

ORDINANCE 710-24

AN ORDINANCE OF THE CITY OF ALGOOD, TENNESSEE ADOPTING THE ANNUAL BUDGET AND TAX RATE FOR THE FISCAL YEAR BEGINNING JULY 1, 2024 AND ENDING JUNE 30, 2025	ORDINANCE NO. 710-24 REQUESTED BY: CITY COUNCIL PREPARED BY: CITY ADMINISTRATOR APPROVED AS TO FORM AND CORRECTNESS: _____ (City Attorney) PASSED 1ST READING: May 14, 2024 PASSED 2ND READING: June 11, 2024
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**AN ORDINANCE OF THE
CITY OF ALGOOD, TENNESSEE
ADOPTING THE ANNUAL BUDGET AND TAX RATE
FOR THE FISCAL YEAR BEGINNING JULY 1, 2024 AND ENDING JUNE 30, 2025**

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 ALGOOD, 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 2025, 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 2023	Actual FY 2024	Budget FY 2025
Cash Receipts				
Local Taxes		\$ 741,226	\$ 724,050	\$ 724,050
Intergovernmental		3,551,809	3,599,800	2,712,500
Licenses and Permits		97,319	50,400	50,400
Sanitation		222,804	140,000	140,000
Fines And Forfeitures		72,188	40,100	40,100
Miscellaneous Revenues		167,946	184,138	157,138
		-	-	-
		-	-	-
Total Cash Receipts		\$ 4,853,292	\$ 4,738,488	\$ 3,824,188
Appropriations				
General Government		\$ 1,517,671	\$ 1,977,092	\$ 1,134,097
Police Department		1,260,284	1,676,906	1,533,006
Fire Department		89,973	145,450	255,129
Community Center and Parks		253,529	434,516	330,821
Public Works		803,291	695,179	604,118
Sanitation		269,876	293,556	302,243
		-	-	-
		-	-	-
		-	-	-
Total Appropriations		\$ 4,194,624	\$ 5,222,699	\$ 4,159,414
Change in Cash (Receipts - Appropriations)		658,668	(484,211)	(335,226)
Beginning Cash Balance July 1		6,245,507	6,904,175	6,419,964
Ending Cash Balance June 30		\$ 6,904,175	\$ 6,419,964	\$ 6,084,738
Ending Cash as a % of Total Cash Payments/Appropriations		164.6%	122.9%	146.3%

STATE STREET AID FUND		Actual FY 2023	Estimated Actual FY 2024	Budget FY 2025
Cash Receipts				
State Gas and Motor Fuel Taxes		\$ 144,934	\$ 131,000	\$ 131,000
		-	-	-
		-	-	-
Interest		37	100	100
Total Cash Receipts		\$ 144,971	\$ 131,100	\$ 131,100
Appropriations				
Maintenance		\$ 120,569	\$ 61,100	\$ 61,100
Street Lights		-	70,000	70,000
Total Appropriations		\$ 120,569	\$ 131,100	\$ 131,100
Change in Cash (Receipts - Appropriations)		24,402	-	-
Beginning Cash Balance July 1		303,658	328,060	328,060
Ending Cash Balance June 30		\$ 328,060	\$ 328,060	\$ 328,060
Ending Cash as a % of Total Cash Payments/Appropriations		272.1%	250.2%	250.2%

DRUG FUND	Estimated		Budget FY 2025
	Actual FY 2023	Actual FY 2024	
Cash Receipts			
Fines And Forfeitures	\$ 3,739	\$ 34,985	\$ 34,985
	4	15	15
Total Cash Receipts	\$ 3,743	\$ 35,000	\$ 35,000
Appropriations			
Operating	\$ 18,013	\$ 35,000	\$ 35,000
Capital Outlay	-	-	-
Total Appropriations	\$ 18,013	\$ 35,000	\$ 35,000
Change in Cash (Receipts - Appropriations)	(14,270)	-	-
Beginning Cash Balance July 1	45,124	30,854	30,854
Ending Cash Balance June 30	\$ 30,854	\$ 30,854	\$ 30,854
Ending Cash as a % of Total Cash Payments/Appropriations	171.3%	88.2%	88.2%

CEMETERY FUND	Estimated		Budget FY 2025
	Actual FY 2023	Actual FY 2024	
Cash Receipts			
Revenue	\$ 15,416	\$ 18,200	\$ 18,200
Misc Revenue	2,421	275	275
Total Cash Receipts	\$ 17,837	\$ 18,475	\$ 18,475
Appropriations			
Expense	\$ 10,332	\$ 18,475	\$ 18,475
	-	-	-
Total Appropriations	\$ 10,333	\$ 18,475	\$ 18,475
Change in Cash (Receipts - Appropriations)	7,504	-	-
Beginning Cash Balance July 1	458,527	466,031	466,031
Ending Cash Balance June 30	\$ 466,031	\$ 466,031	\$ 466,031
Ending Cash as a % of Total Cash Payments/Appropriations	4510.1%	2522.5%	2522.5%

WATER & SEWER FUND	Estimated		Budget FY 2025
	Actual FY 2023	Actual FY 2024	
Cash Receipts			
Water Sales	\$ 2,546,150	\$ 2,485,000	\$ 2,540,000
	-	-	-
Tap Fees	131,150	55,000	55,000
Other Revenues	243,474	3,824,480	1,539,480
Interest Income	5,965	8,000	8,000
	-	-	-
	-	-	-
Total Cash Receipts	\$ 2,926,739	\$ 6,372,480	\$ 4,142,480
Appropriations			
Water Department	\$ 1,891,815	\$ 3,576,887	\$ 3,643,024
Depreciation	279,403	284,000	284,000
	-	-	-
Capital Projects	-	2,707,500	135,000
Debt Service - Principal	1,871	153,427	158,596
Debt Service - Interest	18,456	116,356	119,713
	-	-	-
Total Appropriations	\$ 2,191,545	\$ 6,838,170	\$ 4,340,333
(Receipts - Appropriations)	735,194	(465,690)	(197,853)
Beginning Cash Balance July 1	2,861,740	3,102,417	2,636,727
Ending Cash Balance June 30	\$ 3,102,417	\$ 2,636,727	\$ 2,438,874
Ending Cash as a % of Total Cash Payments/Appropriations	141.6%	38.6%	56.2%

SECTION 2: At the end of the fiscal year 2024, the governing body estimates fund balances or deficits as follows:

Fund	Estimated Fund Balance at June 30, 2024
General Fund	\$ 6,419,964
State Street Street Aid Fund	\$ 328,060
Drug Fund	\$ 30,854
Cemetery Fund	\$ 466,031
Water & Sewer Fund	\$ 2,636,727
	\$ -
	\$ -

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, 2024	FY2025 Principal Payment	FY2025 Interest Payment
Bonds - PBA Clarksville	\$ -	\$ 2,247,000.00	\$ 56,000.00	\$ 103,681.00
Loan Agreements [enter each series individually]				
Notes - CWA 2009-244		795993.9	102596.4	16032
Capital Leases [enter each series individually]				

SECTION 4: During the coming fiscal year (2025) 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
Buck Mtn Water Tank	\$500,000	\$0	\$0
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
Sewer Rehab	\$ 967,000.00	\$ -	\$ -

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

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 by ordinance by the council, 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 equal to \$0.3623 per \$100 for 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: 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 of the Director of the Division of Local Finance in the Comptroller of the Treasury for a continuation budget will be requested if any indebtedness is outstanding.

SECTION 11: All unencumbered balances of appropriations remaining at the end of the fiscal year shall lapse and revert to the respective fund balances.

SECTION 12: All ordinances or parts of ordinances in conflict with any provision of this ordinance are hereby repealed.

SECTION 13: This ordinance shall take effect July 1, 2024, the public welfare requiring it.

Passed 1st Reading: May 14, 2024

Passed 2nd Reading: June 11, 2024

Mayor

ATTESTED: _____
City Recorder