

CITY COUNCIL MEMORANDUM

07-20

DATE: April 26, 2007
TO: Honorable Mayor and Members of City Council
FROM: James R. O'Connor, City Manager
SUBJECT: WORK SESSION AGENDA – APRIL 30, 2007

A work session is scheduled for Monday, April 30, 2007, at **5:30 p.m. in the Municipal Building Courtroom**. The agenda is as follows:

- | | | |
|------|---|---|
| I. | Welcome and Introductory Remarks | James R. O'Connor
City Manager |
| II. | Highlights of the Schools' Proposed
FY 2008 Budget | John W. Smith, Jr.
Chairman
Board of Education
Thomas E. Bailey
Superintendent of Schools |
| III. | Presentation of the City's Proposed
FY 2008 Budget | James R. O'Connor
City Manager
Steven W. Jenkins
Deputy City Manager |

As always, feel free to contact me at 425-3550 should you have any questions.


James R. O'Connor

Attachments

Copy: Steven W. Jenkins, Deputy City Manager
Janice E. McGinnis, Finance Director
Kenneth R. Krushenski, City Attorney
Amy Fitzgerald, Government and Public Affairs Coordinator
Thomas E. Bailey, Superintendent of Schools

FINANCE DEPARTMENT MEMORANDUM
07-06

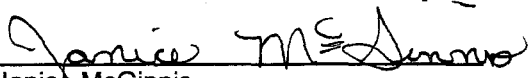
DATE: April 25, 2007
TO: James R. O'Connor, City Manager
THROUGH: Steven W. Jenkins, Deputy City Manager
FROM: Janice E. McGinnis, Finance Director
SUBJECT: FY 2008 Appropriation Ordinance

20

Attached is the fiscal 2008 Appropriation Ordinance reflecting appropriations for the various City Funds as presented in the proposed budget document. The calendar 2007 property tax rate is proposed at \$2.62 per \$100 of assessed valuation as outlined in Section 2 of the ordinance. This is a 7-cent increase over calendar 2006's \$2.55 property tax rate. Each cent on the property tax rate generates approximately \$70,000 in revenue.

The City's municipal expenditures are budgeted at \$16,995,717. This is a 4.1% increase over fiscal 2007 expenditure levels and is in accordance with the Major Policy Guidelines recommended by the Budget and Finance Committee that was adopted by City Council on March 19, 2007. The operating transfer to the Oak Ridge Schools is presented at the School Board's requested fiscal 2008 funding level of \$13,128,482. This is an 8.76% increase over fiscal 2007 funding levels and is \$563,468 above the 2008 4.1% guideline increase as adopted by City Council as part of the budgetary Major Policy Guidelines. A 7-cent property tax rate increase is required to fund this additional \$563,468.

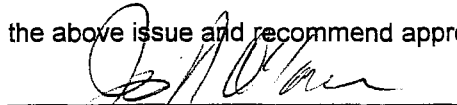
Agencies budgeted for funding for economic development and/or tourism services are the Convention & Visitors Bureau (CVB), Oak Ridge Chamber of Commerce, Anderson County Economic Development Association and Roane Alliance. Agencies budgeted for social service/cultural programs funding include Aid to Distressed Families of Appalachian Counties (ADFAC), Anderson County Health Council (ACHC) for the Healthy Start program, Arts Council of Oak Ridge, and Youth Advisory Board. Funding for these agencies remained at the fiscal 2007 level, with the exception of the CVB, which increased 4.1%. There is a \$120,000 grant to the CVB budgeted in the Economic Diversification Fund to provide matching funds toward the construction of a new CVB facility.


Janice McGinnis

Attachments

City Manager's Comments:

I have reviewed the above issue and recommend approval of the attached ordinance.


James R. O'Connor


Date

TITLE

AN ORDINANCE TO PROVIDE REVENUE FOR MUNICIPAL PURPOSES FOR THE FISCAL YEAR BEGINNING JULY 1, 2007, BY IMPOSING A TAX ON ALL PROPERTY WITHIN THE CITY, FIXING THE RATE OF THE TAX, ADOPTING A BUDGET, AND ADOPTING APPROPRIATIONS.

WHEREAS, the City Manager, in accordance with the requirements of Article V, Section 10, of the Charter of the City of Oak Ridge, has submitted to City Council a proposed budget prior to the beginning of the fiscal year upon which a public hearing was held on May 7, 2007 as required by law; and

WHEREAS, in accordance with the requirements of the same Charter section, the Council held meetings on November 6, 2006, January 8, 2007, and March 19, 2007 to provide guidance to the City Manager on the preparation of the proposed budget.

NOW, THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE CITY OF OAK RIDGE, TENNESSEE:

Section 1. The budget for the fiscal year beginning July 1, 2007, submitted to City Council by the City Manager, is hereby adopted.

Section 2. In order to provide revenue for municipal purposes, there is hereby imposed on the value of all property within the City of Oak Ridge as such value has been ascertained by the taxing authority of the City, a levy at the rate of \$2.62 upon each One Hundred Dollars' (\$100.00) worth of assessed value of all taxable property, this levy to be the tax rate for the year 2007. This levy shall also be imposed upon such assessments as may be certified for tax purposes to the City of Oak Ridge by the Public Service Commission of the State of Tennessee.

Section 3. In accordance with Article V, Section 13, of the Charter of the City of Oak Ridge, the following amounts shall be and hereby are adopted as appropriations by funds for the operation of the City of Oak Ridge, Tennessee, for Fiscal Year 2008:

General Fund, Municipal Operations	\$16,995,717
Debt Service (Bond and Interest Redemption Fund)	8,700,000
State Street Aid Fund	1,422,345
Streets and Public Transportation Fund	266,000
Drug Enforcement Program Fund	124,450
Grant Fund	3,675,250
General Purpose School Fund	49,585,899
Golf Course Fund	1,350,000
Capital Projects Fund	35,000,000
Solid Waste Fund	1,990,215
Economic Diversification Fund	3,223,598

Section 4. The following amounts in the proprietary-type funds are projected expenses for Fiscal Year 2008 and are provided for informational purposes:

Electric Fund	\$44,551,089
Waterworks Fund	16,704,215
Emergency Communications District Fund	682,000

Section 5. In order to provide funds to meet the expenditure requirements, the following transfers are projected for Fiscal Year 2008 and are provided for informational purposes:

<u>To General Purpose School Fund for Operations</u>	
From General Fund	\$13,128,482
<u>To Debt Service Fund</u>	
From General Fund	\$ 3,500,000
From Capital Projects Fund	2,500,000

<u>To Economic Diversification Fund</u>	
From General Fund	\$ 50,000
From Electric Fund	157,590
From Waterworks Fund	131,320
<u>To State Street Aid Fund</u>	
From General Fund	\$ 588,770
<u>To Streets and Public Transportation Fund</u>	
From General Fund	\$ 11,230
<u>To Solid Waste Fund</u>	
From General Fund	\$ 1,287,815
<u>To Grant Fund</u>	
From General Fund	\$ 168,350
<u>To Capital Projects Fund</u>	
From General Fund	\$ 1,200,000


Section 6. All proceeds received through fines, forfeitures and the disposal of seized goods resulting from the City's drug enforcement program shall be used exclusively for that program. A Special Revenue Fund has been established and any funds expended will be limited to the funds collected for that program.

Section 7. The taxes levied under this Ordinance shall become due and payable, shall become delinquent and shall be subject to penalties, the execution of distress warrants and sale of property levied upon as provided by law.

Section 8. The levy provided for herein shall be imposed on all taxable property as the same has been reported to the Council as a final total assessment of each class of property by the legally constituted Boards of Equalization for property situated in either Anderson County or Roane County within the City of Oak Ridge. The written report of the Equalization Boards shall be the assessment roll of the City of Oak Ridge.

Section 9. This Ordinance shall become effective ten (10) days after adoption on second reading, the welfare of the City of Oak Ridge requiring it.

APPROVED AS TO FORM AND LEGALITY:


 City Attorney

 Mayor

 City Clerk

Public Hearing: 5/9/07
 First Reading: _____
 Publication Date: _____
 Second Reading: _____
 Publication Date: _____
 Effective Date: _____