

REGULAR MEETING
BOARD OF MAYOR AND ALDERMEN
JUNE 10, 2014

REFERENCE VIDEO DATED JUNE 10, 2014

The Board of Mayor and Aldermen of the City of Fayetteville, Lincoln County, Tennessee, met in open, public session at the regular meeting place of said Board in the Municipal Building of said City at 5:00 p.m. on June 10, 2014. Mayor John Ed Underwood, Jr. was present and presiding. The following named Aldermen were present:

Danny Bryant, Marty Pepper, Gwen Shelton, Dorothy Small, Michael Whisenant and Tom Young

Also, present were Scott Collins, City Administrator and Johnny D. Hill, Jr., City Attorney

The prayer was lead by Alderman Bryant and the pledge was lead by Alderman Whisenant

Approval of Minutes:

Motion was made by Dorothy Small, seconded by Michael Whisenant, to approve the minutes of the May 2014 Meeting. Upon roll call, the following voted:

Aye

Danny Bryant, Tom Young, Dorothy Small, Michael Whisenant, Gwen Shelton and Marty Pepper

Nay

None

Mayor Underwood declared the Minutes approved.

Reports:

Fayetteville/Lincoln County Library:

Jill Rael, the Library Director, reported that the summer reading program has “kicked-off” for the 2014 summer. Ms. Rael stated that the Library will be working with the City School’s Fast Program throughout the summer. Ms. Rael explained that the “Friends Lecture Series” began in April and will continue through October 2014, offering various historians and literature writers each month.

Fayetteville City Schools:

Janine Wilson, the Director of Schools, explained that the City School System already has 1,371 students registered for the upcoming 2014-2015 school year. Dr. Wilson reported that they had their first graduating class this past school year, 2013-2014, with all 40 seniors graduating and receiving 1.7 Million Dollars in scholarships.

Fire Report:

Fire Chief Danny Travis reported that the Fire Department had 74 calls for service, 48 medical calls, 4 accidents with injuries and 2 structure fires with a property loss of \$41,500.00.

Police Report:

Police Chief Richard Howell reported that there were 172 incidents with 69 arrests, 54 crashes and 72 citations for a total of 1,675 events.

Recreation Report:

Ricky Honey, Recreation Director, stated that all youth baseball and softball leagues will be ending their seasons around the last part of June, with a Fast-Pitch Softball Tournament to take place June 21st. Mr. Honey explained that the new swimming pool has taken in approximately Seven Thousand Dollars in revenue in less than three (3) weeks.

Public Works:

Eddie Plunkett, Public Works Director, reported that for the month of May 256 tons of trash was picked up, along with 396 tons of brush.

Planning and Codes Report:

Jeff Siefert, Building Inspector, reported for the month of April there were ten (10) building permits issued for approximately Two Hundred Eighty-Five Thousand, Seven Hundred Sixty-Eight Dollars and 46/100 (\$285,768.46) in work to be done, with the fees being One Thousand, Eight Hundred Sixty-One Dollars and 98/100 (\$1,861.86).

Administrator's Report:

Mr. Collins reported that the 2015 Fiscal Year Budget, Ordinance 2014-08, is being presented tonight as discussed by the Board with the addition of the Eight Thousand, Five Hundreds for a pavilion for the Fire Department. Mr. Collins stated that the Washington Street paving project is still continuing through the State process. Mr. Collins announced that the 49th Annual Arts & Craft Show will be held at the Stone Bridge Park on June 21st – 22nd.

Ordinance No. 2014-07:

Ordinance No. 2014-07, an ordinance entitled, "An Ordinance Of The City Of Fayetteville, Amending The Annual Budget And Capital Program For Fiscal Year 2014", was considered. Said Ordinance is as follows:

ORDINANCE NO. 2014 – 7

AN ORDINANCE OF THE CITY OF FAYETTEVILLE, AMENDING THE ANNUAL BUDGET AND CAPITAL PROGRAM FOR FISCAL YEAR 2014,

WHEREAS, the City of Fayetteville adopted the fiscal year 2013-2014 budget by passage of Ordinance No. 2013-07; and

WHEREAS, pursuant to the Tennessee State Constitution, Section 24 of Article II, no public money shall be expended except pursuant to appropriations made by law; and

WHEREAS, pursuant to the Municipal Budget Law of 1982, as found in the *Tennessee Code Annotated* section 6-56-209, the Board of Mayor and Alderman has the authority to authorize the budget officer to transfer moneys from one appropriation to another within the same fund; and

WHEREAS, expenses for the general government will be greater than anticipated; and

WHEREAS, Tennessee Code Annotated requires these items to be budgeted expenditures;

NOW, THEREFORE BE IT ORDAINED by the Board of Mayor and Alderman of the City of Fayetteville, Tennessee, that the following amount be added to the budgeted amounts set forth for fiscal year 2014 in Ordinance No. 2013 – 07.

<u>General Fund Revenues</u>	<u>Increase</u>	<u>Decrease</u>
Current Taxes	\$204,696	
Delinquent Taxes	\$ 17,782	
Non Tax Sources		<u>\$135,428</u>
Total General Fund Revenues	<u>\$222,478</u>	\$135,428
<u>General Fund Expenses</u>		
General Government	\$114,099	
Public Safety	\$131,350	
Public Works		\$108,035
Health, Welfare & Culture	\$ 2,722	
Transfer to Debt Service Fund	<u>\$ 76,554</u>	
Total General Fund Expenses	<u>\$324,725</u>	<u>\$108,035</u>
<u>General Fund Balance</u>		\$129,640
<u>Revenue Refuse Expenses</u>		
Refuse Expenses		\$200,025
Revenue Refuse Fund Balance	\$200,025	

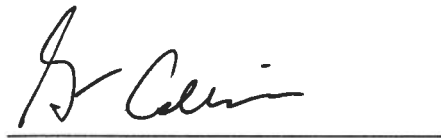
<u>Debt Service Fund</u>	<u>Increase</u>	<u>Decrease</u>
Debt Service Revenues	\$1,076,544	
Debt Service Expenses		\$1,076,544
<u>Capital Projects Fund</u>		
Capital Projects Revenues		\$1,033,215
Capital Projects Expenses	\$1,061,641	
Capital Projects Fund Balance		\$ 28,426
<u>Landfill Fund</u>		
Landfill Revenues	\$ 24,500	
Landfill Expenses		\$ 24,500

This ordinance shall take effect upon its passages, the public welfare requiring it. All ordinances or parts of ordinances in conflict with any provision of this ordinance are hereby repealed.

June 10, 2014

Date


 John Ed Underwood, Jr., Mayor


 Gregory Scott Collins, City Clerk

Motion was made by Danny Bryant, seconded by Gwen Shelton, to approve Ordinance No. 2014-07. Upon roll call, the following voted:

Aye

Tom Young, Dorothy Small, Michael Whisenant, Gwen Shelton, Marty Pepper and Danny Bryant

Nay

None

Mayor Underwood declared the motion adopted.

Ordinance No. 2014-08:

Ordinance No. 2014-08, an ordinance entitled, "An Ordinance Adopting The Annual Budget And Capital Program And Tax Rate Of The City Of Fayetteville, Tennessee For Fiscal Year 2015", was considered. Said Ordinance is as follows:

ORDINANCE NO. 2014-08
AN ORDINANCE ADOPTING THE ANNUAL BUDGET AND CAPITAL
PROGRAM AND TAX RATE OF THE CITY OF FAYETTEVILLE,
TENNESSEE FOR FISCAL YEAR 2015,

Whereas, the budget process is one of the most important activities undertaken by governments for the public welfare, the budget process being used to make program, service and capital decisions and allocate scarce resources to programs, services and capital;

Whereas, the financial plan developed in this process being the document to communicate the plan the Board of Mayor and Aldermen has decided to implement for the coming fiscal year;

Whereas *Tennessee Code Annotated* Title 9 Chapter 1 Section 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;

Whereas, the Municipal Budget Law of 1982 requires that the governing body of each municipality adopt and operate under an annual budget ordinance presenting a financial plan with at least the information required by that state statute, that no municipality may expend any moneys regardless of their source except in accordance with a budget ordinance and that the governing body shall not make any appropriation in excess of estimated available funds;

Whereas as the Board of Mayor and Aldermen held a hearing where the City Administrator submitted the proposed budget and capital program on June 10, 2014 at 5:00 pm in a regular meeting of the Board of Mayor and Aldermen and following the hearing, the Board considered final passage of the proposed budget;

Whereas, *Tennessee Code Annotated* Title 6 Chapter 56 Section 206 requires that the Board of Mayor and Aldermen publish the annual operating budget and budgetary comparisons of the proposed budget with the prior year (actual) and the current year (estimated) in a newspaper of general circulation not less than ten (10) days prior to the meeting where the governing body will consider final passage of the budget, and said budget was published on May 28, 2014 in *The Elk Valley Times*;

Now, therefore be it ordained by the Board of Mayor and Aldermen of the City of Fayetteville, Tennessee, that:

Section 1: **REVENUES.** The following is a list of funds available for appropriation. Any portion of the fiscal year 2014 appropriations remaining unexpended and unencumbered shall be credited to the general fund, except that any balance remaining in any other fund at the end of the fiscal year may remain to the credit of that fund and be subject to further appropriation in accordance with *Tennessee Code Annotated* Section 6-56-211.

Details of these revenues and other sources of funds are shown in the detailed financial plan attached.

FUND NAME	FISCAL YEAR 2013	FISCAL YEAR 2014	FISCAL YEAR 2015	EST. FUND BALANCE 07/01/14	AVAILABLE FUNDS
General Fund					
Current Taxes	\$ 6,660,619	\$ 7,113,730	\$ 8,061,722		
Delinquent Taxes	78,694	40,000	45,000		
Nontax Revenues	1,521,305	1,512,778	1,551,250		
State Street Aid:					
Street Repair	54,303	58,000	60,000		
Street Lighting	161,854	164,000	164,000		
<i>TOTAL GENERAL FUND</i>	\$ 8,476,775	\$ 8,888,508	\$ 9,881,972	\$6,103,101	\$ 15,985,073
Drug Fund	10,907	6,050	15,030	85,049	\$ 100,079
Refuse Collection Fund	411,132	460,700	500,700	\$418,674	\$ 919,374
CDBG Loan Fund	33	35	20	49,587	\$ 49,607
UDAG Loan Fund	277	325	100	405,845	\$ 405,945
Grant Fund	1,197	-	470,000	-	\$ 470,000
Debt Service Fund	194,111	190,898	266,181	\$162,231	\$ 428,412
Industrial Park	305	250	60	116,143	\$ 116,203
Capital Projects	29,457	219,250	2,208,850	1,238,970	\$ 3,447,820
Landfill Fund	36,318	40,400	46,500	391,444	\$ 437,944
General Purpose School Fund	\$8,357,396	\$10,282,687	\$10,257,173	\$3,371,459	\$ 13,628,632
<i>TOTAL ALL FUNDS</i>	\$ 17,517,908	\$ 20,089,103	\$ 23,646,586	\$ 12,342,503	\$ 35,989,089

SECTION 2: APPROPRIATIONS. The governing body appropriates from these anticipated revenues and unexpended and unencumbered funds the following expenditures for fiscal year 2015:

FUND NAME	FISCAL YEAR 2013	FISCAL YEAR 2014	FISCAL YEAR 2015	EST. FUND BALANCE 6/30/15
General Fund				
General Government	\$ 1,534,596	\$ 1,335,960	\$ 1,507,665	
Public Safety	3,816,929	4,025,296	4,249,108	
Public Works	1,405,973	1,586,463	1,881,783	
Health & Welfare	656,056	716,799	747,040	
Debt Service	193,897	190,598	266,081	
Education	752,330	777,899	801,146	
Capital Projects	-	210,000	410,000	
<i>TOTAL GENERAL FUND</i>	\$ 8,359,781	\$ 8,843,015	\$ 9,862,823	\$ 6,122,250
Drug Fund	48,621	29,650	87,801	12,278
Refuse Collection Fund	410,861	628,557	440,442	478,932
CDBG Loan Fund	-	49,500	49,580	27
UDAG Loan Fund	-	1,000	1,000	404,945
Grant Fund	1,197	-	470,000	-
Debt Service Fund	193,901	190,848	266,331	162,081
Industrial Park	57,783	70,000	116,121	82
Capital Projects	195,597	551,870	1,780,939	1,666,881
Landfill Fund	15,155	36,200	46,500	391,444
General Purpose School Fund	\$9,246,659	\$11,359,437	\$11,614,182	2,014,450
<i>TOTAL ALL FUNDS</i>	\$ 18,529,555	\$ 21,760,077	\$ 24,735,719	\$ 11,253,370

Details of these appropriated expenditures are shown in the detailed financial plan attached.

SECTION 3: STATEMENT OF INDEBTEDNESS. The Board of Mayor and Aldermen recognizes that the municipality has bonded and other indebtedness and includes a statement of this indebtedness.

STATEMENT OF BONDED OR OTHER INDEBTEDNESS	DEBT REDEMPTION (Principal)	INTEREST REQUIREMENTS	DEBT AUTHORIZED AND UNISSUED	CONDITION OF SINKING FUND
General Obligation Bond Series 2013A	\$ 210,000	\$ 154,900		
General Obligation Bond Series 2013B	\$ 40,000	\$ 33,873		
General Obligation Bond Series 2009	\$ 115,000	\$ 52,519		
TN Energy Efficiency Loan	\$ 24,779	\$ -		

Appropriations of \$631,071 from the Debt Service Fund, have been included and authorized for the payment of current debt obligations and any planned debt obligations for the coming fiscal year. Details of the debt services requirements are shown on in the detailed financial plan.

SECTION 4: CAPITAL IMPROVEMENT PROGRAM. During the coming fiscal year the Board of Mayor and Aldermen has planned for the following capital projects and has included a statement listing these capital projects and the sources of financing for these projects:

STATEMENT OF PROPOSED NEW CAPITAL PROJECTS	PROPOSED FINANCING BY APPROPRIATIONS	PROPOSED FINANCING BY DEBT
		\$ -
Municipal Building Carpet	\$20,000	\$ -
Master Plan Riverwalk	\$35,000	\$ -
Pavilion Station #2	\$8,500	\$ -
Garage Doors	\$21,000	\$ -
Dog Park	\$40,500	\$ -
Kiwanis Park Restrooms	\$99,400	\$ -
Kids Park Mulch	\$10,000	\$ -
Dell Server	\$6,289	\$ -
9- Bullet Proof Vests	\$6,000	\$ -
Police Building	\$1,500,000	\$ 1,500,000
30 - Air Packs	\$11,000	\$ -
		\$ -

Details of capital projects to be implemented in the coming fiscal year including sources of financing are in the detailed financial plan attached.

SECTION 5: BUDGET CONTROL. At the beginning of each quarterly period during the fiscal year and more often if required by the Board of Mayor and Aldermen, a report shall be submitted showing the relation between the estimated and actual revenues and other sources of funds and expenditures to date. At any time it is determined that revenue is not meeting estimates, the City Administrator may impound appropriations to ensure expenditures do not exceed revenues.

SECTION 6: EXCESS APPROPRIATIONS PROHIBITED. No appropriation listed above shall be exceeded without an amendment of the budget ordinance as required by the Municipal Budget Law of 1982 *Tennessee Code Annotated* Section 6-56-208 and Section 9-1-116. In addition, no appropriation may be made in excess of available funds except to provide for an actual emergency threatening the health, property or lives of the inhabitants of the municipality and declared by a two-thirds (2/3) vote of at least a quorum of the Board of Mayor and Aldermen in accord with Section 6-56-205 of the *Tennessee Code Annotated*. The budget and capital program budget ordinance may be amended in the same manner as any other ordinance may be amended.

SECTION 7: TRANSFER OF MONEY. Money, not to exceed \$5,000, may be transferred from one appropriation to another in the same fund by the City Administrator as allowed by Section 6-56-209 of the *Tennessee Code Annotated*. Any resulting transfers shall be reported to the governing body at its next regular meeting and entered into the minutes.

SECTION 8: BUDGET DETAIL. A detailed financial plan will be attached to this budget and become part of this budget ordinance. In addition, the published operating budget and budgetary comparisons shown by fund with beginning and ending fund balances and the number of full time equivalent employees required by Section 6-56-206, *Tennessee Code Annotated* will be attached.


SECTION 9: DIRECTOR OF LOCAL FINANCE BUDGET APPROVAL. This ordinance will not be the official budget of the City of Fayetteville until it is approved by the Director of the Division of Local Finance in the Office of the Comptroller of the Treasury as required by *Tennessee Code Annotated* Section 9-21-403. The City of Fayetteville may operate under this ordinance as a continuation budget until the Director's approval has been obtained as long as operating expenditures do not exceed available funds and cash receipts during the continuation budget period and all outstanding debt service is paid.

SECTION 10: TAX RATE. The City of Fayetteville's fiscal year 2015 tax rate for real property shall be \$1.65 per each \$100 of assessed value.


SECTION 11: This ordinance shall take effect July 1, 2014, the public welfare requiring it. All ordinances or parts of ordinances in conflict with any provision of this ordinance are hereby repealed.

June 10, 2014

Date



John Ed Underwood, Jr., Mayor



Gregory Scott Collins, City Administrator

Motion was made by Marty Pepper, seconded by Danny Bryant, to approve Ordinance No. 2014-08. Upon roll call, the following voted:

Aye

Dorothy Small, Michael Whisenant, Gwen Shelton, Marty Pepper, Danny Bryant and Tom Young

Nay

None

Mayor Underwood declared the motion adopted.

Parade Permit – Kids Fish Day Rodeo:

Motion was made by Michael Whisenant, seconded by Gwen Shelton, to approve the parade permit for the Kids Fish Day Rodeo for June 14, 2014. Upon roll call, the following voted:

Aye

Michael Whisenant, Gwen Shelton, Marty Pepper, Danny Bryant, Tom Young and Dorothy Small

Nay

None

Mayor Underwood declared the motion approved.

Parade Permit – Firecracker Chase:

Motion was made by Gwen Shelton, seconded by Marty Pepper, to approve the parade permit for the Fayetteville Firecracker Chase for June 28, 2014. Upon roll call, the following voted:

Aye

Gwen Shelton, Marty Pepper, Danny Bryant, Tom Young, Dorothy Small and Michael Whisenant

Nay

None

Mayor Underwood declared the motion approved.

Selection of Firm for Master Plan of Greenway and River Walk Design:

Motion was made by Dorothy Small, seconded by Marty Pepper, to select Lose and Associates, Inc., to develop the master plan for the Greenway Project. Upon roll call, the following voted:

Aye

Marty Pepper, Danny Bryant, Tom Young, Dorothy Small, Michael Whisenant and Gwen Shelton

Nay

None

Mayor Underwood declared the motion approved.

Board Appointments:

1. Motion was made by Michael Whisenant, seconded by Dorothy Small, to approve the reappointment of Paul Richardson to the Fayetteville Public Utilities Board. Upon roll call, the following voted:

Aye

Danny Bryant, Tom Young, Dorothy Small, Michael Whisenant, Gwen Shelton and Marty Pepper

Nay

None

Mayor Underwood declared the motion approved.

2. Motion was made by Michael Whisenant, seconded by Tom Young, to approve the reappointment of Mickey Lawson to the Fayetteville Public Utilities Board. Upon roll call, the following voted:

Aye

Tom Young, Dorothy Small, Michael Whisenant, Marty Pepper and Danny Bryant

Nay

Gwen Shelton

Mayor Underwood declared the motion approved.

Motion was made, seconded, and unanimously adopted to adjourn.

Mayor

City Clerk