ORDINANCE NO. 2026-079

AN ORDINANCE OF THE CITY OF ADAMS, TENNESSEE, ADOPTING THE ANNUAL BUDGET FOR THE FISCAL YEAR BEGINNING JULY 1, 2026 THROUGH JUNE 30, 2027

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 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 governing body will consider final passage of the budget.

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

SECTION 1: That the governing body estimates anticipated revenues of the municipality from all sources to be as follows:

General Fund	FYE 2025 Actual	FYE 2026 Estimated	FYE 2027 Proposed
Local Taxes	$472,201	$408,787	$399,967
Intergovernmental Revenue	105,426	162,919	85,200
Interest & Donations	96,966	63,700	65,200
Museum	1,657	72,570	1,600
Charges For Services	25,804	25,265	26,110
Total Revenue	$702,054	$733,241	$578,077
Fund Balance	$1,505,199	$1,585,906	1,577,753
Other sources	-	-	-
Total Available Funds	$2,207,253	$2,319,147	$2,155,830

General Fund - Fire Department	FYE 2025 Actual	FYE 2026 Estimated	FYE 2027 Proposed
Robertson County Receipts	$117,400	$148,800	$148,800
Interest	3,997	4,000	4,000
Donations	9,625	1,700	2,000
Transfer in from Gen Fund	132,950	45,000	45,000
Total Revenue	$263,972	$199,500	$199,800
Fund Balance	$182,643	$167,949	153,970
Other sources	101,341	14,199	10,150

Total Available Funds	$547,956	$381,648	$363,920

General Fund - Recreation Department	FYE 2025 Actual	FYE 2026 Estimated	FYE 2027 Proposed
Charges for Services	$65,882	$44,515	$48,000
Interest	949	1,800	1,500
Other Cash Receipts	28,714	9,320	3,000
Total Revenue	$95,545	$55,635	$52,500
Fund Balance	$49,267	$64,888	75,088
Other sources	-	-	-
Total Available Funds	$144,812	$120,523	$127,588

State Street Aid Fund	FYE 2025 Actual	FYE 2026 Estimated	FYE 2027 Proposed
State Gasoline Tax	$ 21,916	$ 21,980	$ 21,980
Interest	$ 7,107	$ 9,000	$ 9,000
Other Cash Receipts	35,282	120,493	900
Total Revenue	$ 64,306	$ 151,473	$ 31,880
Fund Balance	$ 168,049	$ 226,766	$ 363,239
Total Available Funds	$ 232,355	$ 378,239	$ 395,119

SECTION 2: That the governing body projects anticipated expenditures of the last preceding fiscal year and the estimated annual expenditures for the current fiscal year, from those revenues and unexpended and unencumbered funds as follows for fiscal year 2027:

General Fund	FYE 2025 Actual	FYE 2026 Estimated	FYE 2027 Proposed
General Government			
Administrative	118,931	127,017	140,240
Museum	580	70,640	3,500
Other	333,886	378,944	317,881
Transfers Out to Other Funds	167,950	164,793	45,000
Debt Management	-	-	
Total Appropriations	$ 621,347	$ 741,394	$ 506,621

General Fund - Fire Department	FYE 2025 Actual	FYE 2026 Estimated	FYE 2027 Proposed
Administrative	90,173	88,428	96,120
Other	289,835	139,249	141,325
Transfers Out to Other Funds	-	-	-
Total Appropriations	$ 380,008	$ 227,677	$ 237,445

General Fund - Recreation Department	FYE 2025 Actual	FYE 2026 Estimated	FYE 2027 Proposed
Recreation Department	79,925	45,435	48,890
Transfers Out to Other Funds	-	-	-
Total Appropriations	$ 79,925	$ 45,435	$ 48,890

State Street Aid Fund	FYE 2025 Actual	FYE 2026 Estimated	FYE 2027 Proposed

Street Lighting	$ -	$ -	$ -
Street Repair & Maintenance	$ 5,589	$ 15,000	$ 30,000
Total Appropriations	$ 5,589	$ 15,000	$ 30,000

SECTION 3. At the end of the current fiscal year the governing body estimates balances/deficits as follows:

General Fund	$ 1,577,753
General Fund - Fire Department	$ 153,970
General Fund - Recreation Department	$ 75,088
State Street Aid Fund	$ 363,239

SECTION 4. During the coming fiscal year (2027) 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
[enter each project individually]	$ -	$ -	$ -

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

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 T.C.A. Section 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 Section 6-56-205 of the *Tennessee Code Annotated*.

SECTION 6. Money may be transferred from one appropriation to another in the same fund in an amount of up to $10,000 by the governing body, subject to such limitations and procedures as it may describe as allowed by Section 6-56-209 of the Tennessee Code Annotated. 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 Section 6-56-206, *Tennessee Code Annotated* will be attached.

SECTION 8. There is hereby levied a property tax of $0.3000 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 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 on July 1, 2026, the public welfare requiring it.

Passed First Reading: 5.14.26

Passed Second and Final Reading: 6.11.26

Robert Wayne Esco
Mayor

Leslie Phelps
City Recorder