

ORDINANCE No. 2022-10

**AN ORDINANCE OF THE
CITY OF FAYETTEVILLE, TENNESSEE
ADOPTING THE ANNUAL BUDGET AND TAX RATE
FOR THE FISCAL YEAR BEGINNING JULY 1, 2022 AND ENDING JUNE 30, 2023**

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 2023, 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 2021	Esimated FY 2022	Budget FY 2023
Cash Receipts			
Local Taxes	\$ 9,074,832	\$ 9,034,326	\$ 9,368,790
Licenses And Permits	47,237	29,486	27,000
Intergovernmental	2,024,004	2,190,842	2,115,508
Charges For Services	171,912	119,406	175,250
Fines And Forfeitures	47,155	59,854	52,500
Grant Revenues	326,630	103,931	915,500
Other Revenues	5,350,928	578,720	494,200
Total Cash Receipts	\$ 17,042,699	\$ 12,116,564	\$ 13,148,748
Appropriations			
Legislative Board	\$ 75,158	\$ 83,254	\$ 102,075
Mayor	21,645	21,596	28,735
Special Elections	192	-	500
City Attorney	35,908	116,907	39,015
Auditing	24,580	28,775	30,000
Administration	487,478	541,268	571,371
Information Technology	285,917	252,307	282,425
City Hall Buildings	58,549	107,279	76,993
Other General Government	525,129	655,150	746,705
GIS Mapping	73,736	69,818	83,785
Police	2,291,234	2,318,806	2,593,347
Emergency Communications	1,018,690	1,043,927	1,186,858
Fire Department	1,523,599	1,482,455	1,684,560
Planning and Codes	204,812	155,412	251,106
Safety	5,154	2,500	-
Highways and Streets	2,402,602	3,309,044	2,821,041
City Garage	209,952	193,201	225,779
Animal Control	65,000	75,000	75,000
Recereation Centers	862,347	640,699	738,455
Swimming Pools	51,777	41,460	72,160
Libraries	120,000	127,500	127,500
Education	922,176	941,434	974,791
Tourism	90,675	79,212	104,704
Transfer to Debt Service	507,213	403,885	660,437
Transfer to Capital Projects	250,000	876,491	500,000
Municipal Airport	20,142	16,104	18,692
Total Appropriations	\$ 12,133,667	\$ 13,583,483	\$ 13,996,034
Change in Cash (Receipts - Appropriations)	4,909,032	(1,466,919)	(847,286)
Beginning Cash Balance July 1	N/A	13,278,882	11,811,963
Ending Cash Balance June 30	\$ 13,278,882	\$ 11,811,963	\$ 10,964,676
Ending Cash as a % of Total Cash Payments/Appropriat	109.4%	87.0%	78.3%

<p>NOTE: BEG. CASH NOT INCLUDED FOR FY 2021 BECAUSE THE NUMBERS WERE TAKEN FROM THE AUDITED FINANCIAL STATEMENTS, WHICH USE THE MODIFIED ACCRUAL BASIS OF ACCOUNTING.</p>
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DRUG FUND		Actual	Estimated	Budget
		FY 2021	FY 2022	FY 2023
Cash Receipts				
Fines And Forfeitures	\$	28,476	\$ 14,253	\$ 15,000
Other Revenues		100	27	25
Total Cash Receipts	\$	28,576	\$ 14,280	\$ 15,025
Appropriations				
Drug Enforcement	\$	10,851	\$ 10,417	\$ 43,750
		-	-	-
Total Appropriations	\$	10,851	\$ 10,417	\$ 43,750
Change in Cash (Receipts - Appropriations)		17,725	3,863	(28,725)
Beginning Cash Balance July 1		N/A	82,190	86,053
Ending Cash Balance June 30	\$	82,190	\$ 86,053	\$ 57,328
Ending Cash as a % of Total Cash Payments/Appropriations		757.4%	826.1%	131.0%

SPECIAL REVENUE REFUSE		Actual	Estimated	Budget
		FY 2021	FY 2022	FY 2023
Cash Receipts				
Charges for Services	\$	605,830	\$ 871,683	\$ 758,301
Fines Other Revenues		430	410	410
Other Revenues		33	168	30
Total Cash Receipts	\$	606,293	\$ 872,261	\$ 758,741
Appropriations				
Waste Collection	\$	631,959	\$ 581,534	\$ 684,606
Total Appropriations	\$	631,959	\$ 581,534	\$ 684,606
Change in Cash (Receipts - Appropriations)		(25,666)	290,727	74,135
Beginning Cash Balance July 1		N/A	125,511	416,238
Ending Cash Balance June 30	\$	125,511	\$ 416,238	\$ 490,372
Ending Cash as a % of Total Cash Payments/Appropriations		19.9%	71.6%	71.6%

C.D.B.G. FUND		Actual	Estimated	Budget
		FY 2021	FY 2022	FY 2023
Cash Receipts				
Other Revenues	\$	5	\$ 4	\$ 5
Total Cash Receipts	\$	5	\$ 4	\$ 5
Appropriations				
Repair and Maintenance Services	\$	-	\$ -	\$ 1,000
Total Appropriations	\$	-	\$ -	\$ 1,000
Change in Cash (Receipts - Appropriations)		5	4	(995)
Beginning Cash Balance July 1		-	10,126	10,130
Ending Cash Balance June 30	\$	10,126	\$ 10,130	\$ 9,135
Ending Cash as a % of Total Cash Payments/Appropriations		0.0%	0.0%	913.5%

U.D.A.G. FUND		Actual FY 2021	Estimated Actual FY 2022	Budget FY 2023
Cash Receipts				
Interest Earnings		\$ 153	\$ 5	\$ 5
Total Cash Receipts		\$ 153	\$ 5	\$ 5
Appropriations				
Other Urban Redevelopment		\$ 393,101	\$ -	\$ -
Total Appropriations		\$ 393,101	\$ -	\$ -
Change in Cash (Receipts - Appropriations)		(392,948)	5	5
Beginning Cash Balance July 1		N/A	14,646	14,651
Ending Cash Balance June 30		\$ 14,646	\$ 14,651	\$ 14,656
Ending Cash as a % of Total Cash Payments/Appropriations		0.0%	0.0%	0.0%
DEBT SERVICE		Actual FY 2021	Estimated Actual FY 2022	Budget FY 2023
Cash Receipts				
Other Revenues		\$ 8,038,383	\$ 695,129	\$ 660,437
Total Cash Receipts		\$ 8,038,383	\$ 695,129	\$ 660,437
Appropriations				
Bond Issues		\$ 2,869,489	\$ 440,249	\$ 458,702
Interest		\$ 96,028	\$ 255,402	\$ 201,735
Other Fees		\$ 5,122,739	\$ -	\$ 4,000
Total Appropriations		\$ 8,088,256	\$ 695,652	\$ 664,437
Change in Cash (Receipts - Appropriations)		(49,873)	(523)	(4,000)
Beginning Cash Balance July 1		-	246,613	246,090
Ending Cash Balance June 30		\$ 246,613	\$ 246,090	\$ 242,090
Ending Cash as a % of Total Cash Payments/Appropriations		3.0%	35.4%	36.4%
GRANT FUND		Actual FY 2021	Estimated Actual FY 2022	Budget FY 2023
Cash Receipts				
Grant Income		\$ -	\$ 1,045,470	\$ -
Total Cash Receipts		\$ -	\$ 1,045,470	\$ -
Appropriations				
Professional Services		\$ -	\$ 744,000	\$ 584,000
Total Appropriations		\$ -	\$ 744,000	\$ 584,000
Change in Cash (Receipts - Appropriations)		-	301,470	(584,000)
Beginning Cash Balance July 1		-	50	301,520
Ending Cash Balance June 30		\$ 50	\$ 301,520	\$ (282,480)
Ending Cash as a % of Total Cash Payments/Appropriations		0.0%	40.5%	-48.4%

CAPITAL PROJECTS	Actual FY 2021	Estimated Actual FY 2022	Budget FY 2023
Cash Receipts			
Interest Earnings	\$ 454	\$ 62	\$ -
Grant Income	\$ 266,244	\$ 345,579	\$ 1,441,945
Operating Transfer from General Fund	\$ 250,000	\$ 876,491	\$ 500,000
Total Cash Receipts	\$ 516,698	\$ 1,222,132	\$ 1,941,945
Appropriations			
Facility Improvements	\$ 1,142,637	\$ 621,688	\$ 1,982,674
Other Machinery and Equipment	\$ 79,812	\$ 25,892	\$ 12,696
Total Appropriations	\$ 1,222,449	\$ 647,580	\$ 1,995,370
Change in Cash (Receipts - Appropriations)	(705,751)	574,552	(53,425)
Beginning Cash Balance July 1	-	90,307	664,859
Ending Cash Balance June 30	\$ 90,307	\$ 664,859	\$ 611,434
Ending Cash as a % of Total Cash Payments/Appropriations	7.4%	102.7%	30.6%

LANDFILL FUND	Actual FY 2021	Estimated Actual FY 2022	Budget FY 2023
Cash Receipts			
Operating Transfer from Lincoln County	\$ 48,725	\$ 34,160	\$ 60,425
Operating Transfer from Special Revenue Refuse	56,412	\$ 34,160	60,425
Total Cash Receipts	\$ 105,137	\$ 68,320	\$ 120,850
Appropriations			
Electricity	\$ 422	\$ 912	\$ 850
Other Services	\$ 12,813	\$ 1,000	\$ 20,000
Monitoring	96,466	66,407	100,000
Total Appropriations	\$ 109,701	\$ 68,319	\$ 120,850
Change in Cash (Receipts - Appropriations)	(4,564)	1	-
Beginning Cash Balance July 1	-	1,313	1,314
Ending Cash Balance June 30	\$ 1,313	\$ 1,314	\$ 1,314
Ending Cash as a % of Total Cash Payments/Appropriations	1.2%	1.9%	1.1%

GENERAL PURPOSE SCHOOL FUND		Actual	Estimated	Budget
		FY 2021	FY 2022	FY 2023
Cash Receipts				
Local Taxes	\$	3,500,230	\$ 3,493,717	\$ 3,992,047
State of Tennessee	\$	8,634,582	\$ 8,589,294	\$ 8,199,500
Federal Government	\$	36,093	\$ 2,147	\$ 4,500
Other Revenues	\$	88,450	\$ 56,270	\$ 81,136
Total Cash Receipts	\$	12,259,355	\$ 12,141,428	\$ 12,277,183
Appropriations				
Salaries	\$	10,985,616	\$ 9,797,810	\$ 11,228,006
Other	\$	1,500,169	\$ 1,753,970	\$ 2,015,998
Total Appropriations	\$	12,485,785	\$ 11,551,780	\$ 13,244,004
Change in Cash (Receipts - Appropriations)		(226,430)	589,648	(966,821)
Beginning Cash Balance July 1		4,231,154	4,004,724	4,594,372
Ending Cash Balance June 30	\$	4,004,724	\$ 4,594,372	\$ 3,627,551
Ending Cash as a % of Total Cash Payments/Appropriations		32.1%	39.8%	27.4%

SCHOOL CAFETERIA FUND		Actual	Estimated	Budget
		FY 2021	FY 2022	FY 2023
Cash Receipts				
Local Taxes	\$	11,428	\$ 17,640	\$ 130,641
State of Tennessee	\$	7,295	\$ 5,694	\$ -
Federal Government	\$	580,531	\$ 837,017	\$ 770,036
Other Revenues	\$	10,968	\$ 500	\$ 10,000
Total Cash Receipts	\$	610,222	\$ 860,851	\$ 910,677
Appropriations				
Salaries	\$	336,697	\$ 355,547	\$ 359,154
Other	\$	291,896	\$ 423,670	\$ 551,523
Total Appropriations	\$	628,593	\$ 779,217	\$ 910,677
Change in Cash (Receipts - Appropriations)		(18,371)	81,634	-
Beginning Cash Balance July 1		-	262,050	343,684
Ending Cash Balance June 30	\$	262,050	\$ 343,684	\$ 343,684
Ending Cash as a % of Total Cash Payments/Appropriations		41.7%	44.1%	37.7%

SCHOOL CAPITAL FUND		Actual FY 2021	Estimated Actual FY 2022	Budget FY 2023
Cash Receipts				
Investment Income		\$ 30,515	\$ 8,392	\$ 3,600
Total Cash Receipts		\$ 30,515	\$ 8,392	\$ 3,600
Appropriations				
Debt Expense		\$ 353,359	\$ -	\$ -
Capital Outlay		\$ 983,822	\$ 990,040	\$ 3,643,360
Total Appropriations		\$ 1,337,181	\$ 990,040	\$ 3,643,360
Change in Cash (Receipts - Appropriations)		(1,306,666)	(981,648)	(3,639,760)
Beginning Cash Balance July 1		7,701,839	4,204,243	3,222,595
Ending Cash Balance June 30		\$ 4,204,243	\$ 3,222,595	\$ (417,165)
Ending Cash as a % of Total Cash Payments/Appropriations		314.4%	325.5%	-11.5%

SECTION 2: At the end of the fiscal year 2022, the governing body estimates fund balances or deficits as follows:

Fund	Estimated Fund Balance at June 30, 2022
General Fund	\$ 11,811,963
Drug Fund	\$ 86,053
Special Revenue Refuse Fund	\$ 416,238
CDBG Fund	\$ 10,130
UDAG Fund	\$ 14,651
Grant Fund	\$ 301,520
Debt Service Fund	\$ 246,090
Industrial Park Fund	\$ 1,674
Capital Projects Fund	\$ 664,859
Landfill Fund	\$ 1,313
General Purpose School Fund	\$ 4,594,372
School Cafeteria Fund	\$ 343,684
School Capital Fund	\$ 3,222,595

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, 2022	FY2023 Principal Payment	FY2023 Interest Payment
2017 Issue- Refinance 2009 Bond	\$ -	\$ 446,866.80	\$ 148,701.79	\$ 8,937.34
2021A Issue- Refinance 2013 & 2014 Bonds	\$ -	\$ 1,365,000.00	\$ 140,000.00	\$ 42,397.50
2021B Issue- Capital Improvements	\$ -	\$ 4,320,000.00	\$ 170,000.00	\$ 150,400.00

SECTION 4: During the coming fiscal year (2023) 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
Duty Body Armor- BPV	\$ -	\$ 5,250.00	
Level A Haz-Mat Suits	\$ -	\$ 7,445.94	

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

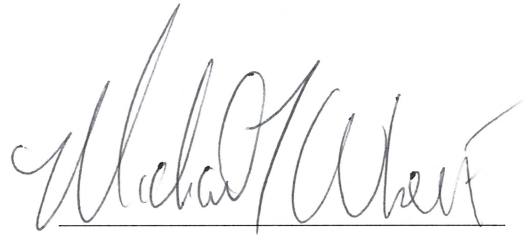
and supporting documents with the Comptroller of the Treasury or Comptroller's Designee.

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, 2022, the public welfare requiring it.

Passed June 14, 2022.



Mayor

ATTESTED:


City Clerk