

ORDINANCE NO. 1077

**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, 2019 THROUGH JUNE 30, 2020.**

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, 2019 through June 30, 2020.

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, 2019 and extending through June 30, 2020.

	<u>Actual</u> <u>2017-2018</u>	<u>Estimated</u> <u>2018-2019</u>	<u>Proposed</u> <u>2019-2020</u>
GENERAL FUND			
<u>GENERAL FUND REVENUES</u>			
Taxes	13,199,523	12,902,000	13,437,000
Intergovernmental Revenue	1,967,978	1,939,000	1,951,000
Charges for Services	352,891	216,000	202,000
Fines and Forfeits	263,475	171,000	151,000
Interest	100,685	70,000	120,000
Miscellaneous	<u>28,992</u>	<u>20,000</u>	<u>20,000</u>
TOTAL GENERAL FUND REVENUES	15,913,544	15,318,000	15,881,000
<u>GENERAL FUND EXPENDITURES</u>			
ADMINISTRATION			
City Manager's Office	295,356	325,700	339,700
City Council	43,119	55,500	73,500
City Judge	12,841	13,000	13,000
City Attorney	43,550	30,000	40,000
Special Appropriations	327,800	354,900	364,900
Athens City Schools	2,421,000	2,421,000	2,421,000
Athens Utilities Board	<u>452,840</u>	<u>480,000</u>	<u>480,000</u>
TOTAL ADMINISTRATION	3,596,506	3,680,100	3,732,100
FINANCE	456,403	469,400	449,300
HUMAN RESOURCES	195,281	218,200	226,600

ADMINISTRATION & EMERGENCY SERVICES

Administration	49,626	89,300	95,600
City Hall	180,575	248,600	184,900
Information Technology	0	0	226,000
Communications	<u>241,758</u>	<u>260,000</u>	<u>260,000</u>
TOTAL ADMIN. & EMERG. SERVICES	471,959	597,900	766,500

COMMUNITY DEVELOPMENT

Administration	145,387	225,800	192,800
Codes Enforcement	269,632	348,300	312,500
Cemeteries	<u>26,917</u>	<u>29,200</u>	<u>32,600</u>
TOTAL COMMUNITY DEVELOPMENT	441,936	603,300	537,900

POLICE

Administration	352,769	349,000	357,500
Patrol	1,891,671	2,142,700	2,236,700
Detective	<u>188,027</u>	<u>454,500</u>	<u>512,800</u>
TOTAL POLICE	2,432,467	2,946,200	3,107,000

FIRE

Administration	110,978	120,300	126,900
Prevention	10,268	18,500	28,600
Suppression	<u>1,796,862</u>	<u>1,965,700</u>	<u>2,081,400</u>
TOTAL FIRE	1,918,108	2,104,500	2,236,900

PARKS & RECREATION

Administration	213,702	266,300	237,200
Maintenance	601,248	842,400	759,700
Swimming Pools	40,570	77,700	43,600
Program Planning	<u>306,421</u>	<u>291,200</u>	<u>297,200</u>
TOTAL PARKS & RECREATION	1,161,941	1,477,600	1,337,700

PUBLIC WORKS

Administration	227,899	239,900	274,900
Traffic Control	167,131	278,800	271,300
Street Maintenance	385,114	1,486,700	1,000,800
Street Construction	412,001	611,000	545,700
Street Cleaning	772,950	855,000	867,700
Fleet Maintenance	299,574	318,200	322,500
Animal Control	<u>108,927</u>	<u>183,200</u>	<u>204,100</u>
TOTAL PUBLIC WORKS	2,373,596	3,972,800	3,487,000

TRANSFERS

	<u>370,000</u>	<u>50,000</u>	<u>0</u>
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TOTAL GENERAL FUND EXPENDITURES

	<u>13,418,197</u>	<u>16,120,000</u>	<u>15,881,000</u>
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CHANGE IN CASH/FUND BALANCE	2,495,347	(802,000)	0
BEGINNING CASH/FUND BALANCE	<u>8,690,193</u>	<u>10,000,000</u>	<u>9,000,000</u>
ENDING CASH/FUND BALANCE	<u>11,185,540</u>	<u>9,198,000</u>	<u>9,000,000</u>
ENDING CASH AS A % OF EXPENDITURES	83.36%	57.06%	56.67%

SANITATION FUNDSANITATION FUND REVENUES

Charges For Services	953,483	920,000	940,000
Interest	8,509	7,000	12,000
Miscellaneous	<u>9,539</u>	<u>8,000</u>	<u>8,000</u>
TOTAL SANITATION FUND REVENUES	<u>971,531</u>	<u>935,000</u>	<u>960,000</u>

<u>SANITATION FUND EXPENDITURES</u>	<u>801,730</u>	<u>935,000</u>	<u>960,000</u>
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CHANGE IN CASH/FUND BALANCE	169,801	0	0
BEGINNING CASH/FUND BALANCE	<u>550,000</u>	<u>700,000</u>	<u>700,000</u>
ENDING CASH/FUND BALANCE	<u>719,801</u>	<u>700,000</u>	<u>700,000</u>
ENDING CASH AS A % OF EXPENDITURES	89.78%	74.87%	72.92%

DRUG FUNDDRUG FUND REVENUES

Fines and Forfeits	22,918	20,000	20,000
Interest	<u>2,345</u>	<u>0</u>	<u>0</u>
TOTAL DRUG FUND REVENUES	<u>25,263</u>	<u>20,000</u>	<u>20,000</u>

<u>DRUG FUND EXPENDITURES</u>	<u>13,924</u>	<u>130,000</u>	<u>95,000</u>
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CHANGE IN CASH/FUND BALANCE	11,339	(110,000)	(75,000)
BEGINNING CASH/FUND BALANCE	<u>209,000</u>	<u>220,000</u>	<u>110,000</u>
ENDING CASH/FUND BALANCE	<u>220,339</u>	<u>110,000</u>	<u>35,000</u>
ENDING CASH AS A % OF EXPENDITURES	1582.44%	84.62%	36.84%

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, 2019 and extending through June 30, 2020, as approved by the Athens City Board of Education:

	General Purpose Fund	Federal Projects Fund	Food Service Fund	Education Capital Projects Fund	Total All Funds
Revenues:					
Local Taxes	5,243,400	0	0	0	5,243,400
Charges for Services	271,272	0	70,500	0	341,772
Other Local Revenues	57,500	0	70,950	0	128,450
State Education Funds	8,948,230	0	10,500	0	8,958,730
Federal Funds received through State	250,000	1,289,711	1,083,837	0	2,623,548
Other Sources	500	0	0	0	500
Total estimated revenues	14,770,902	1,289,711	1,235,787	0	17,296,400
Expenditures:					
Regular Instruction	8,701,702	413,632	0	0	9,115,334
Special Education	629,265	332,692	0	0	961,957
Student Body Education	11,500	0	0	0	11,500
Support Services:					
Attendance	95,462	0	0	0	95,462
Health Services	196,608	0	0	0	196,608
Other Student Support	334,220	209,847	0	0	544,067
Regular Instruction	1,118,294	228,787	0	0	1,347,081
Special Education	129,286	104,753	0	0	234,039
Education Technology	252,949	0	0	0	252,949
Board of Education	284,070	0	0	0	284,070
Office of Superintendent	257,414	0	0	0	257,414
Office of Principal	756,747	0	0	0	756,747
Fiscal Services	191,396	0	0	0	191,396
Operation of Plant	852,205	0	0	0	852,205
Maintenance of Plant	373,215	0	0	0	373,215
Transportation	594,567	0	0	0	594,567
Non-Instructional Services:					
Food Service	0	0	1,235,787	0	1,235,787
Community Services	504,320	0	0	0	504,320
Early Childhood Education	672,961	0	0	0	672,961
Regular Capital Outlay	236,000	0	0	0	236,000
Education Capital Projects	0	0	0	1,024,246	1,024,246
Total expenditures	16,192,181	1,289,711	1,235,787	1,024,246	19,741,925
Change in cash/fund balance	(1,421,279)	0	0	(1,024,246)	(2,445,525)
Beginning cash/fund balance	2,299,322	0	258,448	1,024,246	3,582,016
Ending cash/fund balance	878,043	0	258,448	0	1,136,491
Ending cash as a % of expenditures	5.42%	0.00%	20.91%	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 2019-2020.

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 2019-2020 be and is hereby fixed at \$1.2676 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 2019-2020 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 2019-2020 fiscal year will be funded from reserves in the Capital Projects Fund are estimated to be as follows:

<u>Projects</u>	
Equipment and property improvements	\$ 3,399,500

SECTION 10. BE IT FURTHER ORDAINED that the City maintains an additional Enterprise Fund for its Conference Center. It is hereby acknowledged that the Conference Center Fund's estimated revenues and expenditures for the 2019-2020 fiscal year are as follows:

Estimated Revenues:

Rental Income	<u>20,000</u>
Total estimated revenues	20,000
Beginning Net Assets	1,100,000

Estimated Expenditures	<u>20,000</u>
Ending Net Assets	1,100,000

SECTION 11. 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 12. 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 13. 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 14. BE IT FURTHER ORDAINED in that the fiscal year begins on July 1, 2019, 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 21, 2019

PASSED ON SECOND READING: _____

DATE OF PUBLIC HEARING: June 18, 2019

CHARLES T. BURRIS, II, Mayor

C. SETH SUMNER, City Manager

APPROVED AS TO FORM:

H. CHRIS TREW, City Attorney