

**ORDINANCE No. 2021-06**

**AN ORDINANCE OF THE  
CITY OF FAYETTEVILLE, TENNESSEE  
ADOPTING THE ANNUAL BUDGET AND TAX RATE  
FOR THE FISCAL YEAR BEGINNING JULY 1, 2021 AND ENDING JUNE 30, 2022**

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 2022, 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:

<b>GENERAL FUND</b>	<b>Actual FY 2020</b>	<b>Esimated FY 2021</b>	<b>Budget FY 2022</b>
<b>Cash Receipts</b>			
Local Taxes	\$ 8,719,319	\$ 9,021,367	\$ 9,031,677
Licenses And Permits	38,514	54,120	47,000
Intergovernmental	1,941,062	1,998,943	1,978,972
Charges For Services	164,821	156,628	184,100
Fines And Forfeitures	54,854	38,799	60,300
Grant Revenues	18,597	320,299	752,207
Other Revenues	905,002	262,014	288,700
<b>Total Cash Receipts</b>	<b>\$ 11,842,169</b>	<b>\$ 11,852,170</b>	<b>\$ 12,342,956</b>
<b>Appropriations</b>			
Legislative Board	\$ 76,035	\$ 73,635	\$ 91,425
Mayor	21,019	21,500	26,480
Special Elections	-	192	-
City Attorney	43,359	35,950	38,965
Auditing	24,462	24,580	28,580
Administration	658,353	476,476	566,194
Information Technology	231,264	254,613	258,927
Information Technology- City	69,936	5,866	68,292
City Hall Buildings	525,581	429,808	536,666
Other General Government	69,667	69,548	79,138
GIS Mapping	2,849,892	2,171,170	2,467,855
Police	1,013,557	950,400	1,122,353
Emergency Communications	1,579,207	1,465,799	1,622,959
Fire Department	249,528	187,856	252,574
Planning and Codes	5,154	4,405	2,500
Safety	1,528,091	2,217,884	2,484,041
Highways and Streets	199,696	189,919	223,965
City Garage	62,000	65,000	75,000
Animal Control	658,609	541,608	756,962
Recreation Centers	35,182	16,917	61,360
Swimming Pools	112,919	120,000	127,500
Libraries	913,654	919,919	942,055
Education	292,871	121,726	84,269
Tourism	530,000	177,264	695,029
Transfer to Debt Service	250,000	250,000	250,000
Transfer to Capital Projects	40,117	20,142	16,104
Municipal Airport			
<b>Total Appropriations</b>	<b>\$ 12,040,154</b>	<b>\$ 10,812,175</b>	<b>\$ 12,879,192</b>
<b>Change in Cash (Receipts - Appropriations)</b>	<b>(197,985)</b>	<b>1,039,995</b>	<b>(536,236)</b>
<b>Beginning Cash Balance July 1</b>	<b>N/A</b>	<b>8,217,344</b>	<b>9,257,339</b>
<b>Ending Cash Balance June 30</b>	<b>\$ 8,217,344</b>	<b>\$ 9,257,339</b>	<b>\$ 8,721,102</b>
<b>Ending Cash as a % of Total Cash Payments/Appropriat</b>	<b>68.2%</b>	<b>85.6%</b>	<b>67.7%</b>

**NOTE: BEG. CASH NOT INCLUDED FOR FY 2020 BECAUSE THE NUMBERS WERE TAKEN FROM THE AUDITED FINANCIAL STATEMENTS, WHICH USE THE MODIFIED ACCRUAL BASIS OF ACCOUNTING.**

<b>DRUG FUND</b>	<b>Actual FY 2020</b>	<b>Estimated Actual FY 2021</b>	<b>Budget FY 2022</b>
<b>Cash Receipts</b>			
Fines And Forfeitures	\$ 21,299	\$ 17,133	\$ 20,000
Other Revenues	243	141	20
<b>Total Cash Receipts</b>	<b>\$ 21,541</b>	<b>\$ 17,274</b>	<b>\$ 20,020</b>
<b>Appropriations</b>			
Drug Enforcement	\$ 21,810	\$ 9,635	\$ 43,250
	-	-	-
<b>Total Appropriations</b>	<b>\$ 21,810</b>	<b>\$ 9,635</b>	<b>\$ 43,250</b>
<b>Change in Cash (Receipts - Appropriations)</b>	<b>(268)</b>	<b>7,639</b>	<b>(23,230)</b>
<b>Beginning Cash Balance July 1</b>	<b>N/A</b>	<b>47,738</b>	<b>55,377</b>
<b>Ending Cash Balance June 30</b>	<b>\$ 47,738</b>	<b>\$ 55,377</b>	<b>\$ 32,147</b>
<b>Ending Cash as a % of Total Cash Payments/Appropriations</b>	<b>218.9%</b>	<b>574.8%</b>	<b>74.3%</b>

<b>SPECIAL REVENUE REFUSE</b>	<b>Actual FY 2020</b>	<b>Estimated Actual FY 2021</b>	<b>Budget FY 2022</b>
<b>Cash Receipts</b>			
Charges for Services	\$ 552,144	\$ 526,086	\$ 737,756
Fines Other Revenues	430	737	430
Other Revenues	624	28	20
<b>Total Cash Receipts</b>	<b>\$ 553,198</b>	<b>\$ 526,851</b>	<b>\$ 738,206</b>
<b>Appropriations</b>			
Waste Collection	\$ 639,834	\$ 565,948	\$ 668,880
<b>Total Appropriations</b>	<b>\$ 639,834</b>	<b>\$ 565,948</b>	<b>\$ 668,880</b>
<b>Change in Cash (Receipts - Appropriations)</b>	<b>(86,636)</b>	<b>(39,097)</b>	<b>69,326</b>
<b>Beginning Cash Balance July 1</b>	<b>N/A</b>	<b>45,533</b>	<b>6,436</b>
<b>Ending Cash Balance June 30</b>	<b>\$ 45,533</b>	<b>\$ 6,436</b>	<b>\$ 75,763</b>
<b>Ending Cash as a % of Total Cash Payments/Appropriations</b>	<b>7.1%</b>	<b>1.1%</b>	<b>11.3%</b>

<b>C.D.B.G. FUND</b>	<b>Actual FY 2020</b>	<b>Estimated Actual FY 2021</b>	<b>Budget FY 2022</b>
<b>Cash Receipts</b>			
Other Revenues	\$ 5	\$ 5	\$ 5
<b>Total Cash Receipts</b>	<b>\$ 5</b>	<b>\$ 5</b>	<b>\$ 5</b>
<b>Appropriations</b>			
Repair and Maintenance Services	\$ 354	\$ -	\$ 1,000
<b>Total Appropriations</b>	<b>\$ 354</b>	<b>\$ -</b>	<b>\$ 1,000</b>
<b>Change in Cash (Receipts - Appropriations)</b>	<b>(348)</b>	<b>5</b>	<b>(995)</b>
<b>Beginning Cash Balance July 1</b>	<b>-</b>	<b>10,121</b>	<b>10,126</b>
<b>Ending Cash Balance June 30</b>	<b>\$ 10,121</b>	<b>\$ 10,126</b>	<b>\$ 9,131</b>
<b>Ending Cash as a % of Total Cash Payments/Appropriations</b>	<b>2861.0%</b>	<b>#DIV/0!</b>	<b>913.1%</b>

<b>U.D.A.G. FUND</b>	<b>Actual FY 2020</b>	<b>Estimated Actual FY 2021</b>	<b>Budget FY 2022</b>
<b>Cash Receipts</b>			
Interest Earnings	\$ 214	\$ 177	\$ 50
<b>Total Cash Receipts</b>	<b>\$ 214</b>	<b>\$ 177</b>	<b>\$ 50</b>
<b>Appropriations</b>			
Other Urban Redevelopment	\$ -	\$ 200,676	\$ 206,000
<b>Total Appropriations</b>	<b>\$ -</b>	<b>\$ 200,676</b>	<b>\$ 206,000</b>
<b>Change in Cash (Receipts - Appropriations)</b>	<b>214</b>	<b>(200,499)</b>	<b>(205,950)</b>
<b>Beginning Cash Balance July 1</b>	<b>N/A</b>	<b>407,594</b>	<b>207,095</b>
<b>Ending Cash Balance June 30</b>	<b>\$ 407,594</b>	<b>\$ 207,095</b>	<b>\$ 1,145</b>
<b>Ending Cash as a % of Total Cash Payments/Appropriations</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.6%</b>

<b>DEBT SERVICE</b>	<b>Actual FY 2020</b>	<b>Estimated Actual FY 2021</b>	<b>Budget FY 2022</b>
<b>Cash Receipts</b>			
Other Revenues	\$ 863,599	\$ 5,574,121	\$ 695,129
<b>Total Cash Receipts</b>	<b>\$ 863,599</b>	<b>\$ 5,574,121</b>	<b>\$ 695,129</b>
<b>Appropriations</b>			
Bond Issues	\$ 409,898	\$ 412,809	\$ 441,420
Interest	\$ 120,102	\$ 93,409	\$ 253,609
Other Fees	\$ 512,124	\$ 5,083,556	\$ 4,000
<b>Total Appropriations</b>	<b>\$ 1,042,124</b>	<b>\$ 5,589,774</b>	<b>\$ 699,029</b>
<b>Change in Cash (Receipts - Appropriations)</b>	<b>(178,525)</b>	<b>(15,653)</b>	<b>(3,900)</b>
<b>Beginning Cash Balance July 1</b>	<b>-</b>	<b>296,486</b>	<b>280,833</b>
<b>Ending Cash Balance June 30</b>	<b>\$ 296,486</b>	<b>\$ 280,833</b>	<b>\$ 276,933</b>
<b>Ending Cash as a % of Total Cash Payments/Appropriations</b>	<b>28.5%</b>	<b>5.0%</b>	<b>39.6%</b>

<b>CAPITAL PROJECTS</b>	<b>Actual FY 2020</b>	<b>Estimated Actual FY 2021</b>	<b>Budget FY 2022</b>
<b>Cash Receipts</b>			
Interest Earnings	\$ 1,949	\$ 525	\$ 500
Grant Income	\$ 469,624	\$ 469,624	\$ 2,574,911
Operating Transfer from General Fund	\$ 250,000	\$ 250,000	\$ 250,000
<b>Total Cash Receipts</b>	<b>\$ 721,573</b>	<b>\$ 720,149</b>	<b>\$ 2,825,411</b>
<b>Appropriations</b>			
Facility Improvements	\$ 1,135,060	\$ 621,688	\$ 3,316,510
Other Machinery and Equipment	\$ 445,458	\$ 25,892	\$ 106,700
<b>Total Appropriations</b>	<b>\$ 1,580,518</b>	<b>\$ 647,580</b>	<b>\$ 3,423,210</b>
<b>Change in Cash (Receipts - Appropriations)</b>	<b>(858,945)</b>	<b>72,569</b>	<b>(597,799)</b>
<b>Beginning Cash Balance July 1</b>	<b>-</b>	<b>754,485</b>	<b>827,054</b>
<b>Ending Cash Balance June 30</b>	<b>\$ 754,485</b>	<b>\$ 827,054</b>	<b>\$ 229,255</b>
<b>Ending Cash as a % of Total Cash Payments/Appropriations</b>	<b>47.7%</b>	<b>127.7%</b>	<b>6.7%</b>

<b>LANDFILL FUND</b>	<b>Actual FY 2020</b>	<b>Estimated Actual FY 2021</b>	<b>Budget FY 2022</b>
<b>Cash Receipts</b>			
Operating Transfer from Lincoln County	\$ 34,645	\$ 74,732	\$ 90,000
Operating Transfer from Special Revenue Refuse	42,160	\$ 74,732	90,000
<b>Total Cash Receipts</b>	<b>\$ 76,805</b>	<b>\$ 149,463</b>	<b>\$ 180,000</b>
<b>Appropriations</b>			
Electricity	\$ 709	\$ 843	\$ 850
Other Services	\$ 4,050	\$ 17,936	\$ 20,000
Monitoring	75,817	130,684	159,150
<b>Total Appropriations</b>	<b>\$ 80,576</b>	<b>\$ 149,463</b>	<b>\$ 180,000</b>
<b>Change in Cash (Receipts - Appropriations)</b>	<b>(3,770)</b>	<b>1</b>	<b>-</b>
<b>Beginning Cash Balance July 1</b>	<b>-</b>	<b>1,661</b>	<b>1,662</b>
<b>Ending Cash Balance June 30</b>	<b>\$ 1,661</b>	<b>\$ 1,662</b>	<b>\$ 1,662</b>
<b>Ending Cash as a % of Total Cash Payments/Appropriations</b>	<b>2.1%</b>	<b>1.1%</b>	<b>0.9%</b>

<b>GENERAL PURPOSE SCHOOL FUND</b>		<b>Actual</b>	<b>Estimated</b>	<b>Budget</b>
		<b>FY 2020</b>	<b>FY 2021</b>	<b>FY 2022</b>
<b>Cash Receipts</b>				
Local Taxes	\$	3,290,368	\$ 3,430,246	\$ 3,545,046
State of Tennessee	\$	8,493,058	\$ 8,362,000	\$ 8,469,800
Federal Government	\$	6,915	\$ 45,953	\$ 4,500
Other Revenues	\$	212,483	\$ 91,500	\$ 96,000
<b>Total Cash Receipts</b>	\$	12,002,824	\$ 11,929,699	\$ 12,115,346
<b>Appropriations</b>				
Salaries	\$	10,503,943	\$ 11,229,480	\$ 11,439,772
Other	\$	1,489,600	\$ 1,741,085	\$ 1,977,678
<b>Total Appropriations</b>	\$	11,993,543	\$ 12,970,565	\$ 13,417,450
<b>Change in Cash (Receipts - Appropriations)</b>		<b>9,281</b>	<b>(1,040,866)</b>	<b>(1,302,104)</b>
<b>Beginning Cash Balance July 1</b>		4,221,873	4,231,154	3,190,288
<b>Ending Cash Balance June 30</b>	\$	<b>4,231,154</b>	\$ <b>3,190,288</b>	\$ <b>1,888,184</b>
<b>Ending Cash as a % of Total Cash Payments/Appropriations</b>		35.3%	24.6%	14.1%

<b>SCHOOL CAFETERIA FUND</b>		<b>Actual</b>	<b>Estimated</b>	<b>Budget</b>
		<b>FY 2020</b>	<b>FY 2021</b>	<b>FY 2022</b>
<b>Cash Receipts</b>				
Local Taxes	\$	173,180	\$ 183,180	\$ 170,180
State of Tennessee	\$	7,000	\$ 17,000	\$ 17,000
Federal Government	\$	664,916	\$ 719,144	\$ 709,296
Other Revenues	\$	900	\$ 1,700	\$ 17,700
<b>Total Cash Receipts</b>	\$	845,996	\$ 921,024	\$ 914,176
<b>Appropriations</b>				
Salaries	\$	364,080	\$ 409,480	\$ 278,000
Other	\$	481,916	\$ 500,644	\$ 636,176
<b>Total Appropriations</b>	\$	845,996	\$ 910,124	\$ 914,176
<b>Change in Cash (Receipts - Appropriations)</b>		<b>-</b>	<b>10,900</b>	<b>-</b>
<b>Beginning Cash Balance July 1</b>		-	-	10,900
<b>Ending Cash Balance June 30</b>	\$	<b>-</b>	\$ <b>10,900</b>	\$ <b>10,900</b>
<b>Ending Cash as a % of Total Cash Payments/Appropriations</b>		0.0%	1.2%	1.2%

<b>SCHOOL CAPITAL FUND</b>		<b>Actual FY 2020</b>	<b>Estimated Actual FY 2021</b>	<b>Budget FY 2022</b>
<b>Cash Receipts</b>				
Investment Income		\$ 104,607	\$ 110,000	\$ 55,000
<b>Total Cash Receipts</b>		<b>\$ 104,607</b>	<b>\$ 110,000</b>	<b>\$ 55,000</b>
<b>Appropriations</b>				
Debt Expense		\$ 358,400	\$ 353,900	\$ -
Capital Outlay		\$ 1,937,138	\$ 647,008	\$ 4,217,270
<b>Total Appropriations</b>		<b>\$ 2,295,538</b>	<b>\$ 1,000,908</b>	<b>\$ 4,217,270</b>
<b>Change in Cash (Receipts - Appropriations)</b>		<b>(2,190,931)</b>	<b>(890,908)</b>	<b>(4,162,270)</b>
<b>Beginning Cash Balance July 1</b>		<b>7,701,839</b>	<b>5,510,908</b>	<b>4,620,000</b>
<b>Ending Cash Balance June 30</b>		<b>\$ 5,510,908</b>	<b>\$ 4,620,000</b>	<b>\$ 457,730</b>
<b>Ending Cash as a % of Total Cash Payments/Appropriations</b>		<b>240.1%</b>	<b>461.6%</b>	<b>10.9%</b>

SECTION 2: At the end of the fiscal year 2021, the governing body estimates fund balances or deficits as follows:

<b>Fund</b>	<b>Estimated Fund Balance at June 30, 2021</b>
General Fund	\$ 9,257,338
Drug Fund	\$ 55,377
Special Revenue Refuse Fund	\$ 6,436
CDBG Fund	\$ 10,126
UDAG Fund	\$ 207,095
Grant Fund	\$ 50
Debt Service Fund	\$ 280,833
Industrial Park Fund	\$ 1,674
Capital Projects Fund	\$ 827,054
Landfill Fund	\$ 1,662
General Purpose School Fund	\$ 3,190,288
School Cafeteria Fund	\$ 10,900
School Capital Fund	\$ 4,620,000

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:

<b>Bonded or Other Indebtedness</b>	<b>Debt Authorized and Unissued</b>	<b>Principal Outstanding at June 30, 2021</b>	<b>FY2022 Principal Payment</b>	<b>FY2022 Interest Payment</b>
2017 Issue- Refinance 2009 Bond	\$ -	\$ 593,081.79	\$ 146,214.99	\$ 11,861.64
2021A Issue- Refinance 2013 & 2014 Bonds	\$ -	\$ 1,500,000.00	\$ 85,000.00	\$ 31,340.00
2021B Issue- Capital Improvements	\$ -	\$ 4,320,000.00	\$ -	\$ 193,013.33
Police Vehicle Capital Outlay Note- Series 2019	\$ -	\$ 160,204.90	\$ 160,205.00	\$ 2,286.88

SECTION 4: During the coming fiscal year (2022) 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
Fire Station 1 Remodel		\$ 4,980.00	
Convert Lighting to LED- KP & SBP		\$ 6,000.00	
Press Box Repairs- KP		\$ 7,500.00	
Exit Lighting & Signage- MB		\$ 2,873.01	
Tasers		\$ 5,300.00	
Duty Body Armor- BPV		\$ 5,000.00	
Sit to Stand Keyboard		\$ 600.00	
Body Wire/Camera		\$ 5,000.00	
PPE- Turnout Gear (10 sets)		\$ 34,400.00	
LifePak 1000 AEDs		\$ 8,300.00	
Fireproof Filing Cabinets		\$ 4,000.00	
Drone		\$ 2,500.00	
Microsoft Office 2019- 50 Copies		\$ 12,500.00	
NAS Storage		\$ 600.00	
Replace Outdated PCs		\$ 17,000.00	
Mower		\$ 11,500.00	

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.

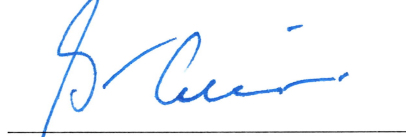
SECTION 12: This ordinance shall take effect July 1, 2021, the public welfare requiring it.

Passed June 8, 2021.



Mayor

ATTESTED:



City Clerk

