

**AN ORDINANCE OF THE CITY OF KINGSPORT, TENNESSEE
AMENDING THE 2025-2026 FISCAL YEAR BUDGET**

WHEREAS, the City adopted the fiscal year 2025-2026 budget by passage of Ordinance Number 7208, 7209, and 7210; 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, on January 20, 2026, the Board of Mayor and Aldermen (the "Board") of the City of Kingsport, Sullivan and Hawkins Counties, Tennessee (the "Municipality"), adopted Resolution No. 2026-150 to issue General Obligation Public Improvement Bond Series 2026A not to exceed \$16,500,000, to Provide Funding for Certain Public Works Projects and to Fund the Incidental and Necessary Expenses Related Thereto" (the "Initial Resolution"), authorizing and directing, among other things, the issuance by the Municipality of its general obligation public improvement bonds for the purpose of financing a portion of the costs of certain public works projects, consisting of the acquisition of public art; acquisition, construction, improvement, renovation and equipping of public school facilities; construction, expansion and improvement of roads, streets, bridges, parking and infrastructure; improvement and equipping of the Municipality's convention center and golf course, including a new pump system and mowers for the golf course; construction, expansion, improvement and equipping of the Municipality's sewer system; acquisition of all property real and personal, appurtenant thereto or connected with such work; and to pay legal, fiscal, administrative, and engineering costs (collectively, the "Project"); to reimburse the Municipality for the costs of any of the above projects, to pay capitalized interest, and to pay costs incident to the issuance and sale of the Bonds;

WHEREAS, it is necessary and desirable to provide for the proper allocation, deposit, and disbursement of the Bond proceeds

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

SECTION I: Ordinances # 7208, 7209 and 7210 are hereby amended increasing the fiscal year 2025-2026 budget as follows:

General Project Fund: 311 Washington HVAC (GP2512)		FY 2026 Original Budget	FY 2026 Estimated	Proposed Amendment
Revenues				
	GO Bond Series 2026A	-	2,129,730	2,129,730
	Premium on Bond Sale	-	193,552	193,552
	Total	-	2,323,282	2,323,282
Expenses				
	Construction Contracts		2,300,000	2,300,000
	Bond Sale Expense	-	23,282	23,282
	Total	-	2,323,282	2,323,282
Change in Project Fund Balance				-
General Project Fund: 311 Lynn Garden School (GP2507)		FY 2026 Original Budget	FY 2026 Estimated	Proposed Amendment
Revenues				
	GO Bond Series 2026A	-	2,407,521	2,407,521
	Premium on Bond Sale	-	218,798	218,798
	Total	-	2,626,319	2,626,319
Expenses				
	Construction Contracts		2,600,000	2,600,000
	Bond Sale Expense	-	26,319	26,319
	Total	-	2,626,319	2,626,319
Change in Project Fund Balance				-
General Project Fund: 311 SIA Road (GP2601)		FY 2026 Original Budget	FY 2026 Estimated	Proposed Amendment
Revenues				
	GO Bond Series 2026A	-	694,477	694,477
	Premium on Bond Sale	-	63,115	63,115
	Total	-	757,592	757,592
Expenses				
	Construction Contracts		750,000	750,000
	Bond Sale Expense	-	7,592	7,592
	Total	-	757,592	757,592
Change in Project Fund Balance				-

General Project Fund: 311		FY 2026	FY 2026	Proposed
Senior Center Parking (GP2609)		Original Budget	Estimated	Amendment
Revenues				
	GO Bond Series 2026A	-	694,477	694,477
	Premium on Bond Sale	-	63,115	63,115
	Total	-	757,592	757,592
Expenses				
	Construction Contracts		750,000	750,000
	Bond Sale Expense	-	7,592	7,592
	Total	-	757,592	757,592
Change in Project Fund Balance				-
General Project Fund: 311		FY 2026	FY 2026	Proposed
Clinchfield Bridge (GP2604)		Original Budget	Estimated	Amendment
Revenues				
	GO Bond Series 2026A	-	1,276,476	1,276,476
	Premium on Bond Sale	-	116,008	116,008
	Total	-	1,392,484	1,392,484
Expenses				
	Construction Contracts		1,378,530	1,378,530
	Bond Sale Expense	-	13,954	13,954
	Total	-	1,392,484	1,392,484
Change in Project Fund Balance				-
General Project Fund: 311		FY 2026	FY 2026	Proposed
Watauga Street (GP2605)		Original Budget	Estimated	Amendment
Revenues				
	GO Bond Series 2026A	-	1,851,939	1,851,939
	Premium on Bond Sale	-	168,306	168,306
	Total	-	2,020,245	2,020,245
Expenses				
	Construction Contracts		2,000,000	2,000,000
	Bond Sale Expense	-	20,245	20,245
	Total	-	2,020,245	2,020,245
Change in Project Fund Balance				-

General Project Fund: 311 White & Eastman (GP2606)		FY 2026 Original Budget	FY 2026 Estimated	Proposed Amendment
Revenues				
	GO Bond Series 2026A	-	601,880	601,880
	Premium on Bond Sale	-	54,700	54,700
	Total	-	656,580	656,580
Expenses				
	Construction Contracts		650,000	650,000
	Bond Sale Expense	-	6,580	6,580
	Total	-	656,580	656,580
Change in Project Fund Balance				-
General Project Fund: 311 Jessee & Memorial (GP2607)		FY 2026 Original Budget	FY 2026 Estimated	Proposed Amendment
Revenues				
	GO Bond Series 2026A	-	694,477	694,477
	Premium on Bond Sale	-	63,115	63,115
	Total	-	757,592	757,592
Expenses				
	Construction Contracts		750,000	750,000
	Bond Sale Expense	-	7,592	7,592
	Total	-	757,592	757,592
Change in Project Fund Balance				-
General Project Fund: 311 Other Bridge Projects (GP2608)		FY 2026 Original Budget	FY 2026 Estimated	Proposed Amendment
Revenues				
	GO Bond Series 2026A	-	1,649,023	1,649,023
	Premium on Bond Sale	-	149,866	149,866
	Total	-	1,798,889	1,798,889
Expenses				
	Construction Contracts		1,780,862	1,780,862
	Bond Sale Expense	-	18,027	18,027
	Total	-	1,798,889	1,798,889
Change in Project Fund Balance				-

Sewer Fund: 412		FY 2026 Original Budget	FY 2026 Estimated	Proposed Amendment
Revenues				
	GO Bond Series 2026A	-	3,239,848	3,239,848
	Total	-	3,239,848	3,239,848
Expenses				
	Bond Series 2026A Transfer	-	3,239,848	3,239,848
	Total	-	3,239,848	3,239,848
Change in Project Fund Balance				-
Sewer Project Fund: 452 Pendragon (SW2607)		FY 2026 Original Budget	FY 2026 Estimated	Proposed Amendment
Revenues				
	GO Bond Series 2026A	-	1,000,000	1,000,000
	Total	-	1,000,000	1,000,000
Expenses				
	Improvements	-	1,000,000	1,000,000
	Total	-	1,000,000	1,000,000
Change in Project Fund Balance				-
Sewer Project Fund: 452 Wataugua Sewer Improvements (SW2608)		FY 2026 Original Budget	FY 2026 Estimated	Proposed Amendment
Revenues				
	GO Bond Series 2026A	-	2,239,848	2,239,848
	Total	-	2,239,848	2,239,848
Expenses				
	Bond Series 2026A Transfer	-	2,239,848	2,239,848
	Total	-	2,239,848	2,239,848
Change in Project Fund Balance				-

Cattails Golf Fund: 421		FY 2026 Original Budget	FY 2026 Estimated	Proposed Amendment
Revenues				
	GO Bond Series 2026A	-	1,619,924	1,619,924
	Total	-	1,619,924	1,619,924
Expenses				
	Bond Series 2026A Transfer	-	1,619,924	1,619,924
	Total	-	1,619,924	1,619,924
Change in Project Fund Balance				-
Cattails Golf Fund: 453 CG2401 Golf Equipment (Renamed)		FY 2026 Original Budget	FY 2026 Estimated	Proposed Amendment
Revenues				
	GO Bond Series 2026A	-	550,000	550,000
	Total	-	550,000	550,000
Expenses				
	Capital Outlay/Equipment	-	550,000	550,000
	Total	-	550,000	550,000
Change in Project Fund Balance				-
Cattails Golf Fund: 453 CG2601 Pump System Replacement		FY 2026 Original Budget	FY 2026 Estimated	Proposed Amendment
Revenues				
	GO Bond Series 2026A	-	1,069,924	1,069,924
	Total	-	1,069,924	1,069,924
Expenses				
	Capital Outlay/Improvements	-	1,069,924	1,069,924
	Total	-	1,069,924	1,069,924
Change in Project Fund Balance				-

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: