

City Commission

AGENDA SUMMARY



SUBJECT: Ordinance 4820-22: Third Reading
Fiscal Year 2021-22 Supplemental Budget Ordinance

MEETING: City Commission - Aug 18 2022

DEPARTMENT: Finance Department

STAFF CONTACT: Raven Chesser, Administrative Coordinator

SUMMARY:

Ordinance 4820-22: Third Reading

An ordinance appropriating additional funds to the various departments and divisions of the City of Johnson City, Tennessee, with the additional revenue from local, state and federal sources.

STAFF RECOMMENDATION:

Staff recommends approval.

SUPPORTING DOCUMENTS:

Supplemental Budget Ordinance Fiscal Year 2021-22 4820-22



CITY OF JOHNSON CITY

Office of Finance Director

Memorandum

Date: July 12, 2022

To: Board of Commissioners

From: Janet Jennings, Finance Director

Subject: Fiscal Year 2021-22 Supplemental Budget Ordinance (4820-22)

Attached, for your review, is the 2021-22 Supplemental Budget Ordinance. Primarily, this ordinance addresses the following issues: (1) setting a budget for items not captured in the original budget and (2) formalizing School amendments adopted by the Board of Education.

The General Fund amendment reflects funding for the following unbudgeted expenditures: (1) \$400,000 contribution to Johnson City Development Authority for elevator modernization at John Sevier (general government), (2) \$376,823 transfer to Capital Projects Fund for purchase of house at Winged Deer Park, (3) \$755,178 transfer to Capital Projects Fund for purchase of building at 300 Buffalo Street and (4) \$1,005,850 transfer to Capital Projects Fund for Winged Deer Park ballfield design costs. In addition, this amendment reflects the Langston Grant for Parks and Recreation, in the amount of \$201,400. Finally, \$668,000 was included in the original budget as a transfer to the Capital Projects Fund for the purchase of band, orchestra and athletic equipment for schools. The majority of the items purchased do not qualify as capital expenditures, therefore, the relocation of this budget from transfers to contributions (general government) is reflected in this amendment.

Also included in this ordinance are the following amendments approved by the Board of Education: (1) General Purpose School Fund spending increase of \$90,342, with \$48,342 of that amount coming from fund balance, (2) School Food Service Fund revenue and expenditures increase of \$50,000, (3) School Federal Projects Fund revenue and expenditure decrease of \$1,519,297 and (4) School Special Projects Fund funding increase of \$1,301,216.

The attached adjustments are necessary to properly recognize the additional expenditures and corresponding funding sources for the fiscal year, for budgetary purposes. These are based on the most recent information provided to me by staff and management.

Attachments: Ordinance 4820-22

ORDINANCE 4820-22

AN ORDINANCE APPROPRIATING ADDITIONAL FUNDS TO THE VARIOUS DEPARTMENTS AND DIVISIONS OF THE CITY OF JOHNSON CITY, TENNESSEE, WITH THE ADDITIONAL REVENUE FROM LOCAL, STATE AND FEDERAL SOURCES.

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

SECTION 1. WHEREAS, it has been recommended and approved by the Board of Commissioners that certain expenditures have become necessary over and above the regular appropriation effective July 1, 2021, and

SECTION 2. WHEREAS, it is deemed expedient by the Board of Commissioners, with regard to Fiscal Year 2021/2022 budget to appropriate additional revenues from federal, state and local sources, to be offset by corresponding expenses, and further, to reclassify certain other expenditures and operating transfers, as noted below:

General Fund

Revenues/Use of Fund Balance:

Grant Income	201,400
Fund Balance	<u>2,537,851</u>
Total Revenues/Use of Fund Balance	<u>2,739,251</u>

Expenditures and Transfers Out:

General Government	1,068,000
Parks and Recreation	201,400
Transfers Out to Other Funds	<u>1,469,851</u>
Total Expenditures and Transfers Out	<u>2,739,251</u>

General Purpose School Fund

Revenues/Use of Fund Balance:

State Education Funds	42,000
Fund Balance	<u>48,342</u>
Total Revenues/Use of Fund Balance	<u>90,342</u>

Expenditures:

Various Expenditures	<u>90,342</u>
Total Expenditures	<u>90,342</u>

School Food Services Fund**Revenues:**

Charges for Service	40,000
State Matching Food Service Funds	<u>10,000</u>
Total Revenues	<u>50,000</u>

Expenditures:

School Food Service	<u>50,000</u>
Total Expenditures	<u>50,000</u>

School Federal Projects Fund**Revenues:**

Federal Funds Direct and through State	<u>(1,519,297)</u>
Total Revenues	<u>(1,519,297)</u>

Expenditures:

Various Expenditures	<u>(1,519,297)</u>
Total Expenditures	<u>(1,519,297)</u>

School Special Projects Fund**Revenues and Transfers In:**

Federal Funds Direct and through State	1,183,540
Transfers In	<u>117,676</u>
Total Revenues and Transfers In	<u>1,301,216</u>

Expenditures:

Various Expenditures	<u>1,301,216</u>
Total Expenditures	<u>1,301,216</u>

Passed on First Reading
Passed on Second Reading
Passed on Third Reading

July 21, 2022
Aug. 4, 2022
Aug. 18, 2022

Approved and signed in open meeting on the 18th day of August, 2022

JOHNSON CITY BOARD OF COMMISSIONERS



Mayor

Attest:



City Recorder

Approved as to Form:



Staff Attorney

**GENERAL PURPOSE SCHOOL FUND SUMMARY
2021-2022 BUDGET**

	Original Budget	Amendment #1	Amendment #2	Amended Budget
REVENUES				
County Taxes/Licenses	28,467,169	0	0	28,467,169
Charges for Service	1,735,160	0	0	1,735,160
Other Local Revenue	279,500	0	0	279,500
State Education Funds	35,482,000	0	42,000	35,524,000
Federal Funds Through State	0	0	0	0
Direct Federal Funds	60,000	0	0	60,000
TOTAL REVENUES	66,023,829	0	42,000	66,065,829
EXPENDITURES				
Instruction:				
Regular Education Instruction	43,207,592	(679,119)	261,575	42,790,048
Alternative Instruction	1,123,080	0	0	1,123,080
Special Education Instruction	4,812,335	(37,000)	106,600	4,881,935
Vocational Educational Instruction	2,068,735	30,000	0	2,098,735
Total Instruction	51,211,742	(686,119)	368,175	50,893,798
Support Services:				
Attendance	46,000	0	0	46,000
Health Services	686,625	0	(456,000)	230,625
Student Support	2,011,183	0	(95,000)	1,916,183
Instruction Support	4,070,984	(389,648)	(195,000)	3,486,336
Alternative Support	59,602	0	0	59,602
Special Education Support	589,567	37,000	28,400	654,967
Vocational Education Support	308,531	53,880	0	362,411
Technology	1,974,283	62,700	(30,000)	2,006,983
Board of Education	1,033,911	92,064	0	1,125,975
Superintendent	443,813	12,800	0	456,613
Office of the Principal	5,342,886	0	6,266	5,349,152
Fiscal Services	513,491	0	16,300	529,791
Human Resources	252,797	0	2,550	255,347
Operation of Plant	4,987,786	26,076	0	5,013,862
Maintenance of Plant	1,998,158	60,723	(30,000)	2,028,881
Transportation	2,614,103	53,250	0	2,667,353
Public Relations	99,949	10,200	0	110,149
Total Support Services	27,033,669	19,045	(752,484)	26,300,230
Non-Instructional Services:				
Debt Service	2,523,124	0	500,000	3,023,124
Early Childhood Education	393,013	0	(35,000)	358,013
Community Services	1,321,704	2,304	(120,000)	1,204,008
Regular Capital Outlay	130,000	250,087	444,334	824,421
Operating Transfers	95,179	0	100,000	195,179
Total Non-Instructional Services	4,463,020	252,391	889,334	5,604,745
GRAND TOTAL EXPENDITURES	82,708,431	(414,681)	505,025	82,798,775
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures	(16,684,602)	414,681	(463,025)	(16,732,946)
OTHER SOURCES OF FUNDS				
School Funds	0	0	0	0
City Appropriation	11,626,736	0	0	11,626,736
Transfer from City General Fund for Transportation	2,532,848	0	0	2,532,848
TOTAL OTHER SOURCES OF FUNDS	14,159,584	0	0	14,159,584
Net Change in Fund Balance	(2,525,018)	414,681	(463,025)	(2,573,362)
FUND BALANCE (BEGINNING)	8,054,845	0	0	8,054,845
Prior Period Adjustment	0	0	0	0
FUND BALANCE (ENDING)	5,529,827	0	0	5,481,483

SCHOOL FOOD SERVICES FUND SUMMARY
2021-2022

	<u>Original Budget</u>	<u>Amendment #2</u>	<u>Amended Budget</u>
REVENUES			
Charges for Services	133,200	40,000	173,200
Other Local Revenue	15,250	0	15,250
State Matching Food Service Funds	25,000	10,000	35,000
Federal Funds Through State	<u>3,474,350</u>	<u>0</u>	<u>3,474,350</u>
Total Revenues	<u>3,647,800</u>	<u>50,000</u>	<u>3,697,800</u>
EXPENDITURES			
School Food Service	3,557,800	50,000	3,607,800
Capital Outlay	<u>90,000</u>	<u>0</u>	<u>90,000</u>
Total Expenditures	<u>3,647,800</u>	<u>50,000</u>	<u>3,697,800</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
FUND BALANCE (BEGINNING)	<u>2,040,400</u>	<u>0</u>	<u>2,040,400</u>
Purchase Method Inventory adj.	0	0	0
FUND BALANCE (ENDING)	<u>2,040,400</u>	<u>0</u>	<u>2,040,400</u>

**SCHOOL FEDERAL PROJECTS FUND
2021-2022 BUDGET**

	Original Budget	Amendment #1	Amendment #2	Amended Budget
REVENUES				
Federal Funds Direct and through State	27,656,928	(1,525,304)	6,007	26,137,631
Total Revenues	27,656,928	(1,525,304)	6,007	26,137,631
EXPENDITURES				
Title I	1,871,271	(2,544)	0	1,868,727
Title I Carryover	158,573	1,875	0	160,448
Title I-C	4,499	(4,499)	0	0
Title I-D	33,842	(2,346)	0	31,496
Title I-D Carryover	14,547	123	0	14,670
Title II	331,728	(233)	0	331,495
Title II Carryover	76,955	(25,864)	0	51,091
Title III	38,378	1,376	0	39,754
Title III Carryover	7,692	11,050	0	18,742
Title IV	142,801	(62)	0	142,739
Title IV Carryover	63,930	(8,936)	0	54,994
21st Century	158,794	0	0	158,794
21st Century Carryover	95,698	17,791	0	113,489
McKinney Homeless	96,000	12,200	0	108,200
Carl Perkins	142,150	0	0	142,150
IDEA	1,685,316	17,928	0	1,703,244
IDEA Carryover	482,782	(12,262)	0	470,520
IDEA Preschool	47,288	709	0	47,997
IDEA Preschool Carryover	2,903	(702)	0	2,201
ESSER 1.0(CARES)	0	2,712	0	2,712
ESSER 2.0	6,181,120	(2,134,769)	0	4,046,351
ESSER 3.0	13,881,918	0	0	13,881,918
ARP Homeless 1.0	0	30,000	0	30,000
ARP Homeless 2.0	0	97,322	6,007	103,329
ARP IDEA	0	437,649	0	437,649
ARP IDEA Preschool	0	29,178	0	29,178
Civics Seal Grant	0	7,000	0	7,000
Epidemiology & Laboratory Capacity	2,164,743	0	0	2,164,743
Total Expenditures	27,682,928	(1,525,304)	6,007	26,163,631
Excess (Deficiency) of Revenues Over (Under) Expenditures	(26,000)	0	0	(26,000)
OTHER FINANCING SOURCES (USES)				
Transfer In	26,000	0	0	26,000
Transfer Out	0	0	0	0
Total Other Financing Sources (Uses)	26,000	0	0	26,000
Net Change in Fund Balance	0	0	0	0
FUND BALANCE (BEGINNING)	294,358	0	0	294,358
FUND BALANCE (ENDING)	294,358	0	0	294,358

**SCHOOL SPECIAL PROJECTS FUND
2021-2022 BUDGET**

	<u>Original Budget</u>	<u>Amendment #1</u>	<u>Amendment #2</u>	<u>Amended Budget</u>
<u>REVENUES</u>				
Federal Funds Direct and through State	<u>684,687</u>	<u>(13,659)</u>	<u>1,197,199</u>	<u>1,868,227</u>
Total Revenues	<u>684,687</u>	<u>(13,659)</u>	<u>1,197,199</u>	<u>1,868,227</u>
<u>EXPENDITURES</u>				
Lottery Pre-K	352,316	17,676	45,979	415,971
Family Resource Center	29,612	0	0	29,612
Safe Schools	133,550	(500)	0	133,050
Safe School Carryover	88,748	(13,159)	0	75,589
Coordinated School Health	132,440	0	0	132,440
Middle School CTE Career Exploration	0	0	9,418	9,418
Learning Camps	0	0	1,085,703	1,085,703
Learning Camps Transportation	0	0	156,099	156,099
Literacy Training Stipend	0	0	0	0
Total Expenditures	<u>736,666</u>	<u>4,017</u>	<u>1,297,199</u>	<u>2,037,882</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(51,979)	(17,676)	(100,000)	(169,655)
<u>Other Financing Sources (Uses)</u>				
Transfer In	<u>51,979</u>	<u>17,676</u>	<u>100,000</u>	<u>169,655</u>
Net Change in Fund Balance	0	0	0	0
FUND BALANCE (BEGINNING)	<u>105,431</u>	<u>0</u>	<u>0</u>	<u>105,431</u>
FUND BALANCE (ENDING)	<u>105,431</u>	<u>0</u>	<u>0</u>	<u>105,431</u>