

**VILLAGE OF SUGAR MOUNTAIN
SUGAR MOUNTAIN, NORTH CAROLINA
BUDGET ORDINANCE
FISCAL YEAR 2018-19**

BE IT ORDAINED AND ESTABLISHED by the Village Council of the Village of Sugar Mountain, in regular session assembled this 12th day of June, 2018 as follows:

Section 1. The following amounts are hereby appropriated in the General Fund for the operation of the Village government and its activities for the fiscal year beginning July 1, 2018 and ending June 30, 2019, in accordance with the chart of accounts heretofore established for this Village:

Governing Body	\$ 19,447
Administration	351,511
Public Safety	360,542
Public Works	680,980
Sanitation	64,100
Debt Service	<u>305,719</u>
Total Appropriations	<u>\$ 1,782,299</u>

Section 2. It is estimated that the following revenues will be available in the General Fund for the fiscal year beginning July 1, 2018, and ending June 30, 2019:

Ad Valorem Tax revenue	\$ 1,258,220
Utility Franchise taxes	155,085
Local Option Sales tax	77,000
ABC Distribution	86,000
Powell Bill funds	26,792
Tourism Development Authority Contribution	22,900
Permits & Fees	2,330
Investment Earnings	4,500
Grant revenue	1,650
Sale of Capital Assets	12,000
Other Revenue	8,375
Appropriated Fund Balance	<u>123,593</u>
Total estimated Revenue	<u>\$ 1,782,299</u>

Section 3. The following amounts are hereby appropriated in the Enterprise Fund for the operation of Golf and Tennis Programs for the fiscal year beginning July 1, 2018, and ending June 30, 2019, in accordance with the chart of accounts heretofore approved for the Village:

Park	\$ 1,000
Tennis Program	53,260
Golf Program	78,350
Golf Course Maintenance	324,940
Debt Service	<u>95,519</u>
Total Appropriations	<u>\$ 553,069</u>

Section 4. It is estimated that the following revenues will be available in the Enterprise Fund for the fiscal year beginning July 1, 2018, and ending June 30, 2019:

Golf User Fees	\$ 335,000
Tennis User Fees	22,000
Tourism Development Authority Contribution	101,015
Sugar Mountain Resort Lease	17,836
Sugar Mountain Resort Reimbursements	20,000
Sale of Capital Assets	15,000
Other Revenue	725
Appropriated Fund Balance	<u>41,493</u>
Total estimated revenues	<u>\$ 553,069</u>

Section 5. There is hereby levied a tax at the rate of forty two cents (\$0.42) per one hundred dollars (\$100) valuation of property as listed for taxes as of January 1, 2018, for the purpose of raising the revenue listed "Ad Valorem Tax revenue" in the General Fund in Section 2 of this ordinance.

This rate is based on a total valuation of property for the purposes of taxation of \$293,647,793 and an estimated rate of collection of 98.5%. The re-assessed valuation of the Village of Sugar Mountain real property will be in effect for the fiscal year 2018-19. The revenue-neutral tax rate has been calculated at \$0.4209 per \$100 valuation of real property.

Section 6. The Village Manager is hereby authorized to transfer appropriations as contained herein under the following conditions:

- a. May transfer amounts between line item expenditures within a department without limitation and without a report being required.

- b. May transfer amounts up to \$10,000 between departments, including contingency appropriations, within the same fund. Must make an official report on such transfers at the next regular meeting of the Village Council.
- c. May not transfer any amounts between funds, except as approved by the Village Council in the Budget Ordinance as amended.

Section 7. The Village Manager is hereby authorized to execute the necessary agreements within funds included in the Budget Ordinance for the following purposes:

- a. Purchase of apparatus, supplies, and materials where formal bids are not required by law;
- b. Lease of normal and routine business equipment;
- c. Construction or repair work where formal bids are not required by law;
- d. Consultant, professional, or maintenance service agreements up to an anticipated contract amount of \$25,000,
- e. Agreements for acceptance of State and Federal grant funds; and
- f. Grant agreements with public and non-profit agencies.

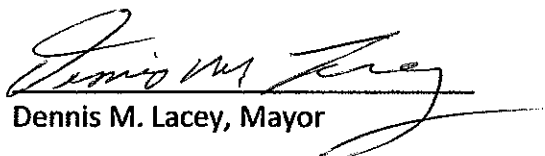
Section 8 - Fund Balance Policy. There is hereby established a Fund Balance Policy for the Village of Sugar Mountain. It is the goal of the Village of Sugar Mountain to obtain a fund balance of 50% of operating expenditures. Once this goal is reached, available fund balance as a percentage of expenditures should not fall below 50%. These funds will be used to avoid cash-flow interruptions, generate interest income, eliminate the need for short term borrowing, and assist in obtaining and maintaining an investment-grade bond rating.

Section 9. Copies of this Budget Ordinance shall be furnished to the Clerk to the Governing Board and to the Finance Director to be kept on file by them for direction in the disbursement of funds.

Section 10. This Ordinance shall be and the same hereby is effective for the period beginning July 1, 2018 and ending June 30, 2019.

Adopted this 12th day of June 2018.

ATTEST:


Dennis M. Lacey, Mayor


Tammy W. Floyd, Village Clerk