

**DRAFT**

**VILLAGE OF SUGAR MOUNTAIN  
SUGAR MOUNTAIN, NORTH CAROLINA  
BUDGET ORDINANCE  
FISCAL YEAR 2020-21**

**BE IT ORDAINED AND ESTABLISHED** by the Village Council of the Village of Sugar Mountain, in regular session assembled this 16th day of June, 2020 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, 2020 and ending June 30, 2021, in accordance with the chart of accounts heretofore established for this Village:

Governing Body	\$ 17,547
Administration	358,745
Public Safety	363,520
Public Works	688,576
Sanitation	67,000
Debt Service	<u>195,845</u>
Total Appropriations	<u>\$ 1,691,233</u>

**Section 2.** It is estimated that the following revenues will be available in the General Fund for the fiscal year beginning July 1, 2020, and ending June 30, 2021:

Ad Valorem Tax revenue	\$ 1,261,478
Utility Franchise taxes	150,500
Local Option Sales tax	63,000
ABC Distribution	101,250
Powell Bill funds	26,000
Tourism Development Authority Contribution	62,000
Permits & Fees	4,275
Investment Earnings	11,000
Grant revenue	530
Sale of Capital Assets	2,500
Other Revenue	8,700
Appropriated Fund Balance	<u>0</u>
Total estimated Revenue	<u>\$ 1,691,233</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, 2020, and ending June 30, 2021, in accordance with the chart of accounts heretofore approved for the Village:

Park	\$ 3,750
Tennis Program	54,370
Golf Program	97,465
Golf Course Maintenance	246,755
Debt Service	<u>106,227</u>
Total Appropriations	<u>\$ 508,567</u>

**Section 4.** It is estimated that the following revenues will be available in the Enterprise Fund for the fiscal year beginning July 1, 2020, and ending June 30, 2021:

Golf User Fees	\$ 334,000
Tennis User Fees	26,250
Tourism Development Authority Contribution	80,130
Sugar Mountain Resort Lease	15,032
Sugar Mountain Resort Reimbursements	12,500
Sale of Capital Assets	2,000
Other Revenue	700
Appropriated Fund Balance	<u>37,955</u>
Total estimated revenues	<u>\$ 508,567</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, 2020, 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 \$301,333,862 and an estimated rate of collection of 96%.

**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, 2020 and ending June 30, 2021.

Adopted this 16th day of June 2020.

ATTEST:

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Gunther Jochl, Mayor

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Tammy W. Floyd, Village Clerk