

ORDINANCE No. 2023-07
AN ORDINANCE OF THE
TOWN OF ALEXANDRIA, TENNESSEE
ADOPTING THE ANNUAL BUDGET AND TAX RATE
FOR THE FISCAL YEAR BEGINNING JULY 1, 2023 AND ENDING JUNE 30, 2024

WHEREAS, Tenn, Code Ann. § 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 Governing Body 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 GOVERNING BODY OF THE TOWN OF ALEXANDRIA, 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 2024, 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 2022	Estimated Actual FY 2023	Budget FY 2024
Revenues			
Local Taxes	\$ 300,230	\$ 290,357	\$ 287,577
Licenses And Permits	-	660	600
Intergovernmental	216,358	214,022	249,918
Charges For Services	-	528	350
Fines And Forfeitures	26,893	16,105	20,000
Other	5,221	5,277	650
Other Financing Sources			
Issuance of Debt / Debt Proceeds	-	-	-
Sale of Capital Assets	-	9,005	-
Transfers In - from other funds	-	-	-
Transfers In - from other funds (PILOT)	-	-	-
Total Revenues and Other Financing Sources	\$ 548,702	\$ 535,954	\$ 559,095
Appropriations			
Expenditures			
Department of Administration	\$ 122,621	\$ 96,302	\$ 75,993
Public Safety		\$ 36,045	\$ 39,170
Police Department	276,723	212,216	277,308
Fire Department	11,278	32,767	11,050
Public Works	90,341	59,228	86,455
Health, Welfare, Culture & Rec	-	10,792	11,410
Debt Service - Principal and Interest	29,412	29,412	29,412
Other Financing Uses			
Transfers Out - Drug Fund	5,000	5,000	5,000
Total Appropriations	\$ 535,375	\$ 481,762	\$ 535,798
Change in Fund Balance (Revenues - Appropriations)	13,327	54,192	23,297
Beginning Fund Balance July 1	475,880	489,207	543,399
Ending Fund Balance June 30	\$ 489,207	\$ 543,399	\$ 566,696
Ending Fund Balance as a % of Total Appropriations	91.4%	112.8%	105.8%

DRUG FUND	Estimated		
	Actual FY 2022	Actual FY 2023	Budget FY 2024
Revenues			
Fines And Forfeitures	\$ 238	\$ -	\$ -
Other	-	4,607	-
Other Financing Sources			
Issuance of Debt / Debt Proceeds	-	-	-
Transfers In - from other funds	5,000	5,000	5,000
Total Revenues and Other Financing Sources	\$ 5,238	\$ 9,607	\$ 5,000
Appropriations			
Drug Enforcement	\$ 4,156	\$ 12,195	\$ 12,000
Debt Service	-	-	-
Total Appropriations	\$ 4,156	\$ 12,195	\$ 12,000
Change in Fund Balance (Revenues - Appropriations)	1,082	(2,588)	(7,000)
Beginning Fund Balance July 1	14,812	15,894	13,306
Ending Fund Balance June 30	\$ 15,894	\$ 13,306	\$ 6,306
Ending Fund Balance as a % of Appropriations	382.4%	109.1%	52.6%

WATER and SEWER FUND	Estimated		
	Actual FY 2022	Actual FY 2023	Budget FY 2024
Operating Revenues			
Water Sales	\$ 684,885	\$ 699,847	\$ 675,000
Sewer Fees	194,095	207,767	224,000
Water Tap Fees	37,500	5,000	5,000
Sewer Tap Fees	18,000	-	6,000
Miscellaneous Other Fees	1,500	3,260	2,000
Total Operating Revenues	\$ 935,980	\$ 915,874	\$ 912,000
Operating Expenses			
Administrative	\$ 29,489	\$ 37,839	\$ 63,000
Water Department	467,733	438,530	414,270
Sewer Department	116,678	153,875	154,605
Other	-	-	-
Depreciation	160,796	169,000	174,000
Total Operating Expenses	\$ 774,696	\$ 799,244	\$ 805,875
Operating Income (Loss)	\$ 161,284	\$ 116,630	\$ 106,125
Nonoperating Revenues (Expenses)			
Revenue: Investment Income	\$ 428	\$ 1,627	\$ -
Grants - Operating	-	-	-
Other Income	2,058	26,200	-
Expense: Debt Service - Interest Expense	(25,558)	(24,914)	(24,865)
Other Expense	-	(24,772)	-
Total Nonoperating Revenue (Expenses)	\$ (23,072)	\$ (21,859)	\$ (24,865)
Income (Loss) Before Capital Contributions and Transfers	\$ 138,212	\$ 94,771	\$ 81,260
Capital Contributions and Transfers			
Capital Contributions - Tap Fees in Excess of Cost	\$ -	\$ -	\$ -
Capital Contributions - Grants	-	-	520,000
Capital Contributions - Other	-	-	-
Transfers In - from Other Funds	-	-	-
Transfers Out - to Other Funds (PILOT)	-	-	-
Total Capital Contributions and Transfers	\$ -	\$ -	\$ 520,000
Change in Net Position	\$ 138,212	\$ 94,771	\$ 601,260
Beginning Net Position July 1	2,378,333	2,516,545	2,611,316
Ending Net Position June 30	\$ 2,516,545	\$ 2,611,316	\$ 3,212,576

SECTION 2: At the end of the fiscal year 2023, the governing body estimates fund balances or deficits as follows:

Fund	Estimated Fund Balance/Net Position at June 30, 2023
General Fund	\$ 543,399
Drug Fund	13,306
Water & Sewer Fund	2,611,316

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:

Fund	Type of Debt	Loan Name and Description	Original Issuance Amount	Authorized & Unissued	Total Principal Outstanding at June 30, 2023	Budgeted Annual Debt Service			Detailed Budget Page Number
						Principal	Interest	Total	
General	Bonds	USDA 97-14 General Obligation, Street Paving Series	\$ 400,000		\$ 241,466	\$ 19,758	\$ 9,654	\$ 29,412	G5
		Total	\$ 400,000	\$ -	\$ 241,466	\$ 19,758	\$ 9,654	\$ 29,412	
Water and Sewer	Bonds	USDA 91-05 Revenue Bond, Water, Series 1999	100,000		\$ 53,925	\$ 2,829	\$ 2,475	\$ 5,304	WS3
		USDA 92-07 Revenue Bond, Sewer, Series 2001	375,000		215,216	8,817	9,531	18,348.00	WS3
		USDA 92-10 Revenue Bond, Sewer, Series 2001 A	100,000		64,696	2,643	2,865	5,508.00	WS3
		USDA 91-12 Revenue Bond, Water, Series 2014	400,000		343,171	7,699	9,053	16,752.00	WS3
	Notes	SRF DWF 21-234, Planning Loan Water	20,000	2,510	17,490		241	241.00	WS3
		SRF SRF 21-456, Planning Loan Sewer	50,000	8,000	42,400		700	700.00	WS3
		Total	\$ 1,045,000	\$ 10,510	\$ 736,898	\$ 21,988	\$ 24,865	\$ 46,853	
		Total Outstanding Debt	\$ 1,445,000	\$ 10,510	\$ 978,364	\$ 41,746	\$ 34,519	\$ 76,265	

SECTION 4: During the coming fiscal year (2024) the governing body has pending and planned capital projects with proposed funding as follows:

Pending Capital Projects	Pending Capital Projects - Total Expense	Pending Capital Projects Expense Financed by Estimated Revenues and/or Reserves	Pending Capital Projects Expense Financed by Debt Proceeds
Police Vehicle	\$ 42,000.00	\$ 42,000.00	\$ -
Radio Read and Zone Meters	\$ 520,000.00	\$ 520,000.00	

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
Sewer Lift Station	\$ 280,000.00	\$ 280,000.00	\$ -
Main Water Pump Improvements	\$ 500,000.00	\$ 500,000.00	

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 (Tenn. Code Ann. § 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 Tenn. Code Ann. § 6-56-205.

SECTION 6: Money may be transferred from one appropriation to another in the same fund in an amount of up to \$1500.00 by the Mayor, subject to such limitations and procedures as set by the Governing Body pursuant to Tenn. Code Ann. § 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.

SECTION 8: There is hereby levied a property tax of \$0.6233 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 pursuant to Title 9, Chapter 21 of the Tennessee Code Annotated within fifteen (15) days of its adoption. 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.

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, 2023, the public welfare requiring it.

Passed 1st Reading: _____, 2023

Passed 2nd Reading: _____, 2023

Mayor Russell Bradshaw

ATTESTED:

Elizabeth Tetlow, Town Recorder

SEAL