

RESOLUTION NO. 2020-1

A RESOLUTION ADOPTING A BUDGET FOR THE TOWN OF BYRON, OKLAHOMA, FOR FISCAL YEAR 2020-2021 PURSUANT TO THE OKLAHOMA MUNICIPAL BUDGET ACT, 11 O.S. 17-201, et seq.

WHEREAS the Trustees of the Town of Byron, caused to be prepared a budget for the Town of Byron, Oklahoma pursuant to the requirements of the Oklahoma Municipal Budget Act, 11 O.S. 17-201, et seq.; and

WHEREAS, a public hearing was held on June 9, 2020 after due notice thereof was given according to law, whereby opportunity was given to the general public to provide comments, recommendations or information to the Town Board on said proposed budget; and

WHEREAS, after due consideration of the information contained in the budget prepared by the office of RSMeacham CPAs & Advisors, said budget should be adopted, filed in the office of the Municipal Clerk, and transmitted to the State Auditor and Inspector; and to cause said Resolution to become effective on July 1, 2020.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF TRUSTEES OF THE TOWN OF BYRON, OKLAHOMA, that the budget for the Town of Byron for fiscal year 2020-2021, prepared by the office of RSMeacham CPAs & Advisors pursuant to the Oklahoma Municipal Budget Act, 11 O.S. 17-201, et seq., copies of which are on file in the Office of the Town Clerk, be and is hereby adopted as the budget for the Town of Byron, Oklahoma, the same to be effective as of July 1, 2020.

THIS RESOLUTION READ AND APPROVED in open meeting, section by section this 9th day of June, 2020 the following Trustees being present and voting on the questions of passage of this Resolution as follows: Ferrell aye, Hudgens aye, Hoffman aye.

Megan Ferrell
Megan Ferrell, Mayor

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State Auditor
and Inspector

Alfalfa

Barbara Hudgens
Barbara Hudgens, Town Clerk

Town of Byron, Oklahoma
Fiscal Year 2020/2021 Annual Budget
Annual Budget
General Fund

	ACTUAL 2018-2019	APPROVED BUDGET 2019-2020	PROJECTED ACTUAL 2019-2020	PROPOSED BUDGET 2020-2021
Fire Department				
Personal Services	-	-	-	-
Materials and Supplies	-	-	-	-
Other Services and Charges	6,218	4,000	4,439	4,500
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Fire Department	6,218	4,000	4,439	4,500
Street and Alley				
Personal Services	-	-	-	-
Other Services and Charges	-	-	-	-
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
Total Street and Alley	-	-	-	-
TOTAL EXPENDITURES	61,842	37,400	37,982	54,200
REVENUES OVER (UNDER) EXPENDITURES	(36,208)	(14,566)	(12,383)	(22,928)
OTHER FINANCING SOURCES (USES)				
Transfers-out				
Total transfers out	-	-	-	-
Transfers-in	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-
Depreciation Expense				
REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(36,208)	(14,566)	(12,383)	(22,928)
BEGINNING FUND BALANCE-estimated	292,732	256,524	256,524	248,197
ENDING FUND BALANCE	256,524	241,957	244,141	225,269

Town of Byron, Oklahoma
Fiscal Year 2020/2021 Annual Budget
Annual Budget
General Fund

	ACTUAL 2018-2019	APPROVED BUDGET 2019-2020	PROJECTED ACTUAL 2019-2020	PROPOSED BUDGET 2020-2021	
OPERATING REVENUES					
Taxes					
Sales Tax	3,387	3,215	3,482	2,611	75%
Cigarette sales tax	30	28	31	28	90%
Gasoline Excise Tax	98	93	51	46	90%
Franchise Tax	4,207	4,544	5,312	4,781	90%
Intergovernmental					
Motor Vehicle Tax	266	216	261	235	90%
Alcoholic Beverage	1,024	829	1,255	1,129	90%
Fire Department Grant	4,000	4,000	4,642	4,642	
Grants - Basketball Court	-	-	-	8,000	
Interest Income	1,856	1,500	2,195	1,800	
Oil Royalty Income	2,774	1,500	1,241	1,100	
Retired Patronage Dividend	326	10	-	-	
Trash Service	6,914	6,900	7,131	6,900	
Donations	745	-	-	-	
Other Income	5	-	-	-	
TOTAL OPERATING REVENUES	25,634	22,834	25,600	31,272	
OPERATING EXPENSES					
General Government					
Personal Services	2,440	3,000	2,341	3,000	
Materials and Supplies	864	900	1,193	1,200	
Other Services and Charges	16,286	15,000	21,807	20,000	
Capital Outlay	28,632	-	-	-	
Fire Hydrant	-	-	800	-	
Basketball Court	-	-	-	16,000	
City Hall Ceiling Replacement	-	-	-	2,000	
Total General Government	48,221	25,900	26,141	42,200	
Trash Department					
Other Services and Charges	7,403	7,500	7,403	7,500	
Total Trash Department	7,403	7,500	7,403	7,500	

TOWN OF BYRON, OKLAHOMA
Fiscal Year 2020/2021 Annual Budget

BUDGET MEMO

❖ The budget includes continuing operations consistent with prior years as well as the following capital outlay / special request items:

<u>Capital Outlay / Special Requests:</u>		<u>Funding source</u>
Basketball Court	\$ 16,000	Grant Funding \$8k; Operations
City Hall Ceiling	2,000	Operations
Street Rock	-	Restricted Street Funds; Operations
TOTAL CAPITAL OUTLAY / SPECIAL REQUESTS: \$ 18,000		

❖ *This budget projects a net loss of <\$28,928> for Fiscal Year 2021. We currently have sufficient reserves to absorb the loss in the current year, if that is the Board's desire.*

In accordance with Section 17-208, Title 11, Oklahoma Statutes, the fiscal year 2020/2021 budget was initially presented to Council on May 12, 2020 for consideration.

The legal level of control for the Town's 2020/2021 budget is established at the Department level. Additional detail is provided for analysis purposes only.

If you have any questions, please contact Russ Meacham, CPA, or Tracy Reed, CPA.

TOWN OF BYRON, OKLAHOMA
Fiscal Year 2020/2021 Annual Budget

BUDGET MEMO

May 12, 2020

The 2020/2021 Annual Budget for the Town of Byron is presented, as attached, for approval by the Council. It includes the following highlights for the fiscal year:

- ❖ This is an unusual year as the national economy is reeling from COVID-19 coupled with Oklahoma's specific oil/gas reliance. Russell Evans, an economist based at Oklahoma City University, spoke at the City of Oklahoma City council meeting in mid-April 2020 referencing the local economy was already shaky at the start of the 2020 calendar year and the collapse in oil prices has exacerbated the challenges faced by the city and state. It is likely the U.S. economy will shrink 25% to 40% starting in June 2020 and continue through the summer and fall.
- ❖ The New York Times reported on April 24, grocery stores, pharmacies and other sellers of essential items experienced a surge of demand in March 2020, which was outweighed by a steep decline in other categories as businesses shuttered and shoppers restricted their spending. Sales at gas stations, pushed down by low oil prices as well as reduced commuting, fell 17 percent. With sales taxes being the biggest source of revenue for most cities, we will see this plunge in revenue directly as business activity grinds to a halt and consumers stay home. Even as we stretch finances temporarily - by trimming budgets, appropriating funds earmarked for other purposes or passing emergency legislation - the economic recovery is expected to be slow.
- ❖ In light of the above information, we have prepared the following breakdown of sales tax revenue provided by the Oklahoma Tax Commission. We utilized this breakdown in projecting the impact of COVID-19 on the municipality.

Sales Tax Top 5 for Byron	
Limited Service Restaurants	55.32%
Prefabricated Metal Building and Component Manufacturing	17.44%
Grain and Field Bean Merchant Wholesalers	5.53%
Department Stores	4.93%
Telecommunications Resellers	4.54%
	<u>87.76%</u>

- ❖ Sales tax has been budgeted at 75% of current year projections. All other recurring tax revenues are budgeted at 90% of estimated FY19 collections, as indicated.
- ❖ The budget does not include any utility rate increases from our customers. Consistent with prior years, the budget projects spending more to provide trash service than we collect in fees. We would need to collect an additional \$600/year to break-even on our trash service.

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Legal Notice

In accordance with Section 17-208, Title 11, Oklahoma Statutes, notice is hereby given the proposed Town of Byron Fiscal Year 2020/2021 Annual Budget will be considered at a public hearing on Tuesday, June 9, 2020 at 6:00 p.m. at the Byron City Hall located at 502 4th Street. Copies of the proposed budget are available for review in the Office of the City Clerk, at Byron City Hall.

Notice is hereby given that the Town of Byron 2020/2021 Annual Budget will be adopted during a meeting of the Town Council on Tuesday, June 9, 2020 at 6:00 p.m. during the regular council meeting.

TOWN OF BYRON, OKLAHOMA Fiscal Year 2020 / 2021 Annual Budget BUDGET SUMMARY

	estimated BEGINNING BALANCE	REVENUES	EXPENSES	Net Change	ENDING BALANCE
GENERAL FUND	\$ 248,197	\$ 31,272	\$ (54,200)	\$ (22,928)	\$225,269
GRAND TOTAL ALL FUNDS	\$ 248,197	\$ 31,272	\$ (54,200)	\$ (22,928)	\$225,269

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TOWN OF BYRON, OKLAHOMA

Fiscal Year 2020/2021 Annual Budget

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