

**ORDINANCE OF THE CITY OF GALLATIN, TENNESSEE,
ADOPTING THE ANNUAL BUDGET FOR THE FISCAL YEAR BEGINNING
JULY 1, 2020 THROUGH 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 CITY OF GALLATIN, 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 the fiscal year, 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	FY 2019 Actual	FY 2020 Estimated	FY 2021 Proposed
Cash Receipts			
Local Taxes	\$ 24,087,079	\$ 25,347,100	\$ 24,537,830
Licenses and Permits	2,146,030	2,198,950	1,899,850
Intergovernmental Revenue	6,472,621	10,651,722	6,121,874
Charges for Services	2,461,361	2,487,743	2,075,843
Fines and Forfeitures	595,952	561,750	561,750
Uses of Money & Property	1,490,693	363,939	209,875
Miscellaneous Revenue	2,576,085	491,016	77,000
Debt Proceeds	-	-	-
Transfers In from other fund	685,633	890,000	890,000
Total Cash Receipts	\$40,515,454	\$42,992,221	\$36,374,022

Appropriations			
City Administration	\$ 894,742	\$ 3,090,120	1,019,944
Finance	561,397	702,754	707,873
City Recorder	418,967	510,222	519,311
Insurances	915,439	1,379,000	845,000
City Attorney	443,870	529,517	527,878
Information Technology	1,314,394	1,634,808	1,624,691
Human Resources	269,591	298,789	371,042
Engineering	3,342,647	6,683,197	2,423,683
Planning Commission	18,211	34,659	29,714
Planning	466,583	723,397	875,107
Government Buildings	490,468	721,606	455,381
Codes	1,362,283	1,496,097	1,326,828
Police Department	8,613,914	9,585,051	9,595,913
A.C.E.S. Program	97,593	110,000	110,000
Fire Department	7,097,990	8,330,714	7,844,340
Public Works Administration	474,778	500,803	353,696
Street Maintenance	1,718,953	1,661,345	1,491,911
Street Lighting and Signals	-	438,764	480,591
Vehicle Maintenance	617,786	702,057	623,394
Community Enhancement	150,000	171,800	236,000
Community Services	98,925	119,925	28,925
Civic Center	1,420,439	1,905,954	1,561,349
Golf Course	858,913	1,132,984	914,433
Parks	2,031,733	3,845,270	1,776,850
Economic Development	718,402	434,399	383,486
Economic Dev Utility	39,746	474,457	75,000
Tourism	118,268	150,000	25,000
Bond Expenses	2,603,775	2,094,335	2,080,135
Operating Transfers	765,863	-	-
Total Appropriations	\$ 37,925,668	\$ 49,462,025	\$ 38,307,475
Change in Cash (Rec-Exp)	\$ 2,589,786	\$ (6,469,804)	\$ (1,933,453)
Beginning Cash Balance	\$ 15,042,273	\$ 17,632,059	\$ 11,162,254
Ending Cash Balance 6/30	\$ 17,632,059	\$ 11,162,254	\$ 9,228,801
Ending Cash as %	46%	23%	24%

Special Revenue Fund	FY 2019 Actual	FY 2020 Estimated	FY 2021 Proposed
Cash Receipts			
Fines and Forfeitures	\$3,450	\$5,000	\$5,000
Donations	23,954	20,000	20,000
Total Cash Receipts	\$27,404	\$25,000	\$25,000
Appropriations			
Office Supplies	\$ 1,586	\$ 5,000	\$ 5,000

Grants & Donations	30,203	20,000	20,000
Total Appropriations	\$ 31,789	\$ 25,000	\$ 25,000
Change in Cash (Rec-Exp)	\$ (4,385)	\$ -	\$ -
Beginning Cash Balance	\$ 2,667,402	\$ 2,663,017	\$ 2,663,017
Ending Cash Balance 6/30	\$ 2,663,017	\$ 2,663,017	\$ 2,663,017
Ending Cash as %	8377%	10652%	10652%

Stormwater Fund	FY 2019 Actual	FY 2020 Estimated	FY 2021 Proposed
Cash Receipts			
Stormwater Utility Fee	\$887,109	\$1,775,000	\$1,825,000
Miscellaneous Revenue	350,000	0	0
Total Cash Receipts	\$1,237,109	\$1,775,000	\$1,825,000
Appropriations			
Stormwater Maintenance	\$ 694,401	\$ 870,911	\$ 786,146
Stormwater Administration	\$ 459,008	952,279	967,829
Total Appropriations	\$ 1,153,409	\$ 1,823,190	\$ 1,753,975
Change in Cash (Rec-Exp)	\$ 83,700	\$ (48,190)	\$ 71,025
Beginning Cash Balance	\$ -	\$ 83,700	\$ 35,510
Ending Cash Balance 6/30	\$ 83,700	\$ 35,510	\$ 106,535
Ending Cash as %		2%	6%

IDB/HEHFB Fund	FY 2019 Actual	FY 2020 Estimated	FY 2021 Proposed
Cash Receipts			
Payment in Lieu	\$0	\$265,024	\$265,025
Application Fees	0	1,500	1,500
Total Cash Receipts	\$0	\$266,524	\$266,525
Appropriations			
IDB	\$ -	238,673.00	44,970.00
HEHFB		187,451.00	160,290.00
Total Appropriations	\$ -	\$ 426,124	\$ 205,260
Change in Cash (Rec-Exp)	\$ -	\$ (159,600)	\$ 61,265
Beginning Cash Balance	\$ 268,114	\$ 268,114	\$ 108,514
Ending Cash Balance 6/30	\$ 268,114	\$ 108,514	\$ 169,779
Ending Cash as %		25%	83%

Environmental Serv Fund	FY 2019 Actual	FY 2020 Estimated	FY 2021 Proposed
Cash Receipts			
Residential Collection	\$ 2,091,843	\$ 2,060,000	\$ 2,060,000
Other Revenue	280	-	-
Sale of Supplies	57,924	60,000	60,000
Debt Proceeds	-	-	-

Transfer fr General Fund	-	-	-
Total Cash Receipts	\$2,150,047	\$2,120,000	\$2,120,000
Appropriations			
Enviro Serv Administration	\$ 100,223	115,000	115,000
Waste Collection	2,131,289	2,209,079	2,024,654
Debt Service	\$ -	-	-
Total Appropriations	\$ 2,231,512	\$ 2,324,079	\$ 2,139,654
Change in Cash (Rec-Exp)	\$ (81,465)	\$ (204,079)	\$ (19,654)
Beginning Cash Balance	\$ 856,782	\$ 775,317	\$ 571,238
Ending Cash Balance 6/30	\$ 775,317	\$ 571,238	\$ 551,584
Ending Cash as %	35%	25%	26%

Drug Fund	FY 2019 Actual	FY 2020 Estimated	FY 2021 Proposed
Cash Receipts			
Federal DOJ Equitable Share	\$ 3,651	\$ 18,000	\$ 18,000
Drug Fines	134,185	90,000	90,000
Other Revenue	15,265	-	-
Total Cash Receipts	\$153,101	\$108,000	\$108,000
Appropriations			
Drug Investigation/ Control	\$ 90,558	108,000.00	108,000.00
Total Appropriations	\$ 90,558	\$ 108,000	\$ 108,000
Change in Cash (Rec-Exp)	\$ 62,543	\$ -	\$ -
Beginning Cash Balance	\$ 17,431	\$ 79,974	\$ 79,974
Ending Cash Balance 6/30	\$ 79,974	\$ 79,974	\$ 79,974
Ending Cash as %	88%	74%	74%

Water and Sewer Fund	FY 2019 Actual	FY 2020 Estimated	FY 2021 Proposed
Cash Receipts			
Water Sales	\$ 8,701,253	\$ 9,418,500	\$ 9,700,000
Sewer Fees	6,039,817	5,900,000	6,350,000
Tap Fees	741,302	550,000	550,000
Donations	3,260,887	-	-
Miscellaneous	639,737	621,750	636,750
Debt Proceeds	-	-	-
Total Cash Receipts	\$19,382,995	\$16,490,250	\$17,236,750
Appropriations			
Administrative Department	\$ 4,859,973	\$ 1,879,441	\$ 1,245,949
Water Department	5,063,513	6,488,532	4,396,356
Sewer Department	4,389,138	8,363,654	4,019,936
Depreciation Expense	3,476,547	3,428,184	3,428,184
Debt Service	1,241,464	3,045,261	3,036,436

Transfers Out - In Lieu	437,702	559,612	559,612
Total Appropriations	\$ 19,468,338	\$ 23,764,684	\$ 16,686,473
Change in Cash (Rec-Exp)	\$ (85,343)	\$ (7,274,434)	\$ 550,277
Beginning Cash Balance	\$ 19,868,397	\$ 19,783,054	\$ 12,508,620
Ending Cash Balance 6/30	\$ 19,783,054	\$ 12,508,620	\$ 13,058,897
Ending Cash as %	102%	53%	78%

Gas Fund	FY 2019 Actual	FY 2020 Estimated	FY 2021 Proposed
Cash Receipts			
Gas Sales	\$ 15,781,064	\$ 15,525,000	\$ 16,250,000
Miscellaneous	494,795	546,000	546,000
Debt Proceeds	-	-	-
Total Cash Receipts	\$16,275,859	\$16,071,000	\$16,796,000
Appropriations			
Administrative Department	\$ 455,936	\$ 543,837	\$ 542,995
Purchased Gas	9,977,372	11,000,000	10,000,000
Gas Department	5,060,311	4,749,227	2,459,500
Depreciation Expense	1,126,668	900,000	900,000
Debt Service	107,308	390,266	390,788
Transfers Out - In Lieu	337,931	302,664	302,664
Total Appropriations	\$ 17,065,526	\$ 17,885,994	\$ 14,595,947
Change in Cash (Rec-Exp)	\$ (789,667)	\$ (1,814,994)	\$ 2,200,053
Beginning Cash Balance	\$ 8,466,392	\$ 7,676,725	\$ 5,861,731
Ending Cash Balance 6/30	\$ 7,676,725	\$ 5,861,731	\$ 8,061,784
Ending Cash as %	45%	33%	55%

SECTION 2. At the end of the current fiscal year the governing body estimates balances as follows:

Fund	Estimated Fund Balance as of	30-Jun-20
General Fund	\$	11,662,254
Special Revenue Fund	\$	2,663,017
Stormwater Fund	\$	155,510
IDB/HEHFB Fund	\$	108,514
Environmental Serv Fund	\$	671,238
Drug Fund	\$	79,974
Water/Sewer Fund	\$	13,508,620
Gas Fund	\$	7,861,731

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 bonded and other indebtedness as follows:

Bonded or Other Indebtedness	Debt Authorized and Unissued	Principal Outstanding at June 30, 2020	FY 2021 Principal Payment	FY 2021 Interest Payment
Bonds				
2014 GO Refunding & Imp		\$ 10,365,000	\$ 910,000	\$ 339,850
2016 GO Improvement		\$ 9,185,000	\$ 485,000	\$ 344,200
2011 W/S Rev Ref & Imp		\$ 6,795,000	\$ 430,000	\$ 209,898
2014 W/S Rev Ref & Imp		\$ 3,235,000	\$ 270,000	\$ 123,000
2015 W/S Rev Ref & Imp		\$ 20,420,000	\$ 1,125,000	\$ 877,188
Capital Lease				
EDA Vehicle		\$ 10,530	\$ 7,020	\$ 1,763

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

Proposed Capital Projects	Proposed Amount Financed by Appropriations	Proposed Amount Financed by Debt
Road projects	\$ 1,770,000.00	
Fire engine	\$ 497,000.00	
Police vehicles	\$ 435,000.00	
Stormwater drainage projects	\$ 255,000.00	
Stormwater vehicles/equipment	\$ 130,000.00	
Environmental services vehicles	\$ 150,000.00	

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. Sec. 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. Sec. 6-56-205.

SECTION 6. 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 Tenn. Code Ann. Sec. 6-56-209.

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 Tenn. Code Ann. Sec. 6-56-206 will be attached.

SECTION 8. This annual operating and capital budget ordinance and supporting documents shall be submitted to the Comptroller of the Treasury or the 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 the Comptroller's Designee in accordance with Title 9, Chapter 21 of the Tennessee Code Annotated (the "Statutes"). If the Comptroller of the Treasury or the 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 the 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 the Comptroller's Designee.

SECTION 9. 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 excluding capital until the adoption of the new budget ordinance in accordance with Tenn. Code Ann. Sec. 6-56-210, provided sufficient revenues are being collected to support the continuing appropriations. Approval of the Director of the Office of State and Local Finance in the Comptroller of the Treasury for a continuation budget will be requested if any indebtedness is outstanding.

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. This ordinance shall take effect on July 1, 2020, the public welfare requiring it.

Passed First Reading: May 5, 2020.

Passed Second and Final Reading: May 19, 2020.

Mayor Paige Brown

Approved as to Form: Susan High-McAuley, City Attorney

Attest: Connie Kittrell, City Recorder

(City Seal)

General	
City Administration	1,019,944.00
Finance	707,873.00
City Recorder	519,311.25
Insurances	845,000.00
City Attorney	527,877.50
Information Technology	1,624,690.67
Human Resources	371,042.00
Engineering	2,423,683.00
Planning Commission	29,714.00
Planning	875,107.00
Government Buildings	455,381.00
Codes	1,326,828.20
Police Department	9,595,913.00
A.C.E.S. Program	110,000.00
Fire Department	7,844,340.00
Public Works Administration	353,696.00
Street Maintenance	1,491,911.00
Street Lighting and Signals	480,591.00
Vehicle Maintenance	623,394.00
Community Enhancement	236,000.00
Community Services	28,925.00
Civic Center	1,561,349.00
Golf Course	914,433.00
Parks	1,776,850.00
Economic Development	383,486.00
Economic Development Utility	75,000.00
Tourism	25,000.00
Bond Expenses	2,080,135.00
Operating Transfers	-
SOR	5,000
Police Special	20,000
Stormwater Mainenance	786,146
Stormwater Administration	967,829
IDB	238,673
HEHFB	187,451
Environmental Serv Admin	115,000
Waste Collections	2,024,654
Drug Fund Investigations	108,000

Water/Sewer	
Water Treatment and Pumping	1,914,383
Transmission & Distribution	1,675,901
Customer Accounting	806,072
Administration & General	1,496,383
Depreciation	3,428,184
Bond Expense	3,035,086
Paying Agent	1,350
Sewer Collection/Lines	1,375,913
Sewer System Rehabilitation	508,130
Sewer Treatment & Disposal	2,030,066
Sewer Admin & General	309,178
Sewer Pre-treatment Program	105,827

Gas	
Depreciation	900,000
Bond Expenses	390,788
Purchased Gas	1,000,000
Transmission & Distribution	1,727,242
Customer Accounting	732,258
Administration & General	845,659

Summary of the City Budget
 For the Fiscal Year Ending June 30, 2021

	Actual 2018-19	Estimated 2019-20	Estimated 2020-21
GENERAL FUND			
REVENUES			
Local Taxes	24,862,712	26,237,100	25,427,830
State of Tennessee	292,619	2,760,706	932,824
Federal Government	525,091	2,630,016	612,050
Other Sources	15,125,032	11,364,399	9,401,318
Total Revenues	40,805,454	42,992,221	36,374,022
EXPENDITURES			
Salaries	22,555,430	25,702,606	25,545,588
Other Costs	15,406,394	23,759,389	12,854,309
Total Expenditures	37,961,824	49,461,995	38,399,897
Beginning Balances - July 1	14,716,191	17,559,821	11,090,047
Ending Balances - June 30	17,559,821	11,090,047	9,064,172
Employment	461	465	465
DEBT SERVICE FUND	within General Fund		
STREET FUND	within General Fund		