

## “Exhibit A”



City of McLendon Chisholm

Fiscal Year 2017-2018 Approved Budget

September 26, 2017

This budget will raise more revenue from property taxes than last year's budget by an amount of \$104,412, which is a 21.96% percent increase from last year's budget. The property tax revenue to be raised from new property added to the tax roll this year is \$65,980.

**The members of the governing body voted on the budget as follows: For:** Sim Woodham, Adrienne Balkum, Wayne Orchard, Scott Turnbull, James Herren

**Against:** None

**Present and Not Voting:** None

**Absent:** None

### Property Tax Rate Comparison

	<u>2017-2018</u>	<u>2016-2017</u>
Property Tax Rate:	\$0.150000	\$0.152025/100
Effective Tax Rate:	\$0.137922	\$0.141822/100
Effective Maintenance & Operations Tax Rate:	\$0.087257	\$0.089933/100
Maintenance & Operations Tax Rate	\$0.088099	\$0.096122/100
Rollback Tax Rate:	\$0.156138	\$0.153031/100
Debt Rate:	\$0.061901	\$0.055903/100

Total debt obligation for City of McLendon-Chisholm secured by property taxes: \$2,654,566.

**City of McLendon-Chisholm  
 Proposed Operating Budget  
 For the Fiscal Year to end September 30, 2018**

	<b>FY 2016-2017 Approved Budget</b>	<b>FY 2016-2017 Projected</b>	<b>FY 2017-2018 Proposed Budget</b>
<b>Revenue</b>			
302 Franchise Income	\$ 143,289	\$ 138,828	\$ 141,942
303 Development Income	\$ 4,255	\$ 2,405	\$ 29,000
304 Building Permit Income	\$ 359,539	\$ 382,419	\$ 492,419
305 Municipal Court Income	\$ 2,500	\$ 257	\$ 300
306 Interest Income	\$ 3,178	\$ 2,223	\$ -
308 Septic Fees	\$ 22,400	\$ 25,450	\$ 20,000
309 Food Enforcement	\$ 600	\$ -	\$ 600
310 Sales Tax Revenue	\$ 100,000	\$ 118,784	\$ 126,445
311 PID Admin Expense Reimbursement	\$ 15,000	\$ 2,489	\$ 5,000
312 Sewer Utility Admin Reimbursement	\$ 10,000	\$ 12,000	\$ -
315 Miscellaneous Income	\$ 641	\$ 794	\$ 641
317 Ad Valorem Tax - M&O	\$ 326,951	\$ 307,195	\$ 341,183
321 Credit Card Fee Revenue	\$ 208	\$ 50	\$ 208
<b>Total Revenue</b>	<b>\$ 988,561</b>	<b>\$ 992,894</b>	<b>\$ 1,157,738</b>
<b>Expenditures</b>			
<b>Operating Expenditures</b>			
401 Municipal Court	\$ 1,277	\$ 593	\$ 1,277
402 Election Expense	\$ 9,000	\$ 10,476	\$ 10,476
404 Citation Delivery	\$ -	\$ 75	\$ 75
410 Building Inspections	\$ 191,164	\$ 187,547	\$ 155,818
411 Environmental Regulation	\$ 15,241	\$ 16,596	\$ 16,596
418 Membership Fees/Dues/Subs.	\$ 4,980	\$ 1,345	\$ 1,345
422 Public Notice Expense	\$ 3,000	\$ 1,924	\$ 1,924
423 Community Functions	\$ 57	\$ 1,306	\$ 100
426 Appraisal District Collection	\$ 6,000	\$ 4,743	\$ 5,539
<b>Total 400 Operating Expenditures</b>	<b>\$ 230,719</b>	<b>\$ 224,605</b>	<b>\$ 193,150</b>
<b>Occupancy Expenditures</b>			
502 Electricity	\$ 6,000	\$ 7,127	\$ 7,127
506 Water	\$ 4,000	\$ 4,917	\$ 4,917
510 Propane Gas	\$ 750	\$ -	\$ 750
514 Building Maintenance	\$ 4,311	\$ 6,037	\$ 5,000
516 Lawn Maintenance	\$ 4,600	\$ 5,894	\$ 4,656
518 Janitorial	\$ 4,500	\$ 5,077	\$ 5,077

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	<b>FY 2016-2017 Approved Budget</b>	<b>FY 2016-2017 Projected</b>	<b>FY 2017-2018 Proposed Budget</b>
520 Telephone & Internet	\$ 5,700	\$ 7,062	\$ 7,062
521 Data Plans	\$ 830	\$ 813	\$ -
522 Website Expense	\$ 3,000	\$ 3,049	\$ 3,000
535 Janitorial			
<b>Total 500 Occupancy Expenditures</b>	<b>\$ 33,691</b>	<b>\$ 39,976</b>	<b>\$ 37,589</b>
<b>General and Administrative Expenditures</b>			
<b>603 Citizen Recognition</b>	<b>\$ -</b>	<b>\$ 125</b>	<b>\$ 500</b>
<b>604 Municipal Manuals &amp; Maps</b>	<b>\$ 500</b>	<b>\$ 75</b>	<b>\$ 1,200</b>
<b>605 Public Safety</b>			
60501 Street Light Expense	\$ 2,382	\$ 2,937	\$ 2,937
60502 Fire Department Protection	\$ 320,650	\$ 320,650	\$ 329,550
60504 Public Safety - Other	\$ -	\$ 970	\$ 970
<b>Total 605 Public Safety</b>	<b>\$ 323,032</b>	<b>\$ 324,557</b>	<b>\$ 333,457</b>
<b>606 Staff Salaries</b>	<b>\$ 163,908</b>	<b>\$ 158,232</b>	<b>\$ 157,700</b>
60605 Employee Retirement	\$ 12,810	\$ 15,497	\$ 16,432
60606 Employee Health Insurance	\$ 29,242	\$ 27,190	\$ 29,250
60607 Sec 125 Plan Administration	\$ -	\$ 150	\$ 150
<b>Total 606 Employee Costs</b>	<b>\$ 205,960</b>	<b>\$ 201,069</b>	<b>\$ 203,532</b>
<b>610 Payroll Tax Expense</b>	<b>\$ 12,539</b>	<b>\$ 12,105</b>	<b>\$ 12,064</b>
<b>612 Payroll Processing Fees</b>	<b>\$ 187</b>	<b>\$ 230</b>	<b>\$ 230</b>
<b>618 Liability Insurance</b>	<b>\$ 6,513</b>	<b>\$ 5,471</b>	<b>\$ 5,471</b>
<b>619 Software Subscriptions</b>	<b>\$ -</b>	<b>\$ 1,250</b>	<b>\$ 1,250</b>
<b>621 IT Support</b>	<b>\$ 5,474</b>	<b>\$ 2,673</b>	<b>\$ 2,673</b>
<b>622 Office Supplies</b>	<b>\$ 4,500</b>	<b>\$ 4,136</b>	<b>\$ 4,500</b>
<b>623 Office Equipment</b>	<b>\$ -</b>	<b>\$ 2,001</b>	<b>\$ 3,000</b>
<b>624 Office Equip Maintenance</b>	<b>\$ 1,369</b>	<b>\$ 2,142</b>	<b>\$ 2,500</b>
<b>625 Printed Materials</b>	<b>\$ 1,759</b>	<b>\$ 2,521</b>	<b>\$ 2,521</b>
<b>626 Postage - City Hall</b>	<b>\$ 1,438</b>	<b>\$ 3,654</b>	<b>\$ 3,654</b>
<b>628 Bank Fees</b>	<b>\$ 759</b>	<b>\$ 496</b>	<b>\$ 496</b>
<b>630 Legal &amp; Professional</b>			
63001 Accounting	\$ 38,500	\$ 63,074	\$ 50,000
63002 Financial Audit	\$ 17,500	\$ 7,800	\$ 8,800
63003 Legal	\$ 68,852	\$ 124,037	\$ 124,000
63004 Consultants	\$ 3,060	\$ -	\$ -

**City of McLendon-Chisholm  
Proposed Operating Budget  
For the Fiscal Year to end September 30, 2018**

	<b>FY 2016-2017 Approved Budget</b>	<b>FY 2016-2017 Projected</b>	<b>FY 2017-2018 Proposed Budget</b>
63005 City Planner	\$ 30,256	\$ 26,376	\$ 26,375
<b>Total 630 Legal &amp; Professional</b>	<b>\$ 158,168</b>	<b>\$ 221,287</b>	<b>\$ 209,175</b>
<b>631 EMS Service Expense (Annual)</b>	<b>\$ 8,901</b>	<b>\$ 13,126</b>	<b>\$ 4,027</b>
<b>634 Storage</b>	<b>\$ -</b>	<b>\$ 131</b>	<b>\$ -</b>
<b>646 Mileage Expense</b>	<b>\$ 2,276</b>	<b>\$ 507</b>	<b>\$ 507</b>
<b>647 Council Meetings and Development</b>	<b>\$ 610</b>	<b>\$ 1,554</b>	<b>\$ 1,500</b>
<b>648 Training</b>	<b>\$ 2,725</b>	<b>\$ 834</b>	<b>\$ 5,000</b>
<b>649 Expense Account - City Administrator</b>	<b>\$ 500</b>	<b>\$ 121</b>	<b>\$ 120</b>
<b>650 Expense Account - Mayor</b>	<b>\$ -</b>	<b>\$ 73</b>	<b>\$ 100</b>
<b>652 Staff Appreciation</b>	<b>\$ -</b>	<b>\$ 244</b>	<b>\$ 100</b>
<b>655 Code of Ordinance</b>	<b>\$ 1,235</b>	<b>\$ 160</b>	<b>\$ 500</b>
<b>Total 600 General &amp; Administrative Expenditures</b>	<b>\$ 738,445</b>	<b>\$ 800,542</b>	<b>\$ 798,077</b>
<b>700 Capital Expenditures</b>			
70002 Road Repairs	\$ 50,000	\$ 9,509	\$ 25,000
70003 Computer Equipment	\$ -	\$ -	\$ 2,000
<b>Total 700 Capital Expenditures</b>	<b>\$ 50,000</b>	<b>\$ 9,509</b>	<b>\$ 27,000</b>
<b>Total Expenditures</b>	<b>\$ 1,052,855</b>	<b>\$ 1,074,632</b>	<b>\$ 1,055,816</b>
<b>Surplus (Deficit)</b>	<b>\$ (64,294)</b>	<b>\$ (81,738)</b>	<b>\$ 101,922</b>

**City of McLendon-Chisholm  
Proposed Sewer Utility Budget  
For the Fiscal Year to end September 30, 2018**

	<b>FY 2016-2017 Approved Budget</b>	<b>FY 2016-2017 Projected</b>	<b>FY 2017-2018 Proposed Budget</b>
<b>Revenue</b>			
<b>306 Alliance Interest Income</b>	\$ -	\$ 1,499	\$ 1,500
<b>322 Sewer Utility Revenue</b>			
32200 Sewer Tap Fee Income	\$ 80,145	\$ 102,042	\$ 156,420
32201 Sewer Customer Income	\$ 135,000	\$ 180,000	\$ 216,000
32204 Sewer Deposit Refunds		\$ (1,245)	\$ (1,245)
<b>Total Sewer Utility Revenue</b>	<b>\$ 215,145</b>	<b>\$ 280,797</b>	<b>\$ 371,175</b>
<b>Total Revenue</b>	<b>\$ 215,145</b>	<b>\$ 282,296</b>	<b>\$ 372,675</b>
<b>Expenditures</b>			
<b>413 Sewer Operation and Maintenance</b>			
41304 Operating and Maintenance Expenses	\$ 18,253	\$ 28,234	\$ 32,115
41308 Electricity	\$ 258	\$ 258	\$ 258
41310 Sewer Treatment	\$ 2,428	\$ 22,313	\$ 34,204
41312 Sewer Tap Fees to Developer	\$ 81,000	\$ 108,000	\$ 129,600
<b>Total Operations Expenditures</b>	<b>\$ 101,939</b>	<b>\$ 158,805</b>	<b>\$ 196,177</b>
<b>698 Administrative Expenditures</b>	<b>\$ 10,000</b>	<b>\$ 12,000</b>	<b>\$ 12,000</b>
<b>Total Expenditures</b>	<b>\$ 111,939</b>	<b>\$ 170,805</b>	<b>\$ 208,177</b>
<b>Surplus (Deficit)</b>	<b>\$ 103,206</b>	<b>\$ 111,491</b>	<b>\$ 164,498</b>

**City of McLendon-Chisholm  
Proposed Interest Sinking Fund Budget  
For the Fiscal Year to end September 30, 2018**

	<b>FY 2016-2017 Approved Budget</b>	<b>FY 2016-2017 Projected</b>	<b>FY 2017-2018 Proposed Budget</b>
<b>Revenue</b>			
<b>317 Ad Valorem Tax</b>			
31702 Ad Valorem Tax I&S	\$ 148,471	\$ 179,223	\$ 238,651
Transfer from Excess Bond Proceeds	\$ -	\$ -	\$ 62,321
Transfer From 2017 Surplus			\$ 30,960
<b>Total Revenue and Transfers In</b>	<b>\$ 148,471</b>	<b>\$ 179,223</b>	<b>\$ 331,932</b>
<b>Expenditures</b>			
660 Bond Interest Expense	\$ 63,262	\$ 63,263	\$ 61,562
Transfer To Bond Principal	\$ 85,000	\$ 85,000	\$ 85,000
Transfer to Early Redemption Sinking Fund	\$ -		\$ 185,370
<b>Total Expenditures and Transfers Out</b>	<b>\$ 148,262</b>	<b>\$ 148,263</b>	<b>\$ 331,932</b>
<b>Surplus (Deficit)</b>	<b>\$ 209</b>	<b>\$ 30,960</b>	<b>\$ -</b>