

ORDINANCE NO. 1087

“AN ORDINANCE TO ADOPT A BUDGET AND SET THE TAX RATE ON TAXABLE PROPERTY LOCATED WITHIN THE CORPORATE LIMITS OF THE CITY OF ATHENS, TENNESSEE, FOR THE FISCAL YEAR JULY 1, 2020 THROUGH JUNE 30, 2021.”

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, 2020 through June 30, 2021.

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, 2019 and extending through June 30, 2020.

	<u>Actual 2018-2019</u>	<u>Estimated 2019-2020</u>	<u>Proposed 2020-2021</u>
GENERAL FUND			
<u>GENERAL FUND REVENUES</u>			
Taxes	13,701,149	13,437,000	15,141,000
Intergovernmental Revenue	2,145,386	1,951,000	2,173,000
Charges for Services	246,396	202,000	201,000
Fines and Forfeits	206,220	151,000	121,000
Interest	189,003	120,000	100,000
Miscellaneous	30,432	20,000	20,000
TOTAL GENERAL FUND REVENUES	<u>16,518,586</u>	<u>15,881,000</u>	<u>17,756,000</u>
<u>GENERAL FUND EXPENDITURES</u>			
ADMINISTRATION			
City Manager's Office	310,357	339,700	340,000
City Council	47,569	73,500	55,500
City Judge	12,918	13,000	13,000
City Attorney	29,152	40,000	40,000
Special Appropriations	354,134	364,900	364,900
Athens City Schools	2,435,000	2,421,000	2,421,000
Athens Utilities Board	471,048	480,000	480,000
TOTAL ADMINISTRATION	<u>3,660,178</u>	<u>3,732,100</u>	<u>3,714,400</u>
FINANCE	457,048	449,300	462,200
HUMAN RESOURCES	211,633	226,600	223,100
ADMINISTRATION & EMERGENCY SERVICES			
Administration	79,376	95,600	110,200
City Hall	203,347	184,900	160,000
Information Technology	0	226,000	339,800
Communications	248,084	260,000	260,000
TOTAL ADMIN. & EMERG. SERVICES	<u>530,807</u>	<u>766,500</u>	<u>870,000</u>
COMMUNITY DEVELOPMENT			
Administration	198,180	216,700	173,200
Codes Enforcement	257,103	312,500	260,600
Cemeteries	28,930	32,600	32,600
TOTAL COMMUNITY DEVELOPMENT	<u>484,213</u>	<u>561,800</u>	<u>466,400</u>

POLICE

Administration	336,594	357,500	334,900
Patrol	2,085,743	2,236,700	2,423,500
Special Services	411,116	512,800	555,800
TOTAL POLICE	2,833,453	3,107,000	3,314,200

FIRE

Administration	118,035	126,900	124,400
Prevention	11,400	28,600	84,300
Suppression	1,940,102	2,081,400	2,149,300
TOTAL FIRE	2,069,537	2,236,900	2,358,000

PARKS & RECREATION

Administration	244,672	262,200	236,200
Maintenance	827,576	759,700	660,200
Swimming Pools	44,823	78,600	43,600
Program Planning	315,055	297,200	287,300
TOTAL PARKS & RECREATION	1,432,126	1,397,700	1,227,300

PUBLIC WORKS

Administration	226,231	274,900	275,800
Traffic Control	189,951	306,300	222,900
Street Maintenance	387,137	2,640,800	893,100
Street Construction	509,893	545,700	523,900
Street Cleaning	792,019	867,700	874,700
Fleet Maintenance	294,307	375,500	313,600
Animal Control	165,051	204,100	136,400
TOTAL PUBLIC WORKS	2,564,589	5,215,000	3,240,400

TRANSFERS

	50,000	750,000	1,880,000
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TOTAL GENERAL FUND EXPENDITURES	14,293,584	18,442,900	17,756,000
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CHANGE IN CASH/FUND BALANCE	2,225,002	(2,561,900)	0
BEGINNING CASH/FUND BALANCE	11,800,000	14,000,000	11,438,100
ENDING CASH/FUND BALANCE	14,025,002	11,438,100	11,438,100
ENDING CASH AS A % OF EXPENDITURES	98.12%	62.02%	64.42%

DEBT SERVICE FUND**DEBT SERVICE FUND REVENUES**

Intergovernmental Revenues	0	1,000,000	0
Interest	0	0	10,000
Transfers	0	0	1,400,000
TOTAL DEBT SERVICE FUND REVENUES	0	1,000,000	1,410,000

DEBT SERVICE FUND EXPENDITURES	0	0	300,000
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CHANGE IN CASH/FUND BALANCE	0	1,000,000	1,110,000
BEGINNING CASH/FUND BALANCE	0	0	1,000,000
ENDING CASH/FUND BALANCE	0	1,000,000	2,110,000
ENDING CASH AS A % OF EXPENDITURES	N/A	N/A	703.33%

SANITATION FUND**SANITATION FUND REVENUES**

Charges For Services	963,443	940,000	900,000
Interest	18,945	12,000	12,000
Miscellaneous	9,463	8,000	8,000
TOTAL SANITATION FUND REVENUES	991,851	960,000	920,000

<u>SANITATION FUND EXPENDITURES</u>	<u>888,524</u>	<u>960,000</u>	<u>920,000</u>
CHANGE IN CASH/FUND BALANCE	103,327	0	0
BEGINNING CASH/FUND BALANCE	<u>600,000</u>	<u>700,000</u>	<u>700,000</u>
ENDING CASH/FUND BALANCE	<u>703,327</u>	<u>700,000</u>	<u>700,000</u>
ENDING CASH AS A % OF EXPENDITURES	79.16%	72.92%	76.09%
DRUG FUND			
<u>DRUG FUND REVENUES</u>			
Fines and Forfeits	23,569	40,000	20,000
Interest	<u>3,779</u>	<u>0</u>	<u>0</u>
TOTAL DRUG FUND REVENUES	<u>27,348</u>	<u>40,000</u>	<u>20,000</u>
<u>DRUG FUND EXPENDITURES</u>	118,452	60,000	79,000
CHANGE IN CASH/FUND BALANCE	(91,104)	(20,000)	(59,000)
BEGINNING CASH/FUND BALANCE	<u>209,000</u>	<u>110,000</u>	<u>90,000</u>
ENDING CASH/FUND BALANCE	<u>117,896</u>	<u>90,000</u>	<u>31,000</u>
ENDING CASH AS A % OF EXPENDITURES	99.53%	150.00%	39.24%

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, 2020 and extending through June 30, 2021, as approved by the Athens City Board of Education:

	General Purpose Fund	Federal Projects Fund	Food Service Fund	Education Capital Projects Fund	Total All Funds
Revenues:					
Local Taxes	5,431,000	0	0	0	5,431,000
Charges for Services	250,000	0	70,000	0	320,000
Other Local Revenues	38,500	0	94,076	0	132,576
State Education Funds	9,532,860	0	10,300	0	9,543,160
Federal Funds received through State	248,200	1,309,260	1,079,071	0	2,636,531
Other Sources	500	0	0	0	500
Total estimated revenues	15,501,060	1,309,260	1,253,447	0	18,063,767
Expenditures:					
Regular Instruction	8,483,063	484,857	0	0	8,967,920
Special Education	601,740	350,713	0	0	952,453
Student Body Education	5,500	0	0	0	5,500
Support Services:					
Attendance	92,810	0	0	0	92,810
Health Services	189,068	0	0	0	189,068
Other Student Support	274,483	193,713	0	0	468,196
Regular Instruction	900,855	188,375	0	0	1,089,230
Special Education	132,897	91,601	0	0	224,498
Education Technology	232,697	0	0	0	232,697
Board of Education	261,097	0	0	0	261,097
Office of Superintendent	199,229	0	0	0	199,229
Office of Principal	955,043	0	0	0	955,043
Fiscal Services	184,373	0	0	0	184,373
Operation of Plant	841,345	0	0	0	841,345
Maintenance of Plant	355,981	0	0	0	355,981

Transportation	516,533	1	0	0	516,534
Non-Instructional Services:					
Food Service	0	0	1,253,447	0	1,253,447
Community Services	494,968	0	0	0	494,968
Early Childhood Education	658,378	0	0	0	658,378
Regular Capital Outlay	200,000	0	0	0	200,000
Education Capital Projects	0	0	0	194,456	194,456
Total expenditures	15,580,060	1,309,260	1,253,447	194,456	18,337,223
Change in cash/fund balance	(79,000)	0	0	(194,456)	(273,456)
Beginning cash/fund balance	4,025,869	0	258,414	194,456	4,478,739
Ending cash/fund balance	3,946,869	0	258,414	0	4,205,283
Ending cash as a % of expenditures	25.33%	0.00%	20.62%	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 2020-2021.

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 the tax rate for the year 2020-2021 be and is hereby fixed at \$1.3476 on each ONE HUNDRED DOLLARS (\$100.00) assessed value of taxable property located within the corporate limits of the City of Athens, Tennessee.

SECTION 7. BE IT FURTHER ORDAINED that refuse collection and disposal charges for fiscal year 2020-2021 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 8. 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 9. BE IT FURTHER ORDAINED that the City of Athens anticipates issuing debt in the amount of \$35,000,000 for construction of a new school building during the 2020-2021 fiscal year. Capital Improvements for the 2020-2021 fiscal year will be funded from reserves in the Capital Projects Fund are estimated to be as follows:

Equipment funded with Local Government Support Grant

356,000

Capital items funded with Capital Project Fund reserves

Heritage Park renovations	200,000
Municipal Building renovations	50,000
Public Works equipment	105,000
Recreation Department equipment	72,000
Rubber mulch and drainage at Cook Park and Regional Park	<u>170,000</u>
Total funded with reserves	<u><u>597,000</u></u>

SECTION 10. BE IT FURTHER ORDAINED that the City maintains an additional Enterprise Fund for its Conference Center. It is hereby acknowledged that the Conference Center Fund’s estimated revenues and expenditures for the 2020-2021 fiscal year are as follows:

Estimated Revenues:	
Rental Income	20,000
Total estimated revenues	<u>20,000</u>
Beginning Net Assets	1,100,000
Estimated Expenditures	
Ending Net Assets	<u><u>1,100,000</u></u>

SECTION 11. 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 12. 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 13. 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 14. BE IT FURTHER ORDAINED in that the fiscal year begins on July 1, 2020, 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: _____

PASSED ON SECOND READING: _____

DATE OF PUBLIC HEARING: _____

CHARLES T. BURRIS, Mayor

C. SETH SUMNER, City Manager

APPROVED AS TO FORM:

H. CHRIS TREW, City Attorney