

ORDINANCE No. 2019-7

**AN ORDINANCE OF THE
TOWN OF ALEXANDRIA, 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 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 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	Estimated Actual FY 2020	Budget FY 2021
Cash Receipts			
Local Taxes	\$ 280,866	\$ 262,713	\$ 236,600
Intergovernmental	187,099	153,115	134,424
Fines And Forfeitures	30,019	37,097	35,000
Miscellaneous	8,633	7,492	13,525
Transfers In - from other funds	-	-	-
Total Cash Receipts	\$ 506,617	\$ 460,417	\$ 419,549
Appropriations			
Department of Administration	\$ 100,095	\$ 105,509	\$ 124,179
Police Department	195,399	224,827	241,450
Fire Department	14,121	12,368	16,300
Capital Outlay	59,270	35,000	
Debt Service	29,412	29,412	29,412
Streets Department	59,346	66,231	64,630
Senior Citizens	4,966	5,672	6,080
Transfers Out - to other funds	5,000	5,000	5,000
Total Appropriations	\$ 467,609	\$ 484,019	\$ 487,051
Change in Cash (Receipts - Appropriations)	39,008	(23,602)	(67,502)
Beginning Cash Balance July 1	375,231	414,239	390,637
Ending Cash Balance June 30	\$ 414,239	\$ 390,637	\$ 323,135
Ending Cash as a % of Total Cash Payments/Appropriations	88.6%	80.7%	66.3%

DRUG FUND	Estimated		
	Actual FY 2019	Actual FY 2020	Budget FY 2021
Cash Receipts			
Fines And Forfeitures	\$ 724	\$ -	\$ -
Miscellaneous	\$ 1,450	\$ 23	
Transfer in	5,000	5,000	5,000
Total Cash Receipts	\$ 7,174	\$ 5,023	\$ 5,000
Appropriations			
Drug Enforcement	\$ 5,586	\$ 7,316	\$ 11,500
Debt Service	-	-	-
Total Appropriations	\$ 5,586	\$ 7,316	\$ 11,500
Change in Cash (Receipts - Appropriations)	1,588	(2,293)	(6,500)
Beginning Cash Balance July 1	15,875	17,463	15,170
Ending Cash Balance June 30	\$ 17,463	\$ 15,170	\$ 8,670
Ending Cash as a % of Total Cash Payments/Appropriations	312.6%	207.4%	75.4%

WATER & SEWER FUND	Estimated		
	Actual FY 2019	Actual FY 2020	Budget FY 2021
Cash Receipts			
Water Sales	\$ 544,507	\$ 626,296	\$ 678,611
Water Tap Fees	41,559	20,000	15,000
Sewer Fees	151,790	177,352	198,405
Sewer Tap Fees	34,559	15,000	12,000
Interest Income	1,065	1,000	800
Miscellaneous Other Fees	340	-	-
Debt Proceeds	-	-	-
Grant Proceeds	-	10,500	29,500
Total Cash Receipts	\$ 773,820	\$ 850,148	\$ 934,316
Appropriations			
Administrative Department	\$ 26,317	\$ 24,000	\$ 27,540
Water Department	573,373	459,940	495,109
Water Capital Projects	11,800	5,892	6,000
Water Debt Service - Principal	20,700	20,062	9,355
Water Debt Service - Interest	13,968	13,323	12,701
Sewer Department	160,985	132,147	162,853
Sewer Capital Projects	-	11,000	32,000
Sewer Debt Service - Principal	8,945	9,365	9,796
Sewer Debt Service - Interest	14,701	14,491	14,061
Transfers Out - to other funds (PILOT)	-	-	-
Total Appropriations	\$ 830,789	\$ 690,220	\$ 769,415
Change in Cash (Receipts - Appropriations)	(56,969)	159,928	164,901
Beginning Cash Balance July 1	196,789	139,820	299,748
Ending Cash Balance June 30	\$ 139,820	\$ 299,748	\$ 464,649
Ending Cash as a % of Total Cash Payments/Appropriations	16.8%	43.4%	60.4%

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	\$ 390,637
Drug Fund	\$ 15,170
Water & Sewer Fund	\$ 299,748

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
Bonds -				
Revenue Bonds, Water, Series 1999	\$ -	61,683	2,364	2,940
Revenue Bonds, Sewer, Series 2001		239,461	7,706	10,642
Revenue Bonds, Sewer, Series 2001A		71,964	2,310	3,198
Revenue Bonds, Water, Series 2013		364,477	7,097	9,655
General Obligation, Street Paving, Series 2014		299,659	17,869	11,543

SECTION 4: During the coming fiscal year (2021) 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
Water and Sewer Fund Water Meters	\$ 6,000	\$ 6,000	\$ -

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
Water and Sewer Fund Sewer Plant & Collection System	\$ 1,350,000		\$ 1,350,000
Water Pump Motor Upgrade	\$ 30,000	\$ 30,000	
Water Meters	\$ 24,000	\$ 24,000	

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 § 6-56208). 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 \$ 1000.00 by the Mayor, 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 \$.7944 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 First Reading _____, 2020

Passed Second Reading _____, 2020

MAYOR

CITY RECORDER