

ORDINANCE NO.: 2023-01

AN ORDINANCE OF THE TOWN OF SIGNAL MOUNTAIN, TENNESSEE ADOPTING THE ANNUAL BUDGET AND TAX RATE FOR THE FISCAL YEAR BEGINNING JULY 1, 2023 AND ENDING JUNE 30, 2024 HEREINAFTER KNOWN AS THE "FY 2023-2024 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 2023-2024 from all Town revenue sources; and

WHEREAS, the Signal Mountain Town Council is authorized to adopt an ordinance establishing the fiscal year 2023-2024 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, herein presented on the attached FY 2023-2024 Budget, together with the actual annual receipts and expenditures of the last preceding fiscal year and the estimated annual expenditures for the current fiscal year, and from these anticipated revenues and unexpended and unencumbered funds for the fiscal year beginning July 1, 2023 and ending June 30, 2024, and including the projected ending balances for the budget year, the actual ending balances for the most recent ended fiscal year and the estimated ending balances for the current fiscal years, to be as hereinafter set out on the attached FY 2023-2024 Budget.

SECTION 2. At the end of the current fiscal year (June 30, 2023) the Town Council for the Town of Signal Mountain, Tennessee estimates ending fund balances to be as hereinafter set out on the attached FY 2023-2024 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 2023-2024 Budget.

SECTION 4. During the coming fiscal year 2023-2024, the Signal Mountain Town Council has pending and anticipated capital projects with proposed funding as hereinafter set out on the attached FY 2023-2024 Budget.

SECTION 5. During the FY 2023-2024 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 2023-2024 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 for the year 2023 on all taxable property within the Town of Signal Mountain, Tennessee, at the rate of \$1.7012 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.

Published-Times Free Press: May 9, 2023

Passed First Reading: May 8, 2023

Passed Second Reading: May 22, 2023



Charles Poss, Mayor



Recorder

**TOWN OF SIGNAL MOUNTAIN
FISCAL YEAR 7/1/2023 - 6/30/2024 BUDGET**

	<u>Actual</u> 2021-2022	<u>Estimated</u> Actual 2022-2023	<u>Budget</u> 2023-2024
<u>SECTION 1.</u>			
GENERAL FUND			
Cash Receipts			
Local taxes	\$ 7,415,796	7,292,010	7,386,800
Intergovernmental	1,394,329	1,275,000	1,318,974
Charges for services	208,578	144,800	179,725
Fines, forfeitures, penalties	6,416	4,000	5,000
License & permits	116,253	102,600	120,060
Miscellaneous revenue	60,157	238,000	132,556
Total Revenues and Other Financing Sources	\$ 9,201,530	\$ 9,056,410	\$ 9,143,115
Appropriations			
Administration	\$ 487,644	415,000	474,001
Building & Codes	202,174	195,000	187,567
Debt Service	366,165	401,458	413,000
Finance	282,574	365,000	311,069
Fire	2,668,947	2,763,000	2,946,168
Judicial	43,824	29,000	30,356
Mountain Arts Community Center	69,961	64,600	25,300
Operating Transfer to Capital Proj.-Const. Fund	-	-	-
Operating Transfer to Library Fund	210,000	210,000	220,000
Operating Transfer to State Street Aid Fund	-	-	-
Parks & Recreation	245,024	750,000	327,031
Police	1,624,436	1,759,000	1,996,140
Public Works	2,527,020	2,054,050	2,891,855
Total Appropriations	\$ 8,727,769	\$ 9,006,108	\$ 9,822,488
Change in Fund Balance (Revenues - Appropriations)	473,761	50,302	(679,373)
Beginning Fund Balance July 1	5,083,956	7,054,121	7,104,423
Ending Fund Balance June 30	7,054,121	7,104,423	6,425,050
Ending Fund Balance as a % of Total Appropriations (As required by Town Resolution 2011-28)	81%	79%	65%

	<u>Actual</u> 2021-2022	<u>Estimated</u> Actual 2022-2023	<u>Budget</u> 2023-2024
OTHER GOVERNMENTAL FUNDS			
CAPITAL PROJECTS FUND - BUILDING CONSTRUCTION			
Cash Receipts			
Sale of Notes	\$ -	\$ -	\$ -
Intergovernmental - Federal			
Contributions	259,800		-
Intergovernmental - State	173,633		-
Operating transfers in	-	90,000	260,500
Miscellaneous revenue			
Total Cash Receipts	\$ 433,433	\$ 90,000	\$ 260,500
Appropriations			
All expenditures	\$ 1,108,749	\$ 90,000	\$ 260,500
Total Appropriations	\$ 1,108,749	\$ 90,000	\$ 260,500

Change in Fund Balance (Revenues - Appropriations)	(675,316)	-	-
Beginning Fund Balance July 1	467,409	415,520	415,520
Ending Fund Balance June 30	415,520	415,520	415,520
Ending Fund Balance as a % of Total Appropriations	37%	462%	160%

DRUG FUND

Cash Receipts			
Fines, forfeitures, penalties	\$ -	\$ -	\$ -
Other revenue	-	-	-
Total Cash Receipts	\$ -	\$ -	\$ -
Appropriations			
All expenditures	\$ -	\$ -	\$ 1,508
Total Appropriations	\$ -	\$ -	\$ 1,508
Change in Fund Balance (Revenues - Appropriations)	-	-	(1,508)
Beginning Fund Balance July 1	1,508	1,508	1,508
Ending Fund Balance June 30	1,508	1,508	-
Ending Fund Balance as a % of Total Appropriations	0%		

LIBRARY FUND

Cash Receipts			
Revenue	\$ 8,527	\$ -	\$ 14,400
Operating transfers in	210,000	210,000	220,000
Total Cash Receipts	\$ 218,527	\$ 210,000	\$ 234,400
Appropriations			
All expenditures	\$ 258,711	\$ 251,585	\$ 236,140
Total Appropriations	\$ 258,711	\$ 251,585	\$ 236,140
Change in Fund Balance (Revenues - Appropriations)	(40,184)	(41,585)	(1,740)
Beginning Fund Balance July 1	45,611	88,123	3,701
Ending Fund Balance June 30	88,123	3,701	1,961
Ending Fund Balance as a % of Total Appropriations	34%	1%	1%

	Actual	Estimated	Budget
	<u>2021-2022</u>	<u>2022-2023</u>	<u>2023-2024</u>

STATE STREET AID

Cash Receipts			
Intergovernmental - State	\$ -	\$ -	\$ -
Intergovernmental - Federal	19,689		400,000
State Gas & Motor Fuel	308,568	306,500	315,000
Miscellaneous revenues	20	3,400	1,500
Operating transfers	-		655,000
Total Cash Receipts	\$ 328,277	\$ 309,900	\$ 1,371,500
Appropriations			
All regular expenditures	\$ 562,950	\$ 103,270	\$ 1,371,000
Total Appropriations	\$ 562,950	\$ 103,270	\$ 1,371,000
Change in Fund Balance (Revenues - Appropriations)	(234,673)	206,630	500
Beginning Fund Balance July 1	250,792	105,451	312,081
Ending Fund Balance June 30	105,451	312,081	312,581
Ending Fund Balance as a % of Total Appropriations	19%	302%	23%

VEHICLE REPLACEMENT FUND

Cash Receipts			
Operating transfers in	\$ 485,973	\$ 473,338	\$ 672,016
Miscellaneous revenue	44,598	58,000	20,000
Total Cash Receipts	\$ 530,571	\$ 531,338	\$ 692,016
Appropriations			
All expenditures	\$ 474,286	\$ 183,400	\$ 192,100
Total Appropriations	\$ 474,286	\$ 183,400	\$ 192,100
Change in Fund Balance (Revenues - Appropriations)	56,284	347,938	499,916
Beginning Fund Balance July 1	659,462	1,563,745	1,911,683
Ending Fund Balance June 30	1,563,745	1,911,683	2,411,599
Ending Fund Balance as a % of Total Appropriations	330%	1042%	1255%
	Actual	Estimated	Budget
	<u>2021-2022</u>	<u>2022-2023</u>	<u>2023-2024</u>

PROPRIETARY FUNDS**STORMWATER FUND**

Cash Receipts			
User fees	\$ 367,339	\$ 475,000	\$ 475,000
Miscellaneous revenue	21,304	1,320	2,000
Total Cash Receipts	\$ 388,643	\$ 476,320	\$ 477,000
Appropriations			
All expenditures	\$ 290,640	\$ 592,000	\$ 446,296
Total Appropriations	\$ 290,640	\$ 592,000	\$ 446,296
Change in Net Position	98,003	(115,680)	30,704
Beginning Net Position July 1	509,625	230,820	115,140
Ending Net Position June 30	230,820	115,140	145,844

WATER FUND

Cash Receipts			
User fees & other revenue	\$ 2,211,434	\$ 1,897,000	\$ 1,876,000
Total Cash Receipts	\$ 2,211,434	\$ 1,897,000	\$ 1,876,000
Appropriations			
All expenditures	\$ 1,665,963	\$ 1,953,000	\$ 2,650,571
Total Appropriations	\$ 1,665,963	\$ 1,953,000	\$ 2,650,571
Change in Net Position	545,470	(56,000)	(774,571)
Beginning Net Position July 1	2,591,797	3,696,415	3,640,415
Ending Net Position June 30	3,696,415	3,640,415	2,865,844

SECTION 2.

Estimated
Fund Balance/Net Position
at June 2023
7,104,423

GENERAL FUND**OTHER GOVERNMENTAL FUNDS**

Capital Projects - Building Construction Fund	415,520
Drug Fund	1,508
Library Fund	3,701
State Street Aid Fund	312,081
Vehicle Replacement Fund	1,911,683

PROPRIETARY FUNDS

Stormwater Fund	115,140
Water Fund	3,640,415

SECTION 3.

Bonded or Other Indebtedness	Estimated Debt Authorized and Unissued	Principal Outstanding at June 30, 2023	FY 2023-2024 Principal Payment	Estimated FY 2023-2024 Interest Requirements
Notes - 2015	0	\$ 1,883,000	147,000	60,000
Notes - 2017	0	\$ 2,397,000	131,000	75,000

SECTION 4.

Capital Projects FY 2023-2024	Total Expense	Capital Projects Expense Financed by Estimated Revenues and/or Reserves	Capital Projects Expense Financed by Debt Proceeds
Four Post Lift & Install	\$ 23,000	\$ 23,000	
Town Hall Siding Replacement	\$ 20,000	\$ 20,000	
Pool Sun Deck	\$ 5,000	\$ 5,000	
FD Training Facility Repairs	\$ 10,000	\$ 10,000	
Scott/Rutledge Backstop Fence Drainage Repair	\$ 15,000	\$ 15,000	
Public Works General Maintenance	\$ 5,000	\$ 5,000	
Town Hall, RR, Counter, Front Sidewalk	\$ 65,000	\$ 65,000	
Repairs to shop building	\$ 5,000	\$ 5,000	
ADA updates, concrete pads - Recycle	\$ 15,000	\$ 15,000	
4 banks of windows/plumbing (MACC)	\$ 32,500	\$ 32,500	
Parks & Playground upgrades/renovations	\$ 50,000	\$ 50,000	
Tennis Court resurfacing	\$ 15,000	\$ 15,000	