

*****JUNE 25, 2007*****

The Town Council of the Town of Signal Mountain held a special called agenda meeting on Monday, June 25, 2007, at 9:00 a.m. in the Town Hall. Those present were:

Mayor Paul Hendricks
Vice-Mayor Hershel Dick
Councilmember Annette Allen
Councilmember Bill Lusk
Councilmember Susan Robertson

Also present were: Town Manager Diana Campbell
Town Attorney Phillip Noblett
See list for others present

Mayor Hendricks called the meeting to order. The Council discussed health insurance for Town employees for the year July 1, 2007 through June 30, 2008. John Davis, the agent for health and dental insurance was present. In addition Tom Heys, Chairman of the Personnel Committee was at the meeting to discuss insurance. After a lengthy discussion of several options from Blue Cross and Blue Shield and Cigna Insurance., the Council discussed an option from Cigna labeled as option number 6. The proposed plan had several changes from the current plan including an increase in the individual employee deductible from \$500.00 to \$1,500.00 and the family deductible from \$1,000.00 to \$3,000.00. The out of pocket for an individual would increase from \$1,500.00 to \$3,000.00 and for a family from \$3,000.00 to \$6,000.00. The projected annual premiums for the current census would be \$418,642.44. The Town would also adopt a Health Reimbursement Arrangement (HRA) to reimburse employees the difference between the current deductible and the new deductible. The Council discussed adopting a Cafeteria Plan or IRS Section 125 plan for making the premiums deducted from employees a pretax deduction. Councilmember Robertson made a motion to approve the option number 6 proposed by Cigna, the HRA and the Cafeteria Plan. Councilmember Lusk seconded the motion and it passed unanimously.

The next resolution before the Council was "A RESOLUTION AUTHORIZING THE TOWN MANAGER TO ENTER INTO A RENEWAL CONTRACT WITH GENWORTH INSURANCE COMPANY FOR DENTAL INSURANCE COVERAGE FOR TOWN OF SIGNAL MOUNTAIN EMPLOYEES AT THE RATE OF \$18.00 PER MONTH FOR INDIVIDUAL EMPLOYEES AND \$56.02 PER MONTH FOR EMPLOYEES AND THEIR FAMILIES EFFECTIVE JULY 1, 2007 THROUGH JUNE 30, 2008. After a brief discussion Councilmember Lusk made a motion to approve the resolution. Councilmember Robertson seconded the motion and it passed unanimously.

Next the Council considered a resolution "A RESOLUTION AUTHORIZING THE TOWN MANAGER AND/OR MAYOR TO ENTER INTO A CONTRACT FOR LIFE INSURANCE FOR EMPLOYEES OF THE TOWN OF SIGNAL MOUNTAIN WITH STANDARD INSURANCE COMPANY WITH PREMIUMS AT NINETEEN AND

ONE/HALF CENTS PER ONE THOUSAND DOLLARS OF COVERAGE.” The Town currently had insurance from Mutual of Omaha with a renewal proposed of thirty one cents per thousand of coverage. The proposal from Standard Insurance Company for the same coverage was sixteen and one half cents per thousand for the same coverage the Town was currently receiving from Mutual of Omaha. In addition, three and one half cents was added for accidental death and dismemberment coverage. Vice Mayor Dick made a motion to approve the resolution. The motion was seconded by Councilmember Lusk and it passed unanimously.

The next resolution was “A RESOLUTION AUTHORIZING THE TOWN MANAGER TO ENTER INTO A CONTRACT TO AUDIT TOWN ACCOUNTS FROM JULY 1, 2006 THROUGH JUNE 30, 2007 WITH JOHNSON, MURPHEY & WRIGHT, P.C. AND TO PROVIDE PAYMENT FOR MUNICIPAL AUDITING SERVICES PERFORMED ON TOWN ACCOUNTS FOR THAT TIME PERIOD IN THE AMOUNT OF \$14,100.00.” After a short discussion, Councilmember Lusk made a motion to approve the resolution. Vice Mayor Dick seconded the motion and it passed unanimously.

The last resolution before the Council was “A RESOLUTION AUTHORIZING THE DONATION OF \$10,000.00 TO MOUNTAIN RECREATION, INC., TO PROVIDE FUNDING FOR THE MAINTENANCE OF FIELDS WITHIN SHACKLEFORD RIDGE PARK IN AN AMOUNT NOT TO EXCEED TEN THOUSAND AND 00/100 (\$10,000.00) DOLLARS.” The Council briefly discussed the donation indicating that they would like to know from the Mountain Recreation, Inc. people how the money would be spent. Councilmember Robertson made a motion to table the resolution. Councilmember Lusk seconded the motion and it passed unanimously.

Next the Council considered “AN ORDINANCE TO ADOPT THE RATE OF TAXATION ON ALL TAXABLE PROPERTY IN THE TOWN OF SIGNAL MOUNTAIN HEREINAFTER KNOWN AS THE “FY 2007-2008 BUDGET ORDINANCE” TO PROVIDE REVENUE FOR THE TOWN OF SIGNAL MOUNTAIN DURING THE FISCAL YEAR BEGINNING JULY 1, 2007 AND ENDING JUNE 30, 2008, AND APPROPRIATING SAME TO THE PAYMENT OF THE EXPENSES OF THE MUNICIPAL GOVERNMENT DURING SAID FISCAL YEAR, INCLUDING NECESSARY BOND FINANCING REPAYMENTS FOR THE CONSTRUCTION OF A NEW HIGH SCHOOL/MIDDLE SCHOOL WITHIN THE TOWN; FIXING THE RATE OF TAXATION ON ALL TAXABLE PROPERTY IN THE TOWN OF SIGNAL MOUNTAIN FOR FISCAL YEAR 2007-2008 AND THE TIME TAXES AND PRIVILEGES ARE DUE, HOW THEY SHALL BE PAID, WHEN THEY SHALL BECOME DELINQUENT; AND PROVIDING FOR INTEREST AND PENALTIES ON ALL DELINQUENT TAXES AND PRIVILEGES OWED TO THE TOWN OF SIGNAL MOUNTAIN AND APPROPRIATING SAME TO THE PAYMENT OF THE EXPENSES OF THE MUNICIPAL GOVERNMENT DURING SAID FISCAL YEAR.” The Town Manager pointed out that the rate of interest for delinquent tax was changed from 12% on the first reading to 12.25% since a notice has just been received that the interest rate had been changed by the State. There was a brief discussion. Vice-Mayor Dick said he would like further discussion on the budget at a later date. Councilmember Lusk made a motion to approve the ordinance. Councilmember Robertson seconded the motion and it passed unanimously.

The Council discussed what items needed to be included on the agenda for the July 9, 2007 regular monthly meeting.

The Town Manager gave the Council a list and map of the trees around the Town Hall and explained that Jerry Mauldin who works with Gene Hyde, Chattanooga's arborist came to the Town and looked at trees that might need to be cut.

Next the Council briefly discussed the letter from Tom Hayslett III and the Dogwood Grove Developer Contract Agreement. It was decided that the Town Attorney would work with their attorney to work out the details of the agreement.

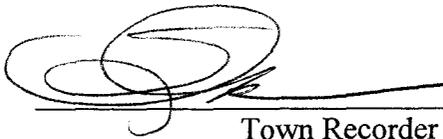
The Council briefly discussed recycling and a recent proposal from Orange Grove. The Council decided to have Orange Grove personnel make a presentation of their proposal.

The Council discussed court costs briefly. The Council asked the Town Manager to get information on what other cities were charging for court costs.

With no further business the meeting was adjourned.



Dr. Paul Hendricks, Mayor


Town Recorder

Others present:

John Davis

Tom Heys

RESOLUTION NO. R2007-48

A RESOLUTION AUTHORIZING THE TOWN MANAGER TO ENTER INTO A RENEWAL CONTRACT WITH GENWORTH INSURANCE COMPANY FOR DENTAL INSURANCE COVERAGE FOR TOWN OF SIGNAL MOUNTAIN EMPLOYEES AT THE RATE OF \$18.00 PER MONTH FOR INDIVIDUAL EMPLOYEES AND \$56.02 PER MONTH FOR EMPLOYEES AND THEIR FAMILIES EFFECTIVE JULY 1, 2007 THROUGH JUNE 30, 2008.

BE IT RESOLVED BY THE TOWN COUNCIL OF THE TOWN OF SIGNAL MOUNTAIN, TENNESSEE, That the Town Manager be and is hereby authorized to enter into a renewal contract for dental insurance coverage for the Town of Signal Mountain employees for the term of July 1, 2007 through June 30, 2008 to Genworth Insurance Company based upon its annual contract in the approximate amount of \$2,452.76 per month for said dental insurance coverage based on the current level of employees employed by the Town.. The cost of this dental insurance coverage shall be at the rate of \$18.00 for individual employees and \$56.02 per month for employees and families.



MAYOR

7-11-07
DATE



RECORDER

6-25-2007
DATE

PAN/kac

RESOLUTION NO. R2007-49

A RESOLUTION AUTHORIZING THE TOWN MANAGER
AND/OR MAYOR TO ENTER INTO A CONTRACT FOR LIFE
INSURANCE FOR EMPLOYEES OF THE TOWN OF
SIGNAL MOUNTAIN WITH STANDARD INSURANCE COMPANY
WITH PREMIUMS AT NINETEEN .5 CENTS
(\$.195) PER ONE THOUSAND DOLLARS OF COVERAGE

BE IT RESOLVED by the Town Council of the Town of Signal Mountain, Tennessee, that the Town Manager and/or Mayor is authorized to Enter into a contract for life insurance for employees of the Town of Signal Mountain with Standard Insurance Company for two times the employees' annual salary up to \$120,000 of coverage with premiums of \$.16 plus an additional \$.35 cents for accidental death and dismemberment per one thousand dollars of coverage for the term of July 1, 2007, through June 30, 2008 with estimated monthly premiums of \$715.19 based on the current level of employees employed by the Town.



MAYOR



RECORDER

7-11-07
DATE

6-25-07
DATE

RESOLUTION NO. R2007-50

A RESOLUTION AUTHORIZING THE TOWN MANAGER TO ENTER INTO A CONTRACT TO AUDIT TOWN ACCOUNTS FROM JULY 1, 2006 THROUGH JUNE 30, 2007 WITH JOHNSON, MURPHEY & WRIGHT, P.C. AND TO PROVIDE PAYMENT FOR MUNICIPAL AUDITING SERVICES PERFORMED ON TOWN ACCOUNTS FOR THAT TIME PERIOD IN THE AMOUNT OF \$14,100.00.

BE IT RESOLVED by the Town Council of the Town of Signal Mountain, Tennessee that the Town Manager is authorized to enter into a contract to audit Town Accounts from July 1, 2006 through June 30, 2007 with Johnson, Murphey & Wright, P.C. and to provide payment for municipal auditing services performed on Town Accounts for that time period in the amount of \$14,100.00. A copy of the Contract to Audit Accounts is attached.


MAYOR


RECORDER

7-11-07
DATE

6-25-07
DATE

PAN/kac

CONTRACT TO AUDIT ACCOUNTS

OF

TOWN OF SIGNAL MOUNTAIN, TENNESSEE

(GOVERNMENTAL UNITS AND/OR RECIPIENTS OF GRANT FUNDS)

FOR THE PERIOD

FROM JULY 1, 2006 TO JUNE 30, 2007

Please include current email information below. Your email information changes after this contract is approved. Updated information should be submitted via the form located at <http://www.comptroller.state.tn.us/mailformnst.htm>.

CPA's E-Mail Address:
btw@mtw-cpa.com

Government's/Nonprofit's E-Mail Address:

(See instruction # 11)

For Department of Audits use only.

Copies of the audit reports resulting from this contract are to be filed with the office noted below:

Municipal Audit

County Audit

(See instruction # 10)

March 2007

CONTRACT TO AUDIT ACCOUNTS

OF TOWN OF SIGNAL MOUNTAIN, TENNESSEE

(Name of Organization)

This agreement made this 22ND day of JUNE, 2007, by and betweenJOHNSON, MURPHEY & WRIGHT, P.C.

(Auditor)

301 NORTH MARKET ST., CHATTANOOGA, TN 37405, hereinafter referred to as the "auditor"

(Full Address of Auditor)

and TOWN OF SIGNAL MOUNTAIN, TENNESSEE, of

(Name of Organization)

1111 RIDGEWAY AVENUE, SIGNAL MOUNTAIN, TN 37377, hereinafter referred to as the

(Full Address of Organization)

"organization" (governmental unit or grant recipient), as follows:

1. In accordance with the requirements of the laws and/or regulations of the State of Tennessee, the auditor shall perform a financial and compliance audit of the financial statements of all funds, and grant contracts of the organization for the period beginning JULY 1, 2006, and ending JUNE 30, 2007 with the exception of the funds and/or contracts as listed below (explanations should be attached for each situation noted):

2. The auditor shall conduct the audit in accordance with *Government Auditing Standards* issued by the Comptroller General of the United States and requirements prescribed by the Comptroller of the Treasury, State of Tennessee. If applicable, the audit is to be conducted in accordance with the provisions of the Single Audit Act and U.S. Office of Management and Budget (OMB) *Circular A-133*. The audit is also to be conducted in accordance with any other applicable federal management circulars.

3. The auditor shall, as part of the written report of audit, submit to the organization's governing body a report containing an expression of an unqualified or modified opinion on the financial statements. (See Instruction 4) This report shall state that *Government Auditing Standards* have been followed in the audit, except when a disclaimer of opinion is issued. If the organization is a component unit or fund of another entity, it is agreed that: (a) the financial statements may be included in the financial statements of the other entity; (b) the principal auditor for the other entity may rely upon this contracted auditor's report; (c) any additional information required by the principal auditor of the other entity will be provided in a timely manner.

4. It is agreed that *Government Auditing Standards* include consideration of internal controls to determine auditing procedures for the purpose of expressing opinions on the financial statements and, if applicable, on compliance with the requirements of federal financial assistance programs. It is also agreed that *Government Auditing Standards* require the auditor to report on the internal control and on compliance with applicable laws and regulations. This report shall state the audit was performed in accordance with *Government Auditing Standards*. This report shall be issued regardless of whether the organization received any federal funding. Audit reports of entities which are subject to the provisions of the Single Audit Act and OMB *Circular A-133* shall include the additional report required by that circular. This report shall state the audit was performed in accordance with *Government Auditing Standards* and in accordance with OMB *Circular A-133*. Any other applicable federal management circulars shall also be referenced in this report.

5. The auditor shall make a written report, which shall be a part of the written report of audit, to the organization's governing body setting forth findings, recommendations for improvement, concurrence or nonconcurrence of appropriate officials with the audit findings, comments on corrective action taken or planned, and comments on the disposition of prior year findings. These findings and recommendations shall either be part of the report on internal control and compliance with applicable laws and regulations, described in paragraph 4, or they shall be incorporated by reference in the report.

6. If a management letter or any other reports or correspondence relating to other matters involving internal controls and recommendations are issued in connection with this audit, a copy shall be filed with the Comptroller of the Treasury. Such management letters, reports, or correspondence shall be consistent with the findings published in the audit report (i.e., they shall disclose no reportable matters not also disclosed in the findings found in the published report of audit).

7. Instances of noncompliance which are not related to federal funds (reporting noncompliance related to federal financial assistance is addressed in OMB *Circular A-133*) should be reported in accordance with *Government Auditing Standards*. If any other instances of noncompliance are communicated to management in writing, this communication shall be disclosed in the report on internal control and compliance and a copy submitted to the Comptroller of the Treasury.

8. The auditor shall furnish 20 copies of the report to the organization's governing body. It is anticipated that the auditor's report shall be filed prior to 12-31-07, but in no case, shall be filed later than six (6) months following the fiscal period to be audited, without prior written explanation to the Comptroller of the Treasury, State of Tennessee and the organization. The auditor shall file one (1) printed copy (an electronic copy may accompany but not replace this printed copy) of said report with the Comptroller of the Treasury, State of Tennessee, and with the appropriate officials of the granting agencies listed below. The auditor shall, for all Municipalities

and Emergency Communications Districts, file two (2) printed copies of said report. In certain instances, additional copies of the report may be required to be filed with the Comptroller. Requirements for additional copies should also be addressed below.

9. The auditor agrees to retain working papers for no less than five (5) years from the date the report is received by the Department of Audit. In addition, the auditor agrees that all audit working papers shall, upon request, be made available in the manner requested by the Comptroller for review by the Comptroller of the Treasury or the Comptroller's representatives, agents, and legal counsel, while the audit is in progress and/or subsequent to the completion of the report. Furthermore, at the Comptroller's discretion, it is agreed that the working papers will be reviewed at the office of the auditor, the entity, or the Comptroller and that copies of the working papers can be made by the Comptroller's representatives or may be requested to be made by the firm and may be retained by the Comptroller's representatives.

10. Any reasonable suspicion of fraud, such as defalcation, misappropriation, misfeasance, malfeasance, embezzlement or other illegal acts shall be reported by the auditor, in writing immediately upon discovery, to the Comptroller of the Treasury, State of Tennessee, who shall under all circumstances have the authority, at the discretion of the Comptroller, to directly investigate such matters. If the circumstances disclosed by the audit call for a more detailed investigation by the auditor than necessary under ordinary circumstances, the auditor shall inform the organization's governing body in writing of the need for such additional investigation and the additional compensation required therefor. Upon approval by the Comptroller of the Treasury, an amendment to this contract may be made by the organization's governing body and the auditor for such additional investigation. (See Instruction 12)

11. (Special Provisions) _____

12. In consideration of the satisfactory performance of the provisions of this contract, the organization shall pay to the auditor a fee of \$16,300.00 (Fees may be per diem or fixed amounts. If per diem, an estimated gross fee should be furnished to the governing unit for budgetary purposes. A schedule of such per diem fees should be set forth below. Interim billings may be arranged with consent of both parties to this contract.) Provision for the payment of fees under this agreement has been or will be made by appropriation of the governing body.

(Estimated gross fee: _____)

SCHEDULE OF PER DIEM FEES:

13. It is agreed that this audit will conform to standards, procedures, and reporting requirements established by the Comptroller of the Treasury. It is further agreed that any deviation from these standards and procedures will be approved in writing by the Comptroller of the Treasury prior to the execution of the contract. The interpretation of this contract shall be governed by the above-mentioned publications and the laws of the State of Tennessee.

14. As the auditor and authorized representative of the firm, I do hereby affirm that our office is currently registered with the State Board of Accountancy and our organization has participated in an external quality control review at least once every three (3) years, conducted by an organization not affiliated with our firm, that a copy of our most recent external quality control review report has been provided to the organization, and that all members of the staff assigned to this audit have obtained the necessary hours of continuing professional education required by *Government Auditing Standards*. (Refer to instruction 9). In addition, as the auditor I also affirm that all auditors participating in the engagement are independent under the requirements of the AICPA and *Government Auditing Standards*.

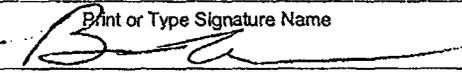
15. This writing, including any amendments, contains all terms of this contract. There are no other agreements between the parties hereto and no other agreements relative hereto shall be enforceable, unless entered into in accordance with the procedures set out herein and approved by the Comptroller of the Treasury, State of Tennessee.

JOHNSON, MURPHEY & WRIGHT, P.C.

Audit Firm

BRIAN T. WRIGHT

Print or Type Signature Name

By: 

Signature

Title/Position: PARTNER/CPA

Date: JUNE 22, 2007

TOWN OF SIGNAL MOUNTAIN, TENNESSEE

Governmental Unit or Grant Recipient

DIANA CAMPBELL

Print or Type Signature Name

By: _____

Signature

Title/Position: TOWN MANAGER

Date: _____

Approved by the Comptroller of the Treasury, State of Tennessee

By: _____

For the Comptroller

Date: _____

INSTRUCTIONS
Contract to Audit Accounts

1. All contracts for auditing financial statements between an auditor and any governmental entity or private or nonprofit organization receiving funds from the State of Tennessee require the prior approval of the Comptroller of the Treasury, State of Tennessee. (Such approval is not required for system improvement and similar services of a non-audit nature.)
2. The contract should be executed in triplicate and submitted to the Comptroller of the Treasury, State of Tennessee -- for municipalities, school activity and non-centralized cafeteria funds, charter schools, utility districts, housing authorities, or for private or nonprofit organizations to the Division of Municipal Audit, Suite 1600, James K. Polk Building, Nashville, Tennessee, 37243-0271; and for counties and county related entities to the Division of County Audit, Suite 1500, James K. Polk Building, Nashville, Tennessee, 37243-0269.
3. Upon approval by the Comptroller of the Treasury, State of Tennessee, one contract will be returned to the organization, one forwarded to the auditor, and one retained by the Comptroller of the Treasury. The audit should not be started before the contract is approved.
4. The auditor's opinion shall be expressed on each of the opinion units which collectively comprise the basic financial statements. The organization may require the auditor to express an opinion on the basic financial statements and on combining and individual fund financial statements presented as supplementary information. Reference: AICPA Audit and Accounting Guide -*Audits of State and Local Governments*. The auditor and the organization should contemplate an unqualified opinion on the basic financial statements, and any limitations or restrictions which would lead to a qualification should be fully explained. If an auditor anticipates issuing a disclaimer or an adverse opinion on a governmental entity's financial statements due to an incomplete presentation under GASB Statement 34 or for any other reason, the auditor should contact the appropriate division, ie, the Division of County Audit or the Division of Municipal Audit, for guidance concerning financial statement presentation.
5. The responsibility of the auditor for funds not covered under the contract should be set forth in Paragraph 1, and the assistance and information that is to be furnished by the organization should be set forth in Paragraph 11 of the contract. An addendum may be used where additional space is required.
6. If, after being approved, the contract is modified by either of the parties, the modification must be reduced to writing and submitted to the Comptroller of the Treasury, State of Tennessee, for approval. No change shall be effective unless approved by the Comptroller. Original signatures are required on all copies of the contract. Retyped copies of this contract will not be approved. However, photo copies are permissible.
7. The scope of the audit should be clearly stated and the fee stated so the amount can be easily determined. A separate contract is not necessary for each division within an organization. The fee should be so stated that the amount to be paid by each unit is easily determined.
8. The number of copies (specified in paragraph 8 of the contract) of the report of audit and any other written report by the auditor shall be filed with the Comptroller of the Treasury, State of Tennessee, when (or prior to) submitting a final invoice to the entity for services rendered. These reports, as filed with the Comptroller of the Treasury, State of Tennessee, become a matter of public record and are available for inspection.
9. Any firm submitting contracts to audit for approval should file a single copy of the firm's most recent external quality control review report and related letter of comment, as applicable, with the Comptroller of the Treasury. A copy of the most recent external quality control review report should be on file with the Comptroller of the Treasury before contracts to audit can be approved.
10. The shaded box on the front of this contract identifies the division of the Department of Audit with which the audit report must be filed. The *Audit Manual for Local Governmental Units and Recipients of Grant Funds* published by the Comptroller of the Treasury provides for specific reporting requirements for each division. The auditor should refer to the manual for guidance on these requirements prior to submission of the report.
11. Both the auditor and the entity are responsible for filing updated contact information with the Comptroller's Office, including email addresses, phone numbers, postal address, etc. To submit any changes, please access our web site at <http://www.comptroller.state.tn.us/ma/maforms.htm>. If the organization does not have Internet access, please contact the appropriate division to obtain a form and mail the completed form to the address in instruction 2.
12. Any amendment is subject to the same approval process as the original contract. No work should begin until the amendment is signed by all parties. For an example amendment, please access our web site at <http://www.comptroller.state.tn.us/ma/maforms.htm>.

RESOLUTION NO. R2007-51

A RESOLUTION AUTHORIZING THE DONATION OF \$10,000.00 TO MOUNTAIN RECREATION, INC., TO PROVIDE FUNDING FOR THE MAINTENANCE OF FIELDS WITHIN SHACKLEFORD RIDGE PARK IN AN AMOUNT NOT TO EXCEED TEN THOUSAND AND 00/100 (\$10,000.00) DOLLARS.

BE IT RESOLVED by the Town Council of the Town of Signal Mountain, Tennessee that the donation of \$10,000.00 is authorized to be made to Mountain Recreation, Inc., a nonprofit corporation, pursuant to T.C.A. § 6-54-111, to provide funding for the maintenance of fields within Shackleford Ridge Park in an amount not to exceed Ten Thousand and 00/100 (\$10,000.00) Dollars.


MAYOR

7-11-07
DATE

PAN/kac


RECORDER

6-25-07
DATE

ORDINANCE NO. 2007-10

AN ORDINANCE TO ADOPT THE RATE OF TAXATION ON ALL TAXABLE PROPERTY IN THE TOWN OF SIGNAL MOUNTAIN HEREINAFTER KNOWN AS THE "FY 2007-2008 BUDGET ORDINANCE" TO PROVIDE REVENUE FOR THE TOWN OF SIGNAL MOUNTAIN DURING THE FISCAL YEAR BEGINNING JULY 1, 2007 AND ENDING JUNE 30, 2008, AND APPROPRIATING SAME TO THE PAYMENT OF THE EXPENSES OF THE MUNICIPAL GOVERNMENT DURING SAID FISCAL YEAR, INCLUDING NECESSARY BOND FINANCING REPAYMENTS FOR THE CONSTRUCTION OF A NEW HIGH SCHOOL/MIDDLE SCHOOL WITHIN THE TOWN; FIXING THE RATE OF TAXATION ON ALL TAXABLE PROPERTY IN THE TOWN OF SIGNAL MOUNTAIN FOR FISCAL YEAR 2007-2008 AND THE TIME TAXES AND PRIVILEGES ARE DUE, HOW THEY SHALL BE PAID, WHEN THEY SHALL BECOME DELINQUENT; AND PROVIDING FOR INTEREST AND PENALTIES ON ALL DELINQUENT TAXES AND PRIVILEGES OWED TO THE TOWN OF SIGNAL MOUNTAIN. AND APPROPRIATING SAME TO THE PAYMENT OF THE EXPENSES OF THE MUNICIPAL GOVERNMENT DURING SAID FISCAL YEAR.

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 2007-2008 from all Town revenue sources; and

WHEREAS, the Signal Mountain Town Council is authorized to adopt an ordinance establishing and amending a property tax levy 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 budgets of the various departments, agencies, boards, commissions, offices, divisions or branches of Town government for the fiscal year beginning July 1, 2007 are hereinafter set out on the attached FY 2007-2008 Budget and the amount so

fixed for each department, agency, board, commission, office, division or branch of Town Government is hereby appropriated out of the estimated revenue for said year for the use of that department, agency, board, commission, office, division or branch of government in accordance with the attached FY 2007-2008 Budget.

SECTION 2. 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 said Town as they mature, there be and is hereby levied on all taxable property within the Town of Signal Mountain, Tennessee, a revised tax for the year 2007 at a rate of \$1.775 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 3. The assessment made by the Assessor of Property of Hamilton County, Tennessee, and by the Tennessee Regulatory Agency for 2007 on all property located within the corporate limits of the Town of Signal Mountain, Tennessee, be and is hereby adopted as the assessment of the Town of Signal Mountain.

SECTION 4. That the taxes herein levied on all taxable property within the corporate limits of the Town of Signal Mountain shall come due and payable at the Office of the Town Manager on October 1, 2007, and shall become delinquent on March 1, 2008, after which the unpaid taxes shall bear interest at Twelve and 25/100 Percent (12.25%) per annum and subject to a penalty of Six Percent (6%) per annum, plus other penalties as provided by law, which shall be paid by the taxpayer; provided, except for taxpayers receiving tax relief under T.C.A. § 67-5-702 through § 67-5-705.

SECTION 5. That this Ordinance shall become effective immediately upon its passage as provided by law.

Passed First Reading 6-11, 2007.

Passed Second Reading 6-25, 2007.



MAYOR



RECORDER

PAN/kac

TOWN OF SIGNAL MOUNTAIN
FISCAL YEAR 7/1/2007 - 6/30/2008 BUDGET

012144

	Actual <u>2,006</u>	Budgeted <u>2,007</u>	Budget <u>2,008</u>
I. GENERAL FUND			
A. Revenues			
1. Taxes	\$ 3,053,106	\$ 3,617,200	\$ 3,771,400
2. License & permits	29,780	33,120	36,190
3. Intergovernmental - State	981,945	1,037,063	1,002,328
4. Intergovernmental - Federal	19,569	147,321	68,012
5. Intergovernmental - Other	5,000	5,000	5,000
6. Charges for services - MACC	50,061	50,800	49,000
7. Charges for services - Recreation	75,733	64,670	59,380
8. Charges for services - Library	32,803	51,075	15,843
9. Charges for services - Misc	3,891	1,100	1,300
10. Fines, forfeitures, penalties	32,641	30,000	32,500
11. Other revenue	381,790	181,066	300,446
12. Transfer from Debt Service Fund		0	
13. Loan proceeds		3,100,000	5,015,829
14. Revenue from fund balance-firehall		405,000	405,000
15. Revenue from (- to) fund balance		-102,783	74,295
Total revenues	<u>\$ 4,666,319</u>	<u>\$ 8,620,632</u>	<u>\$ 10,836,523</u>
B. Expenditures			
1. Financial Admin - Salaries	\$ 193,406	\$ 180,815	\$ 199,082
2. Financial Admin - Other	209,041	245,372	358,673
3. Judicial - Salaries	24,674	27,164	29,078
4. Judicial - Other	7,882	8,839	12,665
5. Building Inspector - Salaries	30,637	32,549	22,683
6. Building Inspector - Other	13,668	19,781	17,028
7. Police - Salaries	606,588	682,510	679,700
8. Police - Other	424,627	487,369	507,927
9. Fire - Salaries	566,382	572,031	608,870
10. Fire - Other	277,414	765,453	857,703
11. Public Works Admin-Salaries	34,297	35,383	51,465
12. Public Works Admin-Other	18,853	36,713	47,516
13. Street Maintenance - Salaries	76,531	172,180	148,087
14. Street Maintenance - Other	157,276	197,352	244,556
15. Shop - Salaries	29,639	31,456	29,493
16. Shop - Other	35,962	40,563	40,365
17. Recreation - Salaries	159,729	156,217	116,326
18. Recreation - Other	293,040	152,994	132,864
19. Library - Salaries	97,803	90,785	76,893
20. Library - Other	94,723	120,951	90,589
21. Mountain Arts Center-Salaries	46,500	50,111	48,327
22. Mountain Arts Center-Other	58,589	75,561	78,187
23. Transfer to Debt Ser	160,630		
Debt Service		750,200	811,577
24. Transfer to Solid Waste Fund	502,874	588,283	906,040
25. School construction payments		3,100,000	4,720,829
Total expenditures	<u>\$ 4,120,765</u>	<u>8,620,632</u>	<u>10,836,523</u>

C. Major changes in FY 2008 from FY 2007 = \$4,720,829 loan to be paid on high school

D. Fund Balance anticipated on June 30, 2007 = \$3,707,012

Fund Balance anticipated on June 30, 2008 = \$3,682,012

E. Full-Time equivalent positions in this Fund = 65.44

TOWN OF SIGNAL MOUNTAIN - FISCAL YEAR 7/1/ 2006-6/30/2007 BUDGET

	<u>Actual</u> <u>2,005</u>	<u>Budgeted</u> <u>2,007</u>	<u>Budget</u> <u>2,008</u>
II. STATE STREET AID			
A. Revenues			
1. Intergovernmental - State	\$ 217,459	\$ 222,000	\$ 222,000
2. Intergovernmental - Federal		183,400	183,400
3. Other revenues	4,390	4,400	3,700
4. Revenue from fund balance		<u>232,714</u>	<u>230,900</u>
Total revenues	<u>\$ 221,849</u>	<u>\$ 642,514</u>	<u>\$ 640,000</u>
B. Expenditures			
1. Other	<u>\$ 418,531</u>	<u>\$ 642,514</u>	<u>\$ 640,000</u>
Total expenditures	<u>\$ 418,531</u>	<u>\$ 642,514</u>	<u>\$ 640,000</u>
C. Major changes in FY 2008 from FY 2007 = None			
D. Fund Balance anticipated on June 30, 2007 = \$316,665			
Fund Balance anticipated on June 30, 2008 = \$110,765			
E. Full-Time equivalent positions in this Fund = 0			

III. SOLID WASTE FUND			
A. Revenues			
1. Local taxes/revenues	\$ 37,645	\$ 37,000	\$ 30,150
2. Other revenues	44,711	39,750	52,100
3. Operating transfers in	502,874	588,283	906,040
4. Revenue from fund balance		<u>0</u>	
Total revenues	<u>\$ 585,230</u>	<u>\$ 665,033</u>	<u>\$ 988,290</u>
B. Expenditures			
1. Garbage & brush - Salaries	\$ 214,378	\$ 195,641	\$ 243,093
2. Garbage & brush - Other	255,075	386,485	657,128
3. Recycle - Salaries	49,467	53,344	51,995
4. Recycle - Other	27,411	29,563	36,074
Total expenditures	<u>\$ 546,331</u>	<u>\$ 665,033</u>	<u>\$ 988,290</u>
C. Major changes in FY 2008 from FY 2007 = Automatic equipment for garbage service			
D. Fund Balance anticipated on June 30, 2007 = \$ 83,086			
Fund Balance anticipated on June 30, 2008 = \$ 83,086			
E. Full-Time equivalent positions in this Fund = 10.77			

IV. POLICE DRUG FUND			
A. Revenue			
1. Fines, forfeitures, penalties	\$ 7,125	\$ 2,000	\$ 3,400
2. Other revenue	791	500	1,000
3. Revenue from fund balance		<u>14,000</u>	<u>2,100</u>
Total revenues	<u>\$ 7,916</u>	<u>\$ 16,500</u>	<u>\$ 6,500</u>
B. Expenditures			
1. Other	<u>\$ 1,201</u>	<u>\$ 16,500</u>	<u>\$ 6,500</u>
Expenditures	<u>\$ 1,201</u>	<u>\$ 16,500</u>	<u>\$ 6,500</u>
C. Major changes in FY 2008 from FY 2007 = Less equipment purchases			
D. Fund Balance anticipated on June 30, 2007 = \$10,233			
Fund Balance anticipated on June 30, 200 = \$8,133			
E. Full-Time equivalent positions in this Fund = 0			

TOWN OF SIGNAL MOUNTAIN - FISCAL YEAR 7/1/ 2006-6/30/2007 BUDGET

	<u>Actual</u> 2,006	<u>Budgeted</u> 2,007	<u>Budget</u> 2,008
V. WATER FUND			
A. Revenue			
1. Other revenue/user fees	\$ 1,244,981	\$ 1,233,920	\$ 1,329,985
2. Revenue from fund balance		188,781	30,050
Total revenues	<u>\$ 1,244,981</u>	<u>\$ 1,422,701</u>	<u>\$ 1,360,035</u>
B. Expenditures			
1. Salaries	\$ 161,541	\$ 188,618	\$ 188,515
2. Other	848,401	1,234,083	1,171,520
Total Expenditures	<u>\$ 1,009,942</u>	<u>\$ 1,422,701</u>	<u>\$ 1,360,035</u>
C. Major changes in FY 2008 from FY 2007 = None			
D. Net Asset Balance anticipated on June 30, 2007 = \$4,463,484			
Net Asset Balance anticipated on June 30, 2008 = \$ 4,460,965			
E. Full-Time equivalent positions in this Fund = 6.0			

VI. STORMWATER FUND

A. Revenue			
1. Local taxes	\$ 150,250	\$ 152,800	\$ 152,800
2. Other revenue/user fees	4,813	3,370	7,700
3. Revenue from fund balance		26,673	112,679
Total revenues	<u>\$ 155,063</u>	<u>\$ 182,843</u>	<u>\$ 273,179</u>
B. Expenditures			
1. Salaries	\$ 40,621	\$ 44,243	\$ 80,456
2. Other	92,525	138,600	192,723
Expenditures	<u>\$ 133,146</u>	<u>\$ 182,843</u>	<u>\$ 273,179</u>
C. Major changes in FY 2008 from FY 2007 = Purchase of Hydrojet			
D. Net Asset Balance anticipated on June 30, 2007 = \$ 22,157			
Net Asset Balance anticipated on June 30, 2008 = \$ 112,478			
E. Full-Time equivalent positions in this Fund = 1.35			

VII. LIBRARY BOARD FUND

A. Revenue			
1. Other revenue	\$	\$ 10,000	\$ 10,000
2. Revenue from fund balance	189	33,675	
Total revenues	<u>\$ 189</u>	<u>\$ 43,675</u>	<u>\$ 10,000</u>
B. Expenditures			
1. Other	\$ 12,068	\$ 33,675	\$ 10,000
Expenditures	<u>\$ 12,068</u>	<u>\$ 33,675</u>	<u>\$ 10,000</u>
C. Major changes in FY 2008 from FY 2007 = No additional transfers for 2008			
D. Fund Balance anticipated on June 30, 2007 = \$12,755			
Fund Balance anticipated on June 30, 2008 = \$ 12,755			
E. Full-Time equivalent positions in this Fund = 0			

TOWN OF SIGNAL MOUNTAIN
FISCAL YEAR 7/1/2007 - 6/30/2008 BUDGET

	Actual <u>2,006</u>	Budgeted <u>2,007</u>	Budget <u>2,008</u>
I. GENERAL FUND			
A. Revenues			
1. Taxes	\$ 3,053,106	\$ 3,617,200	\$ 3,771,400
2. License & permits	29,780	33,120	36,190
3. Intergovernmental - State	981,945	1,037,063	1,002,328
4. Intergovernmental - Federal	19,569	147,321	68,012
5. Intergovernmental - Other	5,000	5,000	5,000
6. Charges for services - MACC	50,061	50,800	49,000
7. Charges for services - Recreation	75,733	64,670	59,380
8. Charges for services - Library	32,803	51,075	15,843
9. Charges for services - Misc	3,891	1,100	1,300
10. Fines, forfeitures, penalties	32,641	30,000	32,500
11. Other revenue	381,790	181,066	300,446
12. Transfer from Debt Service Fund		0	
13. Loan proceeds		3,100,000	5,015,829
14. Revenue from fund balance-firehall		405,000	405,000
15. Revenue from (- to) fund balance		-102,783	74,295
Total revenues	<u>\$ 4,666,319</u>	<u>\$ 8,620,632</u>	<u>\$ 10,836,523</u>
B. Expenditures			
1. Financial Admin - Salaries	\$ 193,406	\$ 180,815	\$ 199,082
2. Financial Admin - Other	209,041	245,372	358,673
3. Judicial - Salaries	24,674	27,164	29,078
4. Judicial - Other	7,882	8,839	12,665
5. Building Inspector - Salaries	30,637	32,549	22,683
6. Building Inspector - Other	13,668	19,781	17,028
7. Police - Salaries	606,588	682,510	679,700
8. Police - Other	424,627	487,369	507,927
9. Fire - Salaries	566,382	572,031	608,870
10. Fire - Other	277,414	765,453	857,703
11. Public Works Admin-Salaries	34,297	35,383	51,465
12. Public Works Admin-Other	18,853	36,713	47,516
13. Street Maintenance - Salaries	76,531	172,180	148,087
14. Street Maintenance - Other	157,276	197,352	244,556
15. Shop - Salaries	29,639	31,456	29,493
16. Shop - Other	35,962	40,563	40,365
17. Recreation - Salaries	159,729	156,217	116,326
18. Recreation - Other	293,040	152,994	132,864
19. Library - Salaries	97,803	90,785	76,893
20. Library - Other	94,723	120,951	90,589
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Debt Service		750,200	811,577
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25. School construction payments		3,100,000	4,720,829
Total expenditures	<u>\$ 4,120,765</u>	<u>8,620,632</u>	<u>10,836,523</u>

C. Major changes in FY 2008 from FY 2007 = \$4,720,829 loan to be paid on high school

D. Fund Balance anticipated on June 30, 2007 = \$3,707,012

Fund Balance anticipated on June 30, 2008 = \$3,682,012

E. Full-Time equivalent positions in this Fund = 65.44

TOWN OF SIGNAL MOUNTAIN - FISCAL YEAR 7/1/ 2006-6/30/2007 BUDGET

	<u>Actual</u> <u>2,005</u>	<u>Budgeted</u> <u>2,007</u>	<u>Budget</u> <u>2,008</u>
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A. Revenues			
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B. Expenditures			
1. Other	<u>\$ 418,531</u>	<u>\$ 642,514</u>	<u>\$ 640,000</u>
Total expenditures	<u>\$ 418,531</u>	<u>\$ 642,514</u>	<u>\$ 640,000</u>
C. Major changes in FY 2008 from FY 2007 = None			
D. Fund Balance anticipated on June 30, 2007 = \$316,665			
Fund Balance anticipated on June 30, 2008 = \$110,765			
E. Full-Time equivalent positions in this Fund = 0			
III. SOLID WASTE FUND			
A. Revenues			
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E. Full-Time equivalent positions in this Fund = 10.77			
IV. POLICE DRUG FUND			
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2. Other revenue	791	500	1,000
3. Revenue from fund balance		<u>14,000</u>	<u>2,100</u>
Total revenues	<u>\$ 7,916</u>	<u>\$ 16,500</u>	<u>\$ 6,500</u>
B. Expenditures			
1. Other	<u>\$ 1,201</u>	<u>\$ 16,500</u>	<u>\$ 6,500</u>
Expenditures	<u>\$ 1,201</u>	<u>\$ 16,500</u>	<u>\$ 6,500</u>
C. Major changes in FY 2008 from FY 2007 = Less equipment purchases			
D. Fund Balance anticipated on June 30, 2007 = \$10,233			
Fund Balance anticipated on June 30, 200 = \$8,133			
E. Full-Time equivalent positions in this Fund = 0			

TOWN OF SIGNAL MOUNTAIN - FISCAL YEAR 7/1/ 2006-6/30/2007 BUDGET

	<u>Actual</u> <u>2,006</u>	<u>Budgeted</u> <u>2,007</u>	<u>Budget</u> <u>2,008</u>
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Total revenues	<u>\$ 1,244,981</u>	<u>\$ 1,422,701</u>	<u>\$ 1,360,035</u>
B. Expenditures			
1. Salaries	\$ 161,541	\$ 188,618	\$ 188,515
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Net Asset Balance anticipated on June 30, 2008 = \$ 112,478			
E. Full-Time equivalent positions in this Fund = 1.35			

VII. LIBRARY BOARD FUND

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Total revenues	<u>\$ 189</u>	<u>\$ 43,675</u>	<u>\$ 10,000</u>
B. Expenditures			
1. Other	\$ 12,068	\$ 33,675	\$ 10,000
Expenditures	<u>\$ 12,068</u>	<u>\$ 33,675</u>	<u>\$ 10,000</u>
C. Major changes in FY 2008 from FY 2007 = No additional transfers for 2008			
D. Fund Balance anticipated on June 30, 2007 = \$12,755			
Fund Balance anticipated on June 30, 2008 = \$ 12,755			
E. Full-Time equivalent positions in this Fund = 0			