

SECOND AMENDED ORDINANCE NO. O2205-27

**ORDINANCE OF THE CITY OF GALLATIN, TENNESSEE,
ADOPTING THE ANNUAL BUDGET FOR THE FISCAL YEAR BEGINNING
JULY 1, 2022 THROUGH JUNE 30, 2023.**

- 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 2021 Actual	FY 2022 Estimated	FY 2023 Proposed
Revenues			
Local Taxes	\$ 29,216,530	\$ 28,632,800	\$ 32,406,600
Licenses and Permits	3,247,237	3,006,950	3,070,000
Intergovernmental Revenue	9,335,324	11,237,518	8,194,766
Charges for Services	2,080,516	2,236,843	2,323,556
Fines and Forfeitures	593,851	503,550	473,750
Uses of Money & Property	1,210,170	269,158	122,500
Miscellaneous Revenue	4,805,848	960,478	475,000
Other Financing Sources			
Debt Proceeds	-	-	-
Transfers In from other fund	906,239	890,000	925,000
Total Cash Receipts	\$51,395,716	\$47,737,297	\$47,991,172

Appropriations			
Expenditures			
City Administration	\$ 843,766	\$ 1,067,983	1,228,150
Finance	630,252	748,727	803,456
City Recorder	381,431	551,446	537,526
Insurances	1,008,378	1,400,000	1,575,000
City Attorney	472,476	562,797	608,773
Information Technology	1,386,714	1,738,399	2,400,530
Human Resources	334,340	424,437	463,216
Engineering	2,469,243	9,677,194	3,320,500
Planning Commission	16,116	29,714	29,714
Planning	634,332	979,971	1,041,370
Government Buildings	421,482	567,086	544,328
Codes	1,492,178	1,758,058	1,739,877
Police Department	9,330,165	10,473,811	11,147,128
A.C.E.S. Program	75,670	110,000	110,000
Fire Department	7,843,639	9,113,658	11,331,925
Public Works Administration	428,322	1,238,770	511,831
Street Maintenance	1,180,960	1,897,700	2,129,814
Street Lighting and Signals	449,502	461,352	1,576,132
Vehicle Maintenance	596,050	645,465	695,245
Community Enhancement	148,200	183,500	185,470
Community Services	93,500	96,000	113,500
Civic Center	1,650,101	1,729,041	1,570,389
Golf Course	893,664	1,043,326	1,390,468
Parks	2,123,055	2,912,447	2,012,541
Economic Development	2,086,490	1,120,144	442,830
Economic Dev Utility	174,802	75,000	75,000
Tourism	-	25,000	25,000
Bond Expenses	2,079,650	2,717,024	2,693,450
Other Financing Uses			
Transfers Out	-	-	-
Total Appropriations	\$ 39,244,479	\$ 53,348,050	\$ 50,303,163
Change in Cash (Rec-Exp)	\$ 12,151,237	\$ (5,610,753)	\$ (2,311,991)
Beginning Cash Balance	\$ 14,254,030	\$ 26,405,267	\$ 20,794,514
Ending Cash Balance 6/30	\$ 26,405,267	\$ 20,794,514	\$ 18,482,523
Ending Cash as %	67%	39%	37%

Special Revenue Fund	FY 2021 Actual	FY 2022 Estimated	FY 2023 Proposed
Revenue			
Fines and Forfeitures	\$5,420	\$5,000	\$5,000
Donations	82,175	30,000	50,000
Total Cash Receipts	\$87,595	\$35,000	\$55,000

Appropriations			
Office Supplies	\$ 545	\$ 5,000	\$ 5,000
Grants & Donations	46,436	30,000	50,000
Total Appropriations	\$ 46,980	\$ 35,000	\$ 55,000
Change in Cash (Rec-Exp)	\$ 40,615	\$ -	\$ -
Beginning Cash Balance	\$ 2,624,747	\$ 2,665,362	\$ 2,665,362
Ending Cash Balance 6/30	\$ 2,665,362	\$ 2,665,362	\$ 2,665,362
Ending Cash as %	5673%	7615%	4846%

Stormwater Fund	FY 2021 Actual	FY 2022 Estimated	FY 2023 Proposed
Revenue			
Stormwater Utility Fee	\$1,901,980	\$1,900,000	\$1,900,000
Miscellaneous Revenue	52,264	0	0
Total Cash Receipts	\$1,954,244	\$1,900,000	\$1,900,000
Appropriations			
Stormwater Maintenance	\$ 580,739	\$ 1,061,948	\$ 843,754
Stormwater Administration	\$ 475,501	1,555,404	1,581,404
Total Appropriations	\$ 1,056,240	\$ 2,617,352	\$ 2,425,158
Change in Cash (Rec-Exp)	\$ 898,004	\$ (717,352)	\$ (525,158)
Beginning Cash Balance	\$ 506,175	\$ 1,404,179	\$ 686,827
Ending Cash Balance 6/30	\$ 1,404,179	\$ 686,827	\$ 161,669
Ending Cash as %		26%	7%

IDB/HEHFB Fund	FY 2021 Actual	FY 2022 Estimated	FY 2023 Proposed
Revenue			
Payment in Lieu	\$127,148	\$265,025	\$265,025
Application Fees	115	1,500	1,500
Total Cash Receipts	\$127,264	\$266,525	\$266,525
Appropriations			
IDB	\$ 114,469	44,970.00	44,970.00
HEHFB	\$ 21,083	160,290.00	160,290.00
Total Appropriations	\$ 135,552	\$ 205,260	\$ 205,260
Change in Cash (Rec-Exp)	\$ (8,288)	\$ 61,265	\$ 61,265
Beginning Cash Balance	\$ 131,750	\$ 123,462	\$ 184,727
Ending Cash Balance 6/30	\$ 123,462	\$ 184,727	\$ 245,991
Ending Cash as %		90%	120%

Environmental Serv Fund	FY 2021 Actual	FY 2022 Estimated	FY 2023 Proposed
Revenue			
Residential Collection	\$ 2,268,189	\$ 3,072,000	\$ 3,072,000
Other Revenue	1,860	351,378	-

Sale of Supplies	75,144	60,000	60,000
Total Cash Receipts	\$2,345,193	\$3,483,378	\$3,132,000
Appropriations			
Enviro Serv Administration	\$ 51,723	110,500	110,500
Waste Collection	2,029,594	2,985,388	3,106,857
Total Appropriations	\$ 2,081,317	\$ 3,095,888	\$ 3,217,357
Change in Cash (Rec-Exp)	\$ 263,876	\$ 387,490	\$ (85,357)
Beginning Cash Balance	\$ 767,574	\$ 1,031,450	\$ 1,418,940
Ending Cash Balance 6/30	\$ 1,031,450	\$ 1,418,940	\$ 1,333,583
Ending Cash as %	50%	46%	41%

Drug Fund	FY 2021 Actual	FY 2022 Estimated	FY 2023 Proposed
Revenue			
Federal DOJ Equitable Share	\$ 3,655	\$ 18,000	\$ -
Drug Fines	71,061	90,000	90,000
Other Revenue	37,161	-	-
Total Cash Receipts	\$111,876	\$108,000	\$90,000
Appropriations			
Drug Investigation/ Control	\$ 158,324	122,000.00	90,000.00
Total Appropriations	\$ 158,324	\$ 122,000	\$ 90,000
Change in Cash (Rec-Exp)	\$ (46,448)	\$ (14,000)	\$ -
Beginning Cash Balance	\$ 179,009	\$ 132,561	\$ 118,561
Ending Cash Balance 6/30	\$ 132,561	\$ 118,561	\$ 118,561
Ending Cash as %	84%	97%	132%

Water and Sewer Fund	FY 2021 Actual	FY 2022 Estimated	FY 2023 Proposed
Revenue			
Water Sales	\$ 9,763,400	\$ 10,260,000	\$ 10,510,000
Sewer Fees	6,721,762	6,703,750	6,856,000
Tap Fees	1,671,152	735,000	775,000
Donations	22,000	2,000,000	-
Miscellaneous	1,081,614	131,000	131,000
Other Financing Sources			
Debt Proceeds	-	-	-
Total Cash Receipts	\$19,259,927	\$19,829,750	\$18,272,000
Appropriations			
Administrative Department	\$ 1,261,346	\$ 1,878,826	\$ 1,480,687
Water Department	7,171,911	7,621,376	5,953,901
Sewer Department	12,509,419	15,540,211	4,518,952
Depreciation Expense	3,584,254	3,800,000	3,800,000
Debt Service	1,618,977	1,151,011	1,222,581

Other Financing Uses			
Transfers Out - In Lieu	489,229	559,612	559,612
Total Appropriations	\$ 26,635,136	\$ 30,551,035	\$ 17,535,733
Change in Cash (Rec-Exp)	\$ (7,375,209)	\$ (10,721,285)	\$ 736,267
Beginning Cash Balance	\$ 24,496,954	\$ 17,121,745	\$ 6,400,460
Ending Cash Balance 6/30	\$ 17,121,745	\$ 6,400,460	\$ 7,136,727
Ending Cash as %	64%	21%	41%

Gas Fund	FY 2021 Actual	FY 2022 Estimated	FY 2023 Proposed
Revenue			
Gas Sales	\$ 14,965,073	\$ 16,500,000	\$ 22,750,000
Miscellaneous	388,643	354,000	354,000
Other Financing Sources			
Debt Proceeds	-	-	-
Total Cash Receipts	\$15,353,716	\$16,854,000	\$23,104,000
Appropriations			
Administrative Department	\$ 474,709	\$ 1,043,133	\$ 699,076
Purchased Gas	8,525,194	12,250,000	16,800,000
Gas Department	3,046,856	3,848,929	4,312,425
Depreciation Expense	1,135,199	900,000	1,100,000
Debt Service	274,896	391,288	181,288
Other Financing Uses			
Transfers Out - In Lieu	417,010	302,664	420,000
Total Appropriations	\$ 13,873,863	\$ 18,736,014	\$ 23,512,789
Change in Cash (Rec-Exp)	\$ 1,479,853	\$ (1,882,014)	\$ (408,789)
Beginning Cash Balance	\$ 12,388,782	\$ 13,868,635	\$ 11,986,622
Ending Cash Balance 6/30	\$ 13,868,635	\$ 11,986,622	\$ 11,577,833
Ending Cash as %	100%	64%	49%

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-22
General Fund	\$	21,294,514
Special Revenue Fund	\$	2,665,362
Stormwater Fund	\$	786,827
IDB/HEHFB Fund	\$	184,727
Environmental Serv Fund	\$	1,468,940
Drug Fund	\$	118,561
Water/Sewer Fund	\$	7,400,460
Gas Fund	\$	13,986,622

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, 2022	FY 2023 Principal Payment	FY 2023 Interest Payment
Bonds				
2014 GO Refunding & Imp		\$ 8,525,000	\$ 950,000	\$ 293,750
2016 GO Improvement		\$ 8,210,000	\$ 500,000	\$ 310,000
2021 GO Improvement		\$ 9,400,000	\$ 330,000	\$ 308,100
2011 W/S Rev Ref & Imp		\$ 5,925,000	\$ 450,000	\$ 183,498
2014 W/S Rev Ref & Imp		\$ 2,690,000	\$ 285,000	\$ 95,375
2015 W/S Rev Ref & Imp		\$ 5,700,000	\$ 1,200,000	\$ 219,038
2021 W/S Refunding		\$ 13,965,000	\$ 220,000	\$ 261,670
2021 W/S Improvement		\$ 13,400,000	\$ 325,000	\$ 461,400
2019 Gas Rev Improvement		\$ 4,940,000	\$ 210,000	\$ 180,838
Capital Lease				

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

Pending Capital Projects	Pending Capital Projects - Total Expense	Pending Capital Financed by Estimated Revenues and/or Reserves	Pending Capital Financed by Debt Proceeds
REPAVING	2,150,000	2,150,000	
FIRE APPARATUS	1,800,000	1,800,000	
GOLF CARTS	200,000	200,000	
DOCUMENT IMAGING & STORAGE	304,837	304,837	
EOL COMPUTER REPLACEMENTS	164,050	164,050	
POLICE VEHICLES & ACCESSORIES	535,000	535,000	
VARIOUS INTERSECTIONS 2022	575,000	575,000	
ITS SIGNAL GRANT PHASE I	287,766	287,766	
VARIOUS INTERSECTIONS	150,000	150,000	
CLASS 8 DUMP TRUCK	155,000	155,000	
DRAINAGE UTIL LINES	250,000	250,000	
TOWN CREEK RESTORATION	238,000	238,000	
S WATER/E WINCHESTER CULVER	140,000	140,000	
AUTOMATED GARBAGE TRUCK	328,000	328,000	
REAR LOAD PUP TRUCK	156,000	156,000	
UTILITY LINES	1,000,000	1,000,000	
UTILITY LINES	1,500,000	1,500,000	
GEN MACHINERY & EQUIPMENT	125,000	125,000	

Proposed Future Capital Projects	Future Capital Projects - Total Expense	Future Capital Financed by Estimated Revenues and/or Reserves	Future Capital Financed by Debt Proceeds

- 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 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 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.

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. All ordinances or parts of ordinances in conflict with any portion of this ordinance are hereby repealed.

SECTION 12. This ordinance shall take effect on July 1, 2022, the public welfare requiring it.

PASSED FIRST READING: May 17, 2022.

PASSED SECOND READING: June 7, 2022.

MAYOR PAIGE BROWN

ATTEST:

CONNIE KITTRELL
CITY RECORDER

APPROVED AS TO FORM:

SUSAN HIGH-MCAULEY
CITY ATTORNEY

(City Seal)

General

City Administration	1,228,150.00
Finance	803,456.00
City Recorder	537,526.00
Insurances	1,575,000.00
City Attorney	608,773.00
Information Technology	2,400,530.00
Human Resources	463,216.00
Engineering	3,320,500.00
Planning Commission	29,714.00
Planning	1,041,370.00
Government Buildings	544,328.00
Codes	1,739,877.00
Police Department	11,147,128.00
A.C.E.S. Program	110,000.00
Fire Department	11,331,925.00
Public Works Administration	511,831.00
Street Maintenance	2,129,814.00
Street Lighting and Signals	1,576,132.00
Vehicle Maintenance	695,245.00
Community Enhancement	185,470.00
Community Services	113,500.00
Civic Center	1,570,389.00
Golf Course	1,390,468.00
Parks	2,012,541.00
Economic Development	442,830.00
Economic Dev Utility	75,000.00
Tourism	25,000.00
Bond Expenses	2,693,450.00
Operating Transfers	-

SOR	5,000
Police Special	50,000

Stormwater Maintenance	\$ 843,754
Stormwater Administration	1,581,404

IDB	44,970
HEHFB	160,290

Environmental Serv Admin	110,500
Waste Collections	3,106,857

Drug Fund Investigations	90,000
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Water/Sewer	
Water Treatment and Pumping	2,075,008
Transmission & Distribution	3,049,048
Customer Accounting	829,845
Administration & General	1,634,346
Depreciation	3,800,000
Bond Expense	1,220,981
Paying Agent	1,600
Sewer Collection/Lines	1,558,747
Sewer System Rehabilitation	523,979
Sewer Treatment & Disposal	2,322,771
Sewer Admin & General	405,953
Sewer Pre-treatment Program	113,455

Gas	
Depreciation	1,100,000
Bond Expenses	181,288
Purchased Gas	16,800,000
Transmission & Distribution	3,531,836
Customer Accounting	780,589
Administration & General	1,119,076