

**ORDINANCE NO. 2018 - 04**

**AN ORDINANCE OF THE CITY OF McLENDON-CHISHOLM, TEXAS AMENDING THE BUDGET FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2017 AND ENDING SEPTEMBER 30, 2018 FOR MUNICIPAL PURPOSES; PROVIDING A REPEALING CLAUSE; PROVIDING A SEVERABILITY CLAUSE; AND PROVIDING AN EFFECTIVE DATE.**

**WHEREAS**, in accordance with Chapter 102 of the Texas Local Government Code, the City Council of the City of McLendon-Chisholm (“**City**”) passed and approved Ordinance No. 2017-14 dated September 26, 2017, adopting and approving an annual budget for the fiscal year beginning October 1, 2017 and ending September 30, 2018 and providing, among other things, an effective date (the “**Budget**”); and

**WHEREAS**, since the adoption of the Budget, there has arisen a need to amend the Budget for the adjustment to various budget accounts to properly record unforeseen revenue and expenses, both incurred and anticipated; and

**WHEREAS**, the City Council finds the amendments in the line items identified in Exhibit A are reasonable, necessary, and for municipal purposes; and

**WHEREAS**, the adoption of this Ordinance and the amendment of the Budget is in the public interest and in the best interest of the health, safety and general welfare of the inhabitants of the City. Now, Therefore

**BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF McLENDON-CHISHOLM, TEXAS:**

**SECTION 1.** The above and foregoing recitals are true and correct and are incorporated into this Ordinance and made a part hereof for all purposes.

**SECTION 2.** The Amended Budget for 2017-2018 attached hereto as Exhibit “A” and incorporated herein by reference is hereby approved and the Budget is so amended.

**SECTION 3.** That the expenditures during the remainder of the fiscal year ending September 30, 2018 shall be made in accordance with the Amended Budget by departmental allocation approved by this Ordinance unless otherwise authorized by a duly enacted ordinance of the City of McLendon-Chisholm, Texas.

**SECTION 4.** Upon approval of the Amended Budget, the budget officer shall file the Amended Budget with the City Secretary, take action to ensure that a copy of the Amended Budget is posted to the City’s internet website and file a true and certified copy thereof with the County Clerk of Rockwall County, Texas.

**SECTION 5.** That all provisions of the Ordinances of the City of McLendon-Chisholm, Texas in conflict with the provisions of this Ordinance be and the same are hereby repealed, and all other provisions of the Ordinances of the City of McLendon-Chisholm, Texas not in conflict with the provisions of this Ordinance shall remain in full force and effect.

**SECTION 6.** That should any word, sentence, paragraph, subdivision, clause, phrase or section of this Ordinance be adjudged or held to be unconstitutional, illegal, or invalid, the same shall not affect the validity of this Ordinance as a whole, or any part or provision hereof other than the part so decided to be invalid, illegal or unconstitutional.

**SECTION 7.** That this Ordinance shall take effect immediately from and after its passage as the law in such cases provides.

**DULY PASSED** by the City Council of the City of McLendon-Chisholm, Texas, on the 29th day of May 2018.

**APPROVED:**



**Keith Short, Mayor**

**ATTEST:**

  
**Lisa Palomba, City Secretary**

**City of McLendon-Chisholm**  
**Operating Fund Budget Amendment No. 1**  
**For the Fiscal Year to end September 30, 2018**

	Fiscal 2018 Original Budget	Fiscal 2018 Projected Actual	Fiscal 2018 Amended Budget #1	Amended Budget as a % of Original Budget
<b>Revenue</b>				
302 · Franchise Income	\$ 141,942	\$ 162,988	\$ 154,839	109%
303 · Development Income	29,000	120,330	114,314	394%
304 · Building Permit Income	492,419	541,660	514,577	104%
305 Municipal Court Income	300	2,118	2,012	671%
306 · Interest Income	-	7,246		
308 · Septic Fees	20,000	18,826	17,885	89%
309 Food Enforcement	600	900	855	143%
310 · Sales Tax Revenue	126,445	162,740	154,603	122%
311 · PID Admin Expense Reimbursement	5,000	5,000	4,750	95%
314 · Copies Public Inf. Income	-	203		
315 · Miscellaneous Income	641	1,856	1,763	275%
317 · Ad Valorem Tax	341,183	341,183	341,183	100%
318 · Tax Certifications	-	8		
320 - NSF Fee Revenue	-	8		
321 · Credit Card Fee Revenue	208	1,398	1,328	639%
<b>Total Revenue</b>	<b>\$ 1,157,738</b>	<b>\$ 1,366,464</b>	<b>\$ 1,308,108</b>	<b>113%</b>
<b>Expenditures</b>				
<b>Operating Expenditures</b>				
401 · Municipal Court	\$ 1,277	\$ 960	\$ 1,008	79%
402 · Election Expense	10,476	10,476	11,000	105%
404 · Citation Delivery	75	75	79	105%
410 · Building Inspections	155,818	177,181	186,040	119%
411 · Environment Regulation Expense	16,596	10,018	10,519	63%
418 · Membership Fees	1,345	2,620	2,751	205%
422 · Public Notice Expense	1,924	874	918	48%
423 · Community Functions	100	1,717	1,803	1803%
426 · Appraisal District Collection	5,539	5,884	6,178	112%
<b>Total 400 · Operating Expenditures</b>	<b>\$ 193,150</b>	<b>\$ 209,805</b>	<b>\$ 220,295</b>	<b>114%</b>
<b>Occupancy Expenditures</b>				
502 · Electricity	\$ 7,127	\$ 4,439	\$ 4,661	65%
506 · Water	4,917	9,455	9,928	202%
510 · Propane Gas	750	750	788	105%
514 · Building Maint/Improvements	5,000	6,578	6,907	138%

**City of McLendon-Chisholm**  
**Operating Fund Budget Amendment No. 1**  
**For the Fiscal Year to end September 30, 2018**

	Fiscal 2018 Original Budget	Fiscal 2018 Projected Actual	Fiscal 2018 Amended Budget #1	Amended Budget as a % of Original Budget
516 · Lawn Maintenance	4,656	9,649	10,131	218%
518 · Janitorial	5,077	5,463	5,736	113%
520 · Telephone & Internet	7,062	7,526	7,902	112%
522 · Website Expense	3,000	217	228	8%
<b>Total 500 Occupancy Expenditures</b>	<b>\$ 37,589</b>	<b>\$ 44,077</b>	<b>\$ 46,281</b>	<b>123%</b>
<b>General &amp; Administrative Expenditures</b>				
603 · Citizen Recognition	\$ 500	\$ -	\$ 500	100%
604 · Municipal Manuals, Books & Maps	1,200	1,022	1,073	89%
605 · Public Safety	333,457	90,521	95,047	29%
606 · Employee Costs	203,532	235,957	235,957	116%
610 · Payroll Tax Expense	12,064	14,163	14,163	117%
612 · Payroll Processing Fees	230	239	251	109%
618 · Insurance	5,471	6,781	7,120	130%
619 · Software Subscriptions	1,250	1,982	2,081	166%
621 · IT Support	2,673	2,880	3,024	113%
622 · Office Supplies - City Hall	4,500	4,020	4,221	94%
623 · Office Equipment	3,000	2,605	2,735	91%
624 · Office Equip Maintenance	2,500	2,500	2,625	105%
625 · Printed Materials	2,521	2,602	2,732	108%
626 · Postage-City Hall	3,654	4,239	4,451	122%
627 - County Plat Expense	-	150	158	- %
628 · Bank Fees	496	1,715	1,801	363%
630 · Legal & Professional	209,175	208,031	218,433	104%
631 · EMS Annual Service	4,027	4,900	5,145	128%
634 · Storage	-	995	1,045	- %
645 · Transcription Services	-	1,238	1,300	- %
646 · Mileage Expense	507	915	961	189%
647 · Council Meetings & Development	1,500	1,393	1,463	98%
648 · Training	5,000	3,491	3,666	73%
649 · Expense Account - City Administrator	120	120	126	105%
650 · Expense Account - Mayor	100	100	105	105%
652 · Staff Appreciation	100	100	105	105%
655 · Code of Ordinance	500	14,100	14,100	2820%
699 · Miscellaneous Expense	-	98	103	- %

**City of McLendon-Chisholm**  
**Operating Fund Budget Amendment No. 1**  
**For the Fiscal Year to end September 30, 2018**

	Fiscal 2018 Original Budget	Fiscal 2018 Projected Actual	Fiscal 2018 Amended Budget #1	Amended Budget as a % of Original Budget
<b>Total G &amp; A Expenditures</b>	\$ 798,077	\$ 606,857	\$ 624,489	78%
<b>700 · Capital Expenditures</b>	\$ 27,000	\$ 239,000	250,950	929%
<b>Total Expenditures</b>	\$ 1,055,816	\$ 1,099,739	\$ 1,142,015	108%
<b>Surplus (Deficit)</b>	\$ 101,922	\$ 266,725	\$ 166,093	163%

**City of McLendon-Chisholm  
Utility Fund Budget Amendment No. 1  
For the Fiscal Year to end September 30, 2018**

	Fiscal 2018 Original Budget	Fiscal 2018 Projected Actual	Fiscal 2018 Amended Budget #1	Amended Budget as a % of Original Budget
<b>Revenue</b>				
306 · Interest Income	\$ 1,500	\$ 4,755	\$ 4,755	317%
Sewer Utility Revenue				
32200 · Sewer Usage Fees	156,420	159,518	159,518	102%
32201 · Sewer Tap Fees	216,000	189,000	189,000	88%
32204 · Sewer Deposit Refunds	(1,245)	(1,525)	(1,525)	122%
32206 · Sewer Warranty Reimbursements	-	-	-	-
<b>Total Revenue</b>	<b>\$ 372,675</b>	<b>\$ 351,748</b>	<b>\$ 351,748</b>	<b>94%</b>
<b>Expenditures</b>				
<b>Operation &amp; Maintenance Expenditures</b>				
Sewer Operation & Maintenance				
41304 · O&M Agreement	\$ 32,115	\$ 44,640	\$ 44,640	139%
41308 · Electricity	258	258	258	100%
41310 · Sewer Treatment	34,204	34,204	34,204	100%
41312 · Tap Fee Developer Rebate	129,600	113,400	113,400	88%
<b>Total Operations Expenditures</b>	<b>\$ 196,177</b>	<b>\$ 192,502</b>	<b>\$ 192,502</b>	<b>98%</b>
<b>600 · General &amp; Administrative Exp</b>	<b>\$ 12,000</b>	<b>\$ 13,200</b>	<b>\$ 13,200</b>	<b>110%</b>
<b>Total Expenditures</b>	<b>\$ 208,177</b>	<b>\$ 205,702</b>	<b>\$ 205,702</b>	<b>99%</b>
<b>Surplus (Deficit)</b>	<b>\$ 164,498</b>	<b>\$ 146,046</b>	<b>\$ 146,046</b>	<b>89%</b>

**City of McLendon-Chisholm**  
**Interest Sinking Fund Budget Amendment No. 1**  
**For the Fiscal Year to end September 30, 2018**

	Fiscal 2018 Original Budget	Fiscal 2018 Projected Actual	Fiscal 2018 Amended Budget #1	Amended Budget as a % of Original Budget
<b>Revenue</b>				
<b>Ad Valorem Tax</b>				
317 · Ad Valorem Tax	\$ 238,651	\$ 238,651	\$ 238,651	100%
306 · Interest Income	-	1,586	1,586	
Transfer from Excess Bond Proceeds	62,321	62,352	62,352	100%
Transfer From 2017 Surplus	30,960	33,714	33,714	100%
<b>Total Revenue and Transfers In</b>	<b>\$ 331,932</b>	<b>\$ 336,303</b>	<b>\$ 336,303</b>	<b>100%</b>
<b>Expenditures</b>				
660 · Bond Interest Expense	\$ 61,562	\$ 61,562	\$ 61,562	100%
802 · Bond Cost Amortization	-	2,914	2,914	100%
803 · Bond Premium Amortization	-	(10,104)	(10,104)	100%
Transfer To Bond Principal	85,000	85,000	85,000	100%
Transfer to Early Redemption Sinking Fund	185,370	196,931	196,931	100%
<b>Total Expenditures and Transfers Out</b>	<b>\$ 331,932</b>	<b>\$ 336,303</b>	<b>\$ 336,303</b>	<b>100%</b>
<b>Surplus (Deficit)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	