

ORDINANCE NO. 1069

**AN ORDINANCE TO ADOPT A BUDGET AND SET THE TAX RATE ON
TAXABLE PROPERTY LOCATED WITHIN THE CORPORATE LIMITS OF
THE CITY OF ATHENS, TENNESSEE,
FOR THE FISCAL YEAR JULY 1, 2018 THROUGH JUNE 30, 2019**

WHEREAS, the Council for the City of Athens, Tennessee, after much consideration and study of the budget prepared and submitted by the City Manager, considers said budget to be in complete detail showing the financial condition of the City for the past fiscal year, and the proposed budget and expenditures for the various departments for the fiscal year beginning July 1, 2018 through June 30, 2019.

SECTION 1. NOW, THEREFORE, BE IT ORDAINED BY THE CITY OF ATHENS, TENNESSEE, AS FOLLOWS:

That the budget hereto attached and made a part hereof consisting of the following words and figures, be and is hereby adopted as the Budget for the City of Athens, Tennessee, for the Fiscal Year beginning July 1, 2018 and extending through June 30, 2019.

	<u>Actual</u> <u>2016-2017</u>	<u>Estimated</u> <u>2017-2018</u>	<u>Proposed</u> <u>2018-2019</u>
GENERAL FUND			
<u>GENERAL FUND REVENUES</u>			
Taxes	12,775,676	12,502,000	12,842,000
Intergovernmental Revenue	2,004,769	1,821,000	1,916,000
Charges for Services	296,264	236,000	216,000
Fines and Forfeits	469,770	121,000	171,000
Interest	29,818	20,000	70,000
Miscellaneous	65,266	20,000	20,000
TOTAL GENERAL FUND REVENUES	<u>15,641,563</u>	<u>14,720,000</u>	<u>15,235,000</u>
<u>GENERAL FUND EXPENDITURES</u>			
ADMINISTRATION			
City Manager's Office	260,465	319,000	325,700
City Council	44,620	51,900	55,500
City Judge	12,918	13,000	13,000
City Attorney	24,929	30,000	30,000
Special Appropriations	321,300	321,300	354,900
Athens City Schools	2,435,000	2,421,000	2,421,000
Athens Utilities Board	458,888	480,000	480,000
TOTAL ADMINISTRATION	<u>3,558,120</u>	<u>3,636,200</u>	<u>3,680,100</u>
FINANCE	402,995	432,600	469,400
HUMAN RESOURCES	200,468	195,400	218,200

ADMINISTRATION & EMERGENCY SERVICES

Administration	73,761	114,100	89,300
City Hall	163,380	165,100	248,600
Communications	236,871	243,300	260,000
TOTAL ADMIN. & EMERG. SERVICES	474,012	522,500	597,900

COMMUNITY DEVELOPMENT

Administration	139,643	166,300	225,800
Codes Enforcement	185,463	280,400	288,300
Cemeteries	28,174	29,200	29,200
TOTAL COMMUNITY DEVELOPMENT	353,280	475,900	543,300

POLICE

Administration	289,061	298,000	349,000
Patrol	1,870,578	2,044,000	2,106,700
Detective	152,187	242,300	454,500
TOTAL POLICE	2,311,826	2,584,300	2,910,200

FIRE

Administration	107,099	115,700	120,300
Prevention	11,352	19,100	18,500
Suppression	1,563,118	1,790,200	1,965,700
TOTAL FIRE	1,681,569	1,925,000	2,104,500

PARKS & RECREATION

Administration	198,455	213,800	266,300
Maintenance	514,524	795,900	647,400
Swimming Pools	31,796	36,600	77,700
Program Planning	271,191	263,800	291,200
TOTAL PARKS & RECREATION	1,015,966	1,310,100	1,282,600

PUBLIC WORKS

Administration	193,892	256,500	239,900
Traffic Control	245,723	271,800	262,800
Street Maintenance	1,085,766	928,000	986,700
Street Construction	430,728	561,400	533,000
Street Cleaning	789,210	826,400	855,000
Fleet Maintenance	253,445	300,700	318,200
Animal Control	105,316	123,200	183,200
TOTAL PUBLIC WORKS	3,104,080	3,268,000	3,378,800

TRANSFERS

	1,890,000	370,000	50,000
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TOTAL GENERAL FUND EXPENDITURES	14,992,316	14,720,000	15,235,000
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CHANGE IN CASH/FUND BALANCE	649,247	0	0
BEGINNING CASH/FUND BALANCE	<u>8,790,428</u>	<u>6,500,000</u>	<u>6,500,000</u>
ENDING CASH/FUND BALANCE	<u>9,439,675</u>	<u>6,500,000</u>	<u>6,500,000</u>
ENDING CASH AS A % OF EXPENDITURES	62.96%	44.16%	42.66%

SANITATION FUNDSANITATION FUND REVENUES

Charges For Services	931,458	910,000	920,000
Interest	1,156	1,500	7,000
Miscellaneous	<u>10,228</u>	<u>8,500</u>	<u>8,000</u>
TOTAL SANITATION FUND REVENUES	942,842	920,000	935,000

<u>SANITATION FUND EXPENDITURES</u>	<u>751,884</u>	<u>920,000</u>	<u>935,000</u>
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CHANGE IN CASH/FUND BALANCE	190,958	0	0
BEGINNING CASH/FUND BALANCE	394,332	400,000	400,000
ENDING CASH/FUND BALANCE	<u>585,290</u>	<u>400,000</u>	<u>400,000</u>
ENDING CASH AS A % OF EXPENDITURES	77.84%	43.48%	42.78%

DRUG FUNDDRUG FUND REVENUES

Fines and Forfeits	21,439	20,000	20,000
Interest	<u>942</u>	<u>0</u>	<u>0</u>
TOTAL DRUG FUND REVENUES	22,381	20,000	20,000

<u>DRUG FUND EXPENDITURES</u>	8,878	20,000	102,600
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CHANGE IN CASH/FUND BALANCE	13,503	0	(82,600)
BEGINNING CASH/FUND BALANCE	197,524	200,000	200,000
ENDING CASH/FUND BALANCE	<u>211,027</u>	<u>200,000</u>	<u>117,400</u>
ENDING CASH AS A % OF EXPENDITURES	2376.97%	1000.00%	114.42%

SECTION 2. BE IT FURTHER ORDAINED that the budget hereto attached and made a part hereof consisting of the following words and figures, be and is hereby adopted as the Budget for the Athens City Schools, for the Fiscal Year beginning July 1, 2018 and extending through June 30, 2019, as approved by the Athens City Board of Education:

	General Purpose Fund	Federal Projects Fund	Food Service Fund	Capital Projects Fund	Total All Funds
Revenues:					
Local Taxes	5,243,400	0	0	0	5,243,400
Charges for Services	271,272	0	66,000	0	337,272
Other Local Revenues	60,500	0	80,950	0	141,450
State Education Funds	8,924,230	0	10,500	0	8,934,730
Federal Funds received through State	250,000	1,227,323	1,176,404	0	2,653,727
Other Sources	500	0	0	0	500
Total estimated revenues	14,749,902	1,227,323	1,333,854	0	17,311,079
Expenditures:					
Regular Instruction	8,489,104	433,053	0	0	8,922,157
Special Education	590,468	350,257	0	0	940,725
Student Body Education	11,500	0	0	0	11,500
Support Services:					
Attendance	87,633	0	0	0	87,633
Health Services	196,160	0	0	0	196,160
Other Student Support	298,741	167,932	0	0	466,673
Regular Instruction	1,084,574	203,503	0	0	1,288,077
Special Education	133,713	72,578	0	0	206,291
Education Technology	264,270	0	0	0	264,270
Board of Education	254,005	0	10,500	0	264,505
Office of Superintendent	250,375	0	0	0	250,375
Office of Principal	740,983	0	0	0	740,983
Fiscal Services	180,961	0	0	0	180,961
Operation of Plant	819,186	0	0	0	819,186
Maintenance of Plant	414,699	0	0	0	414,699
Transportation	516,198	0	0	0	516,198
Non-Instructional Services:					
Food Service	0	0	1,323,354	0	1,323,354
Community Services	495,864	0	0	0	495,864
Early Childhood Education	649,610	0	0	0	649,610
Regular Capital Outlay	562,000	0	0	0	562,000
Education Capital Projects	0	0	0	1,024,246	1,024,246
Total expenditures	16,040,044	1,227,323	1,333,854	1,024,246	19,625,467
Change in cash/fund balance	(1,290,142)	0	0	(1,024,246)	(2,314,388)
Beginning cash/fund balance	4,393,611		258,448	1,024,246	5,676,305
Ending cash/fund balance	3,103,469	0	258,448	0	3,361,917
Ending cash as a % of expenditures	19.35%	0.00%	19.38%	0.00%	

SECTION 3. BE IT FURTHER ORDAINED that the taxes provided by Chapter 387 of the Public Acts of 1971 known as the Business Tax Act, as amended, are hereby enacted, ordained and levied on the businesses, business activities, vocations or occupations carried on in the City of Athens, Tennessee, at the rates and in the manner prescribed by said Act; also, the tax on the gross sales of beer sold within the corporate limits of the City of Athens, Tennessee, as provided by Chapter 76 of the Public Acts of Tennessee, as amended, for the fiscal year 2018-2019.

SECTION 4. BE IT FURTHER ORDAINED that the authority of municipalities to assess and collect certain privilege and license taxes is based upon the population of municipalities according to the Federal Census of 2010 on a graduated basis or any subsequent Federal Census or other census authorized by and certified to the Federal Government by the Tennessee State Planning Commission, whichever is latest. It is therefore, declared by the Council for the City of Athens that the official census for Athens, Tennessee, is 13,458. The levy and collections are only to the extent not repealed by Chapter 387 of the Public Acts of 1971.

SECTION 5. BE IT FURTHER ORDAINED that the City Manager or his Assistant shall collect a fee on all business licenses sold in accordance with applicable state law and said fee shall be turned over to the City for General Fund purposes. The Tennessee Department of Revenue will receive business tax payments under the Business Tax Act and the Director of Finance shall coordinate with the Tennessee Department of Revenue regarding the City receiving its appropriate share of business taxes collected pursuant to this ordinance.

SECTION 6. BE IT FURTHER ORDAINED that the tax rate for the year 2018-2019 be and is hereby fixed at \$1.3628 on each ONE HUNDRED DOLLARS (\$100.00) assessed value of taxable property located within the corporate limits of the City of Athens, Tennessee.

SECTION 7. BE IT FURTHER ORDAINED that refuse collection and disposal charges for fiscal year 2018-2019 is hereby fixed as follows: small professional, commercial or business establishments operating within the City of Athens shall pay a minimum fee of \$9.50 per month; large professional, commercial or business establishments operating within the City of Athens shall pay a minimum fee of \$28.50 per month; all residences within the City of Athens shall pay a minimum fee of \$9.50 per month.

SECTION 8. BE IT FURTHER ORDAINED that the Mayor and City Manager, by appropriate authorization may borrow upon tax anticipation notes such sums or sum of money as may be necessary to defray current operating expenses, provided however, that such notes shall bear interest at a rate not to exceed one (1%) percent in excess of prime interest rates set by New York Banks and shall not be borrowed for a period longer than the current fiscal year and said sums shall not exceed fifty percent (50%) of the annual tax levy as set out in Section 5 of the Corporate Powers of the Charter of the City of Athens, Tennessee, said interest to be exempt from all Federal, State, and Municipal taxation.

SECTION 9. BE IT FURTHER ORDAINED that Capital Improvements for the 2018-2019 fiscal year will be funded from reserves in the Capital Projects Fund are estimated to be as follows:

<u>Project</u>		
Equipment and property improvements	\$	200,000

SECTION 10. BE IT FURTHER ORDAINED that if for any reason a budget ordinance is not adopted prior to the beginning of the next fiscal year, the appropriations in this budget ordinance shall become the appropriations for the next fiscal year until the adoption of the new budget ordinance in accordance with Section 6-56-210, *Tennessee Code Annotated* provided sufficient revenues are being collected to support the continuing appropriations. Approval for a continuation budget will be requested from the Director of the State and Local Finance Division in the Office of the Comptroller of the Treasury if any indebtedness is outstanding.

SECTION 11. BE IT FURTHER ORDAINED that all Ordinances, and parts of Ordinances in conflict with this Ordinance shall be, and the same are, hereby repealed and superseded.

SECTION 12. BE IT FURTHER ORDAINED that if any section, paragraph, clause, or sentence of this Ordinance shall be held invalid by a Court of competent jurisdiction, such holding shall not affect the remaining sections, paragraphs, clauses, and sentences.

SECTION 13. BE IT FURTHER ORDAINED in that the fiscal year begins on July 1, 2018, and time is of the essence, therefore, this Ordinance is declared to be an emergency ordinance to take effect from and after its passage.

PASSED ON FIRST READING: May 15, 2018

PASSED ON SECOND READING: _____

DATE OF PUBLIC HEARING: June 19, 2018

CHARLES T. BURRIS, II, Mayor

C. SETH SUMNER, City Manager

APPROVED AS TO FORM:

H. CHRIS TREW, City Attorney