

ORDINANCE No. 2020-03

**AN ORDINANCE OF THE
CITY OF FAYETTEVILLE, TENNESSEE
ADOPTING THE ANNUAL BUDGET AND TAX RATE
FOR THE FISCAL YEAR BEGINNING JULY 1, 2020 AND ENDING JUNE 30, 2021**

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 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 the source except in accordance with a budget ordinance and that the governing body shall not make any appropriation in excess of estimated available funds; and

WHEREAS, the Board of Mayor and Aldermen has published 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 Board will consider final passage of the budget.

**NOW THEREFORE BE IT ORDAINED BY THE BOARD OF MAYOR AND
ALDERMEN OF THE CITY OF FAYETTEVILLE, TENNESSEE AS FOLLOWS:**

SECTION 1: That the governing body projects anticipated revenues from all sources and appropriates planned expenditures for each department, board, office or other agency of the municipality, herein presented together with the actual annual receipts and expenditures of the last preceding fiscal year and the estimated annual expenditures for the current fiscal year, and from those revenues and unexpended and unencumbered funds as follows for fiscal year 2021, and including the projected ending balances for the budget year, the actual ending balances for the most recent ended fiscal year and the estimated ending balances for the current fiscal years:

GENERAL FUND	Actual FY 2019	Esimated FY 2020	Budget FY 2021
Cash Receipts			
Local Taxes	\$ 8,630,860	\$ 8,774,651	\$ 8,671,061
Licenses And Permits	42,157	41,593	42,000
Intergovernmental	1,944,768	1,889,804	1,954,268
Charges For Services	204,199	216,168	169,450
Fines And Forfeitures	79,831	59,729	60,450
Grant Revenues	34,872	6,948	937,061
Other Revenues	377,735	460,490	302,225
Total Cash Receipts	\$ 11,314,422	\$ 11,449,383	\$ 12,136,515
Appropriations			
Legislative Board	\$ 75,080	\$ 75,632	\$ 90,125
Mayor	18,354	22,594	26,180
Special Elections	188	-	500
City Attorney	41,516	42,011	38,965
Auditing	19,920	20,490	26,000
Administration	517,435	638,323	493,288
Information Technology	105,448	103,015	112,505
Information Technology- City	-	-	169,718
City Hall Buildings	70,029	77,816	67,092
Other General Government	649,176	565,723	536,566
GIS Mapping	68,660	67,348	76,910
Police	2,227,960	2,854,245	2,372,026
Emergency Communications	940,164	987,844	1,127,803
Fire Department	1,631,797	1,561,410	1,512,874
Planning and Codes	194,745	225,614	249,161
Safety	-	143	2,500
Highways and Streets	1,428,917	1,603,869	2,467,782
City Garage	164,739	191,295	210,959
Animal Control	60,000	62,000	65,000
Recreation Centers	631,180	706,785	698,225
Swimming Pools	68,160	52,650	59,360
Libraries	111,336	112,919	120,000
Education	916,038	913,336	912,626
Tourism	144	300,819	76,875
Transfer to Debt Service	354,257	318,099	563,084
Transfer to Capital Projects	750,000	500,000	250,000
Municipal Airport	69,866	40,117	20,142
Total Appropriations	\$ 11,115,109	\$ 12,044,097	\$ 12,346,266
Change in Cash (Receipts - Appropriations)	199,313	(594,714)	(209,751)
Beginning Cash Balance July 1	N/A	8,092,452	7,497,738
Ending Cash Balance June 30	\$ 8,092,452	\$ 7,497,738	\$ 7,287,987
Ending Cash as a % of Total Cash Payments/Appropriations	72.8%	62.3%	59.0%

NOTE: BEG. CASH NOT INCLUDED FOR FY 2019 BECAUSE THE NUMBERS WERE TAKEN FROM THE AUDITED FINANCIAL STATEMENTS, WHICH USE THE MODIFIED ACCRUAL BASIS OF ACCOUNTING.

Debt Service to be paid out of General Fund

NOTE: a transfer is made from General Fund to Debt Service Fund for debt payments

DRUG FUND		Actual	Estimated	Budget
		FY 2019	Actual FY 2020	FY 2021
Cash Receipts				
Fines And Forfeitures	\$	22,284	\$ 14,785	\$ 15,000
Other Revenues		8,306	125	25
Total Cash Receipts	\$	30,590	\$ 14,910	\$ 15,025
Appropriations				
Drug Enforcement	\$	12,271	\$ 43,197	\$ 43,350
		-	-	-
Total Appropriations	\$	12,271	\$ 43,197	\$ 43,350
Change in Cash (Receipts - Appropriations)		18,319	(28,287)	(28,325)
Beginning Cash Balance July 1		N/A	73,773	45,486
Ending Cash Balance June 30		\$ 73,773	\$ 45,486	\$ 17,161
Ending Cash as a % of Total Cash Payments/Appropriations		601.2%	105.3%	39.6%

SPECIAL REVENUE REFUSE		Actual	Estimated	Budget
		FY 2019	Actual FY 2020	FY 2021
Cash Receipts				
Charges for Services	\$	552,862	\$ 549,776	\$ 540,000
Fines Other Revenues		520	463	500
Other Revenues		875	766	770
Total Cash Receipts	\$	554,257	\$ 551,005	\$ 541,270
Appropriations				
Waste Collection	\$	573,532	\$ 611,935	\$ 621,223
Total Appropriations	\$	573,532	\$ 611,935	\$ 621,223
Change in Cash (Receipts - Appropriations)		(19,275)	(60,930)	(79,953)
Beginning Cash Balance July 1		N/A	245,110	184,180
Ending Cash Balance June 30		\$ 245,110	\$ 184,180	\$ 104,227
Ending Cash as a % of Total Cash Payments/Appropriations		42.7%	30.1%	16.8%

C.D.B.G. FUND		Actual	Estimated	Budget
		FY 2019	Actual FY 2020	FY 2021
Cash Receipts				
Other Revenues	\$	8	\$ 10	\$ 5
Total Cash Receipts	\$	8	\$ 10	\$ 5
Appropriations				
Repair and Maintenance Services	\$	7,764	\$ -	\$ 9,500
Total Appropriations	\$	7,764	\$ -	\$ 9,500
Change in Cash (Receipts - Appropriations)		(7,756)	10	(9,495)
Beginning Cash Balance July 1		-	10,469	10,479
Ending Cash Balance June 30		\$ 10,469	\$ 10,479	\$ 984
Ending Cash as a % of Total Cash Payments/Appropriations		134.8%	#DIV/0!	10.4%

U.D.A.G. FUND	Actual FY 2019	Estimated Actual FY 2020	Budget FY 2021
Cash Receipts			
Interest Earnings	\$ 204	\$ 183	\$ 200
Total Cash Receipts	\$ 204	\$ 183	\$ 200
Appropriations			
Other Urban Redevelopment	\$ -	\$ -	\$ 1,000
Total Appropriations	\$ -	\$ -	\$ 1,000
Change in Cash (Receipts - Appropriations)	204	183	(800)
Beginning Cash Balance July 1	N/A	407,380	407,563
Ending Cash Balance June 30	\$ 407,380	\$ 407,563	\$ 406,763
Ending Cash as a % of Total Cash Payments/Appropriations	0.0%	0.0%	40676.3%

DEBT SERVICE	Actual FY 2019	Estimated Actual FY 2020	Budget FY 2021
Cash Receipts			
Other Revenues	\$ 863,599	\$ 534,150	\$ 563,083
Total Cash Receipts	\$ 863,599	\$ 534,150	\$ 563,083
Appropriations			
Bond Issues	\$ 267,449	\$ 412,809	\$ 459,296
Interest	\$ 116,351	\$ 116,978	\$ 103,788
Other Fees	\$ 3,460	\$ 511,167	\$ 4,000
Total Appropriations	\$ 387,260	\$ 1,040,954	\$ 567,084
Change in Cash (Receipts - Appropriations)	476,339	(506,804)	(4,001)
Beginning Cash Balance July 1	-	778,822	272,018
Ending Cash Balance June 30	\$ 778,822	\$ 272,018	\$ 268,017
Ending Cash as a % of Total Cash Payments/Appropriations	201.1%	26.1%	47.3%

INDUSTRIAL PARK FUND	Actual FY 2019	Estimated Actual FY 2020	Budget FY 2021
Cash Receipts			
Interest Earnings	\$ 1	\$ 1	\$ -
Total Cash Receipts	\$ 1	\$ 1	\$ -
Appropriations			
Industrial Building and Grounds	\$ -	\$ -	\$ -
Total Appropriations	\$ -	\$ -	\$ -
Change in Cash (Receipts - Appropriations)	1	1	-
Beginning Cash Balance July 1	N/A	1,673	1,674
Ending Cash Balance June 30	\$ 1,673	\$ 1,674	\$ 1,674
Ending Cash as a % of Total Cash Payments/Appropriations		0.0%	0.0%

CAPITAL PROJECTS	Actual FY 2019	Estimated Actual FY 2020	Budget FY 2021
Cash Receipts			
Interest Earnings	\$ 2,127	\$ 1,913	\$ 1,000
Grant Income	\$ 500,400	\$ 469,624	\$ 1,161,277
Operating Transfer from General Fund	\$ 750,000	\$ 250,000	\$ 250,000
Total Cash Receipts	\$ 1,252,527	\$ 721,537	\$ 1,412,277
Appropriations			
Facility Improvements	\$ 326,589	\$ 1,108,591	\$ 1,461,597
Other Machinery and Equipment	\$ 164,986	\$ 513,875	\$ 73,920
Stone Bridge Park			
Total Appropriations	\$ 491,575	\$ 1,622,466	\$ 1,535,517
Change in Cash (Receipts - Appropriations)	760,952	(900,929)	(123,240)
Beginning Cash Balance July 1	-	1,715,586	814,657
Ending Cash Balance June 30	\$ 1,715,586	\$ 814,657	\$ 691,417
Ending Cash as a % of Total Cash Payments/Appropriations	349.0%	50.2%	45.0%

LANDFILL FUND	Actual FY 2019	Estimated Actual FY 2020	Budget FY 2021
Cash Receipts			
Operating Transfer from Lincoln County	\$ 34,645	\$ 32,600	\$ 62,575
Operating Transfer from Special Revenue Refuse	\$ 42,160	\$ 32,600	\$ 62,575
Total Cash Receipts	\$ 76,805	\$ 65,200	\$ 125,150
Appropriations			
Electricity	\$ 653	\$ 844	\$ 850
Other Services	\$ 7,133	\$ -	\$ 9,400
Monitoring	\$ 73,278	\$ 61,692	\$ 114,900
Total Appropriations	\$ 81,064	\$ 62,536	\$ 125,150
Change in Cash (Receipts - Appropriations)	(4,259)	2,664	-
Beginning Cash Balance July 1	-	1,612	4,276
Ending Cash Balance June 30	\$ 1,612	\$ 4,276	\$ 4,276
Ending Cash as a % of Total Cash Payments/Appropriations	2.0%	6.8%	3.4%

GENERAL PURPOSE SCHOOL FUND		Actual FY 2019	Estimated Actual FY 2020	Budget FY 2021
Cash Receipts				
Local Taxes	\$	2,377,031	\$ 2,483,306	\$ 2,461,690
State of Tennessee	\$	8,317,013	\$ 8,392,597	\$ 8,347,000
Federal Government	\$	4,134	\$ 3,612	\$ 4,500
Other Revenues	\$	1,056,546	\$ 1,048,499	\$ 1,027,056
Total Cash Receipts	\$	11,754,724	\$ 11,928,014	\$ 11,840,246
Appropriations				
Salaries	\$	9,911,892	\$ 10,499,855	\$ 11,235,277
Other	\$	1,438,875	\$ 1,541,944	\$ 1,678,835
Total Appropriations	\$	11,350,767	\$ 12,041,799	\$ 12,914,112
Change in Cash (Receipts - Appropriations)		403,957	(113,785)	(1,073,866)
Beginning Cash Balance July 1		3,785,846	4,189,803	4,076,018
Ending Cash Balance June 30	\$	4,189,803	\$ 4,076,018	\$ 3,002,152
Ending Cash as a % of Total Cash Payments/Appropriations		36.9%	33.8%	23.2%

SCHOOL CAFETERIA FUND		Actual FY 2019	Estimated Actual FY 2020	Budget FY 2021
Cash Receipts				
Local Taxes	\$	150,247	\$ 93,581	\$ 183,180
State of Tennessee	\$	6,943	\$ 6,809	\$ 10,000
Federal Government	\$	677,458	\$ 601,448	\$ 708,244
Other Revenues	\$	133	\$ 118	\$ 8,700
Total Cash Receipts	\$	834,781	\$ 701,956	\$ 910,124
Appropriations				
Salaries	\$	330,383	\$ 316,166	\$ 321,000
Other	\$	446,305	\$ 416,140	\$ 589,124
Total Appropriations	\$	776,688	\$ 732,306	\$ 910,124
Change in Cash (Receipts - Appropriations)		58,093	(30,350)	-
Beginning Cash Balance July 1		277,816	335,909	305,559
Ending Cash Balance June 30	\$	335,909	\$ 305,559	\$ 305,559
Ending Cash as a % of Total Cash Payments/Appropriations		43.2%	41.7%	33.6%

SCHOOL CAPITAL FUND		Actual FY 2019	Estimated Actual FY 2020	Budget FY 2021
Cash Receipts				
Investment Income	\$	65,587	\$ 120,000	\$ 110,000
Total Cash Receipts	\$	65,587	\$ 120,000	\$ 110,000
Appropriations				
Debt Expense	\$	357,800	\$ 425,100	\$ 353,900
Capital Outlay	\$	342,896	\$ 3,166,684	\$ 421,794
Total Appropriations	\$	700,696	\$ 3,591,784	\$ 775,694
Change in Cash (Receipts - Appropriations)		(635,109)	(3,471,784)	(665,694)
Beginning Cash Balance July 1		8,599,216	7,964,107	4,492,323
Ending Cash Balance June 30	\$	7,964,107	\$ 4,492,323	\$ 3,826,629
Ending Cash as a % of Total Cash Payments/Appropriations		1136.6%	125.1%	493.3%

SECTION 2: At the end of the fiscal year 2020, the governing body estimates fund balances or deficits as follows:

Fund	Estimated Fund Balance at June 30, 2020
General Fund	\$ 7,497,739
Drug Fund	\$ 45,486
Special Revenue Refuse Fund	\$ 184,179
CDBG Fund	\$ 10,479
UDAG Fund	\$ 407,563
Grant Fund	\$ 50
Debt Service Fund	\$ 272,018
Industrial Park Fund	\$ 1,674
Capital Projects Fund	\$ 814,657
Landfill Fund	\$ 4,276
General Purpose School Fund	\$ 4,076,018
School Cafeteria Fund	\$ 305,559
School Capital Fund	\$ 4,492,323

SECTION 3: That the governing body herein certifies that the condition of its sinking funds, if applicable, are compliant pursuant to its bond covenants, and recognizes that the municipality has outstanding bonded and other indebtedness as follows:

Bonded or Other Indebtedness	Debt Authorized and Unissued	Principal Outstanding at June 30, 2020	FY2021 Principal Payment	FY2021 Interest Payment
2013 Issue -Swimming Pool	\$ -	\$ 745,000.00	\$ 50,000.00	\$ 29,188.00
2014 Issue - Police Building	\$ -	\$ 1,665,000.00	\$ 90,000.00	\$ 48,100.00
2017 Issue - Refinance	\$ -	\$ 742,275.00	\$ 149,193.00	\$ 19,321.00
Sanitation Dept Capital Outlay Note, Series 2017	\$ -	\$ 5,908.00	\$ 5,908.00	\$ 12.00
Police Vehicle Capital Outlay Note- Series 2019	\$ -	\$ 330,290.00	\$ 170,103.00	\$ 7,179.00

SECTION 4: During the coming fiscal year (2021) the governing body has pending and planned capital projects with proposed funding as follows:

Proposed Future Capital Projects	Proposed Future Capital Projects - Total Expense	Proposed Future Capital Projects Expense Financed by Estimated Revenues and/or Reserves	Proposed Future Capital Projects Expense Financed by Debt Proceeds
Complex Pavillion Roof Repairs		\$ 10,000.00	
Street Plates- 6		\$ 6,120.00	
Portable Generator		\$ 1,200.00	
Concrete Saw		\$ 1,500.00	
Tasers		\$ 61,000.00	
Digital Radios		\$ 2,500.00	
Digital Radios-MB		\$ 1,600.00	

SECTION 5: No appropriation listed above may be exceeded without an amendment of the budget ordinance as required by the Municipal Budget Law of 1982 (TCA § 6-56-208). 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 governing body in accord with Tennessee Code Annotated § 6-56-205.

SECTION 6: Money may be transferred from one appropriation to another in the same fund in an amount of up to \$ 5,000 by the City Administrator, subject to such limitations and procedures as set by the Board of Mayor and Aldermen pursuant to Tennessee Code Annotated § 6-56-209. Any resulting transfers shall be reported to the governing body at its next regular meeting and entered into the minutes.

SECTION 7: 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 Tennessee Code Annotated § 6-56-206 will be attached.

SECTION 8: There is hereby levied a property tax of \$1.50 per \$100 of assessed value on all real and personal property.

SECTION 9: This annual operating and capital budget ordinance and supporting documents shall be submitted to the Comptroller of the Treasury or Comptroller's Designee for approval if the City has debt issued pursuant to Title 9, Chapter 21 of the Tennessee Code Annotated within fifteen (15) days of its adoption. 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 of the Tennessee Code Annotated (the "Statutes".) If the Comptroller of the Treasury or Comptroller's Designee determines that the budget does not comply with the Statutes, the Governing Body shall adjust its estimates or make

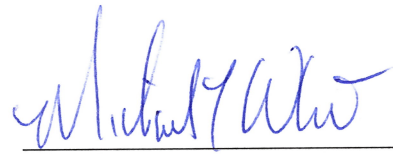
additional tax levies sufficient to comply with the Statutes or as directed by the Comptroller of the Treasury or Comptroller's Designee. If the City does not have such debt outstanding, it will file this annual operating and capital budget ordinance and supporting documents with the Comptroller of the Treasury or Comptroller's Designee.

SECTION 10: All unencumbered balances of appropriations remaining at the end of the fiscal year shall lapse and revert to the respective fund balances.

SECTION 11: All ordinances or parts of ordinances in conflict with any provision of this ordinance are hereby repealed.

SECTION 12: This ordinance shall take effect July 1, 2020, the public welfare requiring it.

Passed June 9, 2020.



Mayor

ATTESTED:



City Clerk

