

ORDINANCE NO.: 2016-06

AN ORDINANCE OF THE TOWN OF SIGNAL MOUNTAIN, TENNESSEE  
ADOPTING THE ANNUAL BUDGET AND TAX RATE FOR THE FISCAL  
YEAR BEGINNING JULY 1, 2016 AND ENDING JUNE 30, 2017  
HEREINAFTER KNOWN AS THE "FY 2016-2017 BUDGET ORDINANCE".

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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 2016-2017 from all Town revenue sources; and

WHEREAS, the Signal Mountain Town Council is authorized to adopt an ordinance establishing the fiscal year 2016-2017 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, 2016 and ending June 30, 2017 to be as hereinafter set out on the attached FY 2016-2017 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, 2016 and ending June 30, 2017 to be as hereinafter set out on the attached FY 2016-2017 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 2016-2017 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 2016-2017 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 2016-2017 Budget.

SECTION 6. During the FY 2016-2017 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 2016 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

**TOWN OF SIGNAL MOUNTAIN  
FISCAL YEAR 7/1/2016 - 6/30/2017 BUDGET**

	<u>Actual</u> <u>2014-2015</u>	<u>Projected</u> <u>2015-2016</u>	<u>Budget</u> <u>2016-2017</u>
<b><u>SECTION 1.</u></b>			
<b>REVENUES</b>			
<b>GENERAL FUND</b>			
Local taxes	\$ 4,815,989.80	\$ 4,776,502	\$ 4,742,075
Intergovernmental	1,706,293.87	1,405,500	1,555,300
Charges for services	160,425.69	158,398	157,898
Fines, forfeitures, penalties	40,029.20	40,000	35,000
License & permits	55,513.96	50,575	54,795
Miscellaneous revenue	114,180.40	186,681	105,878
Total Revenue	<u>\$ 6,892,432.92</u>	<u>\$ 6,617,656</u>	<u>\$ 6,650,946</u>
Beginning Cash Balance	4,889,589.96	5,293,093	4,034,230
Total Available Funds	<u>\$ 11,782,022.88</u>	<u>\$ 11,910,749</u>	<u>\$ 10,685,176</u>
<b>STATE STREET AID</b>			
Intergovernmental - State	\$ 6,901.58	\$ 171,500	\$ 441,711
Intergovernmental - Federal		681,185	535,024
State Gas & Motor Fuel	220,798.36	200,000	215,000
Miscellaneous revenues	59.49		
Operating transfers in	135,000.00	606,288	628,770
Total Revenue	<u>\$ 362,759.43</u>	<u>\$ 1,658,973</u>	<u>\$ 1,820,505</u>
Beginning Cash Balance	36,536.44	359,818	109,818
Total Available Funds	<u>\$ 399,295.87</u>	<u>\$ 2,018,791</u>	<u>\$ 1,930,323</u>
<b>POLICE DRUG FUND</b>			
Fines, forfeitures, penalties	\$ 5,088.36	\$ 3,500	\$ 1,750
Other revenue	5.15	6	0
Total Revenue	<u>\$ 5,093.51</u>	<u>\$ 3,506</u>	<u>\$ 1,750</u>
Beginning Cash Balance	10,180.79	12,132	9,138
Total Available Funds	<u>\$ 15,274.30</u>	<u>\$ 15,638</u>	<u>\$ 10,888</u>
<b>LIBRARY BOARD FUND</b>			
Revenue	\$ 8,806.97	\$ 0	\$ 0
Total Revenue	<u>\$ 8,806.97</u>	<u>\$ 0</u>	<u>\$ 0</u>
Beginning Cash Balance	30,740.05	24,384	21,384
Total Available Funds	<u>\$ 39,547.02</u>	<u>\$ 24,384</u>	<u>\$ 21,384</u>
<b>VEHICLE REPLACEMENT FUND</b>			
Operating transfers in	\$ 310,614.96	\$ 339,340	\$ 350,032
Miscellaneous revenue	66,771.06	1,000	150
Total Revenue	<u>\$ 377,386.02</u>	<u>\$ 340,340</u>	<u>\$ 350,182</u>
Beginning Cash Balance	1,244,422.82	368,998	118,338
Total Available Funds	<u>\$ 1,621,808.84</u>	<u>\$ 709,338</u>	<u>\$ 468,520</u>
<b>CAPITAL PROJECTS FUND - BUILDING CONSTRUCTION</b>			
Sale of Notes	\$	\$ 2,559,210	\$ 2,019,440
Operating transfers in	440,790.00		
Miscellaneous revenue	16.91	85,000	
Total Revenue	<u>\$ 440,806.91</u>	<u>\$ 2,644,210</u>	<u>\$ 2,019,440</u>
Beginning Cash Balance	0.00	440,807	440,807
Total Available Funds	<u>\$ 440,806.91</u>	<u>\$ 3,085,017</u>	<u>\$ 2,460,247</u>

**TOWN OF SIGNAL MOUNTAIN  
FISCAL YEAR 7/1/2016 - 6/30/2017 BUDGET**

	Actual 2014-2015	Projected 2015-2016	Budget 2016-2017
<b>WATER FUND</b>			
User fees & other revenue	\$ 1,383,541.17	\$ 1,381,500	\$ 1,381,000
Total Revenue	\$ 1,383,541.17	\$ 1,381,500	\$ 1,381,000
Beginning Cash Balance	2,959,627.09	3,057,527	2,072,716
Total Available Funds	\$ 4,343,168.26	\$ 4,439,027	\$ 3,453,716
<b>STORMWATER FUND</b>			
User fees	\$ 292,907.54	\$ 246,046	\$ 275,644
Miscellaneous revenue	257.48	210	240
Total Revenue	\$ 293,165.02	\$ 246,256	\$ 275,884
Beginning Cash Balance	605,394.23	712,671	593,247
Total Available Funds	\$ 898,559.25	\$ 958,927	\$ 869,131
<b>SANITATION FUND</b>			
Local taxes/revenues	\$ 28,493.08	\$ 30,000	\$ 30,000
Miscellaneous revenues	43,413.16	37,095	27,100
Operating transfers in	580,035.96	568,084	603,672
Total Revenue	\$ 651,942.20	\$ 635,179	\$ 660,772
Beginning Cash Balance	127,204.19	223,056	223,056
Total Available Funds	\$ 779,146.39	\$ 858,235	\$ 883,828
<b>FLEET SERVICES FUND - INTERNAL SERVICE FUND</b>			
Charges for services	\$	\$ 165,000	\$ 165,000
Total Revenue	\$ 0.00	\$ 165,000	\$ 165,000
Beginning Cash Balance	0.00	0	0
Total Available Funds	\$ 0.00	\$ 165,000	\$ 165,000

**SECTION 2.  
APPROPRIATIONS**

<b>GENERAL FUND</b>			
Judicial	\$ 49,644.05	\$ 53,214	\$ 54,689
Administration	551,401.38	429,601	291,757
Finance	181,137.75	223,382	219,265
Building & Codes	86,484.37	175,389	148,731
Police	1,062,862.86	1,367,652	1,450,435
Fire	1,285,340.05	1,669,776	1,649,860
Public Works	502,215.53	795,135	788,409
Mountain Arts Community Center	146,513.60	361,849	187,576
Parks & Recreation	384,674.95	615,134	534,313
Facilities Maintenance	158,277.47	270,385	367,808
Library	146,694.12	164,180	190,604
Debt Service	777,858.04	576,450	542,549
Transfer to Capital Proj.-Const. Fund	440,790.00	0	0
Transfer to Sanitation Fund	580,035.96	568,084	603,672
Transfer to State Street Aid Fund	135,000.00	606,288	628,770
Total Appropriations	\$ 6,488,930.13	\$ 7,876,519	\$ 7,658,438
Surplus/(Deficit)	403,502.79	(1,258,863)	(1,007,492)
Ending Cash Balance	\$ 5,293,092.75	\$ 4,034,229.75	\$ 3,026,738
<b>STATE STREET AID</b>			
All regular expenditures	\$ 39,477.89	\$ 1,908,973	\$ 1,820,505
Total Appropriations	\$ 39,477.89	\$ 1,908,973	\$ 1,820,505
Surplus/(Deficit)	323,281.54	(250,000)	0
Ending Cash Balance	\$ 359,817.98	\$ 109,818	\$ 109,818

**TOWN OF SIGNAL MOUNTAIN  
FISCAL YEAR 7/1/2016 - 6/30/2017 BUDGET**

**SECTION 3.**

	<u>Ending Cash</u>
GENERAL FUND	\$ 3,026,738
STATE STREET AID	\$ 109,818
POLICE DRUG FUND	\$ 4,318
LIBRARY BOARD FUND	\$ 18,314
VEHICLE REPLACEMENT FUND	\$ 57,520
CAPITAL PROJECTS FUND - BUILDING CONS	\$ 17
WATER FUND	\$ 1,292,616
STORMWATER FUND	\$ 483,910
SANITATION FUND	\$ 136,298
FLEET SERVICES FUND - INTERNAL SERVICE	\$ 0

**SECTION 4.**

<u>Bonded or Other Indebtedness</u>	<u>Debt Principal</u>	<u>Interest Requirements</u>	<u>Debt Authorized and Unissued</u>	<u>Principal Outstanding at June 30, 2016</u>
Notes - 2007	\$ 346,000	\$ 11,396	\$ 0	\$ 439,948
Notes - 2015 **	\$ 136,000	\$ 49,133	\$ 2,019,440	\$ 846,560

\*\* 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, only a portion of these funds were drawn down in the first year of availability as only one project is currently under construction. All other potential projects are in the preliminary planning stages.

**SECTION 5.**

<u>Proposed Capital Expenditures (All Funds)</u>	<u>Proposed Amount Financed by Appropriations</u>	<u>Proposed Amount Financed by Debt</u>
Building and grounds improvements	\$ 195,300	
Building construction	\$ 440,790	2,019,440
Bullet proof vests	\$ 5,500	
Drainage improvement	\$ 75,000	
EDP and software	\$ 19,094	
Equipment - various	\$ 92,750	
Mounted speakers	\$ 8,000	
Playground Equipment	\$ 30,000	
Radios	\$ 10,000	
Road and bridge replacement, repair, and maintenance	\$ 1,744,505	
Thermal imaging camera	\$ 10,000	
Asphalt roller upgrade	\$ 5,000	
Vehicle and machines	\$ 605,000	
Vehicle replacement plan contributions	\$ 350,032	
Water line replacement, repair, and maintenance	\$ 363,333	
	\$ 3,954,304	\$ 2,019,440

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 Mountain Town Council 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 Designee.

SECTION 10. This ordinance shall take effect after final reading on the operative date of July 1, 2016, the public welfare requiring it.

Passed First Reading: May 9, 2016.

Passed Second Reading: June 13, 2016.



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Dick Gee, Mayor



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Recorder