

ORDINANCE No. 24-004

**AN ORDINANCE OF THE
TOWN OF KINGSTON SPRINGS, 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 KINGSTON SPRINGS, 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	Actual FY 2023	Estimated Actual FY 2024	Budget FY 2025
Revenues			
Local Taxes	\$ 2,050,892	\$ 2,177,855	\$ 2,152,920
Licenses And Permits	93,830	32,020	31,000
Intergovernmental	1,397,408	1,701,157	780,694
Fines And Forfeitures	30,046	15,819	15,800
Other	125,798	197,541	148,300
Other Financing Sources			
Issuance of Debt / Debt Proceeds	-	-	700,000
Transfers In - from other funds	-	-	100,000
Transfers In - from other funds (PILOT)	10,400	9,903	9,903
Total Revenues and Other Financing Sources	\$ 3,708,374	\$ 4,134,295	\$ 3,938,617
Appropriations			
Expenditures			
General Government	\$ 1,855,722	\$ 1,447,293	\$ 734,600
Codes	12,016	34,344	66,105
Police Department	812,204	855,012	910,639
Fire Department	183,925	396,209	1,036,855
Highway and Streets	392,707	766,287	1,133,180
Parks and Recreation	416,748	473,941	407,130
Tourism	62,211	54,273	72,730
Debt Service - Principal and Interest	907,140	334,309	112,884
Total Appropriations	\$ 4,642,673	\$ 4,361,668	\$ 4,474,123
Change in Fund Balance (Revenues - Appropriations)	(934,299)	(227,373)	(535,506)
Beginning Fund Balance July 1	4,736,813	3,802,514	3,575,141
Ending Fund Balance June 30	\$ 3,802,514	\$ 3,575,141	\$ 3,039,635
Ending Fund Balance as a % of Total Appropriations	81.9%	82.0%	67.9%

DRUG FUND	Actual FY 2023	Estimated Actual FY 2024	Budget FY 2025
Revenues			
Fines And Forfeitures	\$ 467	\$ 732	\$ 700
Other	118	5,102	1,300
Total Revenues and Other Financing Sources	\$ 585	\$ 5,834	\$ 2,000
Appropriations			
Police Department	\$ 10,652	\$ 16,188	\$ 25,240
Total Appropriations	\$ 10,652	\$ 16,188	\$ 25,240
Change in Fund Balance (Revenues - Appropriations)	(10,067)	(10,354)	(23,240)
Beginning Fund Balance July 1	120,000	109,933	99,579
Ending Fund Balance June 30	\$ 109,933	\$ 99,579	\$ 76,339
Ending Fund Balance as a % of Appropriations	1032.0%	615.1%	302.5%

ADEQUATE FACILITIES TAX FUND	Actual FY 2023	Estimated Actual FY 2024	Budget FY 2025
Revenues			
Adequate Facilities Tax	\$ 9,929	\$ 14,830	\$ 12,000
Interest Earnings	\$ 257	\$ 589	\$ 550
Total Revenues and Other Financing Sources	\$ 10,186	\$ 15,419	\$ 12,550
Appropriations			
Public Works Department	\$ -	\$ -	\$ 100,000
Total Appropriations	\$ -	\$ -	\$ 100,000
Change in Fund Balance (Revenues - Appropriations)	10,186	15,419	(87,450)
Beginning Fund Balance July 1	104,627	114,813	130,232
Ending Fund Balance June 30	\$ 114,813	\$ 130,232	\$ 42,782
Ending Fund Balance as a % of Total Appropriations	#DIV/0!	#DIV/0!	42.8%

SEWER FUND	Actual FY 2023	Estimated Actual FY 2024	Budget FY 2025
Operating Revenues			
Sewer Charges	\$ 505,375	\$ 768,800	\$ 839,000
Tap Fees	11,650	4,400	4,400
Miscellaneous Other Fees	-	70,865	
Total Operating Revenues	\$ 517,025	\$ 844,065	\$ 843,400
Operating Expenses			
Administrative	\$ 97,303	\$ 141,818	\$ 191,350
Sewer Department	241,280	267,417	344,174
Depreciation	149,713	149,713	149,713
Total Operating Expenses	\$ 488,296	\$ 558,948	\$ 685,237
Operating Income (Loss)	\$ 28,729	\$ 285,117	\$ 158,163
Nonoperating Revenues (Expenses)			
Revenue: Investment Income	\$ 2,768	\$ 17,212	\$ 17,200
Expense: Debt Service - Interest Expense	(19,363)	(17,568)	(15,070)
Total Nonoperating Revenue (Expenses)	\$ (16,595)	\$ (356)	\$ 2,130
Income (Loss) Before Capital Contributions and Transfers	\$ 12,134	\$ 284,761	\$ 160,293
Capital Contributions and Transfers			
Transfers Out - to Other Funds (PILOT)	(10,400)	(9,903)	(9,903)
Total Capital Contributions and Transfers	(10,400)	\$ (9,903)	\$ (9,903)
Change in Net Position	\$ 1,734	\$ 274,858	\$ 150,390
Beginning Net Position July 1	3,001,951	3,003,685	3,278,543
Ending Net Position June 30	\$ 3,003,685	\$ 3,278,543	\$ 3,428,933

SECTION 2: At the end of the fiscal year 2025, the governing body estimates fund balances or deficits as follows:

Fund	Estimated Fund Balance/Net Position at June 30, 2024
General Fund	\$3,575,141
Adequate Facilities Tax Fund	130,232
Drug Fund	99,579
Sewer Fund	3,278,543

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:

Town of Kingston Springs

**Schedule of Outstanding Debt and Budgeted Debt Service
Fiscal Year 2025**

					Total	Budgeted Annual Debt Service			Detailed
	Type of		Original	Authorized &	Principal				Budget
Fund	Debt	Loan Name and Description	Issuance Amount	Unissued	Outstanding at June 30	Principal	Interest	Total	Page Number
General	Notes	\$250,000 GO CON- 12 Years (Depot Property Purchase)	250,000		213,900	18,800	6,095	24,895	7
		\$370,000 CON- 12 Years (Town Portion of Sidewalk Grant)	370,000		315,000	28,400	6,768	35,168	7
		\$498,704 CON- 12 Years (2018 Fire Engine)	498,704		319,000	41,000	11,821	52,821	7
		Total	\$ 1,118,704	\$ -	\$ 847,900	\$ 88,200	\$ 24,684	\$ 112,884	
Sewer	Notes	\$1,014,796 CON- 12 Years (Sewer Lagoon)	1,014,796		552,000	86,000	15,070	101,070	11
		Total	\$ 1,014,796	\$ -	\$ 552,000	\$ 86,000	\$ 15,070	\$ 101,070	
Total Outstanding Debt			\$ 2,133,500	\$ -	\$ 1,399,900	\$ 174,200	\$ 39,754	\$ 213,954	

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

Pending Capital Projects	Pending Capital Projects - Total Expense	Pending Capital Projects Expense Financed by Estimated Revenues and/or Reserves	Pending Capital Projects Expense Financed by Debt Proceeds
Train Depot Projects	\$20,000.00	\$20,000.00	\$0.00
Carved Bench	\$3,500.00	\$3,500.00	\$0.00
Axon Security Cameras and Equipment	\$20,000.00	\$20,000.00	\$0.00
Finish out Storage Building	\$27,000.00	\$27,000.00	\$0.00
Equipping New 332 Support Vehicle (lights, decals, bed topper, bed slide, and misc. equipment)	\$25,000.00	\$25,000.00	\$0.00
Public Works Truck	\$60,000.00	\$60,000.00	\$0.00
Public Works Building	\$60,000.00	\$60,000.00	\$0.00
Merrylog Culvert	\$35,000.00	\$35,000.00	\$0.00
Merrylog/Mt Pleasant Paving Project	\$450,000.00	\$450,000.00	\$0.00
Concession Stand and Pavillions Refurbishment	\$9,000.00	\$9,000.00	\$0.00
Benches around Basketball/Pickleball Court	\$5,000.00	\$5,000.00	\$0.00
Replace Tables at Burns Park	\$6,000.00	\$6,000.00	\$0.00
Pickleball/Basketball Court Installation	\$25,000.00	\$25,000.00	\$0.00
Water Fountain Replacement at Burns Park	\$5,000.00	\$5,000.00	\$0.00
	\$750,500.00	\$750,500.00	\$0.00

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
Playground Replacement at Burns Park	250,000	250,000	
Pond Repairs	100,000	100,000	
Ballfield Lighting at City Park	200,000	200,000	
Paving Projects	350,000	350,000	
Culvert Replacement	50,000	50,000	
Salt Bin	50,000	50,000	
Fire Station I. Bay Doors	50,000	50,000	
Total	\$ 1,050,000.00	\$ 1,050,000.00	\$ -

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 by the Financial Director, 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.

SECTION 7: A detailed financial plan will be attached to this budget and become part of this budget ordinance.

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

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

SECTION 11: This ordinance shall take effect July 1, 2024, the public welfare requiring it.

Passed 1st Reading: May 16, 2024

Passed 2nd Reading: June 20, 2024



Mayor Francis A. Gross III.

ATTESTED:



Town Recorder Jamie Dupre'