

ORDINANCE No. 26-10

**AN ORDINANCE OF THE
CITY SPRING HILL, TENNESSEE
ADOPTING THE ANNUAL BUDGET AND TAX RATE
FOR THE FISCAL YEAR BEGINNING JULY 1, 2026 AND ENDING JUNE 30, 2027**

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 CITY OF SPRING HILL, 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 2027, 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:

GENERAL FUND	Estimated		Budget FY 2027
	Actual FY 2025	Actual FY 2026	
Revenues			
Local Taxes	\$ 39,120,089	\$ 40,060,910	\$ 47,639,133
Licenses And Permits	2,898,173	1,623,608	959,361
Intergovernmental	9,376,942	6,778,081	9,820,078
Charges For Services	3,218,235	3,331,695	6,105,673
Fines And Forfeitures	236,912	253,118	250,000
Other	2,664,734	1,512,625	1,507,000
Other Financing Sources			
Transfers In - from other funds	-	-	595,852
Other Financing Sources	\$ 57,515,085	\$ 53,560,036	\$ 66,877,097
Appropriations			
Expenditures			
Administration	\$ 1,080,761	\$ 805,158	\$ 710,217
CIP Administration	418,958	317,778	295,836
Codes	1,003,798	1,187,820	1,324,666
Communications	388,972	380,921	405,915
Construction Crew	-	2,102,407	1,072,410
Emergency Operations	218,900	172,954	196,735
Engineering	666,283	965,314	1,104,007
Facilities	1,657,875	1,622,054	1,661,096
Finance	1,264,592	1,706,600	1,926,305
Fire Administration	1,174,708	2,437,708	2,917,171
Fire Marshal	422,303	469,256	570,111
Fire Operations	9,303,291	12,681,563	10,842,532
Fire Training	445,142	437,717	544,809
Fleet	722,820	1,053,426	1,120,672
GIS	281,776	440,825	425,271
Human Resources	475,922	580,868	675,755
Information Technology	2,276,676	2,549,983	2,809,425
Judicial	59,833	36,726	228,911
Legislation	814,504	6,751,556	803,998
Library	1,172,126	1,269,545	1,457,436
Parks Maintenance	690,532	739,648	981,021
PD Building & Grounds	116,671	293,444	350,339
Planning	899,644	966,037	1,205,523
Police Administration	1,131,388	1,396,709	1,388,475
Police Criminal Investigation	1,286,793	1,456,252	1,996,651
Police Drug Investigation	204,027	244,763	267,406
Police Field Operations	6,127,337	7,663,177	7,499,590
Police Support	2,061,392	2,291,857	2,642,158
Public Works Administration	448,347	589,328	812,347
Recreation	408,341	582,244	616,695
Senior Center	58,856	83,879	150,267
Streets	4,947,693	6,288,715	6,030,276
Traffic	1,002,300	1,013,241	1,189,923
Other Financing Uses			
Transfers Out - to other funds	16,053,653	8,710,774	9,735,664
Total Appropriations	\$ 59,286,216	\$ 70,290,249	\$ 65,959,613
Change in Fund Balance (Revenues - Appropriations)	(1,771,131)	(16,730,213)	917,484
Beginning Fund Balance July 1	31,827,477	44,117,180	27,386,967
Ending Fund Balance June 30	\$ 30,056,346	\$ 27,386,967	\$ 28,304,451
Ending Fund Balance as a % of Total Appropriations	50.7%	39.0%	42.9%

Debt Service paid from General Fund

Debt Management

	General Obligation Public Improvement				
110-42220-56111	Bonds, Series 2014 - Principal	\$ 99,493	\$ 100,050	\$ 102,350	
	General Obligation Public Improvement				
110-42220-56311	Bonds, Series 2014 - Interest	\$ 35,650	\$ 32,605	\$ 30,076	
	General Obligation Bonds, Series 2020A -				
110-42220-56122	Principal	\$ 190,675	\$ 185,600	\$ 194,400	
	General Obligation Bonds, Series 2020A -				
110-42220-56322	Interest	\$ 17,715	\$ 32,668	\$ 95,256	
	General Obligation Bonds, Series 2020A -				
110-42220-56123	Principal	\$ 66,300	\$ 69,600	\$ 72,900	
	General Obligation Bonds, Series 2020A -				
110-42220-56323	Interest	\$ 25,172	\$ 26,134	\$ 35,721	
110-41500-56324	2020 Series Arbitrage Rebate	\$ -	\$ 102,299	\$ -	
110-41500-56929	Fees on Bonds	\$ 1,975	\$ 3,500	\$ 3,500	
110-41641-56273	Principal on SBITA - NEC Phone system	\$ 18,120	\$ -	\$ -	
110-41641-56473	Interest on SBITA - NEC Phone System	\$ 154	\$ -	\$ -	
110-41641-56474	Interest On SBITA-NeoGov	\$ 2,462			
110-41800-56462	Interest - Office Lease	\$ 37,762	\$ 18,175	\$ -	
110-42160-56461	Interest - Firing Range Lease	\$ 1,264	\$ 1,500	\$ -	
110-42160-56463	Interest - Police HQ Lease	\$ 676	\$ -	\$ -	
	Total Annual Debt				
	Service Payments	Annual Debt Service Payments	\$ 497,419	\$ 572,131	\$ 534,203

STATE STREET AID FUND	Estimated		
	Actual FY 2025	Actual FY 2026	Budget FY 2027
Revenues			
State Gas and Motor Fuel Taxes	\$ 1,859,287	\$ 1,550,102	\$ 2,286,823
	-	-	-
Other Financing Sources			
Interest Earnings	66,435	66,671	50,000
Issuance of Debt / Debt Proceeds	-	-	-
Transfers In - from other funds	-	-	-
Total Revenues and Other Financing Sources	\$ 1,925,723	\$ 1,616,773	\$ 2,336,823
Appropriations			
Public Works Department	\$ 1,775,699	\$ 1,882,076	\$ 1,837,076
Debt Service - Principal and Interest	360,751	161,494	161,214
Total Appropriations	\$ 2,136,450	\$ 2,043,570	\$ 1,998,290
Change in Fund Balance (Revenues - Appropriations)	(210,727)	(426,797)	338,533
Beginning Fund Balance July 1	2,160,661	1,935,304	1,508,507
Ending Fund Balance June 30	\$ 1,949,934	\$ 1,508,507	\$ 1,847,040
Ending Fund Balance as a % of Total Appropriations	91.3%	73.8%	92.4%

Debt Service paid from State Street Aid Fund

Debt Management				
121-43190-56112	General Obligation Public Improvement Bonds, Series 2014 - Principal	\$ 36,850	\$ 39,150	\$ 40,050
121-43190-56312	General Obligation Public Improvement Bonds, Series 2014 - Interest	\$ 29,045	\$ 12,759	\$ 11,769
121-43190-56113	General Obligation Public Improvement Bonds, Series 2014 - Principal	\$ 82,298	\$ 82,650	\$ 84,550
121-43190-56313	General Obligation Public Improvement Bonds, Series 2014 - Interest	\$ 13,984	\$ 26,935	\$ 24,845
121-43190-56231	Capital Outlay Note, Series 2016 - Principal	\$ 195,000	\$ -	\$ -
121-43190-56431	Capital Outlay Note, Series 2016 - Interest	\$ 3,575	\$ -	\$ -
Total Annual Debt Service Payments	Annual Debt Service Payments	\$ 360,751	\$ 161,494	\$ 161,214

IMPACT FEE FUND	Estimated		Budget FY 2027
	Actual FY 2025	Actual FY 2026	
Revenues			
Licenses And Permits	\$ 4,194,316	\$ 4,000,000	\$ 1,310,312
	-	-	-
Other Financing Sources			
Interest Earnings	517,291	384,255	150,000
Issuance of Debt / Debt Proceeds	-	-	-
Transfers In - from other funds	-	-	-
Total Revenues and Other Financing Sources	\$ 4,711,606	\$ 4,384,255	\$ 1,460,312
Appropriations			
Transfers Out - to other funds	4,700,000	3,480,000	9,560,000
Total Appropriations	\$ 4,700,000	\$ 3,480,000	\$ 9,560,000
Change in Fund Balance (Revenues - Appropriations)	11,606	904,255	(8,099,688)
Beginning Fund Balance July 1	10,368,471	10,380,077	11,284,332
Ending Fund Balance June 30	\$ 10,380,077	\$ 11,284,332	\$ 3,184,644
Ending Fund Balance as a % of Total Appropriations	220.9%	324.3%	33.3%

ADEQUATE FACILITIES FUND	Actual FY 2025	Estimated Actual FY 2026	Budget FY 2027
Revenues			
Adequate Facilities	\$ 3,533,450	\$ 1,482,709	\$ 392,000
Adequate Facilities - Roads	\$ 37,784	\$ 88,591	\$ 396,338
Adequate Facilities - WC	\$ 504,326	\$ 421,063	\$ 337,603
Other Financing Sources			
Interest Earnings	292,083	255,332	60,000
Issuance of Debt / Debt Proceeds	-	-	-
Transfers In - from other funds	-	-	-
Total Revenues and Other Financing Sources	\$ 4,367,643	\$ 2,247,694	\$ 1,185,941
Appropriations			
Public Works Department	\$ -	\$ -	\$ -
Debt Service - Principal and Interest	742,105	737,714	375,724
Transfers Out - to other funds	2,000,000	8,394,253	-
Total Appropriations	\$ 2,742,105	\$ 9,131,967	\$ 375,724
Change in Fund Balance (Revenues - Appropriations)	1,625,538	(6,884,273)	810,217
Beginning Fund Balance July 1	5,410,579	7,036,117	151,844
Ending Fund Balance June 30	\$ 7,036,117	\$ 151,844	\$ 962,062
Ending Fund Balance as a % of Total Appropriations	256.6%	1.7%	256.1%

Debt Service paid from Adequate Facilities Fund

Debt Management				
125-46050-56114	General Obligation Public Improvement Bonds, Series 2014 - Principal	\$ 206,359	\$ 213,150	\$ 218,050
125-46050-56314	General Obligation Public Improvement Bonds, Series 2014 - Interest	\$ 74,896	\$ 69,464	\$ 64,074
125-46050-56221	General Obligation Public Improvement Bonds, Series 2014 - Principal	\$ 415,000	\$ 430,000	\$ 90,000
125-46050-56421	General Obligation Public Improvement Bonds, Series 2014 - Interest	\$ 45,850	\$ 25,100	\$ 3,600
Total Annual Debt Service Payments	Annual Debt Service Payments	\$ 742,105	\$ 737,714	\$ 375,724

TOURISM FUND	Estimated		Budget FY 2027
	Actual FY 2025	Actual FY 2026	
Revenues			
Room Occupancy - Hotel/Motel Tax	\$ 410,177	\$ 410,000	\$ 400,000
	-	-	-
Other Financing Sources			
Interest Earnings	30,705	21,252	18,000
Other	-	112	-
Transfers In - from other funds	-	-	-
Total Revenues and Other Financing Sources	\$ 440,883	\$ 431,364	\$ 418,000
Appropriations			
Contractual Services	\$ 168,774	\$ 442,500	\$ 312,950
Fixed Charges	\$ 7,575	\$ 6,757	\$ 7,978
Grants, Contributions, Indemnities, and Other	\$ -	\$ 95,000	\$ -
Capital Outlay	134,405	-	-
Total Appropriations	\$ 310,754	\$ 544,257	\$ 320,928
Change in Fund Balance (Revenues - Appropriations)	130,129	(112,893)	97,072
Beginning Fund Balance July 1	581,048	783,420	670,527
Ending Fund Balance June 30	\$ 711,177	\$ 670,527	\$ 767,599
Ending Fund Balance as a % of Total Appropriations	228.9%	123.2%	239.2%

CAPITAL EQUIPMENT REPLACEMENT FUND	Estimated		Budget FY 2027
	Actual FY 2025	Actual FY 2026	
Revenues			
Interest Earnings	6,307	54,531	-
Other	-	-	-
Transfers In - from other funds	2,759,876	-	-
Total Revenues and Other Financing Sources	\$ 2,766,183	\$ 54,531	\$ -
Appropriations			
Capital Outlay	904,649	574,702	595,852
Total Appropriations	\$ 904,649	\$ 574,702	\$ 595,852
Change in Fund Balance (Revenues - Appropriations)	1,861,534	(520,171)	(595,852)
Beginning Fund Balance July 1	541,769	2,347,148	1,826,977
Ending Fund Balance June 30	\$ 2,403,303	\$ 1,826,977	\$ 1,231,125
Ending Fund Balance as a % of Total Appropriations	265.7%	317.9%	206.6%

SANITATION FUND	Estimated		
	Actual FY 2025	Actual FY 2026	Budget FY 2027
Revenues			
Residential & Commercial Collection Fees	\$ 2,393,161	\$ 2,925,367	\$ 3,150,155
Recycling Collection Fees	973,888	1,017,534	1,229,450
City Sanitation Service Fees	1,669,277	1,444,251	1,254,738
Bulky Waste Pickup Fees	56,503	57,938	60,000
Interest Earnings & Miscellaneous Revenue	101,806	75,106	45,000
Sale of Surplus Assets	5,801	-	-
Other Financing Sources			
Issuance of Debt / Debt Proceeds	-	-	-
Transfers In - from other funds	-	-	-
Other Financing Sources	\$ 5,200,435	\$ 5,520,196	\$ 5,739,343
Appropriations			
Sanitation	\$ 4,588,216	\$ 5,914,938	\$ 5,401,683
Other General Government Services	-	-	288,805
Total Appropriations	\$ 4,588,216	\$ 5,914,938	\$ 5,690,488
Change in Fund Balance (Revenues - Appropriations)	612,219	(394,742)	48,855
Beginning Fund Balance July 1	2,127,789	2,724,516	2,329,774
Ending Fund Balance June 30	\$ 2,740,008	\$ 2,329,774	\$ 2,378,629
Ending Fund Balance as a % of Total Appropriations	59.7%	39.4%	41.8%

18-75 CAPITAL PROJECTS FUND	Actual FY 2025	Estimated Actual FY 2026	Budget FY 2027
Revenues			
Intergovernmental	19,410	695	
Other	2,666,834	2,289,213	560,000
Other Financing Sources			
Issuance of Debt / Debt Proceeds	40,000,000	-	-
Contribution From Developer	569,949	108,000	-
Transfers In - from other funds	6,369,321	8,172,947	9,614,164
Other Financing Sources	\$ 49,625,514	\$ 10,570,855	\$ 10,174,164
Appropriations			
Buckner Lane	\$ 8,494,720	\$ 8,615,190	\$ -
Capital Financing	\$ 5,152,231	\$ 6,070,436	\$ 6,634,411
CSA	\$ 522,062	\$ 549,379	\$ 3,000,000
Harvey Park Greenway	\$ 22,018	\$ 11,327	\$ -
I-65 L1C1 & L1C2	\$ 3,331,790	\$ 57,439	\$ -
New Library	\$ -	\$ 63,564	\$ 1,500,000
Police HQ	\$ 17,109,084	\$ 363,923	\$ -
Port Royal and Countess Roundabout	\$ 13,920		\$ -
Project Parkland	\$ -	\$ 54,268	\$ -
Total Appropriations	\$ 34,645,826	\$ 15,785,525	\$ 11,134,411
Change in Fund Balance (Revenues - Appropriations)	14,979,687	(5,214,670)	(960,247)
Beginning Fund Balance July 1	38,739,351	53,951,160	48,736,491
Ending Fund Balance June 30	\$ 53,719,039	\$ 48,736,491	\$ 47,776,243
Ending Fund Balance as a % of Total Appropriations	155.1%	308.7%	429.1%

Debt Service paid from 18-75 Capital Projects Fund

Debt Management				
311-48400-56131	General Obligation Bonds, Series 2022 - Principal	\$ 1,405,000	\$ 1,475,000	\$ 1,550,000
311-48400-56331	General Obligation Bonds, Series 2022 - Interest	\$ 1,492,838	\$ 1,422,588	\$ 1,348,838
311-48400-56121	General Obligation Bonds, Series 2020A - Principal	\$ 861,900	\$ 904,800	\$ 947,700
311-48400-56321	General Obligation Bonds, Series 2020A - Interest	\$ 651,838	\$ 594,549	\$ 464,373
311-48400-56151	Series 2024 Portion Allocated to General Fund - Principal	\$ -	\$ -	\$ 650,000
311-48400-56332	Series 2024 Portion Allocated to General Fund - Interest	\$ 740,656	\$ 1,673,500	\$ 1,673,500
Total Annual Debt Service Payments	Annual Debt Service Payments	\$ 5,152,231	\$ 6,070,437	\$ 6,634,411

CAPITAL PROJECTS FUND	Estimated		Budget FY 2027
	Actual FY 2025	Actual FY 2026	
Revenues			
Intergovernmental	\$ -	\$ 148,902	\$ -
Other	108,598	981,980	25,000
Other Financing Sources			
Issuance of Debt / Debt Proceeds	-	-	-
Transfers In - from other funds	13,700,000	13,700,000	9,560,000
Other Financing Sources	\$ 13,808,598	\$ 14,830,882	\$ 9,585,000
Appropriations			
City Hall Basement Renovation	\$ -	\$ 96,321	\$ -
Cleburne & Beechcroft Intersection	\$ 68,199	\$ 39,602	\$ -
Fire Station #4	\$ 7,208,906	\$ 2,982,537	\$ -
Fire Training Site	\$ 317,793	\$ -	\$ -
Jim Warren Bridge Improvements	\$ 39,879	\$ 19,726	\$ -
Kedron Road (US31 to I65)	\$ 874	\$ 3,913	\$ -
LPRF Grant - Fischer Park	\$ 299,204	\$ 5,800	\$ -
Peter Jenkins Greenway	\$ 202,813	\$ 27,493	\$ -
Port Royal Road & Buckner Ln Intersection	\$ 569,338	\$ 1,828,408	\$ 9,560,000
Port Royal Road (Duplex to Kedron)	\$ 32,679	\$ -	\$ -
Port Royal Sidewalks	\$ 40,104	\$ -	\$ -
Total Appropriations	\$ 8,779,789	\$ 5,003,799	\$ 9,560,000
Change in Fund Balance (Revenues - Appropriations)	5,028,809	9,827,084	25,000
Beginning Fund Balance July 1	3,442,092	9,340,485	19,167,569
Ending Fund Balance June 30	\$ 8,470,901	\$ 19,167,569	\$ 19,192,569
Ending Fund Balance as a % of Total Appropriations	96.5%	383.1%	200.8%

LIBRARY FUND	Estimated		Budget FY 2027
	Actual FY 2025	Actual FY 2026	
Revenues			
Donations	\$ 62,359	\$ 52,691	\$ 75,000
Other Financing Sources			
Interest Earnings	6,650	6,468	3,000
Issuance of Debt / Debt Proceeds	-	-	-
Transfers In - from other funds	-	-	-
Other Financing Sources	\$ 69,009	\$ 59,159	\$ 78,000
Appropriations			
Supplies	\$ 33,649	\$ 34,000	\$ 33,000
Fixed Charges	\$ 3,354	\$ 3,000	\$ 3,100
Total Appropriations	\$ 37,002	\$ 37,000	\$ 36,100
Change in Fund Balance (Revenues - Appropriations)	32,007	22,159	41,900
Beginning Fund Balance July 1	132,507	161,598	183,756
Ending Fund Balance June 30	\$ 164,514	\$ 183,756	\$ 225,656
Ending Fund Balance as a % of Appropriations	444.6%	496.6%	625.1%

DRUG FUND	Estimated		Budget FY 2027
	Actual FY 2025	Actual FY 2026	
Revenues			
Fines And Forfeitures	\$ 66,785	\$ 40,000	\$ 45,000
Other	11,353	8,000	6,000
Other Financing Sources			
Issuance of Debt / Debt Proceeds	-	-	-
Transfers In - from other funds	-	-	-
Other Financing Sources	\$ 78,138	\$ 48,000	\$ 51,000
Appropriations			
Drug Enforcement	\$ 33,852	\$ 117,646	\$ 68,450
Debt Service	-	-	-
Total Appropriations	\$ 33,852	\$ 117,646	\$ 68,450
Change in Fund Balance (Revenues - Appropriations)	44,286	(69,646)	(17,450)
Beginning Fund Balance July 1	235,511	285,008	215,362
Ending Fund Balance June 30	\$ 279,797	\$ 215,362	\$ 197,912
Ending Fund Balance as a % of Appropriations	826.5%	183.1%	289.1%

WATER DEVELOPMENT FUND	Estimated		Budget FY 2027
	Actual FY 2025	Actual FY 2026	
Revenues			
Water Development	\$ 1,194,456	\$ 1,100,000	\$ 440,000
Water Tap Fees	\$ 1,059,430	\$ 750,000	\$ 300,000
Other Financing Sources			
Interest Earnings	\$ 193,849	\$ 68,562	\$ 105,000
Issuance of Debt / Debt Proceeds	-	-	-
Transfers In - from other funds	-	-	-
Revenues and Other Financing Sources	\$ 2,447,735	\$ 1,918,562	\$ 845,000
Appropriations			
Transfers Out - to other funds	\$ 6,043,948	\$ 3,000,000	\$ -
Total Appropriations	\$ 6,043,948	\$ 3,000,000	\$ -
Change in Fund Balance (Revenues - Appropriations)	(3,596,213)	(1,081,438)	845,000
Beginning Fund Balance July 1	4,929,936	1,333,723	252,285
Ending Fund Balance June 30	\$ 1,333,723	\$ 252,285	\$ 1,097,285
Ending Fund Balance as a % of Appropriations	22.1%	8.4%	#DIV/0!

SEWER DEVELOPMENT FUND	Estimated		Budget FY 2027
	Actual FY 2025	Actual FY 2026	
Revenues			
Sewer Development	\$ 1,432,857	\$ 973,000	\$ 480,000
Sewer Tap Fees	\$ 915,875	\$ 560,000	\$ 340,000
Other Financing Sources			
Interest Earnings	\$ 672,202	\$ 172,358	\$ 60,000
Issuance of Debt / Debt Proceeds	-	-	-
Transfers In - from other funds	-	-	-
Other Financing Sources	\$ 3,020,934	\$ 1,705,358	\$ 880,000
Appropriations			
Transfers Out - to other funds	\$ 13,899,449	\$ 1,500,000	\$ -
Total Appropriations	\$ 13,899,449	\$ 1,500,000	\$ -
Change in Fund Balance (Revenues - Appropriations)	(10,878,515)	205,358	880,000
Beginning Fund Balance July 1	15,520,200	4,641,685	4,847,044
Ending Fund Balance June 30	\$ 4,641,685	\$ 4,847,044	\$ 5,727,044
Ending Fund Balance as a % of Appropriations	33.4%	323.1%	#DIV/0!

WATER and SEWER FUND	Estimated		Budget FY 2027
	Actual FY 2025	Actual FY 2025	
Operating Revenues			
Water Sales	\$ 11,434,301	\$ 13,436,063	\$ 17,457,601
Sewer Fees	10,951,245	13,845,948	18,246,170
Tap Fees	139,563	131,498	134,120
Miscellaneous Other Fees	756,346	476,359	395,000
Total Operating Revenues	\$ 23,281,454	\$ 27,889,867	\$ 36,232,891
Operating Expenses			
Utility Administration	\$ 699,621	\$ 1,896,010	\$ 2,181,250
Utility Billing	811,310	1,109,610	1,017,023
Waste Water Treatment Plant	3,134,816	3,437,380	3,484,320
Water Distribution	5,112,284	5,705,245	5,339,146
Water Treatment Plant	2,325,333	2,416,830	2,644,028
Sewer Collection	1,343,044	1,230,778	1,916,605
SPARTAN	-	898,165	861,160
General Fund Support	-	3,061,144	3,584,283
Other	-	-	-
Depreciation	3,638,314	3,351,000	3,900,000
Total Operating Expenses	\$ 17,064,722	\$ 23,106,162	\$ 24,927,815
Operating Income (Loss)	\$ 6,216,732	\$ 4,783,705	\$ 11,305,076
Nonoperating Revenues (Expenses)			
Revenue: Investment Income	\$ 1,989,936	\$ 1,755,616	\$ 2,000,000
Grants - Operating	24,420	2,088	15,000
Other Income	13,381	9,189	-
Expense: Debt Service - Interest Expense	(506,560)	(800,324)	(762,425)
Debt Service - Principal	(1,068,000)	(1,152,150)	(1,240,000)
Capital Outlay	(38,306)	(9,041,119)	(16,127,250)
Other Expense	(46,271)	-	-
Total Nonoperating Revenue (Expenses)	\$ 368,600	\$ (9,226,700)	\$ (16,114,675)
Income (Loss) Before Capital Contributions and Transfers	\$ 6,585,332	\$ (4,442,995)	\$ (4,809,599)
Capital Contributions and Transfers			
Capital Contributions - Tap Fees in Excess of Cost	\$ -	\$ -	\$ -
Capital Contributions - Grants	-	-	-
Capital Contributions - Other	8,088,878	-	-
Transfers In - from Other Funds	21,443,397	4,500,000	-
Transfers Out - to Other Funds (PILOT)	-	-	-
Total Capital Contributions and Transfers	\$ 29,532,275	\$ 4,500,000	\$ -
Change in Net Position	\$ 36,117,607	\$ 57,005	\$ (4,809,599)
Beginning Net Position July 1	124,666,640	160,784,247	160,841,252
Ending Net Position June 30	\$ 160,784,247	\$ 160,841,252	\$ 156,031,653

Statutory Change in Net Position Reconciliation:			
Change in Net Position	\$ 36,117,607	\$ 57,005	\$ (4,809,599)
Subtract:			
Capital Contributions - Tap Fees in Excess of Cost	\$ -	\$ -	\$ -
Capital Contributions - Grants	-	-	-
Capital Contributions - Other	8,088,878	-	-
Grants - Operating	24,420	2,088	15,000
Transfers In - from Other Funds	21,443,397	4,500,000	-
Total amount subtracted for statutory change	\$ 29,556,695	\$ 4,502,088	\$ 15,000
Statutory Change in Net Position*	\$ 6,560,912	\$ (4,445,083)	\$ (4,824,599)

Debt Service to be Paid Out of Water and Sewer Fund				
Debt Management				
410-52060-56324	2020 Series Arbitrage Rebate	\$ -	\$ 51,150	\$ -
410-52100-56211	Series 2002 WS System Supported Debt - Principal	\$ 368,000	\$ 386,000	\$ 405,000
410-52100-56411	Series 2002 WS System Supported Debt - Interest	\$ 34,880	\$ 23,730	\$ 12,150
410-52100-56911	Series 2002 WS System Supported Debt - Fees	\$ 7,648	\$ -	\$ -
410-52210-56142	Series 2020B WS System Supported Debt - Principal	\$ 371,000	\$ 378,950	\$ 389,550
410-52210-56141	Series 2020B WS System Supported Debt - Interest	\$ 77,691	\$ 67,821	\$ 57,740
410-52210-56342	Series 2020B WS System Supported Debt - Principal	\$ 329,000	\$ 336,050	\$ 345,450
410-52210-56341	Series 2020B WS System Supported Debt - Interest	\$ 87,609	\$ 76,479	\$ 65,111
410-52010-56152	Series 2024 Portion Allocated to WS Fund Budget Interest Rate - Principal	\$ -	\$ -	\$ 100,000
410-52010-56412	Series 2024 Portion Allocated to WS Fund Budget Interest Rate - Interest	\$ 298,732	\$ 626,000	\$ 626,200
410-52060-56929	Fees on Bonds	\$ -	\$ 1,750	\$ 1,225
410-52060-56324	2020 Series Arbitrage Rebate	\$ -	\$ 51,150	\$ -
410-52060-56462	Office Lease - Interest	\$ -	\$ 4,544	\$ -
Total Annual Debt Service Payments	Annual Debt Service Payments	\$ 1,574,560	\$ 2,003,623	\$ 2,002,425

STORMWATER FUND	Estimated		Budget FY 2027
	Actual FY 2025	Actual FY 2026	
Operating Revenues			
Fees	2,441,268	2,932,121	2,755,892
Other	-	30	-
Miscellaneous Other Fees	-	-	-
Non-Operating Revenues, Grants, Contributions, & Transfers In			
Investment Income	78,376	17,924	6,000
Other Income	-	-	-
Capital Contributions	-	-	-
Grants - Capital	-	-	-
Grants - Operating	-	-	-
Transfers In - from other funds	-	-	-
Total Revenues	\$ 2,519,644	\$ 2,950,076	\$ 2,761,892
Appropriations			
Operating Expenses			
Administrative	\$ 613,826	\$ 672,163	\$ 1,825,727
General Operations	135,804	171,757	296,971
Maintenance	124,122	375,044	505,119
Depreciation	354,240	-	400,000
Non-Operating Expenses and Transfers Out			
Debt Service - Interest	72,904	88,847	88,335
Debt Service - Principal	-	25,611	91,124
Capital Outlay	-	3,568,266	124,770
Transfers Out - to other funds (PILOT)	-	-	-
Total Appropriations	\$ 1,300,896	\$ 4,901,688	\$ 3,332,046
Change in Net Position (Revenues - Appropriations)	1,218,748	(1,951,612)	(570,154)
Beginning Net Position July 1	11,874,374	13,049,495	11,097,883
Ending Net Position June 30	\$ 13,093,122	\$ 11,097,883	\$ 10,527,729

Debt Service to be Paid Out of Stormwater Fund

Debt Management			
	Series 2024 Portion		
416-43150-56153	Allocated to Stormwater Fund - Principal	\$ -	\$ - \$ 65,000
	Series 2024 Portion		
416-43150-56442	Allocated to Stormwater Fund - Interest	39,831	83,850 83,850
	Interfund Capital Outlay		
416-43150-56241	Note, Series 2022 Draw #1 - Principal	-	25,611 26,124
	Interfund Capital Outlay		
416-43150-56441	Note, Series 2022 Draw #1 - Interest	-	4,997 4,485
416-43150-56449	Lease for Mini-Ex - Interest	33,073	- -
416-52060-56929	Fees on Bonds	-	- 175
Total Annual Debt Service Payments	Annual Debt Service Payments	\$ 72,904	\$ 114,458 \$ 179,634

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

Fund	Estimated Fund Balance/Net Position at June 30, 2026	
General Fund	\$	27,386,967
State Street Street Aid Fund	\$	1,508,507
Impact Fees Fund	\$	11,284,332
Adequate Facilities Fund	\$	151,844
Tourim Fund	\$	670,527
Capital Equipment Replacement Fund	\$	1,826,977
Sanitation Fund	\$	2,329,774
18-75 Capital Projects Fund	\$	48,736,491
Capital Projects Fund	\$	19,167,569
Water/ Sewer Fund	\$	160,841,252
Water Development Fee Fund	\$	252,285
Sewer Development Fund	\$	4,847,044
Stormwater Utility Fund	\$	11,097,883
Library Fund	\$	183,756
Drug Enforcement Fund	\$	215,362

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:

City of Spring Hill
Schedule of Outstanding Debt and Budgeted Debt Service
Fiscal Year 2027

Fund	Type of Debt	Loan Name and Description	Original Issuance Amount	Authorized & Unissued	Total Principal Outstanding at June 30	Budgeted Annual Debt Service		
						Principal	Interest	Total
General	Bonds	2014 GO Bond - Fire	\$ 1,989,500		\$ 1,002,395	\$ 102,350	\$ 30,076	\$ 132,426
		2020A GO Bond - Ladder & Pumper Truck	5,253,600		3,717,263	267,300	130,977	398,277
	Leases	Firing Range Lease	133,260		94,710	-	-	-
	Total		\$ 7,376,360	\$ -	\$ 4,814,368	\$ 369,650	\$ 161,053	\$ 530,703
State Street Aid	Bonds	2014 GO Bond - Reserve Blvd & Duplex	2,422,000		\$ 1,220,307	\$ 124,600	\$ 36,614	\$ 161,214
	Total		\$ 2,422,000	\$ -	\$ 1,220,307	\$ 124,600	\$ 36,614	\$ 161,214
Adequate Facilities	Bonds	2014 GO Bond - Port Royal Pk	4,238,500		\$ 2,135,536	\$ 218,050	\$ 64,074	\$ 282,124
	Notes	Interlocal Agreement - WC Rec Center	5,385,000		64,900	90,000	3,600	93,600
	Total		\$ 9,623,500	\$ -	\$ 2,200,436	\$ 308,050	\$ 67,674	\$ 375,724
18-75 Capital Projects	Bonds	2020A GO Bond	18,626,400		\$ 13,179,387	\$ 947,700	\$ 464,373	\$1,412,073
		2022 GO Bond - 40M	40,000,000		33,107,413	1,550,000	1,348,838	2,898,838
		2024 GO Bond	37,930,000		36,256,500	650,000	1,673,500	2,323,500
	Total		\$ 96,556,400	\$ -	\$ 82,543,300	\$3,147,700	\$3,486,711	\$6,634,411
Water and Sewer	Bonds	2020B - 9,395,000 Refunding	9,395,000		\$ 5,250,700	\$ 735,000	\$ 122,850	\$ 857,850
		2024 GO Bond	14,365,000		13,738,800	100,000	626,200	726,200
	Loan Agreements	TMBF Loan - 6m	6,000,000		383,248	405,000	12,150	417,150
	Total		\$ 29,760,000	\$ -	\$ 19,372,748	\$1,240,000	\$ 761,200	\$2,001,200
Stormwater	Bonds	2024 GO Bond	1,895,000		\$ 1,811,150	\$ 65,000	\$ 83,850	\$ 148,850
	Notes	Interfund Capital Outlay Note - 4m	4,000,000		219,220	26,124	4,485	30,609.00
	Total		\$ 5,895,000	\$ -	\$ 2,030,370	\$ 91,124	\$ 88,335	\$ 179,459
Total Outstanding Debt			\$ 15,693,360	\$ -	\$ 8,065,045	\$ 585,374	\$ 286,002	\$ 871,376

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
City Hall Basement Renovation	\$ 903,679.35	\$ 903,679.35	\$ -
Cleburne & Beechcroft Intersection	\$ 2,227,219.57	\$ 2,227,219.57	\$ -
Jim Warren Bridge Improvements	\$ 128,537.91	\$ 128,537.91	\$ -
New Playground at Harvey Park	\$ 1,000,000.00	\$ 1,000,000.00	\$ -
Peter Jenkins Greenway	\$ 58,774.41	\$ 58,774.41	\$ -
Port Royal Road & Buckner Ln Intersection	\$ 9,642,715.77	\$ 9,642,715.77	\$ -
Port Royal Road (Duplex to Kedron)	\$ 314,018.44	\$ -	\$ -
CSA	\$ 5,867,059.03	\$ 5,867,059.03	\$ -
Jim Warren Rd	\$ 196,920.00	\$ 301,920.00	\$ -
Buckner Lane	\$ 7,580,049.72	\$ -	\$ 7,580,049.72
Harvey Park Greenway	\$ 47,714.30	\$ 47,714.30	\$ -
I-65 L1C1 & L1C2	\$ 13,723.84	\$ -	\$ 13,723.84
Mahlon Moore Rd / Battle Creek Way	\$ 1,625,950.00	\$ 1,625,950.00	\$ -
New Library	\$ 10,436.46	\$ 10,436.46	\$ -
Port Royal and Countess Roundabout	\$ 24,830.00	\$ -	\$ -

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 in accordance to the Budget Policy.

SECTION 7: A detailed financial plan will be attached to this budget and become part of this budget ordinance.

SECTION 8: There is hereby levied a property tax of \$0.739 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 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: 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, 2026, the public welfare requiring it.

Passed 1st Reading: _____

Passed 2nd Reading: _____

Matt Fitterer, Mayor

ATTESTED:

April Goad, City Recorder

LEGAL FORM APPROVED:

Patrick Carter, City Attorney