

ORDINANCE NO.: 2015-03

AN ORDINANCE OF THE TOWN OF SIGNAL MOUNTAIN, TENNESSEE
ADOPTING THE ANNUAL BUDGET AND TAX RATE FOR THE FISCAL
YEAR BEGINNING JULY 1, 2015 AND ENDING JUNE 30, 2016
HEREINAFTER KNOWN AS THE "FY 2015-2016 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 2015-2016 from all Town revenue sources; and

WHEREAS, the Signal Mountain Town Council is authorized to adopt an ordinance establishing the fiscal year 2015-2016 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 for the fiscal year beginning July 1, 2015 and ending June 30, 2016 to be as hereinafter set out on the attached FY 2015-2016 Budget.

SECTION 2. That the Town Council of the Town of Signal Mountain, Tennessee appropriates from these anticipated revenues and unexpended and unencumbered funds the budgets of the various departments, agencies, boards, commissions, offices, divisions or branches of Town government for the fiscal year beginning July 1, 2015 and ending June 30, 2016 to be as hereinafter set out on the attached FY 2015-2016 Budget.

SECTION 3. At the end of the current fiscal year the Town Council for the Town of Signal Mountain, Tennessee estimates cash balances/(deficit) to be as hereinafter set out on the attached FY 2015-2016 Budget.

SECTION 4. That the Signal Mountain Town Council recognizes that the municipality has bonded and other indebtedness as hereinafter set out on the attached FY 2015-2016 Budget.

SECTION 5. During the coming fiscal year the Signal Mountain Town Council has planned capital projects and proposed funding as hereinafter set out on the attached FY 2015-2016 Budget.

SECTION 6. During the FY 2015-2016 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 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 2015 at the rate of \$1.5684 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. The Town Council has agreed to dedicate \$0.15 of this tax rate of \$1.5684 for the payment of bond obligations for the Signal Mountain Middle High School bond debt during this fiscal year to reduce such indebtedness of the Town.

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 the Statutes, the Signal

**TOWN OF SIGNAL MOUNTAIN
FISCAL YEAR 7/1/2015 - 6/30/2016 BUDGET**

	<u>Actual</u> <u>2013-2014</u>	<u>Projected</u> <u>2014-2015</u>	<u>Budget</u> <u>2015-2016</u>
<u>SECTION 1</u>			
<u>REVENUES</u>			
GENERAL FUND			
Local taxes	\$ 4,725,610.07	\$ 4,728,648	\$ 4,776,502
Intergovernmental	1,398,492.06	1,259,820	1,405,500
Charges for services	171,798.62	163,050	153,398
Fines, forfeitures, penalties	42,641.87	50,000	40,000
License & permits	72,209.00	45,475	50,575
Miscellaneous revenue	117,716.87	157,681	186,681
Total Revenue	\$ 6,528,468.49	\$ 6,404,674	\$ 6,612,657
Beginning Cash Balance	4,442,902.92	5,277,651	4,069,327
Total Available Funds	\$ 10,971,371.41	\$ 11,682,325	\$ 10,681,983
STATE STREET AID			
Intergovernmental - State	\$ 18,904.00	\$ 20,000	\$ 171,500
Intergovernmental - Federal			681,185
State Gas & Motor Fuel	216,368.16	205,000	200,000
Miscellaneous revenues	60.45		
Operating transfers in		237,500	552,295
Total Revenue	\$ 235,332.61	\$ 462,500	\$ 1,604,980
Beginning Cash Balance	118,648.46	37,782	287,782
Total Available Funds	\$ 353,981.07	\$ 500,282	\$ 1,892,762
POLICE DRUG FUND			
Fines, forfeitures, penalties	\$ 560.00	\$ 2,800	\$ 3,500
Other revenue	6.11	6	6
Total Revenue	\$ 566.11	\$ 2,806	\$ 3,506
Beginning Cash Balance	13,613.66	10,181	6,487
Total Available Funds	\$ 14,179.77	\$ 12,987	\$ 9,993
LIBRARY BOARD FUND			
Revenue	\$ 14,450.72	\$ 3,003	\$ 0
Total Revenue	\$ 14,450.72	\$ 3,003	\$ 0
Beginning Cash Balance	18,713.73	30,740	30,743
Total Available Funds	\$ 33,164.45	\$ 33,743	\$ 30,743
VEHICLE REPLACEMENT FUND			
Operating transfers in	\$ 270,360.00	\$ 310,615	\$ 339,340
Miscellaneous revenue	44,914.14	2,000	1,000
Total Revenue	\$ 315,274.14	\$ 312,615	\$ 340,340
Beginning Cash Balance	1,028,138.83	1,244,145	270,118
Total Available Funds	\$ 1,343,412.97	\$ 1,556,760	\$ 610,458
CAPITAL PROJECTS FUND - BUILDING CONSTRUCTION			
Sale of Notes	\$	\$ 2,025,000	\$ 2,559,210
Intergovernmental - Federal			
Operating transfers in		440,790	
Total Revenue	\$ 0.00	\$ 2,465,790	\$ 2,559,210
Beginning Cash Balance	0.00	0	440,790
Total Available Funds	\$ 0.00	\$ 2,465,790	\$ 3,000,000

WATER FUND

Other revenue/user fees	\$ 1,369,889.63	\$ 1,382,500	\$ 1,381,500
Total Revenue	\$ 1,369,889.63	\$ 1,382,500	\$ 1,381,500
Beginning Cash Balance	2,858,022.97	2,900,462	1,935,039
Total Available Funds	\$ 4,227,912.60	\$ 4,282,962	\$ 3,316,539

STORMWATER FUND

User fees	\$ 272,119.77	\$ 246,046	\$ 246,046
Miscellaneous revenue	308.07	220	210
Total Revenue	\$ 272,427.84	\$ 246,266	\$ 246,256
Beginning Cash Balance	269,433.84	351,140	207,362
Total Available Funds	\$ 541,861.68	\$ 597,406	\$ 453,618

SANITATION FUND

Local taxes/revenues	\$ 30,765.58	\$ 30,000	\$ 30,000
Miscellaneous revenues	31,222.67	37,095	37,095
Operating transfers in	455,692.92	580,036	568,084
Total Revenue	\$ 517,681.17	\$ 647,131	\$ 635,179
Beginning Cash Balance	253,316.91	184,307	184,307
Total Available Funds	\$ 770,998.08	\$ 831,438	\$ 819,486

FLEET SERVICES FUND - INTERNAL SERVICE FUND

Charges for services	\$	\$ 148,000	\$ 165,000
Total Revenue	\$ 0.00	\$ 148,000	\$ 165,000
Beginning Cash Balance	0.00	0	0
Total Available Funds	\$ 0.00	\$ 148,000	\$ 165,000

SECTION 2.

APPROPRIATIONS

GENERAL FUND

Judicial	\$ 45,002.40	\$ 55,096	\$ 53,214
Administration		580,199	427,601
Finance	516,862.96	195,417	223,382
Building & Codes	50,409.75	134,130	175,389
Police	1,075,467.75	1,285,344	1,313,241
Fire	1,241,856.29	1,371,738	1,669,776
Public Works	612,701.67	680,583	779,341
Mountain Arts Community Center	188,498.54	153,313	390,574
Parks & Recreation	546,677.16	442,766	580,134
Facilities Maintenance		235,693	263,927
Library	144,410.05	159,542	164,180
Debt Service	816,141.20	809,891	531,450
Transfer to Capital Proj.-Const. Fund		440,790	0
Transfer to Sanitation Fund	455,692.92	580,036	568,084
Transfer to State Street Aid Fund		488,460	552,295
Total Appropriations	\$ 5,693,720.69	\$ 7,612,998	\$ 7,692,588
Surplus/(Deficit)	834,747.80	(1,208,324)	(1,079,931)
Ending Cash Balance	\$ 11,682,324.72	\$ 4,069,327	\$ 2,989,395

STATE STREET AID

All regular expenditures	\$ 316,198.73	\$ 212,500	\$ 1,854,980
Total Appropriations	\$ 316,198.73	\$ 212,500	\$ 1,854,980
Surplus/(Deficit)	(80,866.12)	250,000	(250,000)
Ending Cash Balance	\$ 37,782.34	\$ 287,782	\$ 37,782

POLICE DRUG FUND			
All expenditures	\$ 3,998.97	\$ 6,500	\$ 6,500
Total Appropriations	\$ 3,998.97	\$ 6,500	\$ 6,500
Surplus/(Deficit)	<u>(3,432.86)</u>	<u>(3,694)</u>	<u>(2,994)</u>
Ending Cash Balance	\$ 10,180.80	\$ 6,487	\$ 3,493
LIBRARY BOARD FUND			
All expenditures	\$ 2,424.45	\$ 3,000	\$ 3,000
Total Appropriations	\$ 2,424.45	\$ 3,000	\$ 3,000
Surplus/(Deficit)	<u>12,026.27</u>	<u>3</u>	<u>(3,000)</u>
Ending Cash Balance	\$ 30,740.00	\$ 30,743	\$ 27,743
VEHICLE REPLACEMENT FUND			
All expenditures	\$ 99,268.37	\$ 1,286,642	\$ 563,000
Total Appropriations	\$ 99,268.37	\$ 1,286,642	\$ 563,000
Surplus/(Deficit)	<u>216,005.77</u>	<u>(974,027)</u>	<u>(222,660)</u>
Ending Cash Balance	\$ 1,244,144.60	\$ 270,118	\$ 47,458
CAPITAL PROJECTS FUND - BUILDING CONSTRUCTION			
All expenditures	\$ 0.00	\$ 2,025,000	\$ 3,000,000
Total Appropriations	\$ 0.00	\$ 2,025,000	\$ 3,000,000
Surplus/(Deficit)	<u>0.00</u>	<u>440,790</u>	<u>(440,790)</u>
Ending Cash Balance	\$ 0.00	\$ 440,790	\$ 0
WATER FUND			
All expenditures	\$ 1,327,450.73	\$ 2,347,923	\$ 2,443,511
Total Appropriations	\$ 1,327,450.73	\$ 2,347,923	\$ 2,443,511
Surplus/(Deficit)	<u>42,438.90</u>	<u>(965,423)</u>	<u>(1,062,011)</u>
Ending Cash Balance	\$ 2,900,461.87	\$ 1,935,039	\$ 873,028
STORMWATER FUND			
All expenditures	\$ 190,721.53	\$ 390,044	\$ 365,680
Total Appropriations	\$ 190,721.53	\$ 390,044	\$ 365,680
Surplus/(Deficit)	<u>81,706.31</u>	<u>(143,778)</u>	<u>(119,424)</u>
Ending Cash Balance	\$ 351,140.15	\$ 207,362	\$ 87,938
SANITATION FUND			
All expenditures	\$ 586,691.38	\$ 647,131	\$ 635,179
Total Appropriations	\$ 586,691.38	\$ 647,131	\$ 635,179
Surplus/(Deficit)	<u>(69,010.21)</u>	<u>0</u>	<u>0</u>
Ending Cash Balance	\$ 184,306.70	\$ 184,307	\$ 184,307
FLEET SERVICES FUND - INTERNAL SERVICE FUND			
All expenditures	\$ 0.00	\$ 148,000	\$ 165,000
Total Appropriations	\$ 0.00	\$ 148,000	\$ 165,000
Surplus/(Deficit)	<u>0.00</u>	<u>0</u>	<u>0</u>
Ending Cash Balance	\$ 0.00	\$ 0	\$ 0

SECTION 3.

Cash

GENERAL FUND	\$ 2,862,730
STATE STREET AID	\$ 37,782
POLICE DRUG FUND	\$ 3,493
LIBRARY BOARD FUND	\$ 27,743
VEHICLE REPLACEMENT FUND	\$ 47,458
CAPITAL PROJECTS FUND - BUILDING CONS	\$ 0
WATER FUND	\$ 873,028
STORMWATER FUND	\$ 87,938
SANITATION FUND	\$ 184,307
FLEET SERVICES FUND - INTERNAL SERVI	\$ 0

SECTION 4.

Bonded or Other Indebtedness	Debt Principal	Interest Requirements	Debt Authorized and Unissued	Principal Outstanding at June 30, 2015
Notes - 2007	\$ 332,000	\$ 30,950	\$ 0	\$ 846,948
Notes - 2015 **	\$ 134,000	\$ 34,500	\$ 3,000,000	\$ 0

** This note has not yet been completed. Final documents are being submitted to the TN Municipal Bond Agency and the State Comptrollers Office. The full loan amount was budgeted to be drawn down in FY 2015-16 in order to show the General Funds ability to pay the required related debt service payments. However, it is anticipated that only a portion of these funds will be drawn down in the first year of availability as only one project is currently ready for construction. All other potential projects are in the preliminary planning stages.

SECTION 5.

Proposed Capital Projects	Proposed Amount Financed by Appropriations	Proposed Amount Financed by Debt
Building and grounds improvements	\$ 439,000	
Building construction		\$ 2,559,210
Cement mixer	\$ 7,000	
Drainage improvement	\$ 75,000	
DP and software	\$ 26,200	
Equipment - various	\$ 75,928	
Mounted speakers	\$ 8,000	
Mower	\$ 5,000	
Radios	\$ 20,000	
Road and bridge replacement, repair, and maintenance	\$ 1,751,480	
SCBA	\$ 140,000	
Snow plow	\$ 13,000	
Vehicle and machines	\$ 662,000	
Vehicle replacement plan contributions	\$ 339,340	
Water line replacment, repair, and maintenance	\$ 685,000	