

Ordinance No. 867

**AN ORDINANCE OF THE CITY OF ETOWAH, 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 Commissioners 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 COMMISSIONERS OF
THE CITY OF ETOWAH, 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 2022, 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	2019-2020	2020-2021	2021-2022
Revenues	Audited	Estimated	Budgeted
Local Taxes	\$ 2,852,998	\$ 2,982,984	\$ 3,185,372
Licenses and Permits	20,699	12,610	17,650
Intergovernmental	545,564	1,065,639	485,800
Charges for Services	101,459	68,660	163,955
Fines and Forfeitures	289,778	207,000	293,500
Miscellaneous Revenues	1,254,731	1,441,778	129,129
Total Revenues and Other Financing Sources	\$ 5,065,229	\$ 5,778,671	\$ 4,275,406
Appropriations			
Expenditures			
General Government	\$ 10,343	\$ 7,635	\$ 7,855
Judicial	8,000	8,020	8,000
Administration	1,804,380	545,340	453,983
Finance	130,065	143,928	123,826
City Attorney	5,200	5,700	6,200
Other	378,849	447,542	553,202
Post Office	78,899	81,500	10,000
Police	791,954	802,025	811,137
SRO	50,383	53,020	54,793
Animal Control	75,259	41,693	-
Fire	504,239	534,135	529,972
Codes Enforcement	128,525	103,815	116,030
Public Works	508,469	821,019	477,824
Capital Improvements - Land	101,749	90,000	78,200
Culture	34,350	35,100	36,100
Parks and Recreation	246,838	195,767	247,954
Community Pool	-	1,127,450	144,331
Community Center	225,524	798,629	256,351
Gem Theatre	53,298	22,010	28,657
Depot	101,836	171,070	72,421
Art Commission	19,686	16,000	14,000
Library	91,298	94,587	101,175
Transfer Out - School	143,395	143,395	143,395
Total Appropriations	\$ 5,492,537	\$ 6,289,380	\$ 4,275,406
Change in Fund Balance	\$ (427,308)	\$ (510,709)	\$ -
Beginning Fund Balance	\$ 2,183,662	\$ 1,756,352	\$ 1,245,643
Ending Fund Balance	\$ 1,756,352	\$ 1,245,643	\$ 1,245,643
Ending Fund Balance as % of Appropriations	32%	20%	29%

State Street Aid Fund	2019-2020	2020-2021	2021-2022
Revenues	Audited	Estimated	Budgeted
State Street Aid Revenues	\$ 142,437	\$ 150,929	\$ 125,000
State Grants	\$ -	\$ 107,000	\$ 53,227
Other Sources	25	20	25
Total Revenues and Other Financing Sources	\$ 142,461	\$ 257,949	\$ 178,252
Appropriations			
Expenditures			
State Street Aid Expenditures	\$ 120,785	\$ 243,000	\$ 178,252
Total Appropriations	\$ 120,785	\$ 243,000	\$ 178,252
Change in Fund Balance	\$ 21,677	\$ 14,949	\$ -
Beginning Fund Balance	\$ 84,906	\$ 106,583	\$ 121,531
Ending Fund Balance	\$ 106,583	\$ 121,531	\$ 121,531
Ending Fund Balance as % of Appropriations	88%	50%	68%

Drug Fund	2019-2020	2020-2021	2021-2022
Revenues	Audited	Estimated	Budgeted
Operating Revenues	\$ 13,502	\$ 9,220	\$ 16,590
Total Revenues and Other Financing Sources	\$ 13,502	\$ 9,220	\$ 16,590
Appropriations			
Expenditures			
Drug Related Expenditures	\$ 5,939	\$ 18,600	\$ 16,590
Total Appropriations	\$ 5,939	\$ 18,600	\$ 16,590
Change in Fund Balance	\$ 7,563	\$ (9,380)	\$ -
Beginning Fund Balance	\$ 40,120	\$ 47,683	\$ 38,303
Ending Fund Balance	\$ 47,683	\$ 38,303	\$ 38,303
Ending Fund Balance as % of Appropriations	803%	206%	231%

Sanitation Fund	2019-2020	2020-2021	2021-2022
Revenues	Audited	Estimated	Budgeted
Operating Revenues	\$ 410,249	\$ 393,000	\$ 411,973
Other Revenues	\$ 40	\$ 13,015	\$ -
Total Revenues and Other Financing Sources	\$ 410,289	\$ 406,015	\$ 411,973
Appropriations			
Expenditures			
Sanitation Related Expenditures	\$ 398,529	\$ 439,450	\$ 411,973
Total Appropriations	\$ 398,529	\$ 439,450	\$ 411,973
Change in Fund Balance	\$ 11,761	\$ (33,435)	\$ -
Beginning Fund Balance	\$ 111,973	\$ 123,734	\$ 90,299
Ending Fund Balance	\$ 123,734	\$ 90,299	\$ 90,299
Ending Fund Balance as % of Appropriations	31%	21%	22%

EDA Fund	2019-2020	2020-2021	2021-2022
Revenues	Audited	Estimated	Budgeted
Interest Income	\$ 16	\$ 5	\$ -
Total Revenues and Other Financing Sources	\$ 16	\$ 5	\$ -
Appropriations			
Expenditures			
EDA Related Expenditures	\$ 10,051	\$ 10,000	\$ -
Transfers Out	\$ 5,400	\$ -	\$ -
Total Appropriations	\$ 15,451	\$ 10,000	\$ -
Change in Fund Balance	\$ (15,435)	\$ (9,995)	\$ -
Beginning Fund Balance	\$ 35,798	\$ 20,363	\$ 10,368
Ending Fund Balance	\$ 20,363	\$ 10,368	\$ 10,368
Ending Fund Balance as % of Appropriations	132%	104%	

SECTION 2: At the end of the current fiscal year the governing body estimates balances/(deficits) as follows:

General Fund	\$ 1,245,643
State Street Aid Fund	\$ 121,531
Drug Fund	\$ 38,303
Sanitation Fund	\$ 90,299
EDA Fund	\$ 10,368

SECTION 3: That the governing body recognizes that the municipality has bonded and other indebtedness as follows:

Type of Indebtedness	Debt Authorized and Unissued	Principal Outstanding at June 30, 2020	FY 2021 Debt Interest	FY 2021 Debt Principal
Bond - USDA Public Works 2012	\$0	\$80,500	\$3,060	\$12,000
Bond - USDA Fire Truck	0	\$145,400	\$5,016	\$9,600
Bond - TMBF Pool/City Hall	0	\$965,000	\$33,619	\$36,000
Bond - Debt Refunding Pool/EC	0	\$925,000	\$22,100	\$30,000
Note - Depot Renovation	0	\$80,700	\$1,864	\$22,351
Note - TMBF 2016 Leaf Truck	0	\$9,800	\$143	\$9,800
Note - TMBF 2017 Splash Pad	0	\$16,000	\$234	\$16,000
Note - City Hall/Fire 2017	0	\$470,000	\$14,170	\$46,000
Capital Lease - 2019 Dump Truc	0	\$47,529	\$1,890	\$21,598
Capital Lease - 2018 Fire Truck	0	\$454,710	\$20,053	\$42,250
Capital Lease - 2020 Grapple	0	\$112,795	\$4,132	\$29,083
Personal - 801 TN Ave.	0	\$60,000		\$20,000
TOTALS		\$3,367,434	\$106,280	\$294,683

SECTION 4: During the coming fiscal year the governing body has planned capital projects and proposed funding as follows:

Proposed Capital Projects	Proposed Amount Financed by Appropriations	Proposed Amount Financed by Grants	Proposed Amount Financed by Debt	Total Proposed Capital Projects
Mold Remediation at Library	TBD	TBD	TBD	TBD
Stairwell at Depot	TBD	TBD	TBD	TBD
Windows at Gem Theater	TBD	TBD	TBD	TBD

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: 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 7: There is hereby levied a property tax of 1.77 per \$100 of assessed value on all real and personal property.

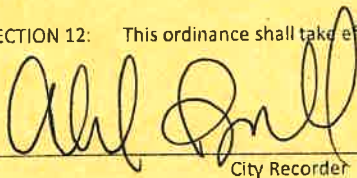
SECTION 8: This annual operating and capital budget ordinance and supporting documents shall be submitted to the Comptroller of the Treasury or Comptroller's Designee for approval if the Town has notes issued pursuant to Title 9, Chapter 21, Tennessee Code Annotated or loan agreements with a public building authority issued pursuant to Title 12, Chapter 10, Tennessee Code Annotated approved by the Comptroller of the Treasury or Comptroller's Designee within fifteen (15) day 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, 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 government 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 9: All unencumbered balances of appropriations remaining at the end of the fiscal year lapse and revert to the respective fund balances.

SECTION 10: All ordinances or parts of ordinances in conflict with any provisions of this ordinance are hereby repealed.

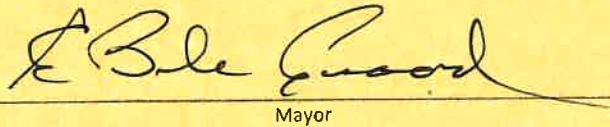
SECTION 11: If for any reason a budget ordinance is not adopted prior to the beginning of the next fiscal year, the appropriations in this budget ordinance shall become the appropriations for the next fiscal year until the adoption of the new budget ordinance in accordance with the Section 6-56-210, Tennessee Code Annotated provided sufficient revenues are being collected to support the continuing appropriations.

SECTION 12: This ordinance shall take effect July 1, 2021, the public welfare requiring it.



City Recorder

City Seal



Mayor

Past 1st Reading: 5/24/21
Past 2nd & Final Reading: 6/28/21