ORDINANCE NO. 21-502
TOWN OF MOUNT CARMEL, TENNESSE

AN ORDINANCE OF THE TOWN OF MOUNT CARMEL TENNESSEE ADOPTING THE ANNUAL BUDGET AND TAX RATE FOR THE FISCAL YEAR BEGINNING JULY 1, 2021 AND ENDING JUNE 30, 2022.

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 MOUNT CARMEL, 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 2020, 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 FY20		Estimated FY21		Budget FY22
Cash Receipts						
Local Taxes	$	1,917, 357	$	1,959,502	$	1,871,000
Intergovernmental	$	799,539	$	1,058,185	$	775,836
Fines and Forfeitures	$	98,355	$	113,446	$	102,875
Miscellaneous Revenues	$	278,109	$	92,919	$	62,650
Note Proceeds	$	-	$	-	$	-
Transfers In - from other funds	$	-	$	-	$	-
Total Cash Receipts:	**$**	**2,899,379**	**$**	**3,046,933**	**$**	**2,636,836**
Appropriations						
General Government	$	106,349	$	112,521	$	157,069
Administration	$	410,726	$	472,689	$	513,704
Police Department	$	501,615	$	599,114	$	675,700
Fire Department	$	457,045	$	167,274	$	234,750
Office of Building Inspector	$	32,270	$	36,102	$	54,510
Highways and Streets	$	314,752	$	478,448	$	481,598
Animal Control	$	53,076	$	49,534	$	39,610
Fleet Depreciation	$	-	$	-	$	61,000
Recreation and Parks	$	61,525	$	57,842	$	109,750
Library	$	44,113	$	54,925	$	58,065
Debt Service	$	-	$	-	$	-
Total Appropriations	**$**	**2,220,338**	**$**	**2,249,384**	**$**	**2,636,836**
Change in Cash (Receipts - Appropriations)	**$**	**679,041**	**$**	**797,549**	**$**	**87,509**
Beginning Cash Balance July 1	**$**	**3,981,649**	**$**	**4,660,690**	**$**	**5,458,239**
Ending Cash Balance June 30	**$**	**4,660,690**	**$**	**5,458,239**	**$**	**5,458,239**
Ending Cash (% of total cash expended/appropriated)		**210%**		**243%**		**207%**

Debt Service to be paid out of General Fund

Debt Management			FY20		FY21		FY22
Acct #	Note Principal Paid	$	-	$	-	$	-
Acct #	Note Interest Paid	$	-	$	-	$	-
Acct #	Bond Principal Paid	$	-	$	-	$	-
Acct #	Bond Interest Paid	$	-	$	-	$	-
Acct #	Loan Agreement Principal Paid	$	-	$	-	$	-
Acct #	Loan Agreement Interest Paid	$	-	$	-	$	-
Acct #	Capital Lease Principal Paid	$	-	$	-	$	-
Acct #	Capital Lease Interest Paid	$	-	$	-	$	-
	Total Annual Debt Service Payments	**$**	**-**	**$**	**-**	**$**	**-**

STATE STREET AID

		Actual FY20		Estimated FY21		Budget FY22
Cash Receipts						
State Gas and Motor Fuel Taxes	$	194,265	$	176,724	$	175,150
Miscellaneous Revenues	$	-	$	-	$	-
Debt Proceeds	$	-	$	-	$	-
Transfers In - from other funds	$	-	$	-	$	-
Total Cash Receipts	**$**	**194,265**	**$**	**176,724**	**$**	**175,150**
Appropriations						
Streets	$	105,998	$	228,010	$	231,000
Debt Service	$	-	$	-	$	-
Total Appropriations	**$**	**105,998**	**$**	**228,010**	**$**	**231,000**
Change in Cash (Receipts - Appropriations)	**$**	**88,267**	**$**	**(51,286)**	**$**	**(55,850)**
Beginning Cash Balance July 1	**$**	**244,361**	**$**	**332,628**	**$**	**281,341**
Ending Cash Balance June 30	**$**	**332,628**	**$**	**281,341**	**$**	**225,491**
Ending Cash (% of total cash expended/appropriated)		**314%**		**123%**		**98%**

Debt Service to be paid out of State Street Aid Fund

Debt Management			FY20		FY21		FY22
Acct #	Note Principal Paid	$	-	$	-	$	-
Acct #	Note Interest Paid	$	-	$	-	$	-
Acct #	Bond Principal Paid	$	-	$	-	$	-
Acct #	Bond Interest Paid	$	-	$	-	$	-
Acct #	Loan Agreement Principal Paid	$	-	$	-	$	-
Acct #	Loan Agreement Interest Paid	$	-	$	-	$	-
Acct #	Capital Lease Principal Paid	$	-	$	-	$	-
Acct #	Capital Lease Interest Paid	$	-	$	-	$	-
	Total Annual Debt Service Payments	**$**	-	**$**	-	**$**	-

SOLID WASTE FUND

		Actual FY20		Estimated FY21		Budget FY22
Cash Receipts						
Solid Waste Disposal Fees	$	-	$	-	$	-
Sale of Surplus Assets	$	-	$	-	$	-
Miscellaneous Revenues	$	-	$	-	$	-
Debt Proceeds	$	-	$	-	$	-
Transfers In - from other funds	$	239,140	$	247,430	$	251,080
Total Cash Receipts	**$**	**239,140**	**$**	**247,430**	**$**	**251,080**
Appropriations						
Public Works Department	$	239,140	$	247,430	$	251,080
Debt Service	$	-	$	-	$	-
Total Appropriations	**$**	**239,140**	**$**	**247,430**	**$**	**251,080**
Change in Cash (Receipts - Appropriations)	**$**	**-**	**$**	**-**	**$**	**-**
Beginning Cash Balance July 1	**$**	**-**	**$**	**-**	**$**	**-**
Ending Cash Balance June 30	**$**	**-**	**$**	**-**	**$**	**-**
Ending Cash (% of total cash expended/appropriated)		**0.0%**		**0.0%**		**0.0%**

Debt Service to be paid out of Solid Waste Fund

Debt Management		FY20	FY21	FY22
Acct #	Note Principal Paid	$ -	$ -	$ -
Acct #	Note Interest Paid	$ -	$ -	$ -
Acct #	Bond Principal Paid	$ -	$ -	$ -
Acct #	Bond Interest Paid	$ -	$ -	$ -
Acct #	Loan Agreement Principal Paid	$ -	$ -	$ -
Acct #	Loan Agreement Interest Paid	$ -	$ -	$ -
Acct #	Capital Lease Principal Paid	$ -	$ -	$ -
Acct #	Capital Lease Interest Paid	$ -	$ -	$ -
	Total Annual Debt Service Payments	**$ -**	**$ -**	**$ -**

DRUG FUND

	Actual FY20	Estimated FY21	Budget FY22
Cash Receipts			
Fines And Forfeitures	$ 395	$ 374	$ 350
Interest	$ 51	$ 21	$ 25
Total Cash Receipts	**$ 446**	**$ 396**	**$ 375**
Appropriations			
Drug Enforcement	$ 3,750	$ 2,885	$ 2,000
Debt Service	$ -	$ -	$ -
Total Appropriations	**$ 3,750**	**$ 2,885**	**$ 2,000**
Change in Cash (Receipts - Appropriations)	**$ (3,304)**	**$ (2,121)**	**$ (1,625)**
Beginning Cash Balance July 1	**$ 5,781**	**$ 4,977**	**$ 4,916**
Ending Cash Balance June 30	**$ 4,977**	**$ 4,916**	**$ 863**
Ending Cash (% of total cash expended/appropriated)	**133%**	**86%**	**43%**

Debt Service to be paid out of Drug Fund

Debt Management		FY20	FY21	FY22
Acct #	Note Principal Paid	$ -	$ -	$ -
Acct #	Note Interest Paid	$ -	$ -	$ -
Acct #	Bond Principal Paid	$ -	$ -	$ -
Acct #	Bond Interest Paid	$ -	$ -	$ -
Acct #	Loan Agreement Principal Paid	$ -	$ -	$ -
Acct #	Loan Agreement Interest Paid	$ -	$ -	$ -
Acct #	Capital Lease Principal Paid	$ -	$ -	$ -
Acct #	Capital Lease Interest Paid	$ -	$ -	$ -
	Total Annual Debt Service Payments	**$ -**	**$ -**	**$ -**

SEWER FUND

	Actual FY20	Estimated FY21	Budget FY22
Cash Receipts			
Operating Revenues	$ 975,347	$ 949,403	$ 943,100
Non-Operating Revenues	$ 400	$ 2,049	$ 710,500
Sale of Equipment	$ -	$ -	$ -
Miscellaneous Other Fees	$ -	$ -	$ -
Debt Proceeds	$ -	$ -	$ -
Total Cash Receipts	**$ 975,747**	**$ 951,452**	**$ 1,653,600**
Appropriations			
Operating Expenses	$ 702,585	$ 613,932	$ 839,554
Administrative and General Expenses	$ 29,814	$ 30,828	$ 37,100
Capital Improvement Expenses	$ -	$ -	$ 1,000,000
Debt Service	$ 44,052	$ 46,900	$ 46,900
Transfers Out - to other funds (PILOT)	$ -	$ -	$ -
Total Appropriations	**$ 732,399**	**$ 644,760**	**$ 1,876,654**
Change in Cash (Receipts - Appropriations)	**$ 242,948**	**$ 304,643**	**$ (289,462)**
Beginning Cash Balance July 1	**$ 1,633,056**	**$ 1,937,698**	**$ 2,242,341**
Ending Cash Balance June 30	**$ 1,937,698**	**$ 2,242,341**	**$ 1,952,879**
Ending Cash (% of total cash expended/appropriated)	**211.0%**	**269.1%**	**213.9%**

Debt Service to be paid out of Sewer Fund

Debt Management		FY20	FY21	FY22
Acct # 52200615 TLDA	Revenue Bond Principal Paid	$ -	$ -	$ -
Acct # 52200635 TLDA	Revenue Bond Interest Paid	$ -	$ -	$ -
Acct # 52200614 GOB Refunding	Revenue & Tax Bond Principal Paid	$ 35,000	$ 40,000	$ 40,000
Acct # 52200643 GOB Refunding	Revenue & Tax Bond Interest Paid	$ 9,052	$ 6,900	$ 6,900
Acct #	Loan Agreement Principal Paid	$ -	$	$ -
Acct #	Loan Agreement Interest Paid	$ -	$ -	$ -
Acct #	Capital Lease Principal Paid	$ -	$ -	$ -
Acct #	Capital Lease Interest Paid	$ -	$ -	$ -
	Total Annual Debt Service Payments	$ 44,052	$ 46,900	$ 46,900

Reconciliation to "Regulatory Change in Net Position":			
Change in Cash	$ 220,216	$ 185,452	$ 18,178
Plus: Debt Principal Payments	$ 164,625	$ 162,025	$ 35,000
Minus: Depreciation Expense	$ 231,214	$ 231,214	$ 231,214
Plus: Expenditures on Capital Assets	$ -	$ -	$ -
Minus: Debt Proceeds	$ -	$ -	$ -
Minus: Grants	$ -	$ -	$ -
Regulatory Change in Net Position *	$ 286,805	$ 254,641	$ 214,392

* *Note: A negative Change in Net Position for two consecutive years will result in the local government's referral to the Water/Wastewater Funding Board.*

SECTION 2: At the end of the fiscal year 2022, the governing body estimates fund balances or deficits as follows:

Fund	Estimated Fund Balance at June 30, 2022
General Fund	$ 4,458,239
State Street Street Aid Fund	$ 309,564
Solid Waste Fund	$ -
Drug Fund	$ 3,138
Sewer Fund	$ 1,972,952
Electric Fund	$ -
Gas Fund	$ -

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, 2021	FY22 Principal Payment	FY22 Interest Payment
Bonds:				
2013 GOB Refunding Bond	$ -	$ 295,000	$ 40,000	$ 6,900
Loan Agreements: (None)				
Notes: (None)				
Capital Leases: (None)				

SECTION 4: During the coming fiscal year (2022) 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
	$ -	$ -	$ -

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
110-43190931 Paving	$ 145,000.00	$ 145,000.00	$ -
412-52200401 Treatment Plant Repair	$ 1,000,000.00	$ 1,000,000.00	$ -

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 (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 the Recorder, subject to 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: 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 §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 continuation budget will be requested if any indebtedness is outstanding.

SECTION 9: There is hereby levied a property tax of **$1.3897** per **$100** of assessed value on all real and personal property.

SECTION 10: 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 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, 2021, the public welfare requiring it.

Pat Stilwell, Mayor

Pat Stilwell, Mayor

ATTEST:

MIKE HOUSEWRIGHT, City Recorder

APPROVED AS TO FORM:

JOHN PEVY, Town Attorney

MOTION: ALDERMAN GIBSON: TO PASS FY22 Budget			
SECOND: ALDERMAN FLEISHOUR			
1st READING	AYES	NAYS	OTHER
Alderman Mindy Fleishour	X		
Alderman John Gibson	X		
Alderman Jim Gilliam		X	
Alderman Steven McLain		X	
Alderman Darby Patrick	X		
Vice-Mayor Tresa Mawk			ABSENT
Mayor Pat Stilwell	X		
TOTALS	4	2	1

MOTION: ALDERMAN FLEISHOUR: TO PASS FY22 Budget			
SECOND: ALDERMAN GIBSON			
2nd READING	AYES	NAYS	OTHER
Alderman Mindy Fleishour	X		
Alderman John Gibson	X		
Alderman Jim Gilliam		X	
Alderman Steven McLain			ABSENT
Alderman Darby Patrick	X		
Vice-Mayor Tresa Mawk	X		
Mayor Pat Stilwell	X		
TOTALS	5	1	1

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