

ORDINANCE No. 14C

**AN ORDINANCE OF THE
TOWN OF TROY, TENNESSEE
ADOPTING THE ANNUAL BUDGET AND TAX RATE
FOR THE FISCAL YEAR BEGINNING JULY 1, 2024 AND ENDING JUNE 30, 2025**

WHEREAS, Tenn, Code Ann. § 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 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 Board will consider final passage of the budget.

NOW THEREFORE BE IT ORDAINED BY THE GOVERNING BODY OF THE TOWN OF TROY, 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 2024, 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	Estimated		Budget
	Actual FY 2023	Actual FY 2024	
Revenues			
Local Taxes	\$ 699,305	\$ 659,700	\$ 689,700
Licenses And Permits	23,032	33,500	33,500
Intergovernmental	199,572	196,500	209,333
Charges For Services	31,500	35,000	30,000
Fines And Forfeitures	58,867	55,000	55,000
Other	190,042	193,163	143,725
Other Financing Sources			
Issuance of Debt / Debt Proceeds	-	-	-
Sale of Capital Assets	8,673	-	-
Prior Period Adjustment	19,249	-	-
Total Revenues and Other Financing Sources	\$ 1,230,240	\$ 1,172,863	\$ 1,161,258
Appropriations			
Expenditures			
Department of Administration	\$ 399,715	\$ 435,200	\$ 431,200
Police Department	376,448	470,260	491,200
Fire Department	53,243	97,500	63,500
Public Works	66,772	74,000	75,000
Parks Department	210,379	89,000	92,500
Other Financing Uses			
Prior Period Adjustment	-	-	-
Total Appropriations	\$ 1,106,557	\$ 1,165,960	\$ 1,153,400
Change in Fund Balance (Revenues - Appropriations)	123,683	6,903	7,858
Beginning Fund Balance July 1	804,279	927,962	934,865
Ending Fund Balance June 30	\$ 927,962	\$ 934,865	\$ 942,723
Ending Fund Balance as a % of Total Appropriations	83.9%	80.2%	81.7%

STATE STREET AID & DRUG FUND	Estimated		Budget FY 2025
	Actual FY 2023	Actual FY 2024	
Revenues			
State Gas and Motor Fuel Taxes	\$ 49,433	\$ 46,000	\$ 49,000
Gas Tax Increase	-	-	-
Other Financing Sources			
Drug Revenue		6,000	6,000
Fines and Interest	876	575	575
Total Revenues and Other Financing Sources	\$ 50,309	\$ 52,575	\$ 55,575
Appropriations			
Streets	\$ 158,837	\$ 41,500	\$ 46,500
Drug	200	6,000	6,000
Prior Period Adjustment	4,253		
Total Appropriations	\$ 163,290	\$ 47,500	\$ 52,500
Change in Fund Balance (Revenues - Appropriations)	(112,981)	5,075	3,075
Beginning Fund Balance July 1	135,623	22,642	27,717
Ending Fund Balance June 30	\$ 22,642	\$ 27,717	\$ 30,792
Ending Fund Balance as a % of Total Appropriations	13.9%	58.4%	58.7%

SOLID WASTE FUND	Estimated		Budget FY 2025
	Actual FY 2023	Actual FY 2024	
Revenues			
Solid Waste Disposal Fees	\$ 153,917	\$ 148,000	\$ 150,000
Penalties	3,228	3,000	3,000
Interest Income	1,716	500	1,500
Total Revenues and Other Financing Sources	\$ 158,861	\$ 151,500	\$ 154,500
Appropriations			
Expenditures	\$ 148,053	\$ 151,240	\$ 146,490
Total Appropriations	\$ 148,053	\$ 151,240	\$ 146,490
Change in Fund Balance (Revenues - Appropriations)	10,808	260	8,010
Beginning Fund Balance July 1	188,028	198,836	199,096
Ending Fund Balance June 30	\$ 198,836	\$ 199,096	\$ 207,106
Ending Fund Balance as a % of Total Appropriations	134.3%	131.6%	141.4%

ARPA FUND	Estimated		
	Actual FY 2023	Actual FY 2024	Budget FY 2025
Revenues			
Grant Revenue	\$ 195,979	\$ 121,854	\$ 121,854
Interest Income	1,263	1,000	1,000
Total Revenues and Other Financing Sources	\$ 197,242	\$ 122,854	\$ 122,854
Appropriations			
Transfer to Water Fund	\$ 240,375	\$ -	\$ -
Expenditures	\$ 197,242	\$ 121,929	\$ 121,929
Total Appropriations	\$ 240,375	\$ 121,929	\$ 121,929
Change in Fund Balance (Revenues - Appropriations)	(43,133)	925	925
Beginning Fund Balance July 1	165,160	122,027	122,952
Ending Fund Balance June 30	\$ 122,027	\$ 122,952	\$ 123,877
Ending Fund Balance as a % of Total Appropriations	50.8%	100.8%	101.6%

WATER FUND	Estimated		
	Actual FY 2023	Actual FY 2024	Budget FY 2025
Operating Revenues			
Water Sales	\$ 469,073	\$ 473,000	\$ 487,000
Tap Fees	6,450	1,000	2,000
Miscellaneous Other Fees	22,701	12,000	18,000
Total Operating Revenues	\$ 498,224	\$ 486,000	\$ 507,000
Operating Expenses			
Administrative	\$ 46,909	\$ 40,000	\$ 40,000
Water Department	196,065	250,650	222,100
Other	-	-	-
Depreciation	187,380	185,000	185,000
Total Operating Expenses	\$ 430,354	\$ 475,650	\$ 447,100
Operating Income (Loss)	\$ 67,870	\$ 10,350	\$ 59,900
Nonoperating Revenues (Expenses)			
Revenue: Interest Income	\$ 3,262	\$ 3,500	\$ 2,000
Grants - Operating	-	-	-
Other Income	-	-	-
Expense: Debt Service - Interest Expense	(13,044)	(13,000)	(13,000)
Other Expense	-	-	-
Total Nonoperating Revenue (Expenses)	\$ (9,782)	\$ (9,500)	\$ (11,000)
Income (Loss) Before Capital Contributions and Transfers	\$ 58,088	\$ 850	\$ 48,900
Capital Contributions and Transfers			
Capital Contributions - Tap Fees in Excess of Cost	\$ -	\$ -	\$ -
Capital Contributions - Grants	-	-	-
Capital Contributions - Other	-	-	-
Transfers In - from ARPA	240,375	-	-
Transfers Out - to Other Funds (PILOT)	-	-	-
Total Capital Contributions and Transfers	\$ 240,375	\$ -	\$ -
Change in Net Position	\$ 298,463	\$ 850	\$ 48,900
Beginning Net Position July 1	3,772,023	4,070,486	4,071,336
Ending Net Position June 30	4,070,486	4,071,336	4,120,236

SEWER FUND	Actual FY 2023	Estimated Actual FY 2024	Budget FY 2025
Operating Revenues			
Sewer Charges	\$ 292,893	\$ 291,500	\$ 301,700
Tap Fees	-	-	-
Miscellaneous Other Fees	6,707	10,000	11,000
Total Operating Revenues	<u>\$ 299,600</u>	<u>\$ 301,500</u>	<u>\$ 312,700</u>
Operating Expenses			
Administrative	\$ 62,455	\$ 65,000	\$ 100,000
Sewer Department	178,086	165,850	145,000
Other	-	-	-
Depreciation	78,355	68,000	68,000
Total Operating Expenses	<u>\$ 318,896</u>	<u>\$ 298,850</u>	<u>\$ 313,000</u>
Operating Income (Loss)	<u>\$ (19,296)</u>	<u>\$ 2,650</u>	<u>\$ (300)</u>
Nonoperating Revenues (Expenses)			
Revenue: Interest Income	\$ 6,286	\$ 3,000	\$ 3,000
Grants - Operating	-	-	-
Other Income	-	-	-
Expense: Debt Service - Interest Expense	(1,896)	(2,000)	(2,000)
Other Expense	-	-	-
Total Nonoperating Revenue (Expenses)	<u>\$ 4,390</u>	<u>\$ 1,000</u>	<u>\$ 1,000</u>
Income (Loss) Before Capital Contributions and Transfers	<u>\$ (14,906)</u>	<u>\$ 3,650</u>	<u>\$ 700</u>
Capital Contributions and Transfers			
Capital Contributions - Tap Fees in Excess of Cost	\$ -	\$ -	\$ -
Capital Contributions - Grants	-	-	-
Capital Contributions - Other	-	-	-
Transfers In - from Other Funds	-	-	-
Transfers Out - to Other Funds (PILOT)	-	-	-
Total Capital Contributions and Transfers	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Change in Net Position	<u>\$ (14,906)</u>	<u>\$ 3,650</u>	<u>\$ 700</u>
Beginning Net Position July 1	1,984,079	1,969,173	1,972,823
Ending Net Position June 30	<u>\$ 1,969,173</u>	<u>\$ 1,972,823</u>	<u>\$ 1,973,523</u>

Gas Fund	Estimated		
	Actual FY 2023	Actual FY 2024	Budget FY 2025
Operating Revenues			
Sales	\$ 347,866	\$ 400,000	\$ 375,000
Fees	3,862	3,000	3,000
Other	1,947	1,250	2,250
Miscellaneous Other Fees	340	1,500	1,500
Non-Operating Revenues, Grants, Contributions, & Transfers In			
Investment Income	22,212	13,000	20,000
Other Income	-	-	-
Transfers In - from other funds	-	-	-
Total Revenues	\$ 376,227	\$ 418,750	\$ 401,750
Appropriations			
Operating Expenses			
Administrative	\$ 65,962	\$ 70,000	\$ 100,000
General Operations	393,680	322,350	276,500
Maintenance	-	-	-
Other	-	-	-
Depreciation	29,927	24,000	24,000
Non-Operating Expenses and Transfers Out			
Total Appropriations	\$ 489,569	\$ 416,350	\$ 400,500
Change in Net Position (Revenues - Appropriations)	(113,342)	2,400	1,250
Beginning Net Position July 1	2,161,698	2,048,356	2,050,756
Ending Net Position June 30	\$ 2,048,356	\$ 2,050,756	\$ 2,052,006

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

Fund	Estimated Fund Balance/Net Position at June 30, 2024
General Fund	\$ 934,865
State Street Street Aid Fund	22,559
Solid Waste Fund	199,096
Drug Fund	8,233
ARPA Fund	123,877
Water Fund	4,120,236
Sewer Fund	1,973,523
Gas Fund	2,052,006

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
Loan Agreements				
DG3 2014-150	1,652,180.00	1,033,763.00	6,508.00	376.00
DWF 2016-156	1,028,051.00	615,856.00	4,050.00	233.00
DW1 2015-155	200,934.00	113,523.00	798.00	39.00
DWF 2016-168	123,772.00	74,113.00	488.00	28.00
DW4 2017-198	522,157.25	380,159.25	2055.00	120.00
CG5 2017-397	497,589.80	366,325.80	1957.00	116.00

SECTION 4: During the coming fiscal year (2025) the governing body has pending and planned capital projects with proposed funding as follows:

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
Police Cruiser Purchase	\$ 35,000.00	\$ 35,000.00	\$ -

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 (Tenn. Code Ann. § 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 Tenn. Code Ann. § 6-56-205.

SECTION 6: Money may be transferred from one appropriation to another in the same fund in an amount of up to \$1,000.00 by the Mayor, subject to such limitations and procedures as set by the Governing Body pursuant to Tenn. Code Ann. § 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.

SECTION 8: There is hereby levied a property tax of \$1.1845 per \$100 of assessed 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 pursuant to Title 9, Chapter 21 of the Tennessee Code Annotated within fifteen (15) days of its adoption. 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.

SECTION 10: All unencumbered balances of appropriations remaining at the end of the fiscal year shall lapse and revert to the respective fund balances.

SECTION 11: All ordinances or parts of ordinances in conflict with any provision of this ordinance are hereby repealed.

SECTION 12: This ordinance shall take effect July 1, 2024, the public welfare requiring it.

Passed 1st Reading: 06/03/2024

Passed 2nd Reading: _____

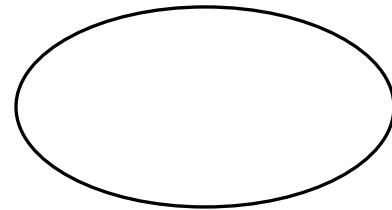
Mark Watson

Mayor

ATTESTED:

Mylynda Bell

City Recorder



SEAL