

ORDINANCE NO. 1069

**AN ORDINANCE TO ADOPT A BUDGET
FOR THE CITY OF ATHENS, TENNESSEE,
FOR THE FISCAL YEAR JULY 1, 2018 THROUGH JUNE 30, 2019**

WHEREAS, the Council for the City of Athens, Tennessee, after much consideration and study of the budget prepared and submitted by the City Manager, considers said budget to be in complete detail showing the financial condition of the City for the past fiscal year, and the proposed budget and expenditures for the various departments for the fiscal year beginning July 1, 2018 through June 30, 2019.

SECTION 1. NOW, THEREFORE, BE IT ORDAINED BY THE CITY OF ATHENS, TENNESSEE, AS FOLLOWS:

That the budget hereto attached and made a part hereof consisting of the following words and figures, be and is hereby adopted as the Budget for the City of Athens, Tennessee, for the Fiscal Year beginning July 1, 2018 and extending through June 30, 2019.

| | <u>Actual</u> <u>2016-2017</u> | <u>Estimated</u> <u>2017-2018</u> | <u>Proposed</u> <u>2018-2019</u> |
|--|-----------------------------------|--------------------------------------|-------------------------------------|
| GENERAL FUND | | | |
| <u>GENERAL FUND REVENUES</u> | | | |
| Taxes | 12,775,676 | 12,502,000 | 12,842,000 |
| Intergovernmental Revenue | 2,004,769 | 1,821,000 | 1,916,000 |
| Charges for Services | 296,264 | 236,000 | 216,000 |
| Fines and Forfeits | 469,770 | 121,000 | 171,000 |
| Interest | 29,818 | 20,000 | 70,000 |
| Miscellaneous | 65,266 | 20,000 | 20,000 |
| TOTAL GENERAL FUND REVENUES | 15,641,563 | 14,720,000 | 15,235,000 |
| <u>GENERAL FUND EXPENDITURES</u> | | | |
| ADMINISTRATION | | | |
| City Manager's Office | 260,465 | 319,000 | 325,700 |
| City Council | 44,620 | 51,900 | 55,500 |
| City Judge | 12,918 | 13,000 | 13,000 |
| City Attorney | 24,929 | 30,000 | 30,000 |
| Special Appropriations | 321,300 | 321,300 | 354,900 |
| Athens City Schools | 2,435,000 | 2,421,000 | 2,421,000 |
| Athens Utilities Board | 458,888 | 480,000 | 480,000 |
| TOTAL ADMINISTRATION | 3,558,120 | 3,636,200 | 3,680,100 |
| FINANCE | 402,995 | 432,600 | 469,400 |
| HUMAN RESOURCES | 200,468 | 195,400 | 218,200 |
| ADMINISTRATION & EMERGENCY SERVICES | | | |
| Administration | 73,761 | 114,100 | 89,300 |
| City Hall | 163,380 | 165,100 | 248,600 |
| Communications | 236,871 | 243,300 | 260,000 |
| TOTAL ADMIN. & EMERG. SERVICES | 474,012 | 522,500 | 597,900 |
| COMMUNITY DEVELOPMENT | | | |
| Administration | 139,643 | 166,300 | 225,800 |
| Codes Enforcement | 185,463 | 280,400 | 288,300 |
| Cemeteries | 28,174 | 29,200 | 29,200 |
| TOTAL COMMUNITY DEVELOPMENT | 353,280 | 475,900 | 543,300 |

| | | | |
|--|--------------------------|--------------------------|--------------------------|
| POLICE | | | |
| Administration | 289,061 | 298,000 | 349,000 |
| Patrol | 1,870,578 | 2,044,000 | 2,106,700 |
| Detective | <u>152,187</u> | <u>242,300</u> | <u>454,500</u> |
| TOTAL POLICE | 2,311,826 | 2,584,300 | 2,910,200 |
| FIRE | | | |
| Administration | 107,099 | 115,700 | 120,300 |
| Prevention | 11,352 | 19,100 | 18,500 |
| Suppression | <u>1,563,118</u> | <u>1,790,200</u> | <u>1,965,700</u> |
| TOTAL FIRE | 1,681,569 | 1,925,000 | 2,104,500 |
| PARKS & RECREATION | | | |
| Administration | 198,455 | 213,800 | 266,300 |
| Maintenance | 514,524 | 795,900 | 647,400 |
| Swimming Pools | 31,796 | 36,600 | 77,700 |
| Program Planning | <u>271,191</u> | <u>263,800</u> | <u>291,200</u> |
| TOTAL PARKS & RECREATION | 1,015,966 | 1,310,100 | 1,282,600 |
| PUBLIC WORKS | | | |
| Administration | 193,892 | 256,500 | 239,900 |
| Traffic Control | 245,723 | 271,800 | 262,800 |
| Street Maintenance | 1,085,766 | 928,000 | 986,700 |
| Street Construction | 430,728 | 561,400 | 533,000 |
| Street Cleaning | 789,210 | 826,400 | 855,000 |
| Fleet Maintenance | 253,445 | 300,700 | 318,200 |
| Animal Control | <u>105,316</u> | <u>123,200</u> | <u>183,200</u> |
| TOTAL PUBLIC WORKS | 3,104,080 | 3,268,000 | 3,378,800 |
| TRANSFERS | <u>1,890,000</u> | <u>370,000</u> | <u>50,000</u> |
| TOTAL GENERAL FUND EXPENDITURES | <u>14,992,316</u> | <u>14,720,000</u> | <u>15,235,000</u> |
| CHANGE IN CASH/FUND BALANCE | 649,247 | 0 | 0 |
| BEGINNING CASH/FUND BALANCE | <u>8,790,428</u> | <u>6,500,000</u> | <u>6,500,000</u> |
| ENDING CASH/FUND BALANCE | <u>9,439,675</u> | <u>6,500,000</u> | <u>6,500,000</u> |
| ENDING CASH AS A % OF EXPENDITURES | 62.96% | 44.16% | 42.66% |
| SANITATION FUND | | | |
| <u>SANITATION FUND REVENUES</u> | | | |
| Charges For Services | 931,458 | 910,000 | 920,000 |
| Interest | 1,156 | 1,500 | 7,000 |
| Miscellaneous | <u>10,228</u> | <u>8,500</u> | <u>8,000</u> |
| TOTAL SANITATION FUND REVENUES | 942,842 | 920,000 | 935,000 |
| <u>SANITATION FUND EXPENDITURES</u> | <u>751,884</u> | <u>920,000</u> | <u>935,000</u> |
| CHANGE IN CASH/FUND BALANCE | 190,958 | 0 | 0 |
| BEGINNING CASH/FUND BALANCE | 394,332 | 400,000 | 400,000 |
| ENDING CASH/FUND BALANCE | <u>585,290</u> | <u>400,000</u> | <u>400,000</u> |
| ENDING CASH AS A % OF EXPENDITURES | 77.84% | 43.48% | 42.78% |
| DRUG FUND | | | |
| <u>DRUG FUND REVENUES</u> | | | |
| Fines and Forfeits | 21,439 | 20,000 | 20,000 |
| Interest | <u>942</u> | <u>0</u> | <u>0</u> |
| TOTAL DRUG FUND REVENUES | 22,381 | 20,000 | 20,000 |

| | | | |
|------------------------------------|----------------|----------------|----------------|
| <u>DRUG FUND EXPENDITURES</u> | 8,878 | 20,000 | 102,600 |
| CHANGE IN CASH/FUND BALANCE | 13,503 | 0 | (82,600) |
| BEGINNING CASH/FUND BALANCE | 197,524 | 200,000 | 200,000 |
| ENDING CASH/FUND BALANCE | <u>211,027</u> | <u>200,000</u> | <u>117,400</u> |
| ENDING CASH AS A % OF EXPENDITURES | 2376.97% | 1000.00% | 114.42% |

SECTION 2. BE IT FURTHER ORDAINED that the budget hereto attached and made a part hereof consisting of the following words and figures, be and is hereby adopted as the Budget for the Athens City Schools, for the Fiscal Year beginning July 1, 2018 and extending through June 30, 2019, as approved by the Athens City Board of Education:

| | General Purpose Fund | Federal Projects Fund | Food Service Fund | Capital Projects Fund | Total All Funds |
|---|-------------------------------------|--------------------------------------|----------------------------------|--------------------------------------|--------------------------------|
| Revenues: | | | | | |
| Local Taxes | 5,243,400 | 0 | 0 | 0 | 5,243,400 |
| Charges for Services | 271,272 | 0 | 66,000 | 0 | 337,272 |
| Other Local Revenues | 60,500 | 0 | 80,950 | 0 | 141,450 |
| State Education Funds | 8,924,230 | 0 | 10,500 | 0 | 8,934,730 |
| Federal Funds received through State | 250,000 | 1,227,323 | 1,176,404 | 0 | 2,653,727 |
| Other Sources | 500 | 0 | 0 | 0 | 500 |
| Total estimated revenues | 14,749,902 | 1,227,323 | 1,333,854 | 0 | 17,311,079 |
| Expenditures: | | | | | |
| Regular Instruction | 8,489,104 | 433,053 | 0 | 0 | 8,922,157 |
| Special Education | 590,468 | 350,257 | 0 | 0 | 940,725 |
| Student Body Education | 11,500 | 0 | 0 | 0 | 11,500 |
| Support Services: | | | | | |
| Attendance | 87,633 | 0 | 0 | 0 | 87,633 |
| Health Services | 196,160 | 0 | 0 | 0 | 196,160 |
| Other Student Support | 298,741 | 167,932 | 0 | 0 | 466,673 |
| Regular Instruction | 1,084,574 | 203,503 | 0 | 0 | 1,288,077 |
| Special Education | 133,713 | 72,578 | 0 | 0 | 206,291 |
| Education Technology | 264,270 | 0 | 0 | 0 | 264,270 |
| Board of Education | 254,005 | 0 | 10,500 | 0 | 264,505 |
| Office of Superintendent | 250,375 | 0 | 0 | 0 | 250,375 |
| Office of Principal | 740,983 | 0 | 0 | 0 | 740,983 |
| Fiscal Services | 180,961 | 0 | 0 | 0 | 180,961 |
| Operation of Plant | 819,186 | 0 | 0 | 0 | 819,186 |
| Maintenance of Plant | 414,699 | 0 | 0 | 0 | 414,699 |
| Transportation | 516,198 | 0 | 0 | 0 | 516,198 |
| Non-Instructional Services: | | | | | |
| Food Service | 0 | 0 | 1,323,354 | 0 | 1,323,354 |
| Community Services | 495,864 | 0 | 0 | 0 | 495,864 |
| Early Childhood Education | 649,610 | 0 | 0 | 0 | 649,610 |
| Regular Capital Outlay | 562,000 | 0 | 0 | 0 | 562,000 |
| Education Capital Projects | 0 | 0 | 0 | 1,024,246 | 1,024,246 |
| Total expenditures | 16,040,044 | 1,227,323 | 1,333,854 | 1,024,246 | 19,625,467 |
| Change in cash/fund balance | (1,290,142) | 0 | 0 | (1,024,246) | (2,314,388) |
| Beginning cash/fund balance | 4,393,611 | | 258,448 | 1,024,246 | 5,676,305 |
| Ending cash/fund balance | 3,103,469 | 0 | 258,448 | 0 | 3,361,917 |
| Ending cash as a % of expenditures | 19.35% | 0.00% | 19.38% | 0.00% | |

SECTION 3. BE IT FURTHER ORDAINED that the taxes provided by Chapter 387 of the Public Acts of 1971 known as the Business Tax Act, as amended, are hereby enacted, ordained and levied on the businesses, business activities, vocations or occupations carried on in the City of Athens, Tennessee, at the rates and in the manner prescribed by said Act; also, the tax on the gross sales of beer sold within the corporate limits of the City of Athens, Tennessee, as provided by Chapter 76 of the Public Acts of Tennessee, as amended, for the fiscal year 2018-2019.

SECTION 4. BE IT FURTHER ORDAINED that the authority of municipalities to assess and collect certain privilege and license taxes is based upon the population of municipalities according to the Federal Census of 2010 on a graduated basis or any subsequent Federal Census or other census authorized by and certified to the Federal Government by the Tennessee State Planning Commission, whichever is latest. It is therefore, declared by the Council for the City of Athens that the official census for Athens, Tennessee, is 13,458. The levy and collections are only to the extent not repealed by Chapter 387 of the Public Acts of 1971.

SECTION 5. BE IT FURTHER ORDAINED that the City Manager or his Assistant shall collect a fee on all business licenses sold in accordance with applicable state law and said fee shall be turned over to the City for General Fund purposes. The Tennessee Department of Revenue will receive business tax payments under the Business Tax Act and the Director of Finance shall coordinate with the Tennessee Department of Revenue regarding the City receiving its appropriate share of business taxes collected pursuant to this ordinance.

SECTION 6. BE IT FURTHER ORDAINED that refuse collection and disposal charges for fiscal year 2018-2019 is hereby fixed as follows: small professional, commercial or business establishments operating within the City of Athens shall pay a minimum fee of \$9.50 per month; large professional, commercial or business establishments operating within the City of Athens shall pay a minimum fee of \$28.50 per month; all residences within the City of Athens shall pay a minimum fee of \$9.50 per month.

SECTION 7. BE IT FURTHER ORDAINED that the Mayor and City Manager, by appropriate authorization may borrow upon tax anticipation notes such sums or sum of money as may be necessary to defray current operating expenses, provided however, that such notes shall bear interest at a rate not to exceed one (1%) percent in excess of prime interest rates set by New York Banks and shall not be borrowed for a period longer than the current fiscal year and said sums shall not exceed fifty percent (50%) of the annual tax levy as set out in Section 5 of the Corporate Powers of the Charter of the City of Athens, Tennessee, said interest to be exempt from all Federal, State, and Municipal taxation.

SECTION 8. BE IT FURTHER ORDAINED that Capital Improvements for the 2018-2019 fiscal year will be funded from reserves in the Capital Projects Fund are estimated to be as follows:

| <u>Project</u> | |
|-------------------------------------|------------|
| Equipment and property improvements | \$ 200,000 |

SECTION 9. BE IT FURTHER ORDAINED that if for any reason a 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 the new budget ordinance in accordance with Section 6-56-210, *Tennessee Code Annotated* provided sufficient revenues are being collected to support the continuing appropriations. Approval for a continuation budget will be requested from the Director of the State and Local Finance Division in the Office of the Comptroller of the Treasury if any indebtedness is outstanding.

SECTION 10. BE IT FURTHER ORDAINED that all Ordinances, and parts of Ordinances in conflict with this Ordinance shall be, and the same are, hereby repealed and superseded.

SECTION 11. BE IT FURTHER ORDAINED that if any section, paragraph, clause, or sentence of this Ordinance shall be held invalid by a Court of competent jurisdiction, such holding shall not affect the remaining sections, paragraphs, clauses, and sentences.

SECTION 12. BE IT FURTHER ORDAINED in that the fiscal year begins on July 1, 2018, and time is of the essence, therefore, this Ordinance is declared to be an emergency ordinance to take effect from and after its passage.

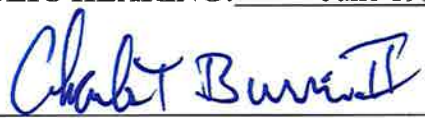
PASSED ON FIRST READING: May 15, 2018

PASSED ON SECOND READING: June 19, 2018

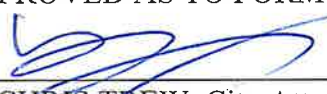
DATE OF PUBLIC HEARING: June 19, 2018



C. SETH SUMNER, City Manager



CHARLES T. BURRIS, II, Mayor

APPROVED AS TO FORM:


H. CHRIS TREW, City Attorney