

ORDINANCE NO. 2020-137

**COPY**

AN ORDINANCE OF THE TOWN OF PEGRAM, TN  
ADOPTING THE ANNUAL BUDGET FOR THE FISCAL YEAR  
BEGINNING JULY 1, 2020 AND ENDING JUNE 30, 2021

WHEREAS, *Tennessee Code Annotated* Title 9 Chapter 1 Section 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 governing body 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 governing body will consider final passage of the budget.

NOW THEREFORE BE IT ORDAINED BY THE TOWN OF PEGRAM, TENNESSEE AS FOLLOWS:

**SECTION 1:** That the governing body estimates anticipated revenues of the municipality from all sources to be as follows:

General Fund #110 Revenue	FY 2018-2019 Actual	FY 2019-2020 Estimated	FY 2020-2021 Proposed
Beginning Fund Balance			\$687,360
Property Tax	\$271,225	\$275,667	\$280,000
Local Taxes	\$241,824	\$229,570	\$207,000
Intergovernmental	\$226,218	\$212,154	\$186,700
Miscellaneous Revenue	\$35,974	\$34,470	\$16,250
Total Revenue	\$775,241	\$751,861	\$689,950
Total Available Funds	\$775,241	\$751,861	\$1,377,310

STATE STREET AID FUND #121 Revenue	FY 2018-2019 Actual	FY 2019-2020 Estimated	FY 2020-2021 Proposed
Beginning Fund Balance			\$51,501
Intergovernmental	\$73,126	\$61,191	\$60,000
Miscellaneous Revenue	\$309	\$370	\$200
Total Revenue	\$73,435	\$61,561	\$60,200
Total Available Funds	\$73,435	\$61,561	\$111,701

Sewer Fund #311 Revenue	FY 2018-2019 Actual	FY 2019-2020 Estimated	FY 2020-2021 Proposed
Beginning Fund Balance			\$223,794
Service Charges & Fees	\$166,141	\$168,638	\$5,900
Miscellaneous Revenue	\$25,869	\$8,665	\$164,000
Total Revenue	\$192,010	\$177,303	\$169,900
Total Available Funds	\$192,010	\$177,303	\$393,694

Fire Department Fund #511 Revenue	FY 2018-2019 Actual	FY 2019-2020 Estimated	FY 2020-2021 Proposed
Beginning Fund Balance			\$190,288
Fire Tax	\$155,539	\$158,651	\$158,651
Intergovernmental	\$73,098	\$97,823	\$195,965
Miscellaneous Revenue	\$1,764	\$425	\$750
Total Revenue	\$230,401	\$256,899	\$355,366
Total Available Funds	\$230,401	\$256,899	\$545,654

**SECTION 2:** That the governing body appropriates from these anticipated revenues and unexpended and unencumbered funds as follows:

General Fund #110 Appropriations	FY 2018-2019 Actual	FY 2019-2020 Estimated	FY 2020-2021 Proposed
General Government	\$196,309	\$1,105,924	\$459,350
Public Works Department	\$109,779	\$103,811	\$133,100
Parks Department	\$34,862	\$69,515	\$85,700
Total Appropriations	\$340,950	\$1,279,250	\$678,150

STATE STREET AID FUND #121 Appropriations	FY 2018-2019 Actual	FY 2019-2020 Estimated	FY 2020-2021 Proposed
Streets	\$6,569	\$201,755	\$60,200
Total Appropriations			

Sewer Fund #311 Appropriations	FY 2018-2019 Actual	FY 2019-2020 Estimated	FY 2020-2021 Proposed
Sewer Construction	\$0	\$0	\$0
Sewer Operations	\$328,593	\$181,028	\$213,050
Total Appropriations	\$328,593	\$181,028	\$213,050

Fire Department Fund #511 Appropriations	FY 2018-2019 Actual	FY 2019-2020 Estimated	FY 2020-2021 Proposed
Fire Department	\$239,880	\$283,950	\$351,835
Capital Expenditures	\$0	\$8,000	\$3,000
Total Appropriations	\$239,880	\$291,950	\$354,835

**SECTION 3:** At the end of the current fiscal year the governing body estimates balances/deficits as follows:

General Fund	\$687,360	**24,524 RESTRICTED FACILITY TAX
State Street Aid Fund	\$51,501	
Sewer Fund	\$223,794	
Fire Department Fund	\$190,288	

**SECTION 4:** That the governing body recognizes that the municipality has bonded and other indebtedness as follows:

Bonded or Other Indebtedness	Debt Redemption	Interest Requirements	Debt Authorized and Unissued	Condition of Sinking Fund
Bond-FirstHorizon	\$28,200	\$5,300		
Notes				
State Revolving Fund Loan	\$20,424	\$3,576		
Other Debt				
Total				

**SECTION 5:** During the coming fiscal year the governing body has planned capital projects and proposed funding as follows:

Proposed Capital Projects & Bond Principal Reduction	Proposed Amount Financed by Appropriations	Proposed Amount Financed by Debt
Bond Principal Reduction From Fund Balance-Sewer	\$100,000	0
Bond Principal Reduction From Fund Balance-Fire Dep	\$0	
Fire Station Renovations/Specialized Equipment	\$3,000	0

**SECTION 6:** Contributions to non-profit organizations: \$ 4,500

**SECTION 7:** No appropriation listed above may be exceeded without an amendment of the budget ordinance as required by the Municipal Budget Law of 1982 T.C.A. Section 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 Section 6-56-205 of the *Tennessee Code Annotated*.

**SECTION 8:** Money may be transferred from one appropriation to another in the same fund only by appropriate ordinance by the governing body, subject to such limitations and procedures as it may describe as allowed by Section 6-56-209 of the *Tennessee Code Annotated*. Any resulting transfers shall be reported to the governing body at it's next regular meeting and entered into the minutes.

**SECTION 9:** 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 Section 6-56-206, *Tennessee Code Annotated* will be attached.

**SECTION 10:** There is hereby levied a property tax of \$ .4839 per \$100 of assessed value on all real and personal property.

**SECTION 11:** 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 debt 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) days of it's 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 Town 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 12:** All unencumbered balances of appropriations remaining at the end of the fiscal year shall lapse and revert to the respective fund balances.

**SECTION 13:** All ordinances or parts of ordinances in conflict with any provision of this ordinance are hereby repealed.

**SECTION 14:** This ordinance shall take effect July 1, 2020, the public welfare requiring it.

First Reading: May 18, 2020

Public Hearing: June 29, 2020

Final Reading: June 29, 2020

Charles Morehead, Mayor Charles Morehead

Jamie Mrzena, Recorder Jamie Mrzena



*Cindy Beirnes*



The caption of this Ordinance was published in The Advocate, a newspaper of general circulation within the Town of Pegram, Tennessee, on the 13th of June 2020.