

**ORDINANCE No. 2021-03**

**AN ORDINANCE OF THE  
CITY OF FRIENDSVILLE, TENNESSEE  
ADOPTING THE ANNUAL BUDGET  
FOR THE FISCAL YEAR BEGINNING JULY 1, 2021 AND ENDING JUNE 30, 2022**

WHEREAS, Tennessee Code Annotated § 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 Board of Commissioners 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 COMMISSIONERS OF THE CITY OF FRIENDSVILLE, 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 2022, 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:

<b>General Fund</b>	FY 2020	FY 2021	FY 2022
	Actual	Estimated	Proposed
<b>Revenues</b>			
Local Taxes	\$ 205,632	\$ 259,000	\$ 265,000
Licenses and Permits	2,045	1,695	3,200
Intergovernmental	118,736	214,814	156,670
Other Revenues	78,208	26,745	25,600
<b>Total Revenues</b>	<b>\$ 404,621</b>	<b>\$ 502,254</b>	<b>\$ 450,470</b>
<b>Appropriations</b>			
General Government	\$ 424,219	\$ 557,803	\$ 450,470
Transfers Out- to other funds	-	100,000	-
<b>Total Appropriations</b>	<b>\$ 424,219</b>	<b>\$ 657,803</b>	<b>\$ 450,470</b>
<b>Change in Fund Balance (Revenues-Appropriations)</b>	<b>(19,598)</b>	<b>(155,549)</b>	<b>-</b>
<b>Beginning Fund Balance July 1</b>	<b>415,019</b>	<b>395,421</b>	<b>239,872</b>
<b>Ending Fund Balance June 30</b>	<b>\$ 395,421</b>	<b>\$ 239,872</b>	<b>\$ 239,872</b>
<b>Ending Fund Balance as a % of Total Appropriations</b>	<b>93%</b>	<b>36%</b>	<b>53%</b>

<b>State Street Aid Fund</b>	FY 2020	FY 2021	FY 2022
	Actual	Estimated	Proposed
<b>Revenues</b>			
State Gasoline Taxes	\$ 32,447	\$ 32,000	\$ 33,252
Interest	465	555	550
<b>Total Revenues</b>	<b>\$ 32,912</b>	<b>\$ 32,555</b>	<b>\$ 33,802</b>
<b>Appropriations</b>			
Street Repairs and Maintenance		8,480	40,300
Equipment Purchase	22,762	9,369	7,000
<b>Total Appropriations</b>	<b>\$ 22,762</b>	<b>\$ 17,849</b>	<b>\$ 47,300</b>
<b>Change in Fund Balance (Revenues-Appropriations)</b>	<b>\$ 10,150</b>	<b>\$ 14,706</b>	<b>\$ (13,498)</b>
<b>Beginning Fund Balance July 1</b>	<b>\$ 68,328</b>	<b>\$ 78,478</b>	<b>\$ 93,184</b>
<b>Ending Fund Balance June 30</b>	<b>\$ 78,478</b>	<b>\$ 93,184</b>	<b>\$ 79,686</b>
<b>Ending Fund Balance as a % of Total Appropriations</b>	<b>345%</b>	<b>522%</b>	<b>168%</b>

<b>Water Fund</b>	<b>FY 2020</b>	<b>FY 2021</b>	<b>FY 2022</b>
	<b>Actual</b>	<b>Estimated</b>	<b>Proposed</b>
<b>Operating Revenues</b>			
Water Sales	\$1,091,443	\$1,133,000	\$1,200,000
Tap Fees	49,500	21,000	24,000
Miscellaneous Other Fees	10,649	9,893	9,790
<b>Total Operating Revenues</b>	<b>\$1,151,592</b>	<b>\$1,163,893</b>	<b>\$1,233,790</b>
<b>Operating Expenses</b>			
Administrative	\$ 101,900	\$ 101,244	\$ 106,755
Water Department	947,964	1,122,367	1,209,397
Depreciation	136,185	136,198	134,512
<b>Total Operating Expenses</b>	<b>\$1,186,049</b>	<b>\$1,359,809</b>	<b>\$1,450,664</b>
<b>Operating Income (Loss)</b>	<b>\$ (34,457)</b>	<b>\$ (195,916)</b>	<b>\$ (216,874)</b>
<b>Nonoperating Revenues (Expenses)</b>			
Revenue: Other Income	\$ -	\$ 300,000	\$ -
Expense: Debt Service-Interest Expense	32,561	28,037	37,638
<b>Total Nonoperating Revenue (Expenses)</b>	<b>\$ (32,561)</b>	<b>\$ 271,963</b>	<b>\$ (37,638)</b>
<b>Income (Loss)</b>	<b>\$ (67,018)</b>	<b>\$ 76,047</b>	<b>\$ (254,512)</b>
<b>Change in Net Position</b>	<b>\$ (67,018)</b>	<b>\$ 76,047</b>	<b>\$ (254,512)</b>
<b>Beginning Net Position July 1</b>	<b>2,890,971</b>	<b>2,823,953</b>	<b>2,900,000</b>
<b>Ending Net Position June 30</b>	<b>\$2,823,953</b>	<b>\$2,900,000</b>	<b>\$2,645,488</b>

<b>Sewer Fund</b>	<b>FY 2020</b>	<b>FY 2021</b>	<b>FY 2022</b>
	<b>Actual</b>	<b>Estimated</b>	<b>Proposed</b>
<b>Operating Revenues</b>			
Sewer Revenue	\$ -	\$ -	\$ 17,160
Tap Fees	-	-	10,500
Miscellaneous Other Fees	-	52,750	52,750
<b>Total Operating Revenues</b>	<b>\$ -</b>	<b>\$ 52,750</b>	<b>\$ 80,410</b>
<b>Operating Expenses</b>			
Administrative	\$ -	\$ 466	\$ 1,350
Sewer Department	-	492,159	314,474
Depreciation	-	10,716	10,716
<b>Total Operating Expenses</b>	<b>\$ -</b>	<b>\$ 503,341</b>	<b>\$ 326,540</b>
<b>Operating Income (Loss)</b>	<b>\$ -</b>	<b>\$ (450,591)</b>	<b>\$ (246,130)</b>
<b>Nonoperating Revenues (Expenses)</b>			
Revenue: Other Income	\$ -	\$ 300,000	\$ -
Expense: Debt Service-Interest Expense	-	3,556	7,232
<b>Total Nonoperating Revenue (Expenses)</b>	<b>\$ -</b>	<b>\$ 296,444</b>	<b>\$ (7,232)</b>
<b>Income (Loss) Before Capital Contributions and Transfers</b>	<b>\$ -</b>	<b>\$ (154,147)</b>	<b>\$ (253,362)</b>
<b>Capital Contributions and Transfers</b>			
Capital Contributions: Grants	\$ -	\$ 97,613	\$ 253,362
Transfers In- from Other Funds	-	100,000	-
<b>Total Capital Contributions and Transfers</b>	<b>\$ -</b>	<b>\$ 197,613</b>	<b>\$ 253,362</b>
<b>Change in Net Position</b>	<b>\$ -</b>	<b>\$ 43,466</b>	<b>\$ -</b>
<b>Beginning Net Position July 1</b>	<b>-</b>	<b>-</b>	<b>43,466</b>
<b>Ending Net Position June 30</b>	<b>\$ -</b>	<b>\$ 43,466</b>	<b>\$ 43,466</b>

SECTION 2: At the end of the fiscal year 2021, the governing body estimates fund balances or deficits as follows:

<b>Fund</b>	<b>Estimated Fund Balance/Net Position at June 30, 2021</b>	
General Fund	\$	239,872
State Street Aid Fund	\$	93,184
Water Fund	\$	2,900,000
Sewer Fund	\$	43,466

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:

<b>Bonded or Other Indebtedness</b>	<b>Debt Authorized and unissued</b>	<b>Principal Outstanding at June 30, 2021</b>	<b>FY2022 Principal Payment</b>	<b>FY2022 Interest Payment</b>
<b>Bonds-</b>				
Water Revenue Refunding Bonds, Series 2019	\$ -	\$ 1,011,000	\$ 50,000	\$ 24,650
<b>Loans-</b>				
Tennessee Municipal Bond Fund Loan	\$ -	\$ 116,800	\$ 12,600	\$ 4,929
<b>Notes-</b>				
Water and Sewer Revenue and Tax Capital Outlay Note, Series 2020	\$ -	\$ 615,500	\$ 44,995	\$ 14,464
<b>Capital Leases-</b>				
Caterpillar Excavator 305.5E2	\$ -	\$ 41,023	\$ 6,139	\$ 2,121
Caterpillar Compact Track Loader 279D3 (Water Department)	\$ -	\$ 59,850	\$ 8,292	\$ 1,766
Caterpillar Compact Track Loader 279D3 (General Fund)	\$ -	\$ 24,312	\$ 3,546	\$ 1,016
Caterpillar Backhoe 416	\$ -	\$ 21,088	\$ 5,748	\$ 1,869

SECTION 4: During the coming fiscal year (2022) the governing body has pending and planned capital projects with proposed funding as follows:

<b>Pending Capital Projects</b>	<b>Pending Capital Projects- Total Expense</b>	<b>Pending Capital Projects Expense Financed by Estimated Revenues and/or Reserves</b>	<b>Pending Capital Projects Expense Financed by Debt Proceeds</b>
Water Operations Building	\$ 215,000	\$ -	\$ 215,000
Sewer Line Construction	\$ 323,056	\$ 268,874	\$ 54,182
		\$253,362 from grant proceeds	Debt proceeds received in prior FY

<b>Proposed Future Capital Projects</b>	<b>Proposed Future Capital Projects- Total Expense</b>	<b>Proposed Future Capital Projects Expense Financed by Estimated Revenues and/or Reserves</b>	<b>Proposed Future Capital Projects Expense Financed by Debt Proceeds</b>
None	\$ -	\$ -	\$ -

**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 (TCA § 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 Tennessee Code Annotated § 6-56-205.

**SECTION 6:** Money may be transferred from one appropriation to another in the same fund by the City Recorder, subject to such limitations and procedures as set by the Board of Commissioners pursuant to Tennessee Code Annotated § 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. 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 Tennessee Code Annotated § 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 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 Comptroller's Designee in accordance with Title 9, Chapter 21 of the Tennessee Code Annotated (the "Statutes".) 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. 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 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, 2021, the public welfare requiring it.

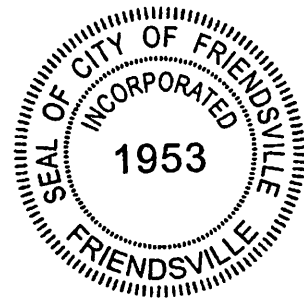
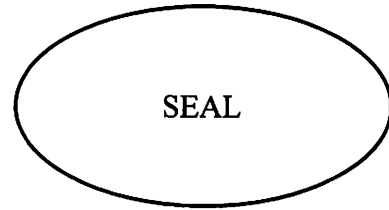
Passed 1<sup>st</sup> Reading: May 6, 2021

Passed 2<sup>nd</sup> Reading: June 3, 2021

  
\_\_\_\_\_  
Mayor Andy Lawhorn

ATTESTED:

  
\_\_\_\_\_  
City Recorder Janet Ledbetter



<b>GENERAL FUND REVENUES</b>	<b>Actual 2019-2020</b>	<b>Estimated 2020-2021</b>	<b>Budgeted 2021-2022</b>
<b>Local Taxes</b>			
Local Option Sales Tax	\$ 150,391	205,000	205,000
Wholesale Beer Tax	34,122	32,000	38,000
Cable TV Franchise Taxes	21,119	22,000	22,000
<b>Total Local Taxes</b>	<b>\$ 205,632</b>	<b>259,000</b>	<b>265,000</b>
<b>Licenses &amp; Permits</b>			
Beer Licenses and Permits	\$ 700	350	200
Building Permits	1,345	1,345	3,000
<b>Total Licenses and Permits</b>	<b>\$ 2,045</b>	<b>1,695</b>	<b>3,200</b>
<b>Intergovernmental Revenue</b>			
State Sales Tax	\$ 83,179	97,000	93,000
State Income Tax	2,087	2,087	-
State Beer Tax	428	428	437
TVA In-Lieu-of Tax	11,229	10,436	10,750
Grants/Loans	20,000	102,550	49,759
State Gasoline Inspection Tax	1,813	1,813	1,813
Sportsbetting Payment	-	500	911
<b>Total Intergovernmental Revenue</b>	<b>\$ 118,736</b>	<b>214,814</b>	<b>156,670</b>
<b>Other Revenue</b>			
Rental Income	\$ 13,547	17,500	20,500
Playground Fund Donations	7,176	1,800	2,500
Insurance Proceeds	29,873	-	-
Transfers In	22,762	-	-
Interest Income	2,814	2,025	1,700
Miscellaneous Income	375	3,605	400
Public Auction	1,661	1,815	500
<b>Total Other Revenue</b>	<b>\$ 78,208</b>	<b>26,745</b>	<b>25,600</b>
<b>TOTAL REVENUE</b>	<b>\$ 404,621</b>	<b>502,254</b>	<b>450,470</b>
<b>Beginning Fund Balance</b>	<b>\$ 415,019</b>	<b>395,421</b>	<b>239,872</b>
<b>Available for Appropriation</b>	<b>\$ 819,640</b>	<b>897,675</b>	<b>690,342</b>



<b>GENERAL FUND EXPENDITURES</b>	<b>Actual 2019-2020</b>	<b>Estimated 2020-2021</b>	<b>Budgeted 2021-2022</b>
Advertising	\$ 246	1,500	600
Bank Service Charges	1,834	2,400	2,400
Buildings & Grounds	11,453	31,000	40,000
Capital Outlay	144,191	131,091	-
Christmas Street Lights	2,733	1,523	1,600
Debt Service	19,156	21,990	22,090
Dues/Fees	1,242	933	950
Election Expense	-	1,500	-
Equipment Purchase	1,087	2,500	2,500
Equipment Rental	2,385	2,400	2,500
Fuel	4,216	3,500	4,200
Grant Funded Projects	-	128,620	49,759
Health Insurance	17,306	18,708	20,000
Hwy/Streets	550	-	-
Insurance	7,441	7,500	7,500
Legal/Professional	26,608	23,000	40,000
Miscellaneous	824	400	500
Office Expenditures	6,798	6,750	9,650
Parades & Events	5,351	650	6,500
Parks & Recreation	-	-	1,500
Payroll Expenditures	6,328	7,400	8,400
Payroll Tax	8,621	9,000	10,250
Planning	5,250	5,250	5,250
Playground Fundraising Expenses	1,412	-	1,500
Postage	294	350	400
Property Tax	1,029	1,029	1,029
Repairs and Maintenance	4,946	7,682	6,500
Retirement	2,716	2,900	3,350
Salaries (Regular)	92,154	95,000	110,000
Salaries (Overtime)	13,842	16,000	19,000
Signage	2,405	203	2,000
Street Lights	11,354	12,000	12,500
Supplies	8,235	2,600	4,500
Telephone & Internet	977	1,198	1,200
Transfers Out	-	100,000	-
Travel/Training	1,028	950	1,700
Uniforms	-	1,255	1,250
Uniform Boots	-	371	400
Utilities	8,002	7,250	7,500
Vehicle Expenditures	2,205	1,400	3,000
Contingency	-	-	38,492
<b>TOTAL EXPENDITURES</b>	<b>\$ 424,219</b>	<b>657,803</b>	<b>450,470</b>
<b>Excess (deficit) of revenues over (under) expenditures</b>	<b>\$ (19,598)</b>	<b>(155,549)</b>	<b>-</b>
<b>Ending Fund Balance</b>	<b>\$ 395,421</b>	<b>239,872</b>	<b>239,872</b>
<b>Beginning Cash Balance</b>	<b>\$ 363,253</b>	<b>343,655</b>	<b>188,106</b>
<b>Ending Cash Balance</b>	<b>\$ 343,655</b>	<b>188,106</b>	<b>188,106</b>

	Actual 2019-2020	Estimated 2020-2021	Budgeted 2021-2022
<b>STATE STREET AID</b>			
<b>REVENUES</b>			
State Gasoline Taxes	\$ 32,447	\$ 32,000	\$ 33,252
Interest Income	465	555	550
<b>TOTAL REVENUES</b>	<b>\$ 32,912</b>	<b>\$ 32,555</b>	<b>\$ 33,802</b>
<b>Beginning Fund Balance</b>	<b>\$ 68,328</b>	<b>\$ 78,478</b>	<b>\$ 93,184</b>
<b>Available for Appropriation</b>	<b>\$ 101,240</b>	<b>\$ 111,033</b>	<b>\$ 126,986</b>
<b>EXPENDITURES</b>			
Paving	\$ -	\$ -	\$ 30,000
Equipment Purchase	22,762	9,369	7,000
Signage	-	5,686	2,000
Supplies	-	974	1,200
Tree Trimming and Mowing	-	1,820	2,100
Contingency	-	-	5,000
<b>TOTAL EXPENDITURES</b>	<b>\$ 22,762</b>	<b>\$ 17,849</b>	<b>\$ 47,300</b>
<b>Excess Revenues Over (Under) Expenditures</b>	<b>\$ 10,150</b>	<b>\$ 14,706</b>	<b>\$ (13,498)</b>
<b>Ending Fund Balance</b>	<b>\$ 78,478</b>	<b>\$ 93,184</b>	<b>\$ 79,686</b>
<b>BEGINNING CASH BALANCE</b>	<b>\$ 62,884</b>	<b>\$ 73,034</b>	<b>\$ 87,740</b>
<b>ENDING CASH BALANCE</b>	<b>\$ 73,034</b>	<b>\$ 87,740</b>	<b>\$ 74,242</b>

<b>WATER FUND</b>	<b>Actual</b>	<b>Estimated</b>	<b>Budgeted</b>
	<b>2019-2020</b>	<b>2020-2021</b>	<b>2021-2022</b>
<b>OPERATING REVENUES</b>			
Water Revenue	\$ 1,091,443	\$ 1,133,000	\$ 1,200,000
Water Tap Fees	49,500	21,000	24,000
Backflow Testing	585	225	225
Connect Fees	4,120	2,600	3,000
Equipment Rental	2,065	2,065	2,065
Loan Proceeds	-	300,000	-
Interest Income	3,269	4,475	4,000
Miscellaneous Revenues	610	528	500
<b>TOTAL REVENUES</b>	<b>\$1,151,592</b>	<b>\$1,463,893</b>	<b>\$1,233,790</b>
<b>OPERATING EXPENSES</b>			
Advertising	\$ 460	405	450
Backflow Testing	630	200	225
Bank Fees	1,505	2,400	2,400
Bond Issuance Costs	14,529	-	-
Capital Outlay	-	200,000	215,000
Collection service fees	9	34	35
Contract Labor	-	-	-
Debt Service (short term)	-	20,397	25,935
Dues/Fees	6,217	5,650	3,000
Equipment Purchase	1,509	1,000	3,200
Equipment Rental	1,898	375	375
Fuel	10,301	9,000	10,500
GIS	2,300	2,300	5,000
Health Insurance	51,903	55,782	60,000
Insurance	22,323	22,500	22,500
Legal/Professional	17,581	17,000	17,000
Miscellaneous	2,638	300	300
Monitoring Expenses	4,417	-	5,000
Office Expenses	8,598	7,000	8,000
Payroll Expenses	30,686	36,000	36,500
Payroll Tax	22,729	22,750	24,500
Pension Expense	13,896	-	-
Postage	768	500	500
Rent	13,147	13,155	13,147
Repairs and Maintenance	22,276	16,000	18,000
Retirement	-	7,350	7,900
Salaries (Regular)	241,148	225,000	240,000
Salaries (Overtime- formerly included with regular salary)	40,920	38,000	42,000
Supplies	54,019	43,000	45,000
Telephone & Internet	5,740	4,402	4,205
Transfers Out	6,322	-	-
Travel/Training	4,240	2,050	5,000
Unemployment	-	-	-
Uniforms	4,734	5,055	5,200
Uniform Boots (formerly included with uniforms)	154	1,000	1,000
Utilities	14,555	15,150	15,500
Vehicle Expense	3,329	5,700	5,500
Water Bill Expense	24,568	25,100	25,500
Water Line Extension	-	-	-
Water Purchase	321,429	351,000	355,000

	<b>Actual</b>	<b>Estimated</b>	<b>Budgeted</b>
	<b>2019-2020</b>	<b>2020-2021</b>	<b>2021-2022</b>
Water Samples (lab testing)	2,473	2,650	2,700
Water Tank Maintenance	70,000	-	-
Line O/M	-	-	-
Line Rehab	-	-	-
Meters/Supplies	5,913	15,000	17,000
Long Term Debt	32,561	78,443	104,380
Contingency			6,338
<b>Total Water Operating Expenses</b>	<b>\$ 1,082,425</b>	<b>1,251,648</b>	<b>1,353,790</b>
<b>Depreciation Expense</b>	<b>\$ 136,185</b>	<b>\$ 136,198</b>	<b>\$ 134,512</b>
<b>Total Water Expenses</b>	<b>\$ 1,218,610</b>	<b>\$ 1,387,846</b>	<b>\$ 1,488,302</b>
<b>Operating Income (Loss)</b>	<b>\$ (67,018)</b>	<b>\$ 76,047</b>	<b>\$ (254,512)</b>
<b>Change in Net Position</b>	<b>\$ (67,018)</b>	<b>\$ 76,047</b>	<b>\$ (254,512)</b>
<b>Beginning Net Position July 1</b>	<b>\$ 2,890,971</b>	<b>\$ 2,823,953</b>	<b>\$ 2,900,000</b>
<b>Ending Net Position June 30</b>	<b>\$ 2,823,953</b>	<b>\$ 2,900,000</b>	<b>\$ 2,645,488</b>

<b>SEWER FUND</b>	<b>Actual</b>	<b>Estimated</b>	<b>Budgeted</b>
	<b>2019-2020</b>	<b>2020-2021</b>	<b>2021-2022</b>
<b>OPERATING REVENUES</b>			
Connect Fees	\$ -	\$ -	-
Contributions from BCS	-	52,000	52,000
Grant Proceeds	-	97,613	253,362
Interest	-	750	750
Loan Proceeds	-	300,000	-
Sewer Revenue	-	-	17,160
Tap Fees	-	-	10,500
Transfers In	-	100,000	-
<b>TOTAL REVENUES</b>	<b>\$ -</b>	<b>\$ 550,363</b>	<b>333,772</b>

SEWER FUND	Actual	Estimated	Budgeted
OPERATING EXPENSES	2019-2020	2020-2021	2021-2022
Advertising	\$ -	\$ 91	100
Bank Fees	-	-	-
Chemicals	-	-	1,100
Depreciation *@ \$893/mo Added below	-	-	-
Equipment Purchase	-	144,975	40,000
Equipment Rental	-	146,050	2,000
Fees	-	-	150
Fuel	-	1,400	3,000
GIS	-	-	-
Hand Tools	-	49	1,200
Health Insurance	-	-	-
Insurance	-	-	-
Interest	-	-	-
Inventory/Supplies	-	140,000	80,000
Lab Testing	-	-	-
Landscaping	-	-	-
Legal/Professional	-	375	500
Long Term Debt	-	3,556	29,730
Miscellaneous	-	-	-
Office Expenses	-	-	300
Payroll Expenses	-	225	550
Payroll Tax	-	3,750	10,328
Postage	-	-	-
Rent	-	-	-
Repairs and Maintenance	-	5,500	5,000
Retirement	-	1,210	3,375
Salary (regular)	-	38,000	100,000
Salary (overtime)	-	11,000	32,000
SCADA	-	-	-
Subcontractors	-	-	5,000
TASS Sewer Bill Expense	-	-	-
Telephone/Internet	-	-	-
Travel/Training	-	-	300
Unemployment	-	-	-
Uniforms	-	-	-
Utilities	-	-	-
Contingency	-	-	8,423
<b>Total Sewer Operating Expenses</b>	<b>\$ -</b>	<b>\$ 496,181</b>	<b>323,056</b>
Depreciation Expense	\$ -	\$ 10,716	\$ 10,716
<b>Total Sewer Expenses</b>	<b>\$ -</b>	<b>\$ 506,897</b>	<b>\$ 333,772</b>
<b>Operating Income (Loss)</b>	<b>\$ -</b>	<b>\$ 43,466</b>	<b>\$ -</b>
<b>Change in Net Position</b>	<b>\$ -</b>	<b>\$ 43,466</b>	<b>\$ -</b>
<b>Beginning Net Position July 1</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 43,466</b>
<b>Ending Net Position June 30</b>	<b>\$ -</b>	<b>\$ 43,466</b>	<b>\$ 43,466</b>

**City of Friendsville**

GENERAL FUND	Audited Fund Balance at June 30, 2020	\$	395,421
	Plus: Estimated Revenues FY 2021		502,254
	Less: Estimated Expenditures FY 2021		657,803
	Estimated Fund Balance at June 30, 2021	\$	239,872
STATE STREET AID FUND	Audited Fund Balance at June 30, 2020	\$	78,478
	Plus: Estimated Revenues FY 2021		32,555
	Less: Estimated Expenditures FY 2021		17,849
	Estimated Fund Balance at June 30, 2021	\$	93,184
WATER FUND	Audited Net Positon at June 30, 2020	\$	2,823,953
	Plus: Estimated Revenues FY 2021		1,463,893
	Less: Estimated Expenses FY 2021		1,387,846
	Estimated Net Position at June 30, 2021	\$	2,900,000
SEWER FUND	Audited Net Position at June 30, 2020	\$	0
	Plus: Estimated Revenues FY 2021		550,363
	Less: Estimated Expenses FY 2021		506,897
	Estimated Net Position at June 30, 2021		43,466

**City of Friendsville  
Budget Summary  
FY 2022**

<b>Fund</b>	<b>Estimated Beginning Fund Balance/Net Position 07/01/2021</b>	<b>Revenues</b>	<b>Debt Proceeds</b>	<b>Transfers-In</b>	<b>Estimated Receipts</b>	<b>Expenditures</b>	<b>Transfers-Out</b>
General Fund	239,872	450,470			450,470	450,470	
State Street Aid Fund	93,184	33,802			33,802	47,300	
Water Fund	2,900,000	1,233,790			1,233,790	1,488,302	
Sewer Fund	43,466	333,772			333,772	333,772	
<b>Totals</b>	<b>\$ 3,276,522</b>	<b>\$ 2,051,834</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,051,834</b>	<b>\$ 2,319,844</b>	<b>\$ -</b>

<b>Fund</b>	<b>Estimated Beginning Cash 07/01/2021</b>	<b>Revenues</b>	<b>Debt Proceeds</b>	<b>Transfers-In</b>	<b>Estimated Receipts</b>	<b>Expenditures</b>	<b>Transfers-Out</b>
General Fund	188,106	450,470			450,470	450,470	
State Street Aid Fund	87,740	33,802			33,802	47,300	
Water Fund	\$511,545	1,233,790			1,233,790	1,488,302	
Sewer Fund	\$54,182	333,772			333,772	333,772	-
<b>Totals</b>	<b>\$ 841,573</b>	<b>\$ 2,051,834</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,051,834</b>	<b>\$ 2,319,844</b>	<b>\$ -</b>



<b>Appropriations</b>	<b>Increase or (use) of Cash Balance</b>	<b>Estimated Ending Fund Balance/Net Position 06/30/2022</b>
450,470	-	239,872
47,300	(13,498)	79,686
1,488,302	(254,512)	2,645,488
333,772	-	43,466
<b>\$ 2,319,844</b>	<b>\$ (268,010)</b>	<b>\$ 3,008,512</b>

<b>Appropriations</b>	<b>Increase or (use) of Cash Balance</b>	<b>Estimated Ending Cash 06/30/2022</b>	<b>Ending Cash as a Percent of Expenditures</b>
450,470	-	188,106	41.76%
47,300	(13,498)	74,242	156.96%
1,488,302	(254,512)	257,033	17.27%
333,772	-	54,182	16.23%
<b>\$ 2,319,844</b>	<b>\$ (268,010)</b>	<b>\$ 573,563</b>	

City of Friendsville  
Schedule of Outstanding Debt and Budgeted Debt Service  
Fiscal Year 2022

Fund	Type of Debt	Loan Name and Description	Original Issuance Amount	Authorized & Unissued	Total Principal Outstanding at 06/30/21	FY 2022 Budgeted Annual Debt Service			Detailed Budget  Page Number
						Principal	Interest	Total	
General	Notes	TMBF Loan	\$ 162,184		\$ 116,800	\$ 12,600	\$ 4,929	\$ 17,529	2
	Leases	Caterpillar Financial Services capital lease on skid steer	62,944		24,312	3,546	1,015	4,561	2
	<b>Total General Fund Debt</b>			\$ 225,128	\$ -	\$ 141,112	\$ 16,146	\$ 5,944	\$ 22,090
Water and Sewer	Bonds	Water Revenue Refunding Bonds, Series 2019	1,069,000		\$ 1,011,000	\$ 50,000	\$ 24,650	\$ 74,650	5
		Water and Sewer Revenue and Tax Capital Outlay Note, Series 2020	615,500		\$ 615,500	\$ 44,995	\$ 14,464	\$ 59,459	5,7
	Leases	Caterpillar Financial Services capital lease on excavator	54,786		40,907	6,439	1,821	8,260	4
		Caterpillar Financial Services capital lease on backhoe	67,662		64,750	5,748	1,869	7,617	4
		Caterpillar Financial Services capital lease on skid steer	65,872		59,161	1,767	8,291	10,058	4
	<b>Total Water and Sewer Fund Debt</b>			\$ 1,872,820	\$ -	\$ 1,791,318	\$ 108,949	\$ 51,095	\$ 160,044
<b>Total Outstanding Debt for the Municipality</b>			\$ 2,097,948	\$ -	\$ 1,932,430	\$ 125,095	\$ 57,039	\$ 182,134	

**City of Friendsville  
Revenue Forecast  
FY 2022**

**Local Sales Tax**

**FYE**

<b>2022</b>	<b>205,000</b>	<b>Budgeted</b>
<b>2021</b>	<b>205,000</b>	<b>Estimated</b>
<b>2020</b>	<b>150,391</b>	<b>Audited</b>
<b>2019</b>	<b>114,575</b>	<b>Audited</b>
<b>2018</b>	<b>95,829</b>	<b>Audited</b>

**State Sales Tax**

<b>2022</b>	<b>93,000</b>	<b>Budgeted</b>
<b>2021</b>	<b>97,000</b>	<b>Estimated</b>
<b>2020</b>	<b>83,179</b>	<b>Audited</b>
<b>2019</b>	<b>80,975</b>	<b>Audited</b>
<b>2018</b>	<b>77,517</b>	<b>Audited</b>