

## **ORDINANCE NO. 25-346**

### **AN ORDINANCE OF THE TOWN OF CORNERSVILLE, 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 GOVERNING BODY OF THE TOWN OF CORNERSVILLE, 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:

<b>GENERAL FUND</b>	<b>Actual FY 2023-24</b>	<b>Estimated FY2024-25</b>	<b>Budget FY2025-26</b>
<b>Revenues</b>			
Local Taxes	433,274	568,702	606,907
Licenses & Permits	1,537	1,400	1,150
Intergovernmental	500,022	236,333	240,113
Charges for Service	0	0	0
Fines & Forfeitures	15,879	16,119	104,000
Other	102,082	50,355	65,000
<b>Other Financing Sources</b>			
Issuance of Debt/Debt Proceeds	400,000	138,000	0
Sale of Capital Assets	0	0	0
Transfers In- from other funds	11,000	10,466	11,953
Transfers In- From other funds (PILOT)	0	0	0
<b>Total Revenues and Other Financing Sources</b>	<b>1,463,794</b>	<b>1,021,375</b>	<b>1,029,123</b>
<b>Appropriations</b>	<b>Actual</b>	<b>Estimated</b>	<b>Budget</b>
<b>Expenditures</b>	<b>FY 2023-24</b>	<b>FY2024-25</b>	<b>FY2025-26</b>
Administration	1,084,261	543,502	553,400
Police Department	247,688	203,226	280,747
Fire Department	18,718	53,108	22,500
Parks	11,191	846	2,000
Debt Service- Principal and Interest	58,011	108,867	155,000
<b>Other Financing Uses</b>	<b>0</b>	<b>38,380</b>	<b>10,000</b>
Transfers Out- to other funds	0	0	0
<b>Total Appropriations</b>	<b>1,419,869</b>	<b>947,929</b>	<b>1,023,647</b>
Change in Fund Balance (Revenues- Appropriations)	43,925	73,446	5,476
Beginning Fund Balance July 1	609,501	653,426	726,872
Ending Fund Balance June 30	653,426	726,872	732,348
Ending Fund Balance as a % of Total Appropriations	46%	77%	71%

<b>STATE STREET AID FUND</b>	<b>Actual FY 2023-24</b>	<b>Estimated FY2024-25</b>	<b>Budget FY2025-26</b>
<b>Revenues</b>			
State Gas and Motor Fuel Taxes	21,908	28,314	29,163
Gas Tax Increase	20,826	26,991	27,801
Interest	3,623	1,838	1,800
<b>Other Financing Sources</b>			0
Issuance of Debt/Debt proceeds	0	0	0
Transfer In- from other funds	0	0	0
<b>Total Revenues and Other Financing Sources</b>	<b>46,357</b>	<b>57,143</b>	<b>58,764</b>
<b>Appropriations</b>			
Repair, Maintenance, Supplies	35,320	34,183	47,500
Street Lights	10,648	10,748	10,850
Capital Outlay: Paving and Sidewalks	79,300	0	0
Debt Service- Principal and Interest	0	0	0
<b>Total Appropriations</b>	<b>125,268</b>	<b>44,931</b>	<b>58,350</b>
Change in Fund Balance (Revenues- Appropriations)	(78,911)	12,212	414
Beginning Fund Balance July 1	141,637	62,726	74,938
Ending Fund Balance June 30	62,726	74,938	75,352
Ending Fund Balance as a % of Total Appropriations	50%	167%	129%

<b>SANITATION FUND</b>	<b>Actual FY 2023-24</b>	<b>Estimated FY2024-25</b>	<b>Budget FY2025-26</b>
<b>Revenues</b>			
User fees	148,077	156,581	157,709
Interest	519	1,055	1,000
Sale of Surplus Assets	0	0	0
Miscellaneous Other Revenue	0	0	0
<b>Other Financing Sources</b>	0	0	0
Issuance of Debt/Debt proceeds	0	0	0
Transfer In- from other funds	0	0	0
<b>        Total Revenues and Other Financing Sources</b>	<b>148,596</b>	<b>157,636</b>	<b>158,709</b>
<b>Appropriations</b>			
Sanitation and Brush Contract Services	136,640	147,170	146,756
Debt Service	0	0	0
Transfers Out- to other funds	11,000	10,466	11,953
<b>        Total Appropriations</b>	<b>147,640</b>	<b>157,636</b>	<b>158,709</b>
Change in Fund Balance (Revenues- Appropriations)	956	0	0
Beginning Fund Balance July 1	22,213	23,169	23,169
Ending Fund Balance June 30	23,169	23,169	23,169
Ending Fund Balance as a % of Total Appropriations	16%	15%	15%

<b>DRUG FUND</b>	<b>Actual FY 2023-24</b>	<b>Estimated FY2024-25</b>	<b>Budget FY2025-26</b>
<b>Revenues</b>			
Fines and Forfeitures	0	220	0
Other	237	210	210
<b>Other Financing Sources</b>	0	0	0
Issuance of Debt/Debt proceeds	0	0	0
Transfer In- from other funds	0	0	0
<b>Total Revenues and Other Financing Sources</b>	237	430	210
<b>Appropriations</b>			0
Drug Enforcement	300	0	0
Debt Service	0	0	0
<b>Total Appropriations</b>	300	0	0
Change in Fund Balance (Revenues- Appropriations)	(63)	430	210
Beginning Fund Balance July 1	5,323	5,260	5,690
Ending Fund Balance June 30	5,260	5,690	5,900
Ending Fund Balance as a % of Total Appropriations	1,753%	5,690%	5,900%

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

<b>Fund</b>	<b>Estimated Fund Balance/ Net Position at June 30, 2026</b>
General Fund	\$ 732,348
State Street Aid	75,352
Drug Fund	5,900
Sanitation Fund	23,169

**SECTION 3:** That the governing body herein certifies that the Town of Cornersville has outstanding bonded or other debt.

**SECTION 4:** During the coming fiscal year (2026) the governing body does have pending and planned capital projects.

**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 by the Town Administrator.



**SECTION 7:** A detailed financial plan is attached to this budget as Exhibit A and has become part of this budget ordinance.

**SECTION 8:** There is hereby levied a property tax of \$0.90 per \$100.00 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:** Any net income in excess of contracted amounts or required minimum fund balance for Sanitation Fund can be transferred to General Fund as administrative costs to administer garbage and/or brush service before June 30, 2026.

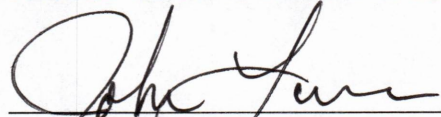
**SECTION 11:** All unencumbered balances of appropriations remaining at the end of the fiscal year shall lapse and revert to the respective fund balances.

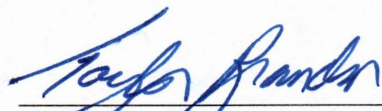
**SECTION 12:** All ordinances or parts of ordinances in conflict with any provision of this ordinance are hereby repealed.

**SECTION 13:** This ordinance shall take effect July 1, 2025, the public welfare requiring it.

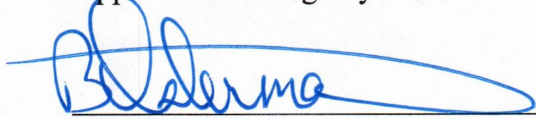
**PASSED FIRST READING:** April 3, 2025

**PASSED SECOND READING AND ADOPTED:** May 1, 2025

  
\_\_\_\_\_  
John Luna, Mayor

  
\_\_\_\_\_  
Taylor Brandon, Town Recorder

Approved as to legality and form:

  
\_\_\_\_\_  
Billy Ostermann, Town Attorney

# Exhibit A

## TOWN OF CORNERSVILLE FISCAL YEAR 2025-26 BUDGET GENERAL FUND REVENUES:

Property tax rate in 2025-2026 = \$0.90

	FY2023-24	FY2024-25	FY2025-26
		Estimated	Proposed
Local Taxes			
Property taxes	233,768	334,129	340,000
Local sales tax	150,662	180,174	205,398
Liquor tax	11,067	9,133	9,000
Beer tax	37,777	45,266	52,509
<b>Total Taxes</b>	<b>433,274</b>	<b>568,702</b>	<b>606,907</b>
Intergovernmental			
TVA in lieu	15,049	19,086	20,804
State sales Tax	153,135	196,138	199,779
State excise tax	1,512	0	0
State sportsbetting	2,279	2,815	3,209
Mixed drink tax	4,509	11,498	11,300
State grants	319,004	0	0
State beer tax	540	721	721
State supplement	1,600	3,310	1,600
State special petroleum tax	2,394	2,765	2,700
<b>Total Intergovern. Revenue</b>	<b>500,022</b>	<b>236,333</b>	<b>240,113</b>
Licenses and Permits			
Beer Permits	1,537	1,400	1,150
Fireworks Permit			0
<b>Total Licenses and Permits</b>	<b>1,537</b>	<b>1,400</b>	<b>1,150</b>
Fines and Fees			
Court fines and fees	15,879	16,119	104,000
<b>Total Fines and Fees</b>	<b>15,879</b>	<b>16,119</b>	<b>104,000</b>
Miscellaneous			
Interest	33,615	25,577	25,000
Zoning	13,206	8,752	5,000
Donation	37,250	0	0
Sale of Equipment	2,425	2,000	0
Town Activities	11,948	0	0
Miscellaneous	3,638	14,026	35,000
Loan Proceeds	400,000	138,000	
<b>Total Miscellaneous Revenue</b>	<b>502,082</b>	<b>188,355</b>	<b>65,000</b>
Transfer from Sanitation	11,000	10,466	11,953
<b>Total Revenues</b>	<b>1,463,794</b>	<b>1,021,375</b>	<b>1,029,123</b>

## EXPENDITURES

### General Government

	FY2023-24	FY2024-25 Estimated	FY2025-26 Proposed
Salaries	129,698	143,085	180,000
Payroll taxes	19,056	19,962	22,000
Employee benefits	56,599	63,400	64,500
Judge fee	700	300	600
Board and committee members	6,600	8,400	9,600
Utilities	5,424	5,380	6,200
Professional Services	49,001	28,769	35,000
Subscriptions, publicity and dues	9,643	10,628	12,000
Supplies	4,012	2,510	2,500
Repair and Maintenance	2,727	2,000	2,000
Insurance	32,866	33,068	35,000
Mileage and auto expenses	3,510	2,836	3,000
Miscellaneous	309	0	1,000
Debt service principal	58,011	85,806	130,000
Debt service interest	0	23,061	25,000
Capital Outlay	764,116	223,164	180,000
<b>Total General Government</b>	<b>1,142,272</b>	<b>652,369</b>	<b>708,400</b>

### Police Department

	FY2023-24	FY2024-25 Estimated	FY2025-26 Proposed
Salaries	96,512	102,821	150,036
Employee benefits	55,140	60,905	90,711
Vehicle expenses	7,247	5,407	5,500
Supplies	3,299	12	1,000
Professional services	27,698	29,962	30,000
Insurance	2,366	2,508	3,000
Miscellaneous	46	1,611	500
Capital outlay	55,380	0	0
<b>Total Police Department</b>	<b>247,688</b>	<b>203,226</b>	<b>280,747</b>

### Fire Department

	FY2023-24	FY2024-25 Estimated	FY2025-26 Proposed
Volunteer firemen	5,920	7,970	8,000
Repair and maintenance	4,278	2,260	5,000
Utilities	7,996	7,861	8,500
Supplies and uniforms	508	34,829	1,000
Miscellaneous	16	188	0
Capital outlay	0	0	0
<b>Total Fire Department</b>	<b>18,718</b>	<b>53,108</b>	<b>22,500</b>
<b>Total Public Safety</b>	<b>266,406</b>	<b>256,334</b>	<b>303,247</b>



<b>Parks</b>	<b>FY2023-24</b>	<b>FY2024-25</b> Estimated	<b>FY2025-26</b> Proposed
Utilities	709	752	800
Supplies	9,444	94	500
Miscellaneous	1,038	0	500
Capital outlay	0	0	200
<b>Total Parks</b>	<u>11,191</u>	<u>846</u>	<u>2,000</u>
<b>Other Expenditures</b>	0	38,380	10,000
<b>Total Expenditures</b>	1,419,869	947,929	1,023,647
<b>Excess (deficiency) of Revenues over Expenditures</b>	43,925	73,446	5,476
<b>Beginning Fund Balance</b>	609,501	653,426	726,872
<b>Ending Fund Balance</b>	<u>653,426</u>	<u>726,872</u>	<u>732,348</u>

<b>STREET FUND REVENUES</b>	<b>FY2023-24</b>	<b>FY2024-25</b> Estimated	<b>FY2025-26</b> Proposed
State Gas and Motor Fuel Taxes	21,908	28,314	29,163
Gas Tax Increase	20,826	26,991	27,801
State Reimbursement	0	0	0
Grant	0	0	0
Interest	3,623	1,838	1,800
Loan	0	0	0
Operating Transfers In	0	0	0
<b>Total Revenues</b>	<u>46,357</u>	<u>57,143</u>	<u>58,764</u>
<b>EXPENDITURES</b>			
Street Lights	10,648	10,748	10,850
Repair and Maintenance	35,320	32,657	45,000
Supplies	0	1,526	2,500
Loan Principal	0	0	0
Loan Interest	0	0	0
Capital Outlay			
Sidewalks	0	0	0
Paving	79,300	0	0
<b>Total Expenditures</b>	<u>125,268</u>	<u>44,931</u>	<u>58,350</u>
<b>Surplus / ( Deficit )</b>	<u>(78,911)</u>	<u>12,212</u>	<u>414</u>
<b>Beginning Fund Balance</b>	141,637	62,726	74,938
<b>Ending Fund Balance</b>	<u>62,726</u>	<u>74,938</u>	<u>75,352</u>

**SANITATION FUND****REVENUES****FY2023-24****FY2024-25**  
Estimated**FY2025-26**  
Proposed

User fees

148,077

156,581

157,709

Interest

519

1,055

1,000

**Total Revenues**

148,596

157,636

158,709

**EXPENDITURES**

Contract services

136,640

147,170

146,756

**Total Expenditures**

136,640

147,170

146,756

Surplus / ( Deficit )

11,956

10,466

11,953

Transfer Out to General Fund

(11,000)

(10,466)

(11,953)

Beginning Fund Balance

22,213

23,169

23,169

Ending Fund Balance

23,169

23,169

23,169

**DRUG FUND****REVENUES**

Fines  
Sale of Assets

Safety Grant  
Interest  
**Total Revenues**

<b>FY2023-24</b>	<b>FY2024-25</b> Estimated	<b>FY2025-26</b> Proposed
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0	220	0
0	0	0

0	0	0
237	210	210
237	430	210

**EXPENDITURES**

Supplies / Investigation / Training  
Repair and Maintenance

Capital outlay

**Total Expenditures**

300	0	0
0	0	0

0	0	0
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300	0	0
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Surplus / ( Deficit )

(63)	430	210
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Beginning Fund Balance

5,323	5,260	5,690
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Ending Fund Balance

5,260	5,690	5,900
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