

**ORDINANCE No. \_\_\_\_\_**

**AN ORDINANCE OF THE CITY OF FAIRVIEW, TENNESSEE, ADOPTING THE ANNUAL BUDGET AND TAX RATE FOR THE FISCAL YEAR BEGINNING JULY 1, 2019 AND ENDING JUNE 30, 2020**

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 governing body of each municipality adopt and operate under an annual budget ordinance presenting a financial plan with at least the information required by that state statute, that no municipality may expend any moneys regardless of the source except in accordance with a budget ordinance and that the governing body shall not make any appropriation in excess of estimated available funds; and

WHEREAS, the Board of Commissioners has published the annual operating budget and budgetary comparisons of the proposed budget with the prior year (actual) and the current year (estimated) in a newspaper of general circulation not less than ten (10) days prior to the meeting where the Board will consider final passage of the budget.

**NOW THEREFORE BE IT ORDAINED BY THE BOARD OF MAYOR AND ALDERMEN OF THE CITY OF FAIRVIEW, TENNESSEE, AS FOLLOWS:**

SECTION 1: That the governing body projects anticipated revenues from all sources and appropriates planned expenditures for each department, board, office or other agency of the municipality, herein presented 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 those revenues and unexpended and unencumbered funds as follows for fiscal year 2020, 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:

General Fund	Actual FY 2018	Estimated FY 2019	FY 2020 Budget
<b>Cash Receipts</b>			
Taxes	\$ 5,182,340	\$ 5,149,700	\$ 5,152,700
Licenses and Permits	\$ 275,817	\$ 177,750	\$ 177,750
Fines and Fees	\$ 257,909	\$ 337,150	\$ 337,150
Intergovernmental	\$ 287,261	\$ 36,550	\$ 1,051,300
Other Revenue	\$ 57,924	\$ 97,950	\$ 97,950
Debt Proceeds	\$ -	\$ -	\$ -
TAN and GAN Proceeds	\$ -	\$ -	\$ -
Transfers In From Other Funds	\$ -	\$ -	\$ -
<b>Total Cash Receipts</b>	<b>\$ 6,061,251</b>	<b>\$ 5,799,100</b>	<b>\$ 6,816,850</b>
<b>Appropriations</b>			
Board of Commissioners	\$ 92,062	\$ 73,469	\$ 39,969
Administration	\$ 1,844,532	\$ 1,137,922	\$ 1,544,775
Finance Department	\$ 160,503	\$ 135,391	\$ 125,000
Planning Department	\$ 411,252	\$ 325,766	\$ 315,500
Municipal Court	\$ 166,613	\$ 186,900	\$ 163,650
Police Department	\$ 1,661,274	\$ 1,775,980	\$ 1,634,000
Fire Department	\$ 1,320,372	\$ 1,518,970	\$ 1,300,470
Public Works	\$ 821,714	\$ 778,687	\$ 1,704,787
Debt Service	\$ 215,126	\$ 217,000	\$ 217,000
Transfers Out To Other Funds	\$ -	\$ -	\$ -
<b>Total Appropriations</b>	<b>\$ 6,693,448</b>	<b>\$ 6,150,085</b>	<b>\$ 7,045,151</b>
<b>Change in Cash (Receipts - Appropriations)</b>	<b>\$ (632,197)</b>	<b>\$ (350,985)</b>	<b>\$ (228,301)</b>
<b>Beginning Cash Balance on July 1</b>	<b>\$ 2,910,426</b>	<b>\$ 2,278,229</b>	<b>\$ 1,927,244</b>
<b>Ending Cash Balance on June 30</b>	<b>\$ 2,278,229</b>	<b>\$ 1,927,244</b>	<b>\$ 1,698,943</b>
<b>Ending Cash as a % of Appropriations</b>	<b>34.04%</b>	<b>31.34%</b>	<b>24.12%</b>

State Street Aid	Actual FY 2018	Estimated FY 2019	FY 2020 Budget
<b>Cash Receipts</b>			
State Gasoline and Motor Fuel Taxes	\$ 269,729	\$ 276,000	\$ 276,000
Local Gasoline and Motor Fuel Taxes	\$ -	\$ -	\$ -
Other Revenue	\$ 51	\$ 250	\$ 250
Debt Proceeds	\$ -	\$ -	\$ -
<b>Total Cash Receipts</b>	<b>\$ 269,780</b>	<b>\$ 276,250</b>	<b>\$ 276,250</b>
<b>Appropriations</b>			
Public Works Department	\$ 390,327	\$ 295,000	\$ 285,500
Debt Service	\$ 38,806	\$ 39,007	\$ 40,000
<b>Total Appropriations</b>	<b>\$ 429,133</b>	<b>\$ 334,007</b>	<b>\$ 325,500</b>
Change in Cash (Receipts - Appropriations)	\$ (159,353)	\$ (57,757)	\$ (49,250)
Beginning Cash Balance on July 1	\$ 352,921	\$ 193,568	\$ 135,811
Ending Cash Balance on June 30	\$ 193,568	\$ 135,811	\$ 86,561
Ending Cash as a % of Appropriations	45.11%	40.66%	26.59%

Drug Enforcement Fund	Actual FY 2018	Estimated FY 2019	FY 2020 Budget
<b>Cash Receipts</b>			
Fines and Court Costs	\$ 12,930	\$ 12,000	\$ 18,000
Other Revenue	\$ 9,314	\$ 25,050	\$ 60,050
<b>Total Cash Receipts</b>	<b>\$ 22,244</b>	<b>\$ 37,050</b>	<b>\$ 78,050</b>
<b>Appropriations</b>			
Police Operational Expenses	\$ 32,528	\$ 40,500	\$ 38,500
Police Capital Expenditures	\$ -	\$ 74,500	\$ -
Drug Enforcement	\$ -	\$ -	\$ -
Other	\$ -	\$ -	\$ -
<b>Total Appropriations</b>	<b>\$ 32,528</b>	<b>\$ 115,000</b>	<b>\$ 38,500</b>
<b>Change in Cash (Receipts - Appropriations)</b>	<b>\$ (10,284)</b>	<b>\$ (77,950)</b>	<b>\$ 39,550</b>
Beginning Cash Balance on July 1	\$ 97,687	\$ 87,403	\$ 9,453
Ending Cash Balance on June 30	\$ 87,403	\$ 9,453	\$ 49,003
Ending Cash as a % of Appropriations	268.70%	8.22%	127.28%

SECTION 2: At the end of the fiscal year 2020, the governing body estimates fund balances or deficits as follows:

General Fund	\$1,698,943
State Street Aid	\$86,561
Drug Enforcement Fund	\$49,003

SECTION 3: That the governing body herein certifies that the condition of its sinking funds, if applicable, are compliant pursuant to its bond covenants, and recognizes that the municipality has outstanding bonded and other indebtedness as follows:

General Fund	\$2,300,000
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SECTION 4: During the coming fiscal year (2020) the governing body has pending and planned capital projects with proposed funding as follows:

The Highway 100 Sidewalk Project and the Cumberland Drive Intersection Project, both fund through state and federal resources.

SECTION 5: No appropriation listed above may be exceeded without an amendment of the budget ordinance as required by the Municipal Budget Law of 1982 (TCA § 6-56-208). 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 municipality and declared by a two-thirds (2/3) vote of at least a quorum of the governing body in accord with Tennessee Code Annotated § 6-56-205.

SECTION 6: Money may be transferred from one appropriation to another in the same fund in an amount of up to \$10,000 by the City Manager, subject to such limitations and procedures as set by the Board of Mayor and Aldermen pursuant to Tennessee Code Annotated § 6-56-209. Any resulting transfers shall be reported to the governing body at its next regular meeting and entered into the minutes.

SECTION 7: A detailed financial plan will be attached to this budget and become part of this budget ordinance. In addition, the published operating budget and budgetary comparisons shown by fund with beginning and ending fund balances and the number of full time equivalent employees required by Tennessee Code Annotated § 6-56-206 will be attached.

SECTION 8: There is hereby levied a property tax of \$0.08765 per \$100 of assessed value on all real and personal property.

SECTION 9: This annual operating and capital budget ordinance and supporting documents shall be submitted to the Comptroller of the Treasury or Comptroller's Designee for approval if the City has debt issued pursuant to Title 9, Chapter 21 of the Tennessee Code Annotated within fifteen (15) days of its adoption. 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 of the Tennessee Code Annotated (the "Statutes".) If the Comptroller of the Treasury or Comptroller's Designee determines that the budget does not comply with the Statutes, the Governing Body shall adjust its estimates or make additional tax levies sufficient to comply with the Statutes or as directed by the Comptroller of the Treasury or Comptroller's Designee. If the City does not have such debt outstanding, it will file this annual operating and capital budget ordinance and supporting documents with the Comptroller of the Treasury or Comptroller's 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 July 1, 2019, the public welfare requiring it.

Passed 1<sup>st</sup> Reading: \_\_\_\_\_

Passed 2<sup>nd</sup> Reading: \_\_\_\_\_

\_\_\_\_\_  
Mayor

ATTESTED:

\_\_\_\_\_  
City Clerk

