balance June 30	17,030.81	8,191	691
Ending Cash as a % of total Ending Cash Balance/Appropriations	416%	72%	7%
LIBRARY FUND			
Cash Receipts			
Revenue	\$ 11,066.15	\$ 13,461	\$ 308,336
Operating transfers in	198,730.00	212,776	210,000
Total Cash Receipts	<u>\$ 209,796.15</u>	<u>\$ 226,237</u>	<u>\$ 518,336</u>
Appropriations			
All expenditures	<u>\$ 202,548.13</u>	<u>\$ 226,112</u>	<u>\$ 523,601</u>
Total Appropriations	<u>\$ 202,548.13</u>	<u>\$ 226,112</u>	<u>\$ 523,601</u>
Change in Cash (Receipts - Appropriations)	7,248.02	125	(5,265)
Beginning Cash Balance July 1	34,086.49	41,335	41,460
Ending Cash Balance June 30	41,334.51	41,460	36,195
Ending Cash as a % of total Ending Cash Balance/Appropriations	20%	18%	7%

**TOWN OF SIGNAL MOUNTAIN
FISCAL YEAR 7/1/2020 - 6/30/2021 BUDGET**

	<u>Actual 2018-2019</u>	<u>Projected 2019-2020</u>	<u>Budget 2020-2021</u>
SANITATION FUND			
Cash Receipts			
Local taxes/revenues	\$	\$	\$
User fees	47,959.29	55,500	
Miscellaneous revenues	303.34		
Operating transfers in	<u>611,657.28</u>	<u>710,000</u>	
Total Cash Receipts	\$ 659,919.91	\$ 765,500	\$ 0
Appropriations			
All expenditures	\$ 656,970.39	\$ 755,103	\$
Total Appropriations	\$ 656,970.39	\$ 755,103	\$ 0
Change in Cash (Receipts - Appropriations)	2,949.52	10,397	0
Beginning Cash Balance July 1	24,829.59	27,779	
Ending Cash Balance June 30	27,779.11	38,176	
Ending Cash as a % of total Ending Cash Balance/Appropriations	4%	5%	

STATE STREET AID

Cash Receipts			
Intergovernmental - State	\$ 709,844.13	\$ 475,357	\$
Intergovernmental - Federal	352,141.75	691,239	400,000
State Gas & Motor Fuel	293,698.49	300,000	275,000
Miscellaneous revenues	206.90	100	100
Operating transfers	<u>637,000.00</u>	<u>268,439</u>	<u>153,061</u>
Total Cash Receipts	\$ 1,992,891.27	\$ 1,735,135	\$ 828,161
Appropriations			
All regular expenditures	\$ 2,012,399.76	\$ 1,414,948	\$ 1,412,061
Total Appropriations	\$ 2,012,399.76	\$ 1,414,948	\$ 1,412,061
Change in Cash (Receipts - Appropriations)	(19,508.49)	320,187	(583,900)
Beginning Cash Balance July 1	488,312.54	468,804	788,991
Ending Cash Balance June 30	468,804.05	788,991	205,091
Ending Cash as a % of total Ending Cash Balance/Appropriations	23%	56%	15%

VEHICLE REPLACEMENT FUND

Cash Receipts			
Operating transfers in	\$ 365,616.00	\$ 409,471	\$ 475,130
Miscellaneous revenue	<u>19,746.60</u>		<u>0</u>
Total Cash Receipts	\$ 385,362.60	\$ 409,471	\$ 475,130
Appropriations			
All expenditures	\$ 210,524.89	\$ 110,000	\$ 158,000
Total Appropriations	\$ 210,524.89	\$ 110,000	\$ 158,000
Change in Cash (Receipts - Appropriations)	174,837.71	299,471	317,130
Beginning Cash Balance July 1	721,929.51	896,767	1,196,238
Ending Cash Balance June 30	896,767.22	1,196,238	1,513,368
Ending Cash as a % of total Ending Cash Balance/Appropriations	426%	1087%	958%

**TOWN OF SIGNAL MOUNTAIN
FISCAL YEAR 7/1/2020 - 6/30/2021 BUDGET**

	<u>Actual 2018-2019</u>	<u>Projected 2019-2020</u>	<u>Budget 2020-2021</u>
PROPRIETARY FUNDS			
STORMWATER FUND			
Cash Receipts			
User fees	\$ 302,464.16	\$ 290,200	\$ 312,200
Miscellaneous revenue	1,053.72	750	750
Total Cash Receipts	<u>\$ 303,517.88</u>	<u>\$ 290,950</u>	<u>\$ 312,950</u>
Appropriations			
All expenditures	\$ 431,932.63	\$ 538,222	\$ 424,482
Total Appropriations	<u>\$ 431,932.63</u>	<u>\$ 538,222</u>	<u>\$ 424,482</u>
Change in Cash (Receipts - Appropriations)	(128,414.75)	(247,272)	(111,532)
Beginning Cash Balance July 1	646,270.57	517,856	270,584
Ending Cash Balance June 30	517,855.82	270,584	159,052
Ending Cash as a % of total Ending Cash Balance/Appropriations	120%	50%	37%
WATER FUND			
Cash Receipts			
User fees & other revenue	\$ 1,376,022.97	\$ 1,597,000	\$ 1,855,300
Total Cash Receipts	<u>\$ 1,376,022.97</u>	<u>\$ 1,597,000</u>	<u>\$ 1,855,300</u>
Appropriations			
All expenditures	\$ 1,463,470.40	\$ 2,257,664	\$ 2,782,148
Total Appropriations	<u>\$ 1,463,470.40</u>	<u>\$ 2,257,664</u>	<u>\$ 2,782,148</u>
Change in Cash (Receipts - Appropriations)	(87,447.43)	(660,664)	(926,848)
Beginning Cash Balance July 1	2,498,172.89	2,410,725	1,750,061
Ending Cash Balance June 30	2,410,725.46	1,750,061	823,213
Ending Cash as a % of total Ending Cash Balance/Appropriations	165%	78%	30%

**TOWN OF SIGNAL MOUNTAIN
FISCAL YEAR 7/1/2020 - 6/30/2021 BUDGET**

<u>SECTION 2.</u>	<u>Actual 2018-2019</u>	<u>Projected 2019-2020 Estimated Fund Balance 2019-2020</u>	<u>Budget 2020-2021</u>
GENERAL FUND		3,824,887	
OTHER GOVERNMENTAL FUNDS			
Capital Projects - Building Construction Fund		517,570	
Drug Fund		8,191	
Library Fund		14,328	
Sanitation Fund		6,276	
State Street Aid Fund		974,488	
Vehicle Replacement Fund		1,196,238	
PROPRIETARY FUNDS			
Stormwater Fund		537,735	
Water Fund		5,820,067	

SECTION 3.

<u>Bonded or Other Indebtedness</u>	<u>Estimated Debt Authorized and Unissued at June 30, 2020</u>	<u>Principal Outstanding at June 30, 2020</u>	<u>FY 2020-2021 Principal Payment</u>	<u>Estimated FY 2020-2021 Interest Requirements</u>
Notes - 2015	0	\$ 2,313,000	142,000	69,390
Notes - 2017	0	\$ 2,769,000	121,000	75,567

SECTION 4.

<u>Pending Capital Projects (All Funds)</u>	<u>Total Expense</u>	<u>Capital Projects Expense Financed by Estimated Revenues and/or Reserves</u>	<u>Capital Projects Expense Financed by Debt Proceeds</u>
MACC HVAC (General Fund)	\$ 56,000	\$ 56,000	
Marion/Driver Fields (Capital Projects Fund)	\$ 855,000	\$ 855,000	
Drainage Improvements (Stormwater Fund)	\$ 75,000	\$ 75,000	
Update Water Meters (Water Fund)	\$ 560,000	\$ 560,000	

<u>Anticipated Future Capital Projects (All Funds)</u>	<u>Total Expense</u>	<u>Capital Projects Expense Financed by Estimated Revenues and/or Reserves</u>	<u>Capital Projects Expense Financed by Debt Proceeds</u>
Facility Repair and Improvements (General Fund)	\$ 206,500	\$ 206,500	
Library Renovation Construction (Library Fund)	\$ 300,000	\$ 300,000	
Old Town Sidewalks (State Street Aid Fund)	\$ 500,000	\$ 500,000	
Update Software/Computers for New Water Meters (Water Fund)	\$ 100,000	\$ 100,000	