



AGENDA ITEM REQUEST FORM  
CITY OF JOHNSON CITY, TEXAS  
CITY COUNCIL

ITEM NO. 20

MEETING DATE: January 12, 2021

AGENDA PLACEMENT:

- Ceremonial
- Consent
- Individual
- Closed Session

CAPTION:

Discussion of and action on an Ordinance of the City Council of the City of Johnson City, Texas amending appropriations for the support of the City of Johnson City for the Fiscal Year beginning October 1, 2020 and ending September 30, 2021; appropriating money to a sinking fund to pay the interest and principal of the City's indebtedness; adopting the annual Budget(s) of the City of Johnson City for the 2020 – 2021 Fiscal Year; authorizing the Chief Administrative Officer / City Secretary to expend monies and sign documents in accordance with said Budget(s); incorporating recitals; providing for severability; repealing any other Code provisions, ordinances, or parts of ordinances, and other provisions in conflict herewith; and adopting an effective date.

EXECUTIVE SUMMARY:

The proposed Ordinance amends the Fiscal Year Ending (FYE) 2021 Municipal Budget(s) and establishes the following eleven (11) fund budgets:

1. General Fund;
2. Hotel Occupancy Tax Fund;
3. Water & Wastewater Utility Fund;
4. Interest & Sinking Fund;
5. Vehicle Equipment Replacement Program Fund;
6. Capital Replacement Fund;
7. Municipal Court Technology and Security Funds;
8. Parks & Recreation Fund;
9. Local Truancy Prevention Fund; and
10. Municipal Court Jury Fund.

Importantly, the proposed Budget(s) revisions **DO NOT** add or subtract dollar amounts from the original FYE 2021 Budget(s) approved in September 2020, nor did City Staff confirm that original budget allotments were made correctly (i.e. the amount of employer costs associated with payroll).

Rather, Budget(s) revisions include the following:

1. Established distinct fund budgets and reallocated funds, if applicable, from the General and Water & Wastewater Utility Funds to the appropriate fund budgets;
2. Reallocated property tax revenues between the General and Interest & Sinking Funds;
3. Renamed account line items to better reflect purpose;
4. Combined line items when purposes were the same or similar;
5. Transferred line items from one department to another (primarily from other departments / funds to City Administration, Buildings & Technology, and Parks & Recreation;
6. Reallocated hotel occupancy tax revenues from the General Fund to the HOT Fund;
7. Reallocated all Interest & Sinking (debt) payments from the General and Water & Wastewater Utility Funds to the I&S Fund; and
8. Reallocated all VERP revenues and expenditures from the Water & Wastewater Utility Fund to the VERP Fund.

The City Attorney has reviewed the proposed Ordinance and recommended several amendments. Said amendments have been included in the attached revised Ordinance.

**FINANCIAL:** N/a

**ATTACHMENTS:**

- Original Ordinance; and
- Revised Ordinance.

**SUGGESTED ACTION:**

Motion to approve an Ordinance of the City Council of the City of Johnson City, Texas amending appropriations for the support of the City of Johnson City for the Fiscal Year beginning October 1, 2020 and ending September 30, 2021; appropriating money to a sinking fund to pay the interest and principal of the City's indebtedness; adopting the annual Budget(s) of the City of Johnson City for the 2020 – 2021 Fiscal Year; authorizing the Chief Administrative Officer / City Secretary to expend monies and sign documents in accordance with said Budget(s); incorporating recitals; providing for severability; repealing any other Code provisions, ordinances, or parts of ordinances, and other provisions in conflict herewith; and adopting an effective date.

**PREPARED BY:** City Staff

**DATE SUBMITTED:** 1/10/21

Revision

ORDINANCE NO. \_\_\_\_\_

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF JOHNSON CITY, TEXAS AMENDING APPROPRIATIONS AND BUDGET ACCOUNTS FOR THE SUPPORT OF THE CITY OF JOHNSON CITY FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2020 AND ENDING SEPTEMBER 30, 2021; APPROPRIATING MONEY TO A SINKING FUND TO PAY THE INTEREST AND PRINCIPAL OF THE CITY'S INDEBTEDNESS; AUTHORIZING THE CHIEF ADMINISTRATIVE OFFICER / CITY SECRETARY TO EXPEND MONIES AND SIGN DOCUMENTS IN ACCORDANCE WITH SAID BUDGET(S); INCORPORATING RECITALS; PROVIDING FOR SEVERABILITY; REPEALING ANY OTHER CODE PROVISIONS, ORDINANCES, OR PARTS OF ORDINANCES, AND OTHER PROVISIONS IN CONFLICT HEREWITH; AND SETTING AN EFFECTIVE DATE.

WHEREAS, a balanced, amended municipal Budget(s) for the fiscal year beginning October 1, 2020 and ending September 30, 2021 was duly presented to the City Council by the Chief Administrative Officer / City Secretary on January 12, 2021; and

WHEREAS, the City Council has reviewed and amended the proposed Budget(s), and changes, as approved by the City Council, have been identified and their effect included within said Budget(s).

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF JOHNSON CITY, TEXAS THAT:

**SECTION ONE: Budget.** The appropriations and budget accounts for the fiscal year beginning October 1, 2020 and ending September 30, 2021 for the support of the general government of the City of Johnson City, Texas (the "City") be amended, fixed, and determined for said terms in accordance with the expenditures shown in the City's amended Fiscal Year 2020 – 2021 Budget(s), a copy of which is appended hereto as Attachment A.

**SECTION TWO: Indebtedness.** There is hereby appropriated the amount shown in said amended Budget(s) necessary to provide for a sinking fund for the repayment of the principal and interest and the retirement of the bonded debt requirement of Fiscal Year 2020 – 2021.

**SECTION THREE: Authorization.** The City Council hereby authorizes the Chief Administrative Officer / City Secretary to sign documents authorizing the payment of funds and to expend public monies that have been approved and appropriated in this amended Budget(s).

**SECTION FOUR: Findings.** The City Council finds all of the above recitals to be true and correct and incorporates the same in this Ordinance as findings of fact.

**SECTION FIVE: Severability.** If any section, subsection, sentence, clause, or phrase of this Ordinance is for any reason held to be unconstitutional or illegal, such decision shall not affect the validity of the remaining sections of this Ordinance. The City Council hereby declares that it would have passed this Ordinance, and each section, subsection, clause, or phrase thereof, irrespective of the fact that any one or more sections, subsections, sentences, clauses, or phrases be declared void.

**SECTION SIX: Repealer.** Ordinance No. 20-0905 adopting the Fiscal Year 2020 – 2021 Budget(s) is repealed in its entirety. All other Code provisions, ordinances, and other provisions in conflict with the provisions of this Ordinance are hereby repealed.

**SECTION SEVEN: Effective Date.** This Ordinance shall become effective upon adoption by the City Council.

**PASSED AND APPROVED THIS 12<sup>th</sup> DAY OF JANUARY 2021.**

\_\_\_\_\_  
Rhonda Stell, Mayor

**ATTEST:**

\_\_\_\_\_  
Rick Schroder, CAO/City Secretary

ORDINANCE NO. \_\_\_\_\_

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF JOHNSON CITY, TEXAS AMENDING APPROPRIATIONS FOR THE SUPPORT OF THE CITY OF JOHNSON CITY FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2020 AND ENDING SEPTEMBER 30, 2021; APPROPRIATING MONEY TO A SINKING FUND TO PAY THE INTEREST AND PRINCIPAL OF THE CITY’S INDEBTEDNESS; ADOPTING THE ANNUAL BUDGET(S) OF THE CITY OF JOHNSON CITY FOR THE 2020 – 2021 FISCAL YEAR; AUTHORIZING THE CHIEF ADMINISTRATIVE OFFICER / CITY SECRETARY TO EXPEND MONIES AND SIGN DOCUMENTS IN ACCORDANCE WITH SAID BUDGET(S); INCORPORATING RECITALS; PROVIDING FOR SEVERABILITY; REPEALING ANY OTHER CODE PROVISIONS, ORDINANCES, OR PARTS OF ORDINANCES, AND OTHER PROVISIONS IN CONFLICT HEREWITH; AND SETTING AN EFFECTIVE DATE.

WHEREAS, a balanced, amended municipal Budget(s) for the fiscal year beginning October 1, 2020 and ending September 30, 2021 was duly presented to the City Council by the Chief Administrative Officer / City Secretary on January 12, 2021; and

WHEREAS, the City Council has reviewed and amended the proposed Budget(s), and changes, as approved by the City Council, have been identified and their effect included within said Budget(s).

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF JOHNSON CITY, TEXAS THAT:

SECTION ONE: Budget. The appropriations for the fiscal year beginning October 1, 2020 and ending September 30, 2021 for the support of the general government of the City of Johnson City, Texas (the “City”) be amended, fixed, and determined for said terms in accordance with the expenditures shown in the City’s amended Fiscal Year 2020 – 2021 Budget(s), a copy of which is appended hereto as Attachment A.

SECTION TWO: Approval. Said Budget(s) is hereby approved in all respects and adopted as the amended City’s Budget(s) for the fiscal year beginning October 1, 2020 and ending September 30, 2021.

SECTION THREE: Indebtedness. There is hereby appropriated the amount shown in said amended Budget(s) necessary to provide for a sinking fund for the repayment of the principal and interest and the retirement of the bonded debt requirement of Fiscal Year 2020 – 2021.

**SECTION FOUR: Authorization.** The City Council hereby authorizes the Chief Administrative Officer / City Secretary to sign documents authorizing the payment of funds and to expend public monies that have been approved and appropriated in this amended Budget(s).

**SECTION FIVE: Findings.** The City Council finds all of the above recitals to be true and correct and incorporates the same in this Ordinance as findings of fact.

**SECTION SIX: Severability.** If any section, subsection, sentence, clause, or phrase of this Ordinance is for any reason held to be unconstitutional or illegal, such decision shall not affect the validity of the remaining sections of this Ordinance. The City Council hereby declares that it would have passed this Ordinance, and each section, subsection, clause, or phrase thereof, irrespective of the fact that any one or more sections, subsections, sentences, clauses, or phrases be declared void.

**SECTION SEVEN: Repealer.** Ordinance No. 20-0905 adopting the Fiscal Year 2020 – 2021 Budget(s) is repealed in its entirety. All other Code provisions, ordinances, and other provisions in conflict with the provisions of this Ordinance are hereby repealed.

**SECTION EIGHT: Effective Date.** This Ordinance shall become effective on January 13, 2021.

**PASSED AND APPROVED THIS 12<sup>th</sup> DAY OF JANUARY 2021.**

\_\_\_\_\_  
Rhonda Stell, Mayor

**ATTEST:**

\_\_\_\_\_  
Rick Schroder, CAO/City Secretary

Fund	Department No.	Department Name	Account No.	Account Name	Amended Budget	Subtotal	Notes
Fund 01 - General Fund							
Revenues:							
	000	Ad Valorem Taxes					
			4001 Property Tax		\$537,880.52		\$173,124.48 transferred to I&S Fund. Delinquent and Penalty & Interest transferred to 4001.
			4004 Tax Certificates		\$150.00		
	001	Sales & Use Taxes					
			4101 Sales & Use Tax		\$445,000.00		
			4102 Mixed Beverage Tax		\$11,000.00		
	002	Garbage Fees					
			4104 Solid Waste Collection		\$256,900.00		
			4201 Franchise Fees		\$80,000.00		
			4505 Cardboard Commodities		\$700.00		
			4507 Commercial Recycling Fee		\$1,500.00		
	003	Rents					
			4202 Tower Lease		\$19,000.00		
			4203 Pool/Building		\$5,000.00		
			4205 Hohenberger		\$6,600.00		
			4207 Solar Farm		\$22,953.00		
	004	Municipal Court					
			4301 Fines		\$75,000.00		Court Security & Technology transferred to separate funds.
	005	Building Permits & Licenses					
			4601 Building Permits		\$35,000.00		
			4602 Peddler Permits		\$600.00		
			4603 Alcoholic Beverage Permits		\$500.00		Replat fees renamed subdivision fees.
			4604 Subdivision Fees		\$500.00		
	006	Miscellaneous Income					
			4703 Public Information / Copies		\$105.00		Copies & Open Record fees combined.
			4704 Refunds		\$0.00		
			4709 Transfers In		\$19,318.64		
			4710 COVID-19		\$0.00		
			4712 Golf Cart Permits		\$0.00		
					\$1,517,707.16		
Expenditures:	511	City Council					
			6021 Stipends		\$11,600.00		Salaries, Temporary Employees and Local Meetings combined.
			6070 FICA		\$765.00		
			6084 Unemployment		\$0.00		
			6093 Retirement Health Insurance		\$18,636.00		
					\$31,001.00		
	512	City Administration					
			6021 Salaries		\$170,000.00		
			6060 Overtime		\$0.00		
			6070 FICA		\$13,305.00		
			6080 TMRS		\$16,932.00		
			6081 Health Insurance		\$21,584.16		
			6083 Worker's Compensation		\$5,782.00		Transferred from Finance to City Administration.
			6084 Unemployment		\$680.00		Transferred from Finance to City Administration.
			6085 Longevity		\$485.00		
			6101 Office Supplies		\$7,600.00		Transferred from Court & Utility Funds to City Administration.
			6106 Postage		\$5,150.00		Transferred from Utility Fund to City Administration.
			6205 Service Contracts		\$0.00		
			6303 Training		\$2,500.00		
			6307 Advertising		\$1,500.00		
			6309 Memberships		\$1,000.00		
			6315 Elections		\$2,500.00		
			6326 BCAD Fees		\$19,556.00		Transferred from Finance to City Administration.
			6327 Audit		\$21,000.00		Transferred from Finance & Utility Funds to City Administration.
			6328 Legal Services		\$25,000.00		Transferred from Finance to City Administration.
			6330 Insurances		\$25,500.00		Transferred from Finance & Utility Funds to City Administration.
			6339 Outside Agency Funding		\$17,200.00		Transferred from General Services to City Administration.
			6340 Bank Fees		\$0.00		
			6400 Vehicle Allowance		\$0.00		
			6708 City Cell Phones		\$2,500.00		Transferred from Finance to City Administration.
			9471 Transfer Out		\$0.00		
					\$359,774.16		
	513	Municipal Court					
			6021 Salaries		\$42,320.00		
			6060 Overtime		\$0.00		
			6070 FICA		\$3,238.00		
			6080 TMRS		\$3,418.00		
			6081 Health Insurance		\$7,194.00		
			6084 Unemployment		\$0.00		







Expenditures:	000	Court Security	6097 Court Security Expenditures		\$0.00	
Total Expenditures:			6340 Bank Fees		\$0.00	
Subtotal:					\$0.00	
					\$0.00	
<b>Fund 09 - Parks &amp; Recreation Fund</b>						
Revenues:						
	000	Parks & Recreation				
Total Revenues:			4007 Special Revenue		\$0.00	
Expenditures:	000	Parks & Recreation	6098 Parks & Recreation Expenditures		\$0.00	
Total Expenditures:			6340 Bank Fees		\$0.00	
Subtotal:					\$0.00	
					\$0.00	
<b>Fund 10 - Local Truance Prevention (LTP) Fund</b>						
Revenues:						
	000	LTP				
Total Revenues:			4009 LTP Fines		\$0.00	
Expenditures:	000	LTP	6099 LTP Expenditures		\$0.00	
Total Expenditures:			6340 Bank Fees		\$0.00	
Subtotal:					\$0.00	
					\$0.00	
<b>Fund 11 - Municipal Court Jury Fund</b>						
Revenues:						
	000	Court Jury				
Total Revenues:			4010 Jury Fines		\$0.00	
Expenditures:	000	LTP	6100 Court Jury Expenditures		\$0.00	
Total Expenditures:			6340 Bank Fees		\$0.00	
Subtotal:					\$0.00	
					\$0.00	