Resolution No. \_\_\_\_\_\_\_\_\_\_\_

A Resolution of the

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, Tennessee

*(Name of Municipality)*

Adopting the Annual Budget

for the following Proprietary Funds

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

*(Name of Proprietary Fund)*

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

*(Name of Proprietary Fund)*

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

*(Name of Proprietary Fund)*

the fiscal year beginning July 1, 20\_\_, and ending June 30, 20\_\_

WHEREAS, the Municipal Budget Law of 1982 requires that the governing body of each municipality adopt and operate under an annual budget ordinance but does not require the appropriation of moneys expended in a proprietary type fund.

WHEREAS, the governing body recognizes the importance of the review and approval by adoption of the detailed budget(s) for proprietary fund types.

WHEREAS, pursuant to Tenn. Code Ann. § 9-21-403, the budget has been prepared on a basis consistent with generally accepted accounting principles and in a form consistent with governmental standards as approved by the Tennessee Comptroller of the Treasury.

WHEREAS, consistent with Tenn. Code Ann. § 9-21-403, the local government has demonstrated that there is adequate cash throughout the budget year to meet current obligations, including principal and interest.

WHEREAS, the local official(s) responsible for the operations of identified funds have prepared the annual operating budget identifying revenue by source and expenses by type and have presented three years of financial information, specifically, projected amounts for the budget year, estimated amounts for the current fiscal year, and actual amounts for the prior fiscal year.

WHEREAS, proprietary fund budgets reflect compliance with the requirements of Tenn. Code Ann. § 68-221-1010 for a statutory increase in net position, repayment of debt, and positive ending net position balance, for water and/or wastewater utility systems under the jurisdiction of the Water and Wastewater Financing Board.

WHEREAS, the governing body recognizes the importance of adopting its budget prior to the beginning of the budget year and its statutory requirement pursuant to Tenn. Code Ann. § 9-21-403 to submit its budget to the Tennessee Comptroller of the Treasury within 15 days of adoption. It is further recognized that the budget shall be submitted no later than August 31st of the budget year and should the budget be submitted after August 31, debt or financing obligations shall not be issued by the municipality until the Comptroller of the Treasury has approved the budget, or as otherwise provided for in a manner approved by the Comptroller of the Treasury pursuant to Tenn. Code Ann. § 9-21-404.

WHEREAS, the governing body recognizes its responsibility pursuant to Tenn. Code Ann. § 4-3-305 to prepare the budget in accordance with the requirements of the *Tennessee Budget Manual for Local Governments* published by the Tennessee Comptroller of the Treasury.

WHEREAS, if the Comptroller of the Treasury determines that the budget is not balanced and does not comply with state law, the Comptroller of the Treasury has authority pursuant to Tenn. Code Ann. § 9-21-403 to direct the governing body to adjust its estimates.

NOW, THEREFORE, be it resolved by the governing body that it hereby adopts the attached detailed budget as the annual budget, for the upcoming fiscal year ending June 30.

Duly passed and adopted by the governing body this \_\_\_\_\_\_\_\_ day of \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, 20\_\_\_\_.

Passed 1st Reading:

Signed \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Printed Name \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Mayor

*Attested*

Signed \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Printed Name \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

City Clerk