

ORDINANCE __25-05__
AN ORDINANCE OF THE TOWN OF OAKLAND, TENNESSEE
ADOPTING THE ANNUAL BUDGET AND TAX RATE FOR THE
FISCAL YEAR BEGINNING JULY 1, 2025, AND ENDING JUNE 30, 2026

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 BOARD OF MAYOR AND ALDERMAN OF THE TOWN OF OAKLAND, 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 2026, 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 2024	Estimated FY 2025	Budgeted FY 2026
Cash Receipts			
Local Taxes	\$4,796,652	\$5,402,850	\$6,398,152
Licenses & Permits	\$291,930	\$598,698	\$457,250
Intergovernmental	\$2,129,690	\$3,389,800	\$5,089,700
Charges & Services	\$20,700	\$184,000	\$104,550
Fines, Forfeitures	\$562,440	\$713,252	\$660,200
Other Revenue	\$1,086,808	\$420,652	\$346,000
Transfers In and Other Financing Sources	\$0	\$0	\$4,480,000
Bond Proceeds	\$0	\$0	\$0
Total Cash Receipts	\$8,888,220	\$10,709,252	\$17,535,852
Appropriations			
Legislative	\$31,500	\$31,500	\$32,600
Administration	\$1,103,019	\$1,350,807	\$1,647,240
Planning	\$235,828	\$301,308	\$442,347
Building Codes	\$321,452	\$314,358	\$475,902
Police	\$2,276,841	\$2,941,147	\$3,464,072
Fire	\$1,608,113	\$1,887,922	\$2,329,849
Public Works	\$1,281,664	\$1,575,693	\$2,047,468
Parks and Recreation	\$788,241	\$2,395,434	\$5,198,639
	\$0	\$0	\$0
	\$0	\$0	\$0
	\$0	\$0	\$0
	\$0	\$0	\$0
	\$0	\$0	\$0
Total Appropriations	\$7,646,658	\$10,798,169	\$15,638,117
Change in Fund Balance	\$1,241,562	(\$88,917)	\$1,897,735
Beginning Fund Balance July 1	\$7,807,149	\$9,048,711	\$8,959,794
Ending Fund Balance June 30	\$9,048,711	\$8,959,794	\$10,857,529
Ending Fund Balance as % of Total Approx.	118%	83%	69%

Debt Service Paid from General Fund			
44000-611 Bond Principal Paid	\$210,000	\$215,000	\$221,000
49430-610 Bond Principal Paid	\$157,000	\$160,000	\$163,000
44000-641 Bond Interest Paid	\$10,766	\$9,849	\$9,306
49430-640 Bond Interest Paid	\$10,329	\$7,444	\$4,505
Total Annual Debt Service Payments	\$388,095	\$392,293	\$397,811

Drug Fund	Actual FY 2024	Estimated FY 2025	Budgeted FY 2026
Cash Receipts			
Fines and Forfeitures	\$4,302	\$3,040	\$4,140
Sale of Capital Assets	\$2,025	\$11,791	\$5,000
Interest	\$13,134	\$10,707	\$8,000
Total Revenue	\$19,461	\$25,538	\$17,140
Appropriations			
Drug Enforcement vehicles	\$47,797	\$99,790	\$120,000
Debt Service	\$0	\$0	\$0
Total Appropriations	\$47,797	\$99,790	\$120,000
Change in Fund Balance	(\$28,336)	(\$74,252)	(\$102,860)
Beginning Fund Balance July 1	\$272,459	\$244,123	\$169,871
Ending Fund Balance June 30	\$244,123	\$169,871	\$67,011
Ending Fund Balance as % of Total Appro.	511%	170%	56%

Street Aid Fund	Actual FY 2024	Estimated FY 2025	Budgeted FY 2026
Cash Receipts			
State Gas and Motor Fuel Tax	\$257,891	\$353,138	\$354,000
Interest & other Revenue	\$10,190	\$44,610	\$10,000
Total Revenue	\$268,081	\$397,748	\$364,000
Appropriations			
Street Aid Fund	\$449,600	\$271,736	\$110,000
Debt Service	\$0	\$0	\$0
Total Appropriations	\$449,600	\$271,736	\$110,000
Change in Fund Balance	(\$181,519)	\$126,012	\$254,000
Beginning Fund Balance July 1	\$589,014	\$407,495	\$533,507
Ending Fund Balance June 30	\$407,495	\$533,507	\$787,507
Ending Fund Balance as % of Total Approx.	91%	196%	716%

Debt Service Paid from Street Aid Fund			
43100-610 Bond Principal Paid	\$160,000	\$160,000	\$163,000
43100-640 Bond Interest Paid	\$10,334	\$7,439	\$4,505
Total Annual Debt Service Payments	\$170,334	\$167,439	\$167,505

Solid Waste Fund	Actual FY 2024	Estimated FY 2025	Budgeted FY 2026
Cash Receipts			
Solid Waste Disposal Fees	\$1,083,834	\$1,592,469	\$1,652,469
Service Charges and Other Revenue	\$15,004	\$18,970	\$15,000
Other Income	\$0	\$0	\$0
Uncollectible Accounts	\$0	\$0	\$0
Interest	\$25,300	\$28,723	\$25,000
Non-Operating Rev. (Bad Debt Recovery)	\$0	\$0	\$0
Depreciation Added Back In	\$0	\$0	\$0
Total Revenue	\$1,124,138	\$1,640,162	\$1,692,469
Appropriations			
Contractual Services	\$961,690	\$1,569,598	\$1,644,598
Other Services	\$23,150	\$0	\$27,000
Debt Service	\$0	\$0	\$0
Total Appropriations	\$984,840	\$1,569,598	\$1,671,598
Change in Fund Balance	\$139,298	\$70,564	\$20,871
Beginning Fund Balance July 1	\$685,449	\$824,747	\$895,311
Ending Fund Balance June 30	\$824,747	\$895,311	\$916,182
Ending Fund Balance as % of Total Appro.	84%	57%	55%

Water Fund	Actual FY 2024	Estimated FY 2025	Budgeted FY 2026
Cash Receipts			
Water Sales and Services	\$2,225,381	\$2,605,730	\$2,469,232
Tap Fees	\$527,830	\$453,212	\$245,500
Non-Operating Revenue	\$1,546,501	\$474,074	\$260,000
Contributions and Transfers	\$0	\$0	\$0
Depreciation Added Back In	\$550,000	\$941,860	\$941,860
Total Revenue	\$4,849,712	\$4,474,876	\$3,916,592
Appropriations			
Water Department	\$1,099,354	\$1,221,977	\$1,318,613
Capital Purchases	\$89,276	\$222,616	\$3,295,000
Debt Service	\$42,240	\$42,216	\$42,180
Other Non-Operating Expenses	\$651,845	\$781,998	\$836,518
Total Appropriations	\$1,882,715	\$2,268,807	\$5,492,311
Change in Fund Balance	\$2,966,997	\$2,206,069	(\$1,575,719)
Beginning Fund Balance July 1	\$21,191,017	\$24,158,014	\$26,364,083
Ending Fund Balance June 30	\$24,158,014	\$26,364,083	\$24,788,364
Ending Fund Balance as % of Total Appro.	1283%	1162%	451%

Statutory Change in Net Position Reconciliation:			
Change in Net Position	\$2,966,997	\$2,206,069	(\$1,575,719)
Subtract:			
Capital Contributions - Tap Fees in Excess of Cost	\$0	\$0	\$0
Capital Contributions - Grants	\$0	\$0	\$0
Capital Contributions - Other	\$0	\$0	\$0
Grants - Operating	\$0	\$0	\$0
Transfers In - from Other Funds	\$0	\$0	\$0
Total amount subtracted for statutory change	\$0	\$0	\$0
Statutory Change in Net Position*	\$2,966,997	\$2,206,069	(\$1,575,719)

Debt Service Paid from Water Fund			
Bond Principal Paid	\$35,904	\$36,312	\$36,720
Bond Interest Paid	\$6,336	\$5,904	\$5,460
Total Annual Debt Service Payments	\$42,240	\$42,216	\$42,180

Sewer Fund	Actual FY 2024	Estimated FY 2025	Budgeted FY 2026
Cash Receipts			
Sewer Fees	\$1,420,299	\$1,739,793	\$3,960,080
Tap Fees	\$533,200	\$555,771	\$432,000
Other Revenue	\$0	\$0	\$0
Interest & Non-Operating Revenue	\$6,267,813	\$5,247,025	\$976,000
Contributions and Transfers	\$0	\$0	\$0
Depreciation Added Back In	\$350,000	\$702,663	\$702,663
Total Revenue	\$8,571,312	\$8,245,252	\$6,070,743
Appropriations			
Sewer Department	\$534,032	\$542,221	\$669,829
Capital Purchases	\$146,592	\$36,308	\$230,000
Debt Service	\$304,750	\$1,504,087	\$2,296,932
Other Non-Operating Expenses	\$463,487	\$545,738	\$606,136
Total Appropriations	\$1,448,861	\$2,628,354	\$3,802,897
Change in Fund Balance	\$7,122,451	\$5,616,898	\$2,267,846
Beginning Fund Balance July 1	\$4,925,055	\$12,047,506	\$17,664,404
Ending Fund Balance June 30	\$12,047,506	\$17,664,404	\$19,932,250
Ending Fund Balance as % of Total Appro.	832%	672%	524%

Statutory Change in Net Position Reconciliation:			
Change in Net Position	\$7,122,451	\$5,616,898	\$2,267,846
Subtract:			
Capital Contributions - Tap Fees in Excess of Cost	\$0	\$0	\$0
Capital Contributions - Grants	\$0	\$0	\$2,228,465
Capital Contributions - Other	\$0	\$0	\$0
Bond Anticipation Note	\$304,750	\$1,504,087	\$2,296,932
Grants - Operating	\$0	\$0	\$0
Transfers In - from Other Funds	\$0	\$0	\$0
Total amount subtracted for statutory change	\$304,750	\$1,504,087	\$4,525,397
Statutory Change in Net Postion*	\$6,817,701	\$4,112,811	(\$2,257,551)

Debt Service Paid from Sewer Fund			
Bond Principal Paid	\$166,000	\$895,720	\$971,452
Bond Interest Paid	\$138,750	\$608,367	\$1,325,480
Total Annual Debt Service Payments	\$304,750	\$1,504,087	\$2,296,932

SECTION 2: At the end of the fiscal year 2026, the governing body estimates fund balances or deficits as follows:

Fund	Estimated Fund Balance at June 30, 2026
General Fund	\$10,857,529
Street Aid Fund	\$787,507
Drug Fund	\$67,011
Solid Waste Fund	\$916,182
Water Fund	\$24,788,364
Sewer Fund	\$19,932,250
Gas Fund	\$0

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	FUND	Debt Authorized and Issued	Principal Outstanding at June 30, 2025	FY26 Principal Payment	FY26 Interest Payment
TMBF Park Project	General Fund	\$5,200,000.00	\$4,570,000.00	\$221,000.00	\$110,137.00
Street Paving	General Fund	\$800,000.00	\$329,000.00	\$163,000.00	\$4,504.50
DG5 16-179	Water	\$751,780.00	\$472,311.75	\$36,720.00	\$5,100.00
SRF 2016-369	Sewer Fund	\$1,001,243.00	\$776,252.00	\$46,452.00	\$12,084.00
Infrastr 18 mil Sewer	Sewer Fund	\$18,000,000.00	\$17,431,000.00	\$595,000.00	\$909,788.85
Infrasr 7 mil Sewer	Sewer Fund	\$7,000,000.00	\$6,845,000.00	\$202,000.00	\$393,849.60
Sewer 23101	Sewer Fund	\$900,000.00	\$529,000.00	\$129,000.00	\$9,150.65

SECTION 4: During the coming fiscal year (2026) the governing body has pending and planned capital projects with proposed funding as follows:

Pending Capital Projects	Pending Capital Projects Estimated Total Expense	Financed by Revenues and/or Reserves	Financed by Grant Proceeds	Financed by Debt Proceeds
Police Vehicles (4)	\$270,000	\$270,000	\$0	\$0
2021 TDOT Multimodal Access Grant-Sidewalks	\$1,195,581	\$119,558	\$1,076,023	\$0
2022 TDOT Multimodal Access Grant- Signal	\$210,541	\$21,054	\$189,487	\$0
City hall Renovation	\$250,000	\$250,000	\$0	\$0
Water Meter AMI Project	\$3,000,000	\$3,000,000	\$0	\$0
Infrastructure Sewer Project	\$28,000,000	\$2,350,942	\$2,476,074	\$23,172,984

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 \$2,000 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 \$0.6342 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, 2025, the public welfare requiring it.

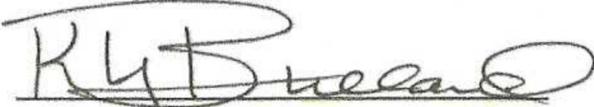
Passed 1st Reading: June 11, 2025

Passed 2nd Reading: June 30, 2025



Adrian Wiggins, Mayor

ATTESTED:



Yvonne Bullard, City Recorder

