

**CITY OF PARIS
BOARD OF COMMISSIONERS
SPECIAL CALLED MEETING
June 25, 2014
12 Noon**

PUBLIC HEARING

1. FY 2015 Budget Ordinance (Second Reading)
2. FY 2015 Tax Rate Ordinance (Second Reading)

REGULAR HEARING

- I. Call to Order**
- II. Roll Call – Finance Director**
- III. OLD BUSINESS**
 1. FY 2015 Budget Ordinance (Second Reading)
 2. FY 2015 Tax Rate Ordinance (Second Reading)
- IV. ADJOURNMENT**

**Honorable Mayor and Board of Commissioners
City of Paris, Tennessee
Special-Called Meeting
June 25, 2014**

OLD BUSINESS
Agenda Item No. 1
FY 2015 Budget Ordinance (Second Reading)

The FY 2015 Budget Ordinance is presented for Second Reading and a Public Hearing was held prior to the Commission Meeting.

ORDINANCE NO. 1172

AN ORDINANCE OF THE CITY OF PARIS, TENNESSEE ADOPTING THE ANNUAL BUDGET FOR THE FISCAL YEAR BEGINNING JULY 1, 2014 AND ENDING JUNE 30, 2015

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 the information required by that state statute and that no municipality may expend any moneys regardless of the source except in accordance with a budget ordinance and that the City Commission shall not make any appropriations in excess of estimated available funds except to provide for an actual emergency threatening the health, property or life of the inhabitants of the City of Paris; and

WHEREAS, the City Commission has published the annual operating budget in a newspaper of general circulation not less than ten (10) days prior to the meeting when the City Commission will consider final passage of the budget; and

NOW THEREFORE BE IT ORDAINED BY THE CITY OF PARIS, TENNESSEE AS FOLLOWS:

SECTION 1. The City Commission of the City of Paris does adopt the following revenue schedule for fiscal Year 2015:

	<u>2013 Actual</u>	<u>2014 Budgeted</u>	<u>2015 Proposed</u>
Property Taxes	\$1,160,669	\$1,148,000	\$1,318,000
Sales Tax (State & Local)	\$4,030,530	\$4,220,000	\$4,215,000

SECTION 2. The City of Paris City Commission does hereby adopt the following estimate of revenues, estimated unencumbered fund balances, and expenditures:

Fund	General			Solid Waste		
	FY 2013 Audited	FY 2014 Budget	FY 2015 Proposed	FY 2013 Audited	FY 2014 Budget	FY 2015 Proposed
Revenues						
Local Taxes	\$5,880,813	\$6,463,000	\$6,836,000			
State of TN	1,250,713	1,576,000	1,316,500			
Federal Government	377,004	339,250	400,000			
Other Sources	7,916,853	8,361,000	3,723,507	1,472,593	1,572,875	1,567,375
Total Revenues	\$15,425,383	\$16,739,250	\$12,276,007	\$1,472,593	\$1,572,875	\$1,567,375
Expenditures						
Salaries	\$4,302,880	\$4,505,964	\$4,501,759	\$375,337	\$402,525	\$398,209
Other	10,383,242	12,549,408	7,672,517	999,706	1,077,291	918,499
Total Expenditures	\$14,686,122	\$17,055,372	\$12,174,276	\$1,375,043	\$1,479,816	\$1,316,708
Beginning Fund Balance	\$898,233	\$1,637,494	\$1,312,372	\$2,433,115	\$2,530,665	\$2,623,724
Ending Fund Balance	1,637,494	1,312,372	1,414,103	2,530,665	2,623,724	2,874,391
No. of FTE Employees	120	120	120	11	11	11

Fund	Drug			Cemetery		
	FY 2013 Audited	FY 2014 Budget	FY 2015 Proposed	FY 2013 Audited	FY 2014 Budget	FY 2015 Proposed
Revenues						
Local Taxes						
State of TN						
Federal Government						
Other Sources	\$58,281	\$60,100	\$33,500	\$442	\$400	\$400
Total Revenues	\$58,281	\$60,100	\$33,500	\$442	\$400	\$400

Expenditures						
Salaries						
Other	\$67,587	\$82,050	\$98,950	\$0	\$1,000	\$0
Total Expenditures	\$67,587	\$82,050	\$98,950	\$0	<\$600>	\$0
Beginning Fund Balance	\$123,021	\$113,715	\$91,765	\$181,580	\$182,022	\$181,422
Ending Fund Balance	\$113,715	\$91,765	\$26,315	\$182,022	\$181,422	\$181,822
No. of FTE Employees	0	0	0	0	0	0

SECTION 3. The City Commission of the City of Paris accordingly appropriate from the estimate of revenues and unencumbered fund balances the following amounts for Fiscal Year 2015 (July 1, 2014 through June 30, 2015) the following amounts as set forth above:

General Fund	\$13,588,379
Solid Waste Fund	4,191,099
Drug Fund	125,265
Cemetery Fund	182,822
Total All Funds	\$18,087,565

SECTION 4. As required by statute, the City of Paris City Commission does incorporate the following Board of Public Utilities Budget as formally adopted by the Board of Public Utilities governing Board.

Fund	Water/Sewer			Electric		
	FY 2013 Audited	FY 2014 Budget	FY 2015 Proposed	FY 2013 Audited	FY 2014 Budget	FY 2015 Proposed
Revenues						
Local Taxes						
State of TN						
Federal Government						
Other Sources	3,634,245	3,742,088	3,779,440	45,486,313	47,982,270	46,005,000
Total Revenues	\$3,634,245	\$3,742,088	\$3,779,440	\$45,486,313	\$47,982,270	\$46,005,000
Expenditures						
Salaries	1,103,894	1,045,000	1,114,000	2,684,716	2,770,697	2,800,000
Other	2,432,313	2,554,580	2,760,650	41,574,210	43,459,405	41,836,950
Total Expenditures	\$3,536,207	\$3,599,580	\$3,874,650	\$44,258,926	\$46,230,102	\$44,636,950
Surplus/Deficit	\$98,038	\$142,508	<\$95,210>	\$1,227,387	\$1,752,168	\$1,368,050
(Add/Subtract from						
Net Assets)	14,717,895	14,860,403	14,765,193	33,773,315	35,525,484	36,893,534

SECTION 5. The City Commission acknowledges the following indebtedness on behalf of the City and the Board of Public Utilities:

**CITY OF PARIS SCHEDULE OF OUTSTANDING DEBT
FISCAL YEAR 2015 DEBT SERVICE PAYMENT**

NOTES						
	Authorized & Unissued	Outstanding	Payment Fund	Principal	Interest	Total Debt Service
TML Note 2003	\$0	\$94,000	General	\$46,000	\$3,160	\$49,160
TML Note 1998	0	1,082,000	General	195,000	5,082	200,082
Water CON 2011	0	839,330	Water	86,975	26,061	113,036
Sewer CON 2011	0	1,525,670	Sewer	158,025	47,397	205,422
Water & Waste Water CON 2013	0	845,000	Water / Sewer	75,000	21,041	96,041
TOTAL NOTES	\$0	\$4,386,000		\$561,000	\$102,741	\$663,741

LOAN AGREEMENTS						
RDA Loan 2008	\$0	\$323,714	Economic	\$92,508	\$0	\$92,508
RDA Loan 2009	0	300,000	Economic	75,000	0	75,000
RDA Loan 2012	0	1,100,000	Economic	114,583	0	114,583
TOTAL LOANS	\$0	\$1,723,714		\$282,091	0	\$282,091
GO BONDS						
TML Bond Series 2012	131,195	907,805	General	96,000	52,300	148,300
TOTAL BONDS	\$	\$		\$	\$	\$
REVENUE BONDS						
Electric System 2013	\$0	\$7,670,000	Electric	\$295,000	\$254,916	\$549,916
Electric System 2008	0	2,700,000	Electric	495,000	103,700	598,700
Electric System 2004	0	1,900,000	Electric	350,000	69,828	419,828
TOTAL REV BONDS	\$0	\$12,270,000		\$1,140,000	\$428,444	\$1,568,444
CAPITAL LEASES						
GE Commercial 2011	0	16,317	General	16,317	734	17,051
TOTAL CAPITAL LEASES	\$0	\$16,317		\$16,317	\$734	\$17,051

SECTION 6. For Fiscal Year 2015, the following capital projects as proposed:

Project	Proposed Appropriation Amount	By Debt
Annexation Projects	\$100,000	100,000
Street Improvement	180,000	0
By Pass Project	170,000	0

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

SECTION 8. All encumbered balances of appropriations remaining at the end of the fiscal year shall lapse and revert to the respective fund balances.

SECTION 9. This ordinance shall take effect July 1, 2014, the public welfare requiring it.

Mayor

Finance Director

**Honorable Mayor and Board of Commissioners
City of Paris, Tennessee
Special-Called Meeting
June 25, 2014**

OLD BUSINESS
Agenda Item No. 1
FY 2015 Tax Ordinance (Second Reading)

The FY 2015 Tax Ordinance is presented for Second Reading and a Public Hearing was held prior to the Commission Meeting.

Ordinance No. 1173

AN ORDINANCE Fixing the Tax Rate and
Providing for the Date and Condition of Payment
for the Year 2014.

BE IT ORDAINED by the Board of Commissioners of the City of Paris, Tennessee, that the following shall be the tax rate and conditions by which they may be paid for the year 2014.

SECTION 1. A tax of \$.7342 per hundred dollars (\$100) of assessed valuation on all taxable property, real and personal, within the corporate limits of the City of Paris, be and hereby is levied for the use of the City of Paris, Tennessee, for the taxable year of 2014.

SECTION 2. All taxes on property, both real and personal, shall be due and payable upon the effective date of this ordinance and shall become delinquent on the first (1st) day of March, 2015. In the event that payment is not made before March 1, 2015, the amount of said tax will become delinquent and a penalty of one and one-half percent (1.5%) for each month thereafter for twelve (12) months upon all taxes remaining shall be imposed and collected by the City and paid into the City Treasury.

SECTION 3. All ordinance and parts of ordinances or resolutions in conflict with this ordinance are hereby repealed.

SECTION 4. This ordinance shall take effect on the first day of October, 2014.

Passed and adopted _____.

Passed and adopted _____.

Mayor

Finance Director