

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

AN ORDINANCE OF THE CITY OF KINGSPORT, TENNESSEE  
AMENDING THE 2026-2027 FISCAL YEAR BUDGET

WHEREAS, the City adopted the fiscal year 2026-2027 budget by passage of Ordinance No. 7267;  
and

WHEREAS, pursuant to the Tennessee state constitution, Section 24 of Article II, no public money shall be expended except pursuant to appropriations made by law; and

WHEREAS, pursuant to the Municipal Budget Law of 1982, as found in the Tennessee Code Annotated, Section 6-56-209, the Mayor and Board of Mayor and Aldermen have the authority to authorize the budget officer to transfer moneys from one appropriation to another within the same fund; and

WHEREAS, expenses and revenues are anticipated to vary from original budgeted amounts; and

BE IT ORDAINED BY THE CITY OF KINGSPORT, as follows:

SECTION I. Ordinance No. 7267 is hereby amended increasing(decreasing) the fiscal year 2026-2027 budget as follows:

| <b>General Fund: 110</b>                         | <b>FY 2027<br/>Budgeted</b> | <b>FY 2027<br/>Estimated</b> | <b>Proposed<br/>Amendment</b> |
|--------------------------------------------------|-----------------------------|------------------------------|-------------------------------|
| <b>Appropriations:</b>                           |                             |                              |                               |
| Revenues                                         |                             |                              |                               |
| 110-0000-391.35-00 From Noncapital Projects Fund | 7,000                       | 58,627                       | 51,627                        |
| <b>Total</b>                                     | <b>\$ 7,000</b>             | <b>\$ 58,627</b>             | <b>\$ 51,627</b>              |
| Expenditures                                     |                             |                              |                               |
| 110-3001-441.10-10 Salaries & Wages              | 1,296,232                   | 1,234,663                    | (61,569)                      |
| 110-3001-441.10-20 Social Security               | 99,164                      | 94,454                       | (4,710)                       |
| 110-3001-441.10-30 Group Health Insur            | 149,688                     | 136,224                      | (13,464)                      |
| 110-3001-441.10-42 TCRS Hybrid Retirement        | 386,386                     | 384,508                      | (1,878)                       |
| 110-3001-441.10-43 ICMA Retirement               | 7,232                       | 4,154                        | (3,078)                       |
| 110-3001-441.10-44 TCRS Stabilization %          | 2,253                       | 1,668                        | (585)                         |
| 110-3001-441.10-50 Life Insurance                | 5,035                       | 4,912                        | (123)                         |
| 110-3001-441.10-60 Workmen's Comp                | 392                         | 380                          | (12)                          |
| 110-3001-441.10-61 Unemployment Insur            | 710                         | 679                          | (31)                          |
| 110-4804-481.70-55 Transfer to CDBG Fund         | 43,344                      | 128,794                      | 85,450                        |
| 110-4804-481.70-36 To General Project Fund       | 1,242,096                   | 1,309,541                    | 67,445                        |
| <b>Total</b>                                     | <b>\$ 3,232,532</b>         | <b>\$ 3,299,977</b>          | <b>\$ 67,445</b>              |
| <b>Change in Fund Balance</b>                    | <b>\$ (605,856)</b>         | <b>\$ (621,674)</b>          | <b>\$ (15,818)</b>            |

| <b>State Street Aid: 121</b>               | <b>FY 2027<br/>Budgeted</b> | <b>FY 2027<br/>Estimated</b> | <b>Proposed<br/>Amendment</b> |
|--------------------------------------------|-----------------------------|------------------------------|-------------------------------|
| <b>Appropriations:</b>                     |                             |                              |                               |
| Revenues                                   |                             |                              |                               |
| 121-0000-368.99-00 Misc. Income            | -                           | 20,560                       | 20,560                        |
| <b>Total</b>                               | <b>\$ -</b>                 | <b>\$ 20,560</b>             | <b>\$ 20,560</b>              |
| Expenditures                               |                             |                              |                               |
| 121-4024-461.30-27 Traffic Signal Supplies | 144,556                     | 165,116                      | 20,560                        |
| <b>Total</b>                               | <b>\$ 144,556</b>           | <b>\$ 165,116</b>            | <b>\$ 20,560</b>              |
| <b>Change in Fund Balance</b>              | <b>\$ -</b>                 | <b>\$ -</b>                  | <b>\$ -</b>                   |

| <b>Noncapital Project Fund: 111<br/>AEP - Streets &amp; Landscape (NC2701)</b> | <b>FY 2027<br/>Budgeted</b> | <b>FY 2027<br/>Estimated</b> | <b>Proposed<br/>Amendment</b> |
|--------------------------------------------------------------------------------|-----------------------------|------------------------------|-------------------------------|
| <b>Appropriations:</b>                                                         |                             |                              |                               |
| Expenditures                                                                   |                             |                              |                               |
| 111-0000-601.20-22 Construction Contracts                                      | 4,063,000                   | 4,011,373                    | (51,627)                      |
| 111-0000-601.70-01 To General Fund                                             | 7,000                       | 58,627                       | 51,627                        |
| <b>Total</b>                                                                   | <b>\$ 4,070,000</b>         | <b>\$ 4,070,000</b>          | <b>\$ -</b>                   |
| <b>Change in Project Fund Balance</b>                                          | <b>\$ -</b>                 | <b>\$ -</b>                  | <b>\$ -</b>                   |

| <b>Noncapital Project Fund: 111<br/>Dental Clinic Grant (NC2705)</b> | <b>FY 2027<br/>Budgeted</b> | <b>FY 2027<br/>Estimated</b> | <b>Proposed<br/>Amendment</b> |
|----------------------------------------------------------------------|-----------------------------|------------------------------|-------------------------------|
| <b>Appropriations:</b>                                               |                             |                              |                               |
| Revenues                                                             |                             |                              |                               |
| 111-0000-332.69-00 Misc. Other State                                 | -                           | 1,000,000                    | 1,000,000                     |
| <b>Total</b>                                                         | <b>\$ -</b>                 | <b>\$ 1,000,000</b>          | <b>\$ 1,000,000</b>           |
| Expenditures                                                         |                             |                              |                               |
| 111-0000-601.80-78 KEDB                                              | -                           | 1,000,000                    | 1,000,000                     |
| <b>Total</b>                                                         | <b>\$ -</b>                 | <b>\$ 1,000,000</b>          | <b>\$ 1,000,000</b>           |
| <b>Change in Project Fund Balance</b>                                | <b>\$ -</b>                 | <b>\$ -</b>                  | <b>\$ -</b>                   |

| <b>Community Development Fund: 124<br/>EMERGENCY SOLUTIONS GRANT (CD2617)</b> | <b>FY 2027<br/>Budgeted</b> | <b>FY 2027<br/>Estimated</b> | <b>Proposed<br/>Amendment</b> |
|-------------------------------------------------------------------------------|-----------------------------|------------------------------|-------------------------------|
| <b>Appropriations:</b>                                                        |                             |                              |                               |
| Revenues                                                                      |                             |                              |                               |
| 124-0000-337.49-00 Housing and Urban Dev                                      | -                           | 119,001                      | 119,001                       |
| 124-0000-391.01-00 From General Fund                                          | -                           | 85,450                       | 85,450                        |
| <b>Total</b>                                                                  | <b>\$ -</b>                 | <b>\$ 204,451</b>            | <b>\$ 204,451</b>             |
| Expenditures                                                                  |                             |                              |                               |
| 124-0000-603.10-10 Salaries and Wages                                         | -                           | 147,313                      | 147,313                       |
| 124-0000-603.10-20 Social Security                                            | -                           | 11,269                       | 11,269                        |
| 124-0000-603.10-30 Group Health Insurance                                     | -                           | 32,215                       | 32,215                        |
| 124-0000-603.10-42 TCRS Hybrid Retirement                                     | -                           | 4,493                        | 4,493                         |
| 124-0000-603.10-43 ICMA Retirement                                            | -                           | 7,366                        | 7,366                         |
| 124-0000-603.10-44 TCRS Stabilization %                                       | -                           | 1,399                        | 1,399                         |
| 124-0000-603.10-50 Life Insurance                                             | -                           | 295                          | 295                           |
| 124-0000-603.10-60 Workmen's Comp                                             | -                           | 29                           | 29                            |
| 124-0000-603.10-61 Unemployment Insurance                                     | -                           | 72                           | 72                            |
| <b>Total</b>                                                                  | <b>\$ -</b>                 | <b>\$ 204,451</b>            | <b>\$ 204,451</b>             |
| Change in Project Fund Balance                                                | <b>\$ -</b>                 | <b>\$ -</b>                  | <b>\$ -</b>                   |

| <b>General Project Fund: 311<br/>Island Road Improvements (GP1926)</b> | <b>FY 2027<br/>Budgeted</b> | <b>FY 2027<br/>Estimated</b> | <b>Proposed<br/>Amendment</b> |
|------------------------------------------------------------------------|-----------------------------|------------------------------|-------------------------------|
| <b>Appropriations:</b>                                                 |                             |                              |                               |
| Revenues                                                               |                             |                              |                               |
| 311-0000-337.90-10 TDOT                                                | 2,800,000                   | 913,990                      | (1,886,010)                   |
| 311-0000-368.10-54 Series 2016 GO                                      | 70,203                      | 70,203                       | -                             |
| 311-0000-391.01-00 From General Fund                                   | -                           | 51,627                       | 51,627                        |
| <b>Total</b>                                                           | <b>\$ 2,870,203</b>         | <b>\$ 1,035,820</b>          | <b>\$ (1,834,383)</b>         |
| Expenditures                                                           |                             |                              |                               |
| 311-0000-601.20-22 Construction Contracts                              | -                           | 874,820                      | 874,820                       |
| 311-0000-601.20-23 Engineering                                         | 550,000                     | 86,000                       | (464,000)                     |
| 311-0000-601.90-01 Land                                                | 470,203                     | -                            | (470,203)                     |
| 311-0000-601.90-03 Improvements                                        | 1,850,000                   | 75,000                       | (1,775,000)                   |
| <b>Total</b>                                                           | <b>\$ 2,870,203</b>         | <b>\$ 1,035,820</b>          | <b>\$ (1,834,383)</b>         |
| Change in Project Fund Balance                                         | <b>\$ -</b>                 | <b>\$ -</b>                  | <b>\$ -</b>                   |

| <b>General Project Fund: 311<br/>Bike Park (GP2610)</b> | <b>FY 2027<br/>Budgeted</b> | <b>FY 2027<br/>Estimated</b> | <b>Proposed<br/>Amendment</b> |
|---------------------------------------------------------|-----------------------------|------------------------------|-------------------------------|
| <b>Appropriations:</b>                                  |                             |                              |                               |
| Revenues                                                |                             |                              |                               |
| 311-0000-332.49-00 TN State Parks Grant                 | 397,500                     | 589,200                      | 191,700                       |
| <b>Total</b>                                            | <b>\$ 397,500</b>           | <b>\$ 589,200</b>            | <b>\$ 191,700</b>             |
| Expenditures                                            |                             |                              |                               |
| 311-0000-601.90-03 Improvements                         | 809,549                     | 1,001,249                    | 191,700                       |
| <b>Total</b>                                            | <b>\$ 809,549</b>           | <b>\$ 1,001,249</b>          | <b>\$ 191,700</b>             |
| Change in Project Fund Balance                          | \$ -                        | \$ -                         | \$ -                          |

| <b>General Project Fund: 311<br/>Assistance to Firefighters Grant (GP2703)</b> | <b>FY 2027<br/>Budgeted</b> | <b>FY 2027<br/>Estimated</b> | <b>Proposed<br/>Amendment</b> |
|--------------------------------------------------------------------------------|-----------------------------|------------------------------|-------------------------------|
| <b>Appropriations:</b>                                                         |                             |                              |                               |
| Revenues                                                                       |                             |                              |                               |
| 311-0000-331.31-04 Assist to Firefighters                                      | -                           | 158,182                      | 158,182                       |
| 311-0000-391.01-00 From General Fund                                           | -                           | 15,818                       | 15,818                        |
| <b>Total</b>                                                                   | <b>\$ -</b>                 | <b>\$ 174,000</b>            | <b>\$ 174,000</b>             |
| Expenditures                                                                   |                             |                              |                               |
| 311-0000-601.90-04 Equipment                                                   | -                           | 174,000                      | 174,000                       |
| <b>Total</b>                                                                   | <b>\$ -</b>                 | <b>\$ 174,000</b>            | <b>\$ 174,000</b>             |
| Change in Project Fund Balance                                                 | \$ -                        | \$ -                         | \$ -                          |

| <b>Insurance Reserve Fund: 615</b>          | <b>FY 2027<br/>Budgeted</b> | <b>FY 2027<br/>Estimated</b> | <b>Proposed<br/>Amendment</b> |
|---------------------------------------------|-----------------------------|------------------------------|-------------------------------|
| <b>Appropriations:</b>                      |                             |                              |                               |
| Expenditures                                |                             |                              |                               |
| 615-4804-481.70-91 To Health Insurance Fund | -                           | 25,000                       | 25,000                        |
| 615-1601-413.20-61 Wellness Program         | 25,000                      | -                            | (25,000)                      |
| <b>Total</b>                                | <b>\$ 25,000</b>            | <b>\$ 25,000</b>             | <b>\$ -</b>                   |
| Change in Fund Balance                      | \$ -                        | \$ -                         | \$ -                          |

| <b>Health Insurance Fund: 625</b>        | <b>FY 2027<br/>Budgeted</b> | <b>FY 2027<br/>Estimated</b> | <b>Proposed<br/>Amendment</b> |
|------------------------------------------|-----------------------------|------------------------------|-------------------------------|
| <b>Appropriations:</b>                   |                             |                              |                               |
| Revenues                                 |                             |                              |                               |
| 625-0000-391.02-00 From Ins Reserve Fund | -                           | 25,000                       | 25,000                        |
| <b>Total</b>                             | <b>\$ -</b>                 | <b>\$ 25,000</b>             | <b>\$ 25,000</b>              |
| Expenditures                             |                             |                              |                               |
| 625-1601-413.20-50 Empl Med Eval/ Test   | 60,000                      | 30,000                       | (30,000)                      |
| 625-1601-413.20-61 Wellness Program      | 30,000                      | 85,000                       | 55,000                        |
| <b>Total</b>                             | <b>\$ 90,000</b>            | <b>\$ 115,000</b>            | <b>\$ 25,000</b>              |
| Change in Fund Balance                   | <b>\$ -</b>                 | <b>\$ -</b>                  | <b>\$ -</b>                   |

SECTION II. That this Ordinance shall take effect from and after its date of passage, as the law directs, the welfare of the City of Kingsport, Tennessee requiring it.

\_\_\_\_\_  
PAUL W. MONTGOMERY, MAYOR

ATTEST:

\_\_\_\_\_  
ANGELA MARSHALL, Deputy City Recorder

APPROVED AS TO FORM:

\_\_\_\_\_  
RODNEY B. ROWLETT III, City Attorney

PASSED ON 1ST READING:

PASSED ON 2ND READING: