



City of Smithville, Missouri

Board of Aldermen - Work Session Agenda

Tuesday, August 20, 2024

5:30 p.m. – City Hall Council Chambers and Via Videoconference

Anyone who wishes to view the meeting may do so in real time as it will be streamed live on the City's YouTube page.

For Public Comment via Zoom, please email your request to the City Clerk at ldrummond@smithvillemo.org prior to the meeting to be sent the meeting Zoom link.

1. Call to Order
2. Discussion 9-Month FY2024 Budget Update
3. Discussion FY2025 Operating Budget
4. Adjourn


Join Zoom Meeting

<https://us02web.zoom.us/j/86540782654>

Meeting ID: 865 4078 2654

Passcode: 625651

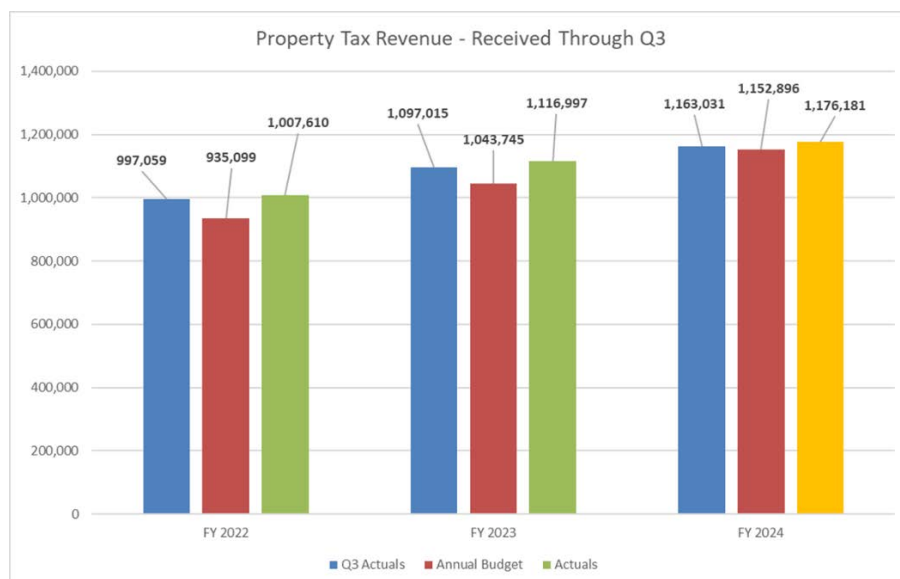


	<div>STAFF REPORT</div>
Date:	August 20, 2024
Prepared By:	Rick Welch, Finance Director
Subject:	FY2024 – 9 Month Budget Update

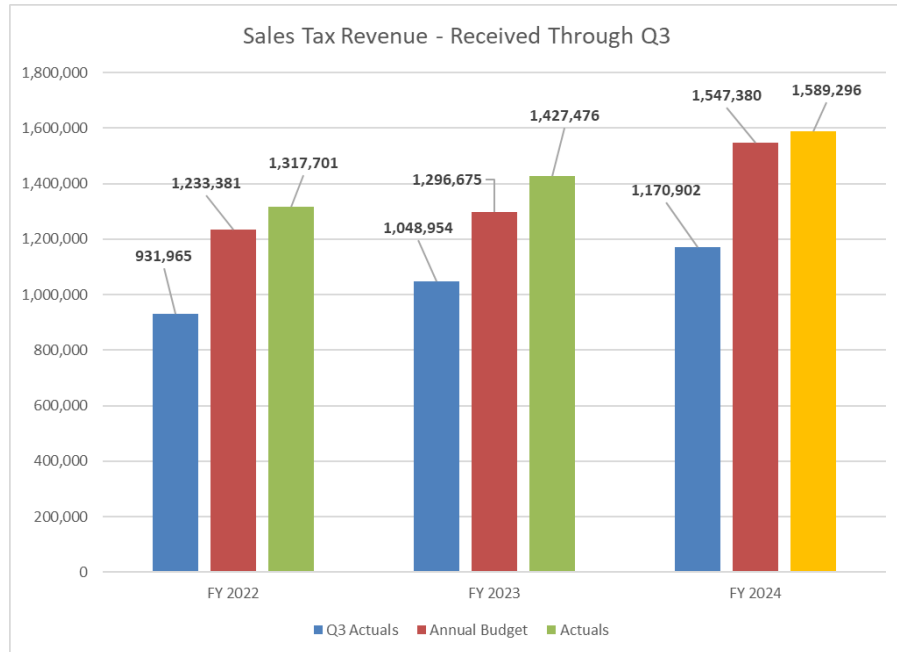
Through 9 months of the fiscal year, the City is performing well overall, from a fiscal standpoint. The increase in general fund revenues has outpaced the increase in expenditures. Board approved budget amendments have helped the City retain proper budget authority to make key capital equipment and project expenditures. Although a few capital projects have been completed in FY24, many of the projects have either started preliminary work or will be carried forward to FY25. Staff continue to monitor projects priority and those projects that are impacting multiple funds.

The City continues to enjoy strong revenue performance in the categories of sales tax, use tax, and interest earnings.

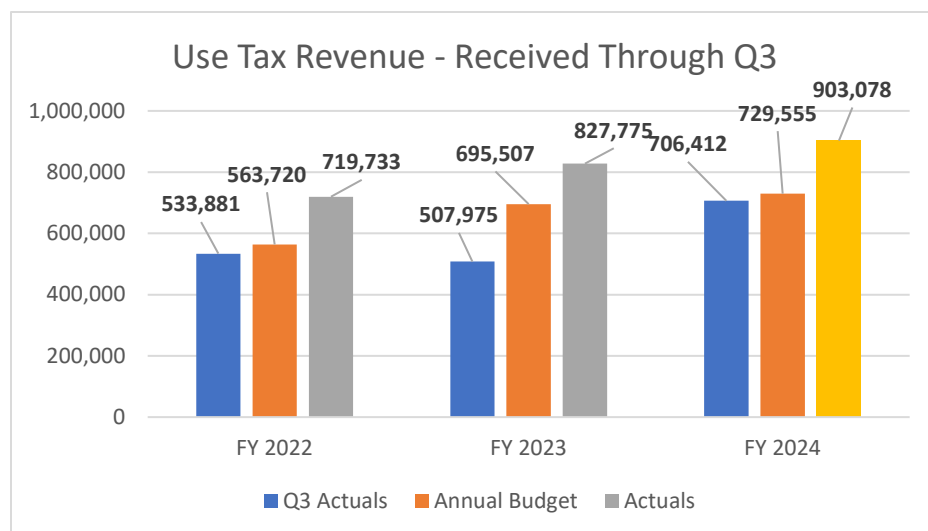
- Property Tax:** property tax revenues have exceeded the FY24 budgeted amount of \$1,152,896. Over the last three years, property tax has steadily increased. Staff will monitor the Senior Real Estate Property Tax Relief Program for Clay County residents who are 62 years old or older. This program will open applications in January 2025 and have financial impact to the City in FY26. FY24 projection in orange.



- City Sales Tax:** the city sales tax continues to perform well and is projected to exceed the budget by \$41,916, seen as the orange column for FY24. Although sales tax has seen good growth over the last few years, staff will be monitoring the sales tax closely as recent months have seen slower growth. Fluctuations are common throughout the year but as staff prepares the FY25 budget, it is important to recognize temporary vs permanent trends.



- City Use Tax:** the city's use tax has performed very well in FY24, with projections exceeding FY24 budget by \$173,523, seen as the orange column for FY24. Use tax has seen moderate growth year over year.



Interest revenue is projected to outpace FY24 budget by \$277,000. Interest revenue will be monitored very closely over the next month, as the Federal Reserve has indicated rate cuts, possibly beginning in September 2024. Rate cuts will have a moderate impact on the FY25 budget.

After the first 9 months of fiscal activity, expenditures are currently projected to exceed the FY24 budget by \$306,000. Budget shortfalls regarding the rising costs of commodities, employee benefits, and repairs and maintenance have been recognized year to date. Staff will make necessary adjustments to the FY25 budget to close those variances. Unfortunately, maintenance repairs over and above budgeted expectations happen, as seen in FY24.

CWWS Fund

The CWWS Fund continues to increase as water and wastewater rate adjustments of 15% have been implemented. Water volume and wastewater volume revenues have come in as projected. Water and wastewater sales are projected to exceed the FY24 budget by \$97,000 and \$174,000, respectively.

Many projects will be carried forward to FY2025, which helps relieve financial pressure off the fund, including the timing of a future COP issuance. Project timelines are monitored continuously for priority. Staff recognizes the importance of certain capital projects while following Board direction of looking into privatization.

Special Sales Tax Funds

- *Transportation Sales Tax Fund:* The City completes the mill and overlay annual maintenance program and annual sidewalk program through this fund. Most of the Commercial Street Sidewalks, including a MARC reimbursement of \$960,000, will carryforward to FY25.
- *Capital Improvement Sales Tax Fund:* Streetscape Phase III and 1st Street and Bridge Round-A-Bout will carry forward to FY25 and beyond. This includes the \$1,488,000 MoDOT reimbursement.
- *Park & Stormwater Sales Tax:* Stonebridge Stormwater Engineering Improvements have been completed. Emerald Ridge Neighborhood Park & Signage and Stonebridge Stormwater Construction Improvements are both in progress. OK Railroad Trail, including a \$184,600 grant, will carry forward to FY25.



*City of
Smithville*

**9 Month Budget Update
August 20, 2024**

FY2024 Budget – Amendments Through Q3

FY2024 amendments approved by the Board:

- **Budget Amendment #1:** On November 20, 2023, \$732,000 of expenditures to the CWWS Fund. Expenditures are:
 - \$155,000 4th Street and 4th Terrace stormwater improvements
 - \$305,000 Quincy Boulevard stormwater improvements
 - \$200,000 Raw Water Pump Station construction
 - \$72,000 Playground Resurfacing at Smith's Fork Park and Heritage Park
- **Budget Amendment #2:** On March 5, 2024, \$30,000 of expenditures to the General Fund and \$200,831.87 of expenditures to the CWWS Fund. Expenditures are:
 - \$30,000 West Central Missouri Regional Lodge #50 of the Fraternal Order of Police
 - \$116,713.60 First and Bridge Street Waterline Improvement
 - \$28,000 manhole replacement on Maple Street
 - \$29,796.27 final cost of motive pump maintenance
 - \$26,322 waterline under 147th Street
- **Budget Amendment #3:** On May 7, 2024, \$45,375.63 of expenditures to the General Fund and \$15,753.93 of expenditures to the CWWS Fund. Expenditures are:
 - \$36,000.75 LAGERS upgrade to L-12 from L-7 (GF)
 - \$12,078.81 LAGERS upgrade to L-12 from L-7 (CWWS)
 - \$9,374.88 IT services upgrade (GF)
 - \$3,675.12 IT services upgrade (CWWS)

On May 7, 2024, \$460,000 of additional revenue and expenditures to the Transportation Sales Tax Fund and \$1,000,000 to the Capital Improvement Sales Tax Fund was approved as additional MARC grant funds were secured. Revenue and expenditures are:

- \$460,000 Commercial Street Sidewalk Project
 - \$1,000,000 Streetscape Phase III
-
- \$4,350,000 COP budgeted in CWWS fund, plus an additional \$2,344,510 for a total of \$6,694,510. Resolution 1307, go to market.



General Fund Review



General Fund	FY2024 Budgeted	FY2024 Projections	FY2024 YTD	% of Budget Received
Revenues	\$ 6,266,986	\$ 6,674,967	\$ 5,276,244	84.2%

- The increase over budgeted FY2024 General Fund revenue are the result of better performance of property tax, sales tax, and interest earnings.

General Fund	FY2024 Budgeted	FY2024 Projections	FY2024 YTD	% of Budget Received
Expenditures	\$ 7,100,790	\$ 7,406,812	\$ 5,555,109	78.2%

- The increase over budgeted FY2024 General Fund expenditures have been recognized with the rising costs of commodities, employee benefits, and repairs and maintenance.

	Phase	Resolution	Contractor / Engineer	Status
4 th St & 4 th Terr Improvement	Construction	1199	Menke	Completed
Quincy Boulevard Improvements	Construction	1221	Amino Brothers	In Progress *
Annual Wayfinding Signage Installation	Construction	Upcoming	City Staff	Not Started

* Project is currently in the punch list stage.

Property Tax Revenue

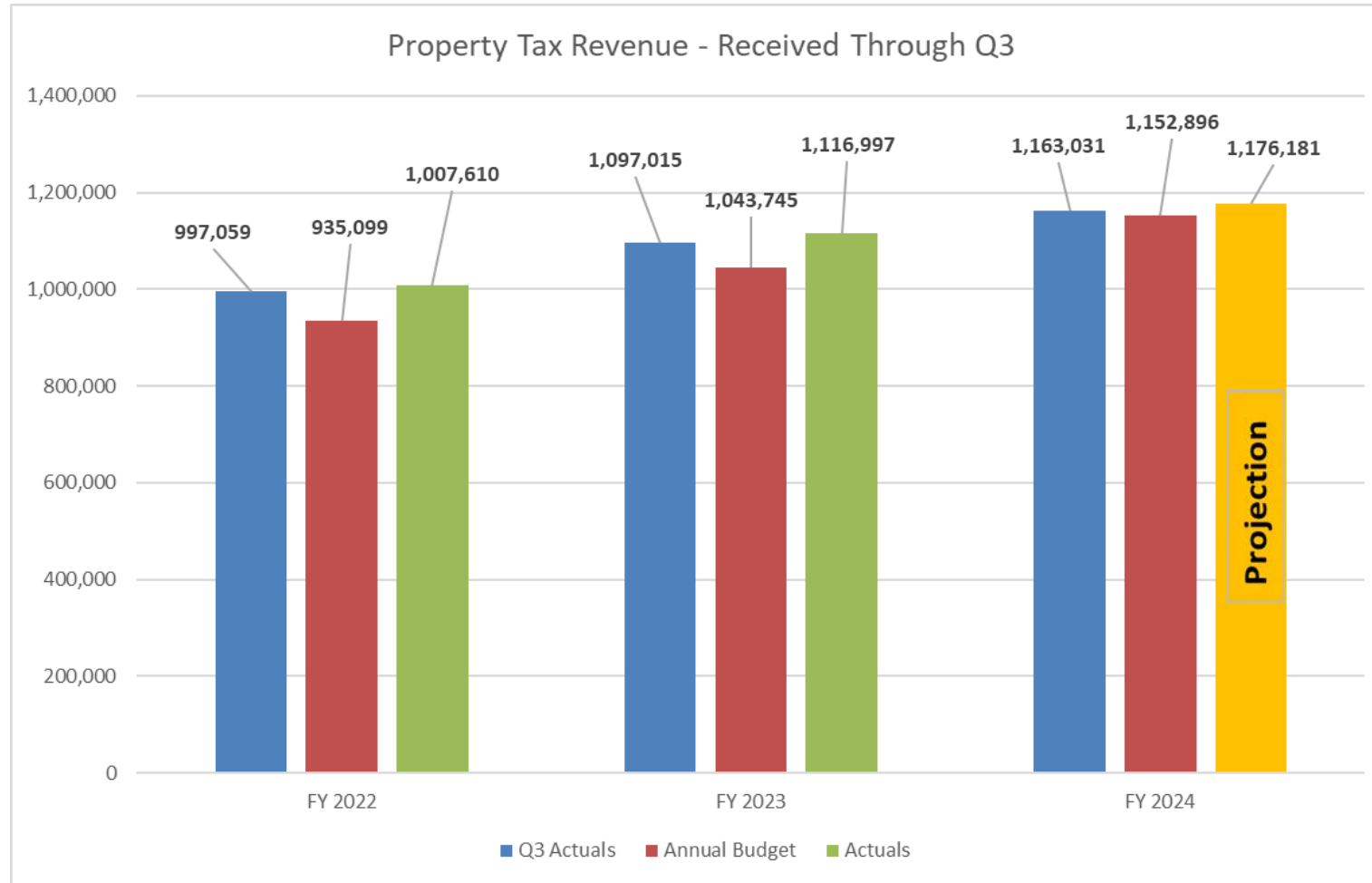


*Property Tax revenue comprises **20%** of General Fund revenues and plays a significant role in funding core City services and amenities*

General Fund	FY2024 Budgeted	FY2024 Projections	FY2024 YTD	% of Budget Received
Property Tax Revenues	\$ 1,152,896	\$ 1,176,181	\$ 1,163,536	100.9%

- The City receives the majority of the property tax disbursement from Clay County in January of each year.
- The City, on average in the past 3 years, receives **99.6%** of annual property tax revenue by the 3rd quarter of the fiscal year.
- For the last five years, the City has seen an average annual increase in property tax revenues of about **6.3%**.

Property Tax Revenue 3-Year History



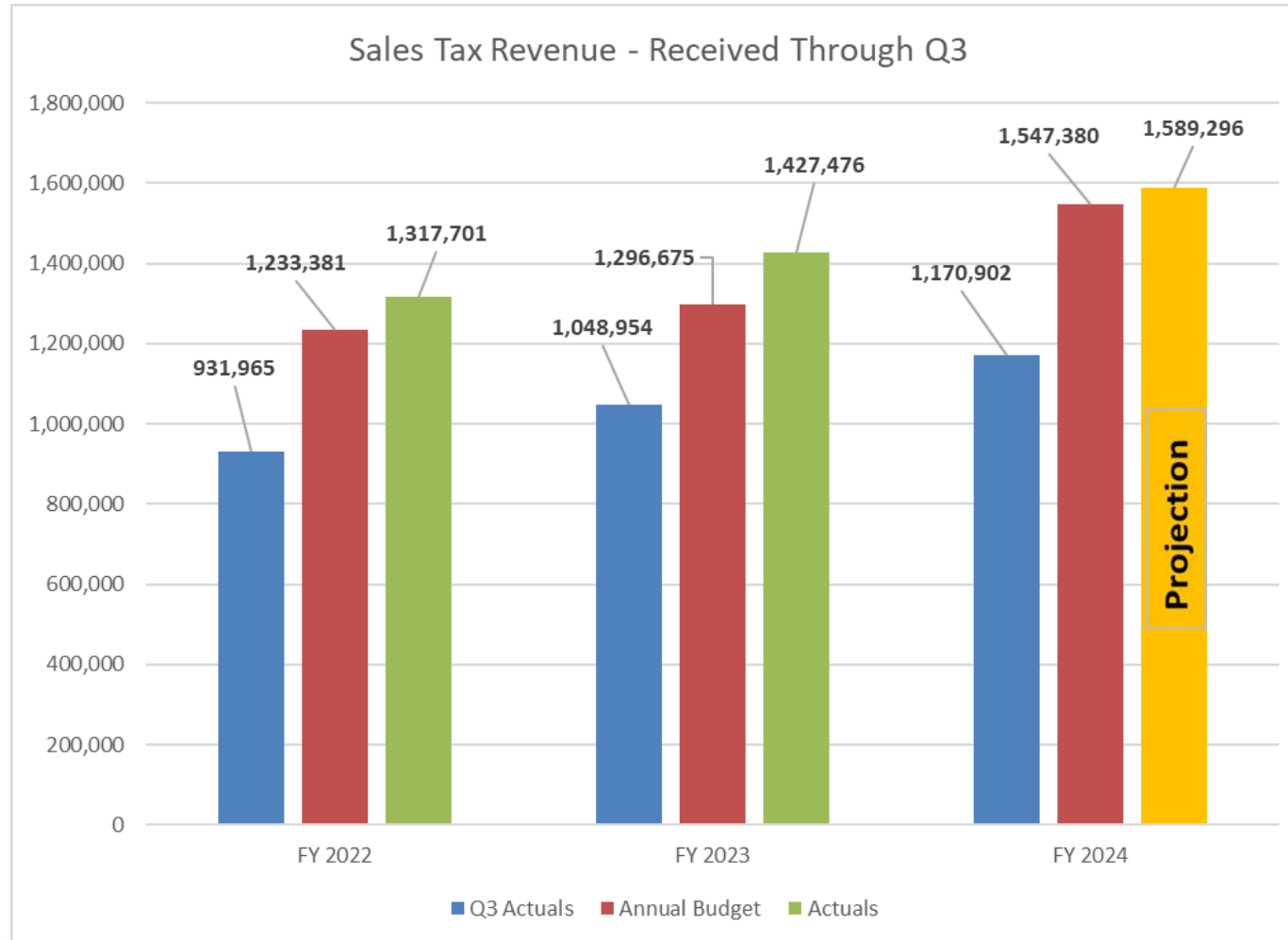
Sales Tax Revenue

General Fund	FY2024 Budgeted	FY2024 Projections	FY2024 YTD	% of Budget Received
Sales Tax Revenue	\$ 1,547,380	\$ 1,589,296	\$ 1,170,902	75.7%

- The City, on average in the past 3 years, receives **73%** of sales tax annual revenue by the 3rd quarter of the fiscal year.
- This data reflects the monthly transfer of TIF EATs from the General Fund to the Special Allocation Fund (Marketplace TIF).



Sales Tax Revenue 3-Year History



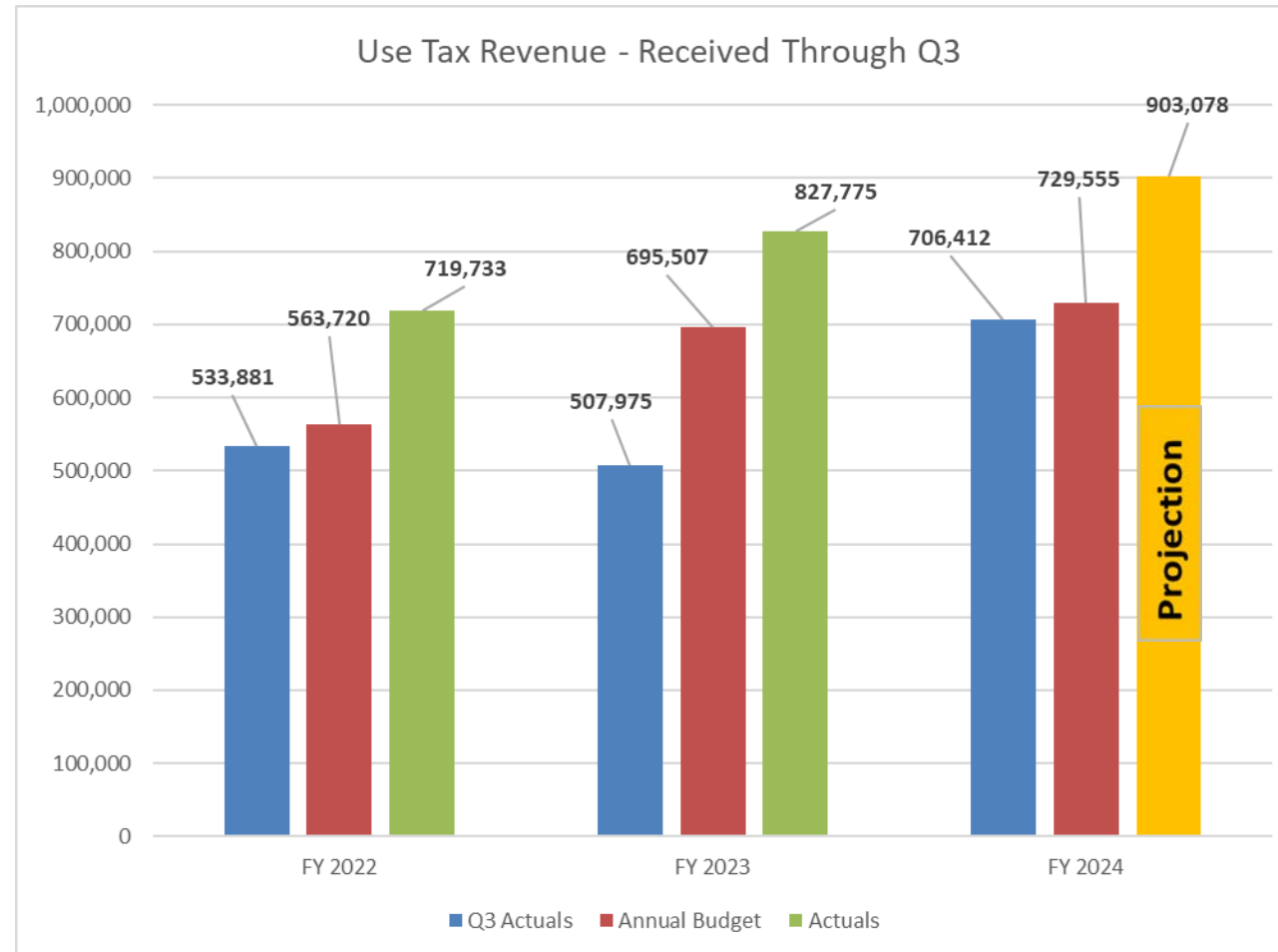
Use Tax Revenue

General Fund	FY2024 Budgeted	FY2024 Projections	FY2024 YTD	% of Budget Received
Use Tax Revenue	\$ 729,555	\$ 903,078	\$ 706,412	96.8%

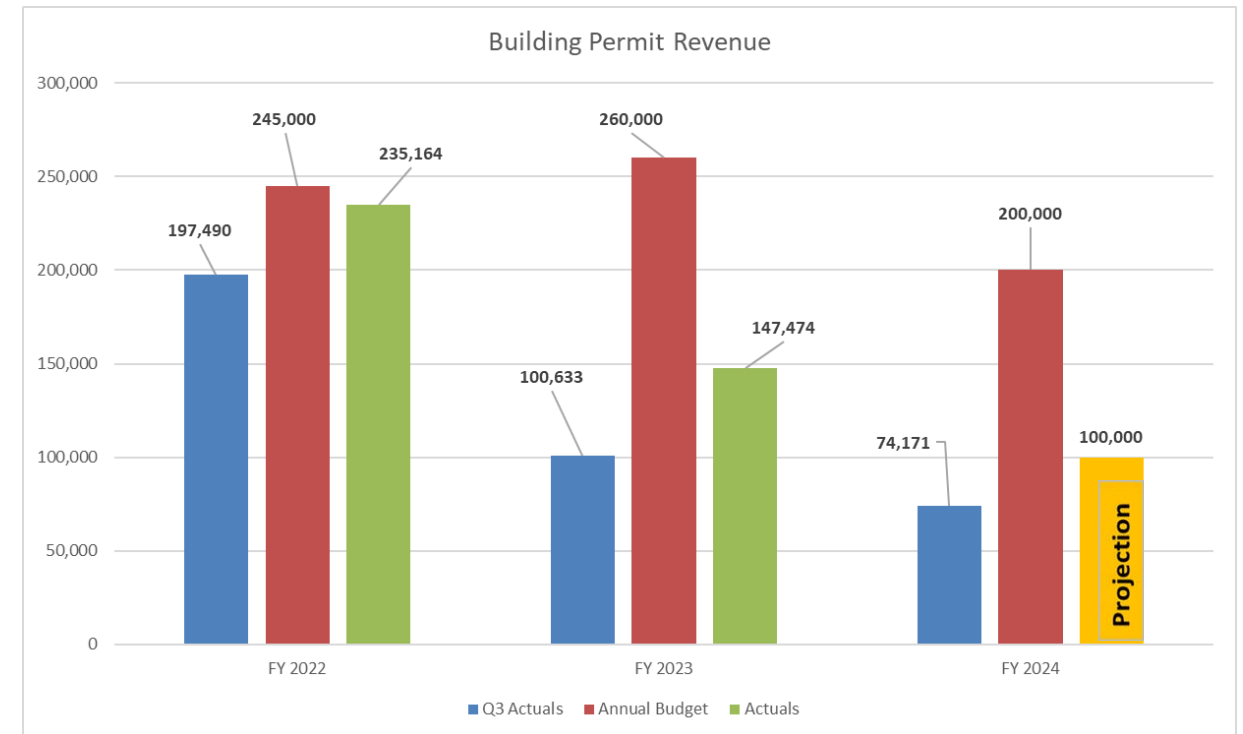
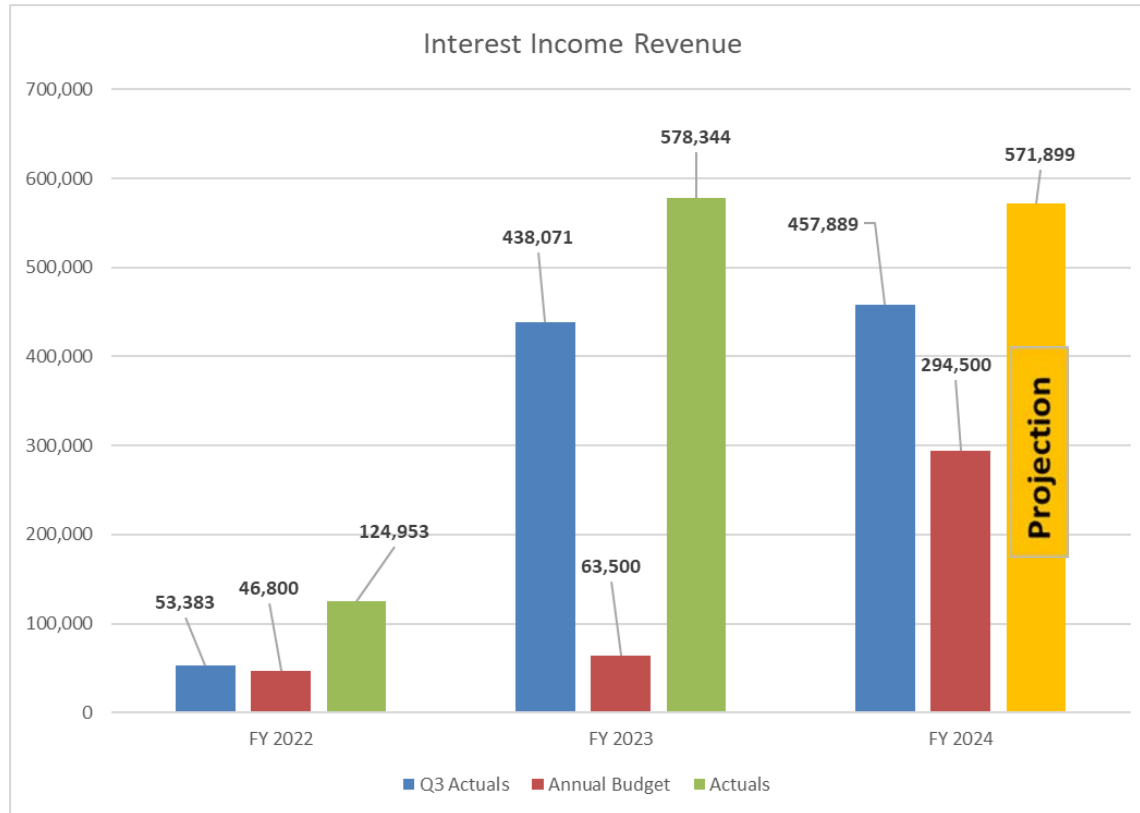
- The City, on average in the past 3 years, receives **75%** of use tax annual revenue by the 3rd quarter of the fiscal year.



Use Tax Revenue 3-Year History



General Fund Revenues – Areas of Impact



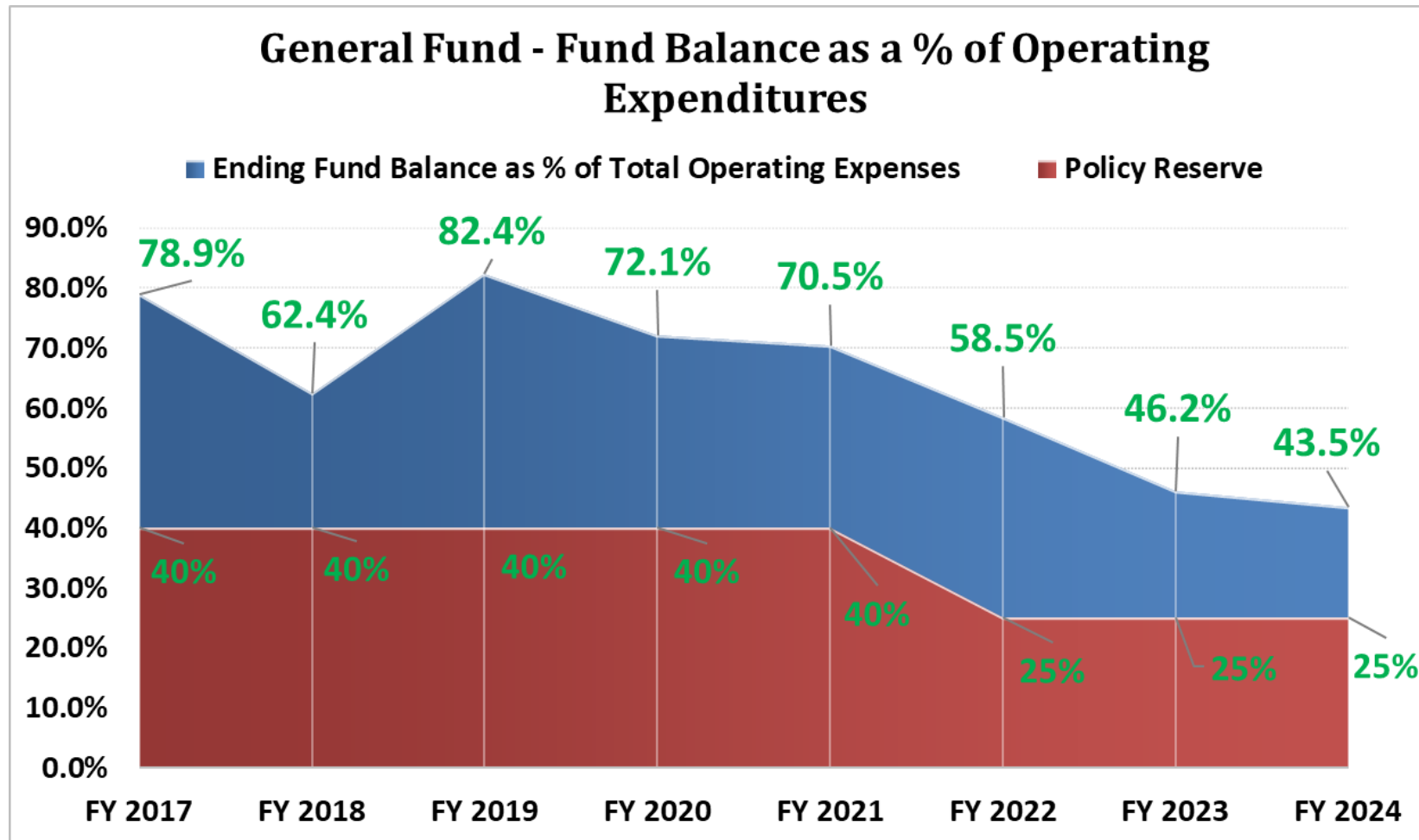
General Fund – Bottom Line

	Actual FY2023	Budgeted FY2024	Projected FY2024
Beginning Fund Balance	3,425,221	3,951,294	3,951,294
Total Revenues	6,569,620	6,266,986	6,674,967
Total Expenses	6,043,547	7,100,790	7,406,812
Net Change in Fund Balance	526,073	(833,804)	(731,845)
Ending Fund Balance	3,951,294	3,117,490	3,219,449
			101,959

Projected fund
balance over
budget.

*Projected includes budget amendments.

General Fund – Projected Fund Balance Analysis



Capital Improvement Sales Tax Fund

Capital Improvement Sales Tax	FY2024 Budgeted	FY2024 Projections	FY2024 YTD	% of Budget Received	% of Projected
Revenue	\$ 2,240,750	\$ 762,742	\$ 576,021	25.7%	75.5%

- Projection include CIP that will carry forward to FY25, including a MoDOT reimbursement included in FY24 revenue in the amount of \$1,488,000.

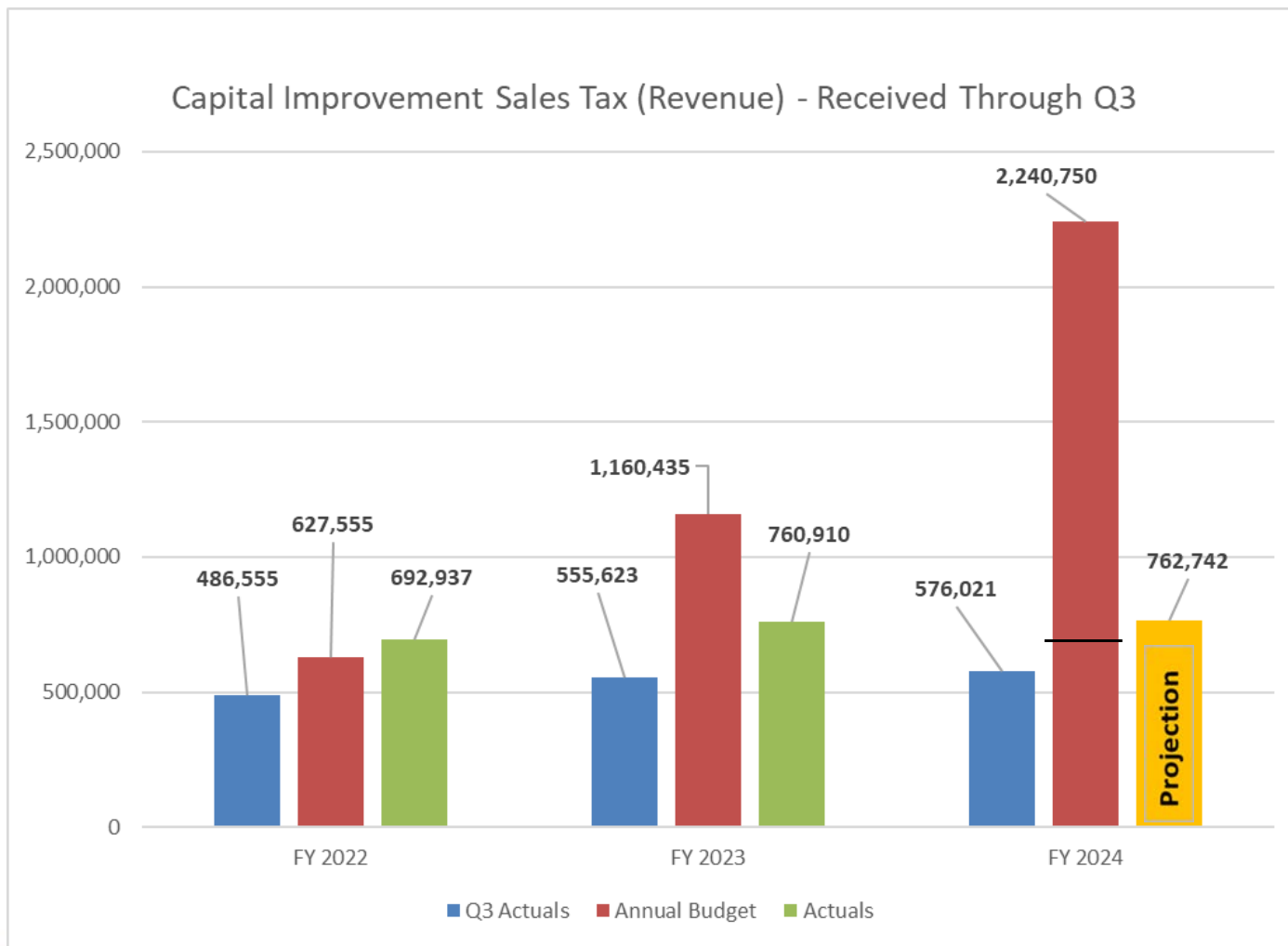
Capital Improvement Sales Tax	FY2024 Budgeted	FY2024 Projections	FY2024 YTD	% of Budget Received	% of Projected
Expenditure	\$ 1,906,340	\$ 418,340	\$ 181,054	9.5%	43.3%

- Projection includes CIP project expenditures that will carry forward to FY25.

CIST Funded Capital Project	Phase	Resolution	Contractor / Engineer	Status
Riverwalk Park & Trail	Engineering	1321	GBA	In Progress
2nd Creek Sidewalks	Engineering	1321	GBA	In Progress
Downtown Streetscape Phase III	Construction	Upcoming	TBD	Bid Awarded
1st Street and Bridge Round-A-Bout	TBD	Upcoming	To Be Decided	Agenda Item

Capital Improvement Sales Tax Fund

3-Year History



FY24 budget includes a MoDOT reimbursement of \$1,488,000. The line in the budget column represents where budget would be without the \$1,488,000 reimbursement.

FY23 budget included a MoDOT reimbursement of \$488,000.

Both years the project has been rolled into the following year, including the reimbursement.

Transportation Sales Tax Fund

Transportation Sales Tax	FY2024 Budgeted	FY2024 Projections	FY2024 YTD	% of Budget Received	% of Projected
Revenue	\$ 1,627,450	\$ 682,217	\$ 529,175	32.5%	77.6%

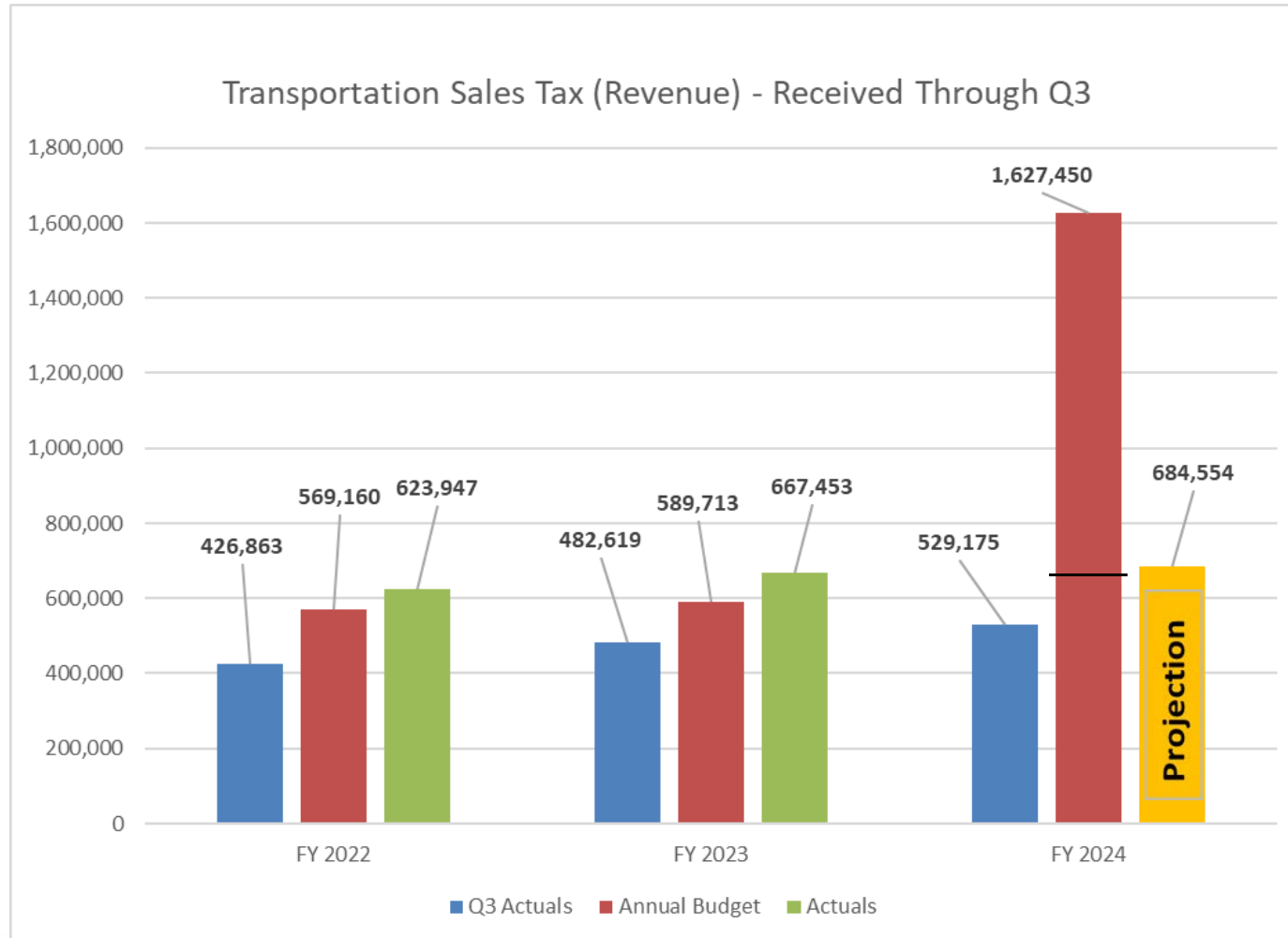
- Projection includes CIP that will carryforward to FY25, including a MARC reimbursement included in FY24 revenue in the amount of \$960,000.

Transportation Sales Tax	FY2024 Budgeted	FY2024 Projections	FY2024 YTD	% of Budget Received	% of Projected
Expenditure	\$ 1,699,140	\$ 739,140	\$ 555,132	32.7%	75.1%

- Projection includes Commercial Street Sidewalk expenditures that will carry forward to FY25.

TST Funded Capital Project	Phase	Resolution	Contractor / Engineer	Status
Annual Asphalt Overlay Program	Construction	1323	Asphaltic Surfaces	Completed
Annual Sidewalk Replacement Program	Construction	Upcoming	KC Concrete	Completed
Commercial Street Sidewalks (grant for \$960,000)	Construction	Upcoming	To Be Decided	Agenda Item

Transportation Sales Tax Fund 3-Year History



FY24 budget includes a MARC reimbursement of \$960,000. The line in the budget column represents where budget would be without the \$960,000 reimbursement.

The project will carry forward into the following year, including the reimbursement.

Combined Water & Wastewater Fund

CWWS Fund	FY2024 Budgeted	FY2024 Projections	FY2024 YTD	% of Budget Received	% of Projected
Revenue	\$ 10,683,600	\$ 6,618,941	\$ 4,687,514	43.9%	70.8%

- Projection revenues do not include COP proceeds.

CWWS Fund	FY2024 Budgeted	FY2024 Projections	FY2024 YTD	% of Budget Received	% of Projected
Expenditure	\$ 15,704,620	\$ 5,937,039	\$ 3,460,529	22.0%	58.3%

- Projection expenditures do not include the majority of FY24 CIP projects, which will carryforward to FY25.

Combined Water & Wastewater CIP

CWWS Funded Capital Project	Phase	Resolution	Contractor / Engineer	Status
2024 Sewer Rehabilitation Program	Maintenance	1300	SAK	Completed
1st and Bridge Street Watermain Improvements	Construction	Upcoming	Engleman Construction	Completed
Complete Auth 99 - WTP Improvements / Residuals	Engineering	1208	HDR Engineering	Completed
Complete Auth 94 - West Bypass of 144th St Lift Station	Engineering	987	HDR Engineering	In progress
Complete Auth 92 - Smith's Fork Pump Station	Engineering	1197	HDR Engineering	In progress
Complete Auth 97 - River Cross / Maple Ln Waterline	Engineering	1138	HDR Engineering	In progress
Complete Auth 98 - Owens Branch Sanitary Sewer	Engineering	1176	HDR Engineering	In progress
West Bypass of the 144th Street Lift Station	Construction	Upcoming	TBD	In progress
144 th Street Lift Station	Construction	Upcoming	TBD	In progress
Est. Remaining Contract - Smith's Fork Force Main	Construction	Upcoming	TBD	In progress
Maple Lane & River Crossing (12" Waterline)	Construction	Upcoming	TBD	In progress
Headworks Bar Screen	Construction	1309	Ross Construction	In progress
Authorization 101 - Stonebridge Lift Station	Engineering	1258	HDR Engineering	In progress
Stonebridge Lift Station (SSD Cost Sharing)	Construction	Upcoming	TBD	In progress
Lagoon Cleaning & Liner Repair	Construction	1299	Richardson Construction Company	Bid Awarded
Water Plant Improvements	Construction	Upcoming	Ross Construction	Bid Awarded



Water & Wastewater Sales Revenue



Bob and Tonie's retirement

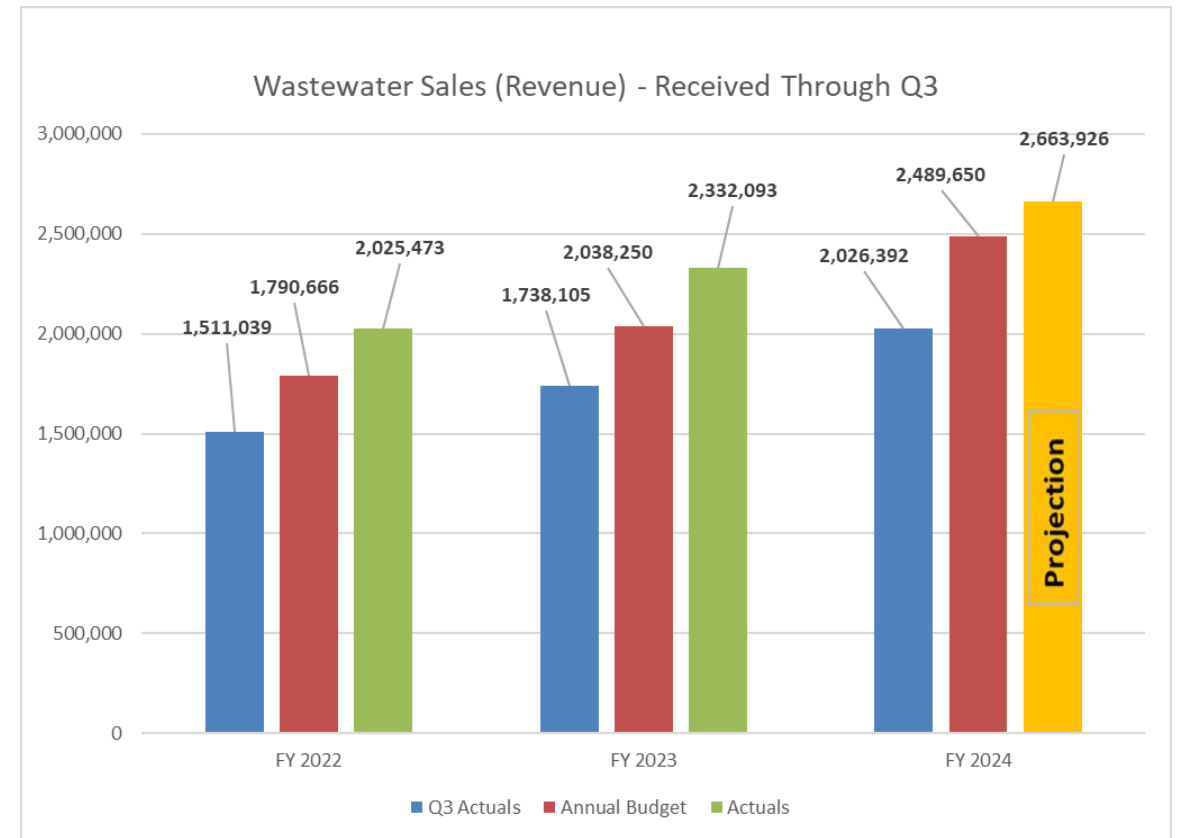
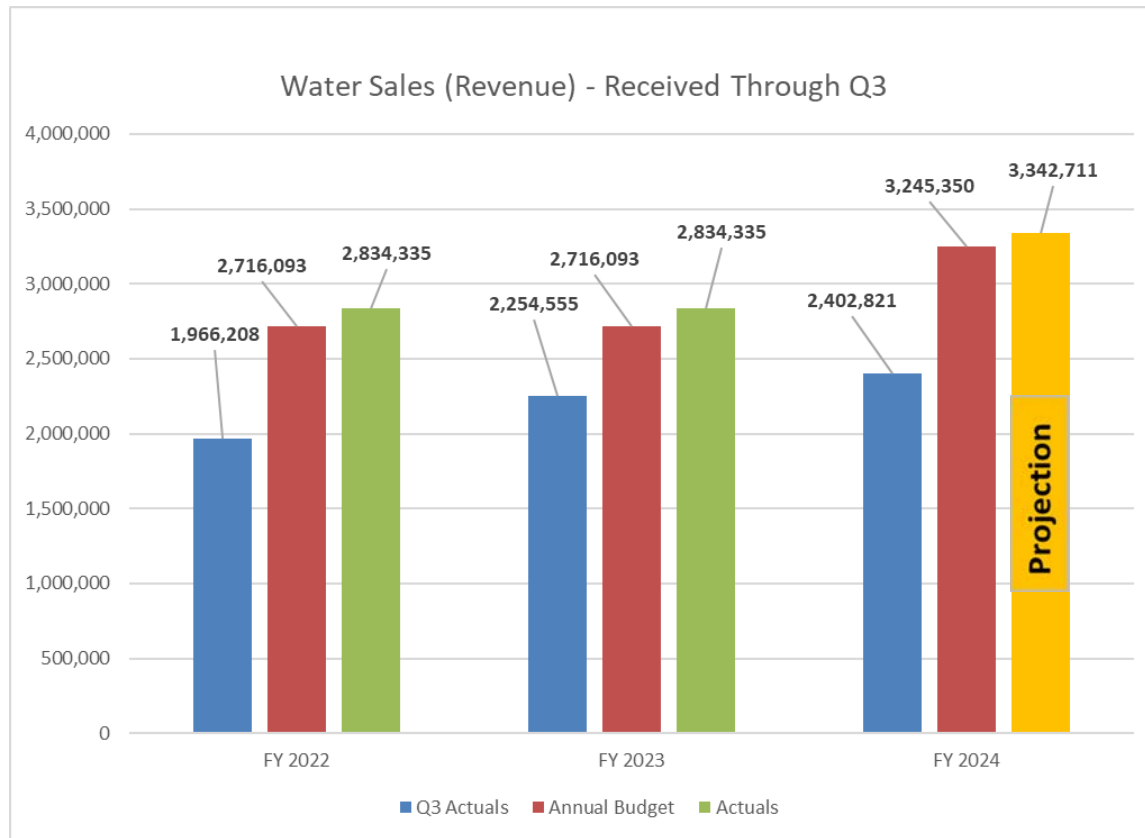
CWWS Fund	FY2024 Budgeted	FY2024 Projections	FY2024 YTD	% of Budget Received
Water Sales	\$ 3,245,350	\$ 3,342,711	\$ 2,402,821	74.0%

- The City, on average in the past 3 years, receives **71%** of water sales annual revenue by the 3rd quarter of the fiscal year.

CWWS Fund	FY2024 Budgeted	FY2024 Projections	FY2024 YTD	% of Budget Received
Wastewater Sales	\$ 2,489,650	\$ 2,663,926	\$ 2,026,392	81.4%

- The City, on average in the past 3 years, receives **75%** of wastewater sales annual revenue by 3rd quarter of the fiscal year.

Water & Wastewater Sales Revenue 3-Year History



CWWS Fund – Bottom Line

	Actual FY 2023	Budgeted FY 2024	Projected FY 2024
Beginning Fund Balance	7,123,744	6,589,526	6,589,526
Total Revenues	6,104,757	10,683,600	6,618,941
Total Expenses	6,638,976	15,704,620	5,937,039
Net Change in Fund Balance	(534,218)	(5,021,020)	681,902
Ending Fund Balance	6,589,526	1,568,506	7,271,428
			5,702,922

Projected fund
balance over
budget.

*Projected includes budget amendments.

Sanitation Fund



Sanitation Fund	FY2024 Budgeted	FY2024 Projections	FY2024 YTD	% of Budget Received
Revenue	\$ 938,757	\$ 920,573	\$ 690,430	73.5%

- The City, on average in the past 3 years, receives **73%** of solid waste annual revenue by the 3rd quarter of the fiscal year.

Sanitation Fund	FY2024 Budgeted	FY2024 Projections	FY2024 YTD	% of Budget Received
Expenditure	\$ 931,805	\$ 924,397	\$ 693,298	74.4%

- The City also pays to participate in the Household Hazardous Waste collection program (paid for in Q1 every year) administered by MARC which is funded by the Sanitation Fund.

Park & Stormwater Sales Tax Fund

Park & Stormwater Sales Tax	FY2024 Budgeted	FY2024 Projections	FY2024 YTD	% of Budget Received	% of Projected
Revenue	\$ 933,750	\$ 752,156	\$ 574,618	61.5%	76.4%

- Projections adjusted for CIP that will roll into FY25, including grant revenue of OK Railroad Trails.

Park & Stormwater Sales Tax	FY2024 Budgeted	FY2024 Projections	FY2024 YTD	% of Budget Received	% of Projected
Expenditure	\$ 1,021,000	\$ 618,577	\$ 461,834	45.2%	74.7%

PST Funded Capital Project	Phase	Resolution	Contractor / Engineer	Status
Stonebridge Stormwater Improvements	Engineering	1304	GBA	Completed
Emerald Ridge Neighborhood Park & Signage	Construction	Upcoming	To Be Decided	In Progress
Stonebridge Stormwater Improvements	Construction	Upcoming	Tunks	In Progress
The "OK Railroad" Trail (grant for \$184,600)	Engineering	Upcoming	In house	Not Started

Vehicle & Equipment Replacement Fund



VERF	FY2024 Budgeted	FY2024 Projections	FY2024 YTD	% of Budget Received
Revenue	\$ 374,398	\$ 373,851	\$ 373,851	99.9%

- The VERF received \$249,000 transfer into the fund for annual operational support in FY24.
- The VERF realized revenue from vehicle sales of \$ 124,851.

VERF	FY2024 Budgeted	FY2024 Projections	FY2024 YTD	% of Budget Received
Expenditure	\$ 423,547	\$ 465,487	\$ 360,487	85.1%

- Through July 31, 2024, the City is leasing **38 vehicles** with Enterprise Fleet Management. This represents all the vehicles that will be placed with Enterprise, other than future organic growth.

9-Month Budget Review

Concluding Remarks



Revenues

- General Fund revenues continue to forecast above budget, especially with sales tax, use tax, and interest earnings.
- Water and wastewater revenue in the CWWS Fund is slightly above budget.

Expenditures

- Inflation remains a significant factor impacting department operational budgets, particularly in areas such as commodities, employee benefits, and repairs and maintenance.

Budget Carryforward to FY2025

- Funds for CIP projects planned for FY2024 will carry forward to FY2025. This has no negative effect on fund balance as the planned expenditures move to the following year.

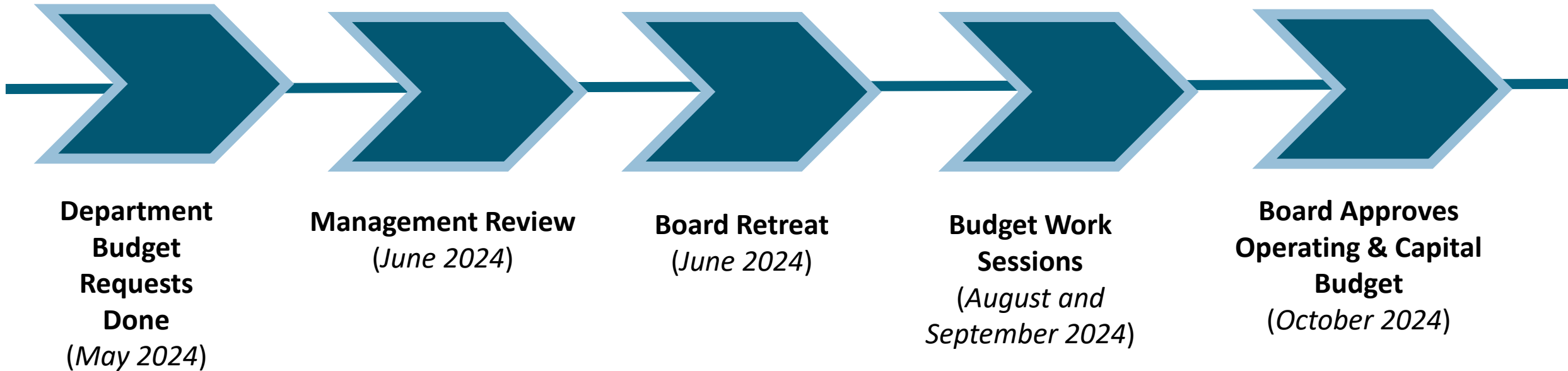


*City of
Smithville*

**FY2025 Proposed Operating Budget
&**

**Five Year CIP
August 20, 2024**

Budget Development Process



FY2025 Proposed General Fund Key Operating Budget Assumptions

- Health Insurance Premiums: **15% Increase**
- Fuel Assumption: **\$3.55 / Gallon**
- Propane Assumption: **\$2.00 / Gallon**
- City Facility Electricity: **5% Increase**
- Confinement fees – **100% increase based on current hybrid model**
- ERP Pro 10 Tyler Technologies User Fee: **31% Increase**
- Property & Liability Insurance: **11% Increase**
- Worker's Compensation Rate Changes: **9% Increase**



FY2025 Proposed General Fund Necessary Operating Increases

- Annual VEF (Vehicle & Equipment Replacement Fund) Financial Support (**\$390,000**)
- IT Services increase with new contract (**\$39,150**)
- Smith's Fork Park Lease Payment to Corps of Engineers: Annual Cost Increases from **\$53,335** to **\$56,002**
- Police Overtime: **\$44,379** Increase from FY2024 Adopted Budget to FY2025 Proposed Budget

Financial Profile – FY24 Outstanding Debt

**Outstanding
General
Obligation Debt
of \$5,075,000**

Funds Delivered - ***August 2018***

Final Payment – ***March 2038***

**Outstanding
COP Debt of
\$7,195,000**

Funds Delivered - ***August 2018***

Final Payment – ***September 2038***

Financial Profile – Bond Rating

Rating Based Upon the Following Criteria:

- ***City Economy***
- ***Debt Structure***
- ***Financial Condition***
- ***Demographic Factors***
- ***Management Practices of Governing Body & Administration***

Rating of “AA-”

**Assigned by
S&P Global in
February 2019**

FY2025 Funded Highlights

General Fund

Operational Budget Item	Estimated Cost	Considerations
Chamber Contract	\$10,000	Second year of four year contract.
Additional City-Wide Department Training	\$5,000 (Average Annual Addition)	Additional funding has been budgeted for department training resulting from Employee Development Program discussions.
Employee Wellness Program	\$3,500 (Annually)	Identified funding for employee health & wellness initiatives
Police Ballistic Vests Replacement (4)	\$6,000 (Annual Replacement Program)	Replacement of 4 ballistic vests
Replacement of Four Mobile Data Terminals	\$13,000 (Replacement Program)	Second round of replacing in-car Police MDTs (computers)
City/County Shared Road	\$100,000 (One-Time)	Shared road improvements on 176th
ID Badge Machine	\$2,500 (One-Time)	Use for employees, peddlers license, etc.
9' Boss Plow Attachments (Streets)	\$15,000 (One-Time)	Plow will replace 2011 8' 6" and a 2007 (2 total)
Glock Handgun Replacement	\$18,000 (One-Time)	Replacement of handguns, sights and holsters. Upgrades to red dot sights.
Holding Cell Benches	\$3,500 (One-Time)	Benches for City holding cells.

FY2025 Funded Highlights

General Fund (cont.)

Operational Request	Estimated Cost	Considerations
Analytic Data Software	\$7,000	The budget currently includes \$5,000 to continue with Replica agreement. Staff is recommending an upgrade, which could require additional funding.
Marketing	\$3,000	Funding to address marketing opportunities that come up throughout the year.
2024 Direction Finder Survey	\$15,000	Staff requests Board direction. Last survey was conducted in FY2022.
Campground Road Repair	\$150,000 (One-Time)	Thickened road overlay. Option would be patch repairs at \$25,000.
Campground Sewer Video	\$10,000 (One-Time)	Assess damage to sewer system

FY2025 Compensation Scenarios

Department	Base	6% All	8% Directors / 6% Frontline	8% All	10% Directors / 8% Frontline	8% Directors / 10% Frontline	10% All
Administration	470,761	509,253	511,455	511,455	513,658	511,455	513,658
Public Works	797,761	838,187	839,625	851,663	853,100	863,700	865,138
Police	1,900,238	1,913,425	1,923,521	1,925,130	1,934,398	1,931,611	1,934,398
Development	456,439	480,602	483,003	488,657	491,057	494,311	496,711
Finance	369,950	389,007	391,442	395,359	397,794	399,276	401,711
Parks & Rec	540,448	568,640	570,943	578,037	580,340	585,131	587,434
Elected Officials	16,337	16,337	16,337	16,337	16,337	16,337	16,337
General Fund	4,551,934	4,715,451	4,736,326	4,766,638	4,786,685	4,801,822	4,815,388
\$ Difference Over Base		163,517	184,392	214,704	234,751	249,888	263,454

Current FY25 projections are based off the 10% Directors / 8% Frontline Scenario as directed by Board of Alderman on July 16, 2024.

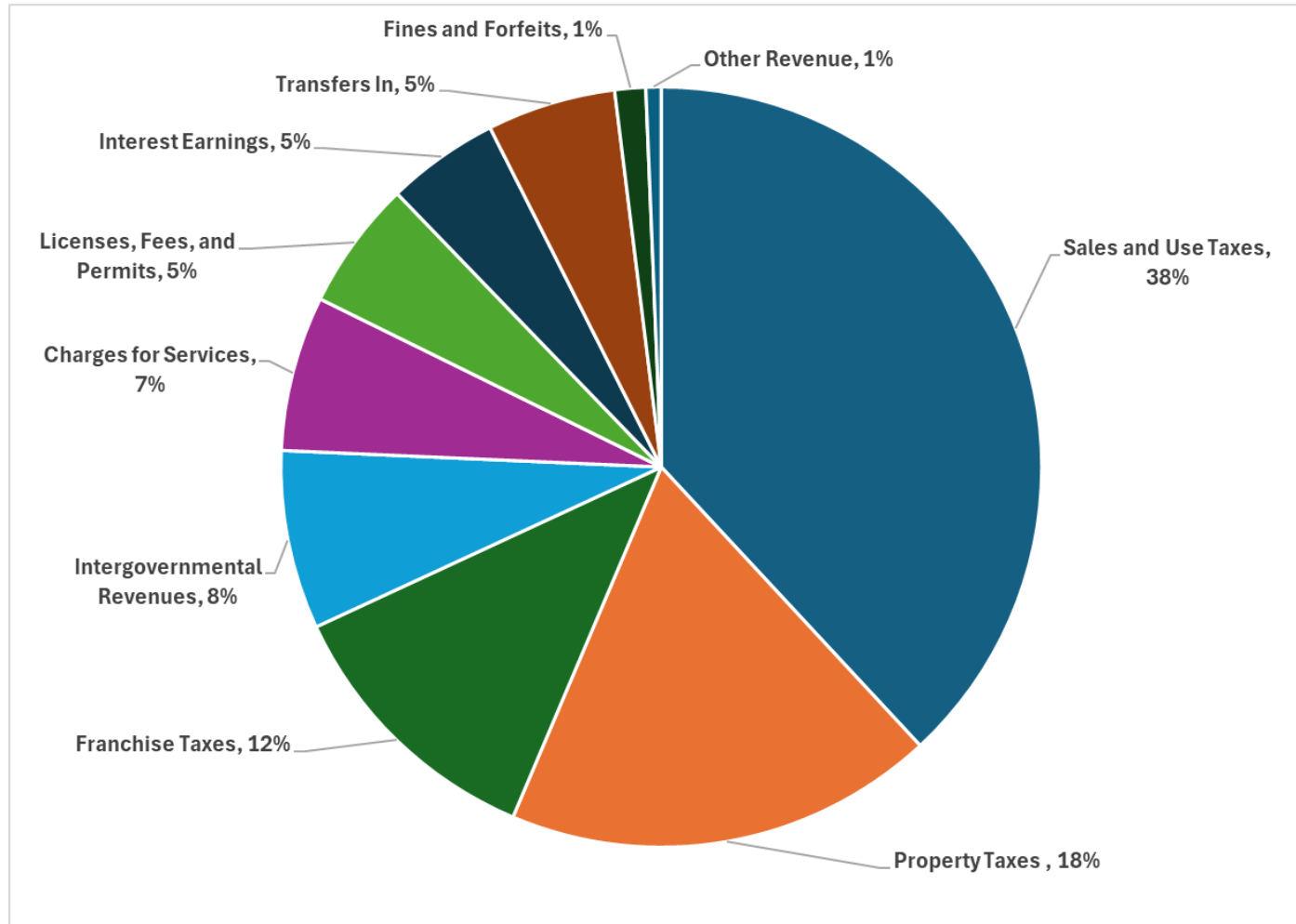
* Police include contract salaries of police officers per agreement. Agreement with sergeant unit is still being negotiated, totals do not reflect any adjustment.

Proposed FY2025 General Fund Revenue Summary

General Fund Revenues	Actual FY2023	FY2024 Budget	Projected FY2024	FY2025 Proposed Budget
Property Taxes	1,116,997	1,152,896	1,176,181	1,205,585
Sales and Use Taxes	2,362,749	2,360,105	2,575,544	2,510,781
Franchise Taxes	810,659	759,740	768,246	772,352
Licenses, Fees, and Permits	329,842	351,900	234,455	361,846
Intergovernmental Revenues	494,990	481,675	488,236	501,119
Charges for Services	446,065	411,180	420,689	434,820
Fines and Forfeits	113,519	113,120	82,441	86,652
Interest Earnings	578,344	294,500	571,899	315,258
Other Revenue	68,803	51,820	67,226	42,937
Transfers In	247,651	290,050	290,050	360,477
Total Revenues	\$ 6,569,620	\$ 6,266,986	\$ 6,674,967	\$ 6,591,827

❑ **1.25% decrease** in total revenues from Projected FY2024 to Proposed FY2025.

Proposed FY2025 General Fund Revenues by Category



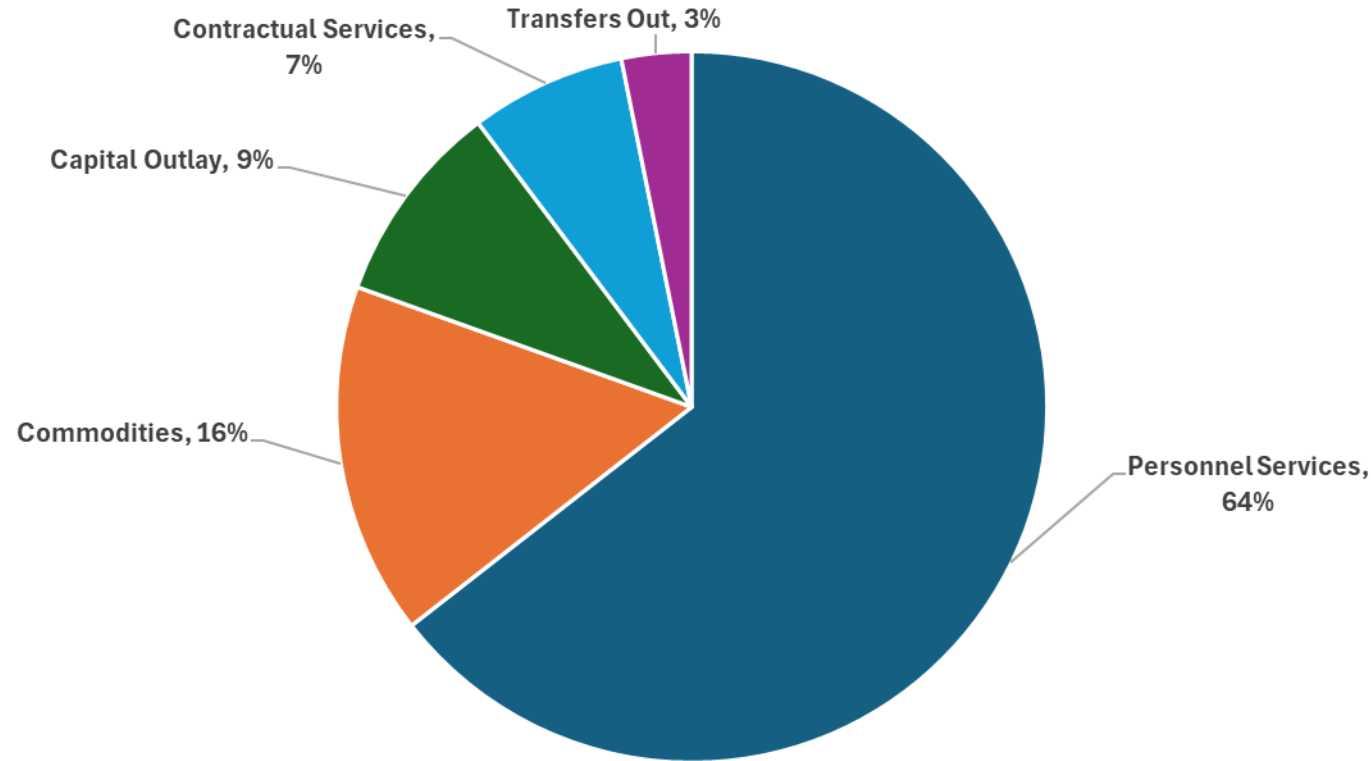
- ☐ Approximately **56%** of the general fund revenue budget is comprised of:
- Sales Tax
 - Use Tax
 - Property Tax

Proposed FY2025 General Fund Expenditure Summary

General Fund Expenditures	Actual FY2023	FY2024 Budget	Projected FY2024	FY2025 Proposed Budget
Personnel Services	4,242,935	4,564,970	4,661,649	5,147,499
Commodities	1,057,603	1,091,460	1,161,730	1,259,561
Capital Outlay	255,609	725,850	897,359	201,000
Contractual Services	452,401	521,510	489,074	574,217
Transfers Out	35,000	197,000	197,000	258,000
Total Expenditures	\$ 6,043,547	\$ 7,100,790	\$ 7,406,812	\$ 7,440,277

❑ **4.78%** increase in total expenditures from Budgeted *FY2024* to Proposed *FY2025*.

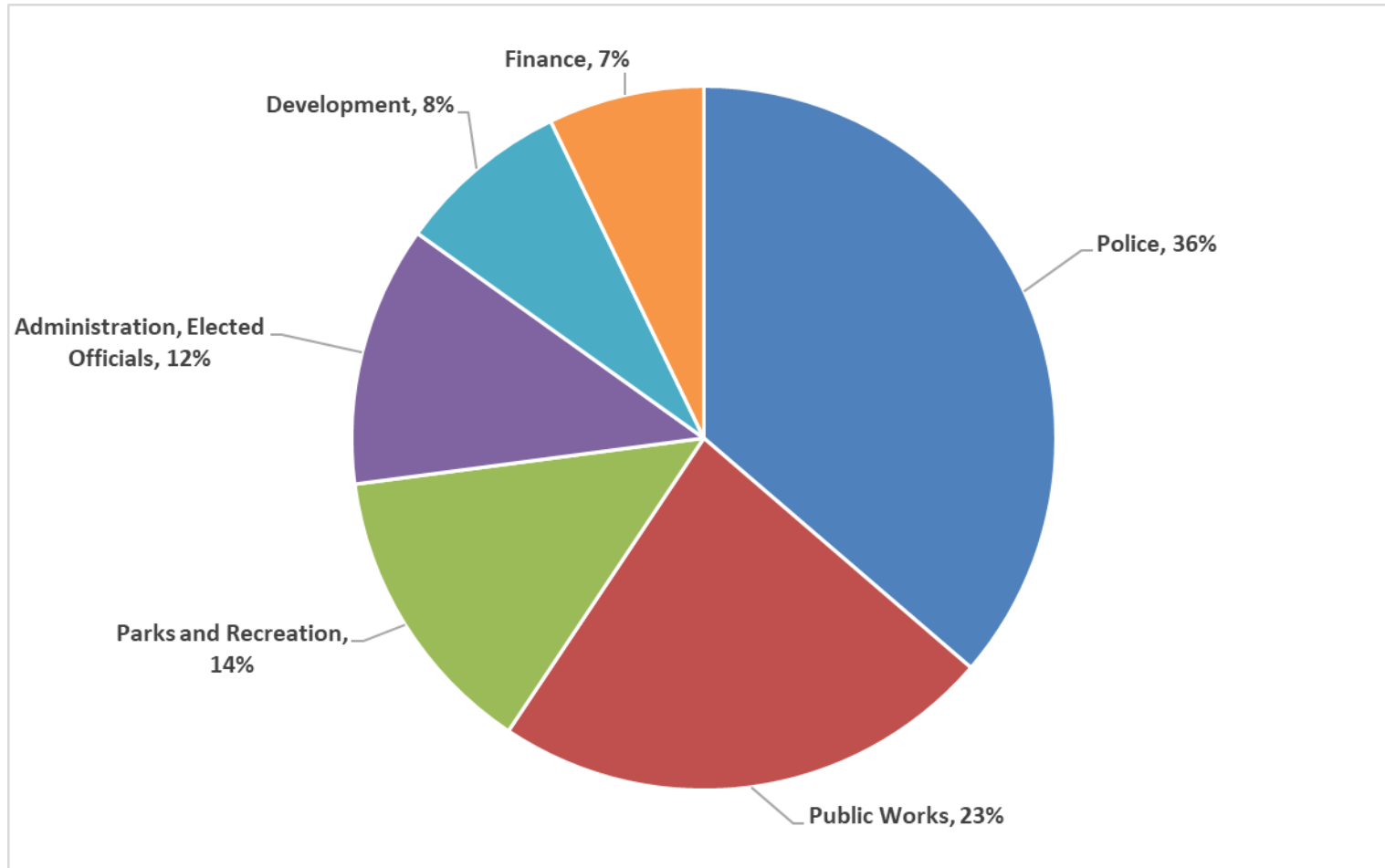
FY2025 Proposed General Fund Expenditures by Category



Personnel Services constitutes **64%** of the general fund expenditures, and includes the following expenses:

- Full and Part Time Salaries
- Health Insurance Premiums
- FICA
- LAGERs Employer Contributions
- Worker's Compensation

FY2025 Proposed General Fund Expenditures by Department



❑ The Police Dept, Parks & Recreation Dept, and Public Works Dept compose **73%** of the General Fund budget, which fund these important municipal services:

- ❑ Public Safety
- ❑ Road Maintenance
- ❑ Recreational Amenities and Parks

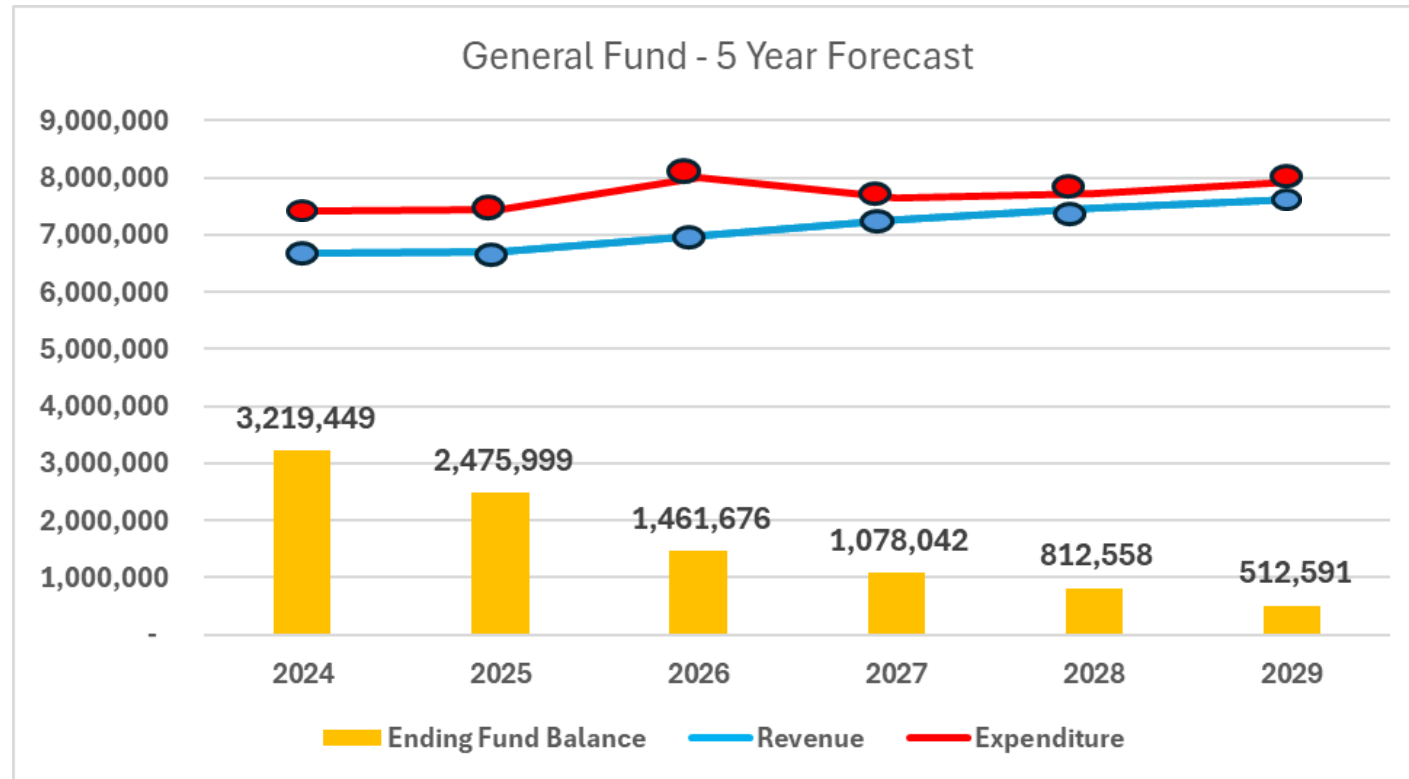
Proposed 5 Year CIP (FY2025 – FY2029) General Fund

Capital Improvement Projects	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
Annual Wayfinding Signage Installation	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000
1 st & Bridge Street Round-A-Bout (Engineering)	\$ -	\$ -	\$ -	\$ -	\$ -
Additional Annual Asphalt Overlay Program Funding	\$ -	\$ -	\$ -	\$ -	\$ -
Additional Sidewalk Replacement Program Funding	\$ -	\$ -	\$ -	\$ -	\$ -
2 nd Creek Bridge Sidewalks (30% of Construction)	\$ -	\$ 250,000	\$ -	\$ -	\$ -
Riverwalk Park & Trail (10% of Construction)	\$ -	\$ 200,000	\$ -	\$ -	\$ -
Grand Total	\$100,000	\$550,000	\$100,000	\$100,000	\$100,000

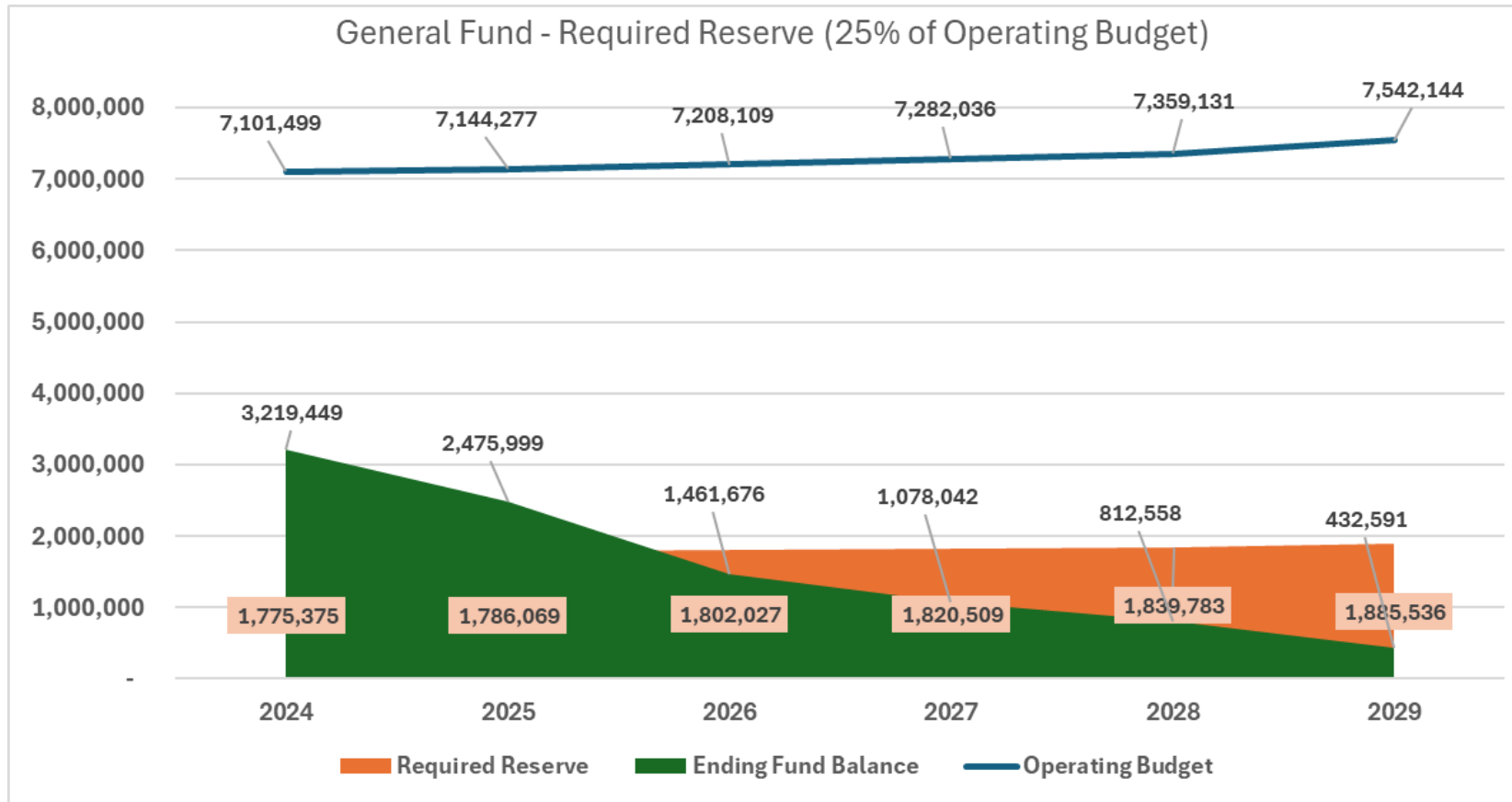
FY2025 Proposed General Fund Net Change in Fund Balance

	Actual FY2023	Projected FY2024	Proposed FY2025
Beginning Fund Balance	3,425,221	3,951,294	3,219,449
Total Revenues	6,569,620	6,674,967	6,696,827
Total Expenses	6,043,547	7,406,812	7,440,277
Net Change in Fund Balance	526,073	(731,845)	(743,450)
Ending Fund Balance	3,951,294	3,219,449	2,475,999

FY2025 Proposed General Fund 5 Year Projected Cashflow Summary



FY2025 Proposed General Fund Cashflow vs Reserve Policy





Combined Water and Wastewater Fund

Proposed Water & Wastewater Rate Increases

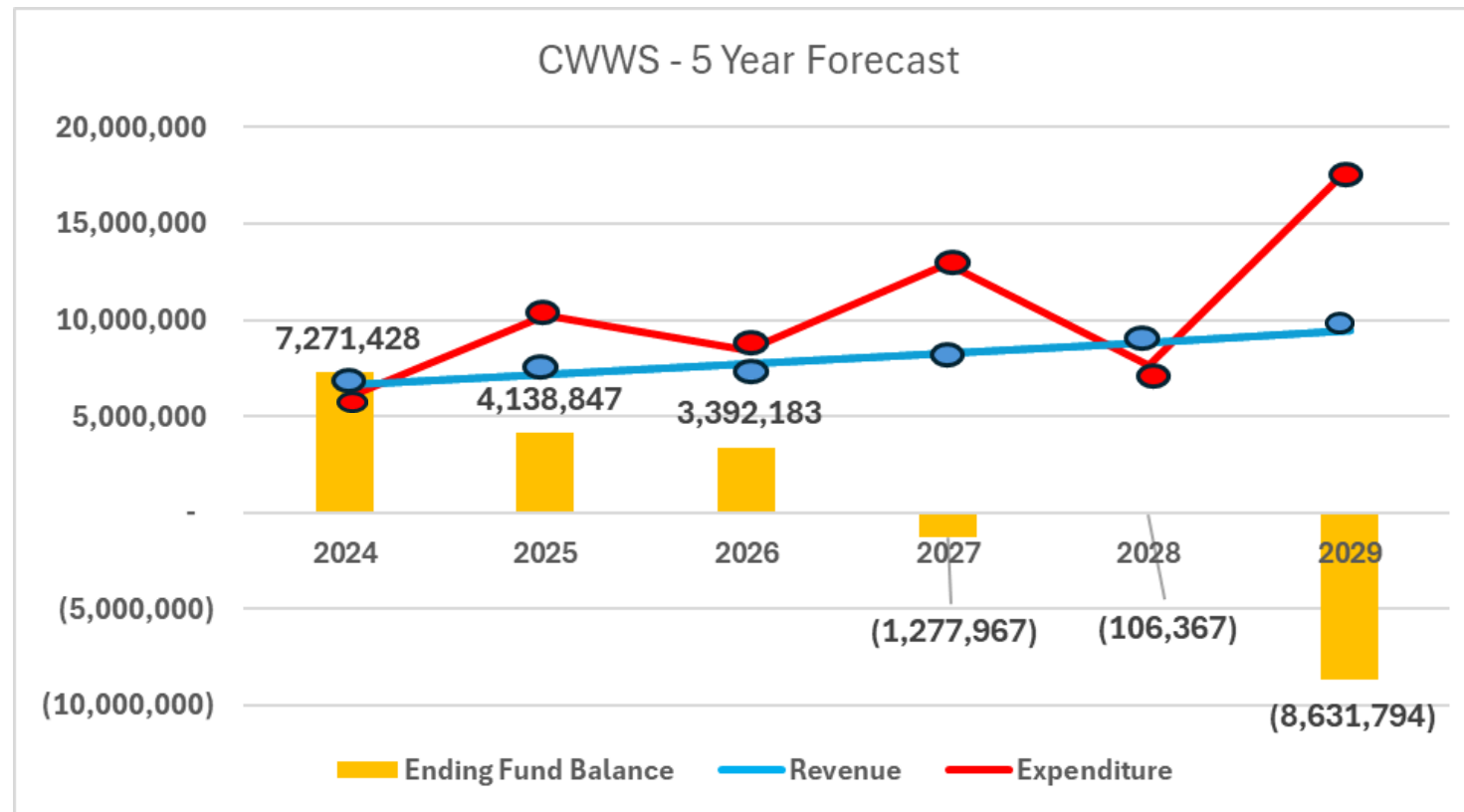
Water Rates	FY2025 (Proposed)
Monthly Water Base Charge & Volume Charge (3/4" and 1" Residential Meter)	15% Increase
Monthly Wastewater Base Charge & Volume Charge (3/4" and 1" Residential Meter)	15% Increase

Proposed FY2025 CWWS Fund

	Actual FY 2023	Projected FY 2024	Proposed FY2025
Beginning Fund Balance	7,123,744	6,589,526	7,271,428
Total Revenues	6,104,757	6,618,941	7,143,660
Total Expenses	6,638,976	5,937,039	10,276,241
Net Change in Fund Balance	(534,218)	681,902	(3,132,581)
Ending Fund Balance	6,589,526	7,271,428	4,138,847

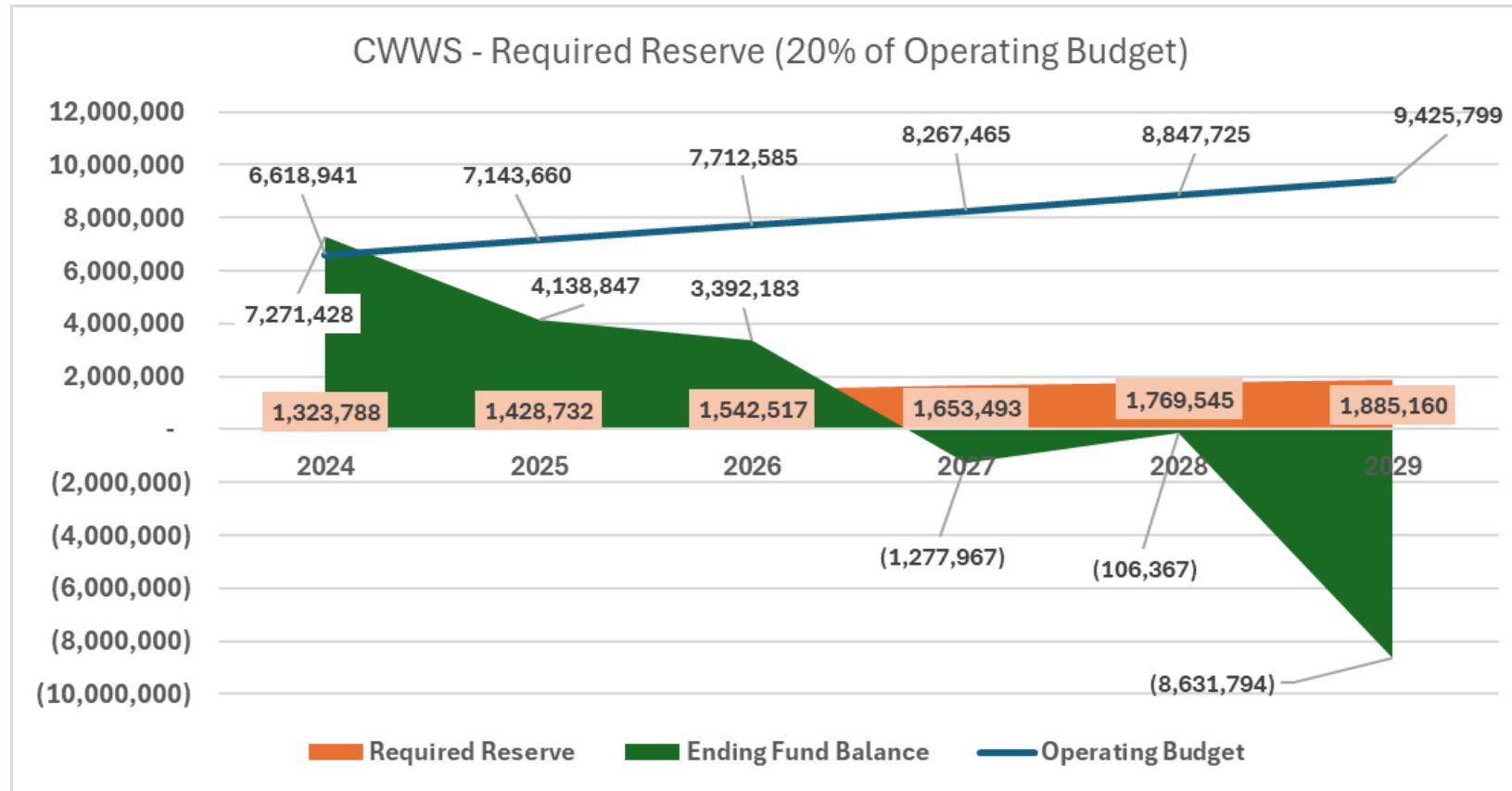
* Reserve requirement is 20% of revenue. For FY2025, the reserve requirement would be \$1,428,732.

FY2025 Proposed CWWS Fund 5 Year Projected Cashflow Summary



CWWS Fund 5 Year projected cashflow summary does not include COP issuance.

FY2025 Proposed CWWS Cashflow vs Reserve Policy



CWWS Fund 5 Year projected cashflow summary does not include COP issuance.

Proposed Five Year CIP (FY2025 - 2029) CWWWS Fund

Capital Improvement Project Name	FY 2025	FY 2026	FY 2027	FY2028	FY2029
West Bypass of the 144th Street Lift Station (Construction)	\$2,200,000	-	-	-	-
144 th Street Lift Station (Construction)	\$100,000	-	-	-	-
144 th Street Lift Station Federal Earmark	-\$1,500,000				
Smith's Fork Force Main (Construction)	\$600,000	-	-	-	-
Owens Branch Gravity Line Phase #1, Line #1 (Engineering)	\$200,000	-	-	-	-
Maple Ave & River Crossing (12" Waterline) (50% of Construction)	\$700,000	-	-	-	-
Stonebridge Lift Station (Engineering)	\$30,000	-	-	-	-
Stonebridge Lift Station (Construction With SSD Cost Sharing)	\$1,300,000	-	-	-	-
Water Plant Improvements (Construction)	\$1,400,000	-	-	-	-
McDonalds/Central Bank Lift Station (Engineering)	\$100,000	-	-	-	-
Grand Total (Net Cost)	\$5,130,000	\$0	\$0	\$0	\$0

Proposed Five Year CIP (FY2025 - 2029) CWSWS Fund (cont.)

Capital Improvement Project Name	FY 2025	FY 2026	FY 2027	FY2028	FY2029
Interconnect Mains at 144 th /169 Highway/Major Mall (S2, Construction)	-	\$55,000	-	-	-
Highway 92 & Commercial Waterline (Engineering)	-	\$150,000	-	-	-
Smith's Fork Park Waterline (Construction)	-	\$170,000	-	-	-
Owens Branch Gravity Line Phase #1, Line #1 (Construction)	-	\$1,150,000	-	-	-
Highway 92 & Commercial Waterline (Construction)	-	\$300,000	-	-	-
Owens Branch Gravity Line Phase #1 and #3, Line #2 (Engineering)	-	\$1,000,000	-	-	-
McDonalds/Central Bank Lift Station (Construction)	-	\$500,000	-	-	-
Grand Total (Net Cost)	\$5,130,000	\$3,325,000	\$0	\$0	\$0

Proposed Five Year CIP (FY2025 - 2029) CWWS Fund (cont.)

Capital Improvement Project Name	FY 2025	FY 2026	FY 2027	FY2028	FY2029
Owens Branch Gravity Line Phase #1, Line #3 (Construction)	-	-	\$2,000,000	-	-
Wastewater Treatment Plant Expansion (Engineering)	-	-	\$1,050,000	-	-
Owens Branch Gravity Line Phase #1, Line #2 (Construction)	-	-	\$2,500,000	-	-
Water Plant Expansion (Engineering)	-	-	\$2,100,000	-	-
Additional Water and Wastewater Project Funding	-	-	-	\$2,000,000	-
Wastewater Treatment Plant Expansion (Construction)	-	-	-	-	\$3,000,000
Water Plant Expansion, Phase I (Construction)	-	-	-	-	\$7,500,000
Additional Water and Wastewater Project Funding	-	-	-	-	\$2,000,000
Grand Total (Net Cost)	\$5,130,000	\$3,325,000	\$7,650,000	\$2,000,000	\$12,500,000

** Projects with a **GREEN** background are new to the 5 Year CIP.*

*Projects with a **RED** background expenditures past the 5 Year CIP.*

Proposed Five Year CIP (FY2025 - 2029) CWWS Fund (Water Impact Projects)

Capital Improvement Project Name	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
Maple Ave & River Crossing (12" Waterline) (50% of Construction)	\$700,000	-	-	-	-
Grand Total	\$700,000	-	-	-	-

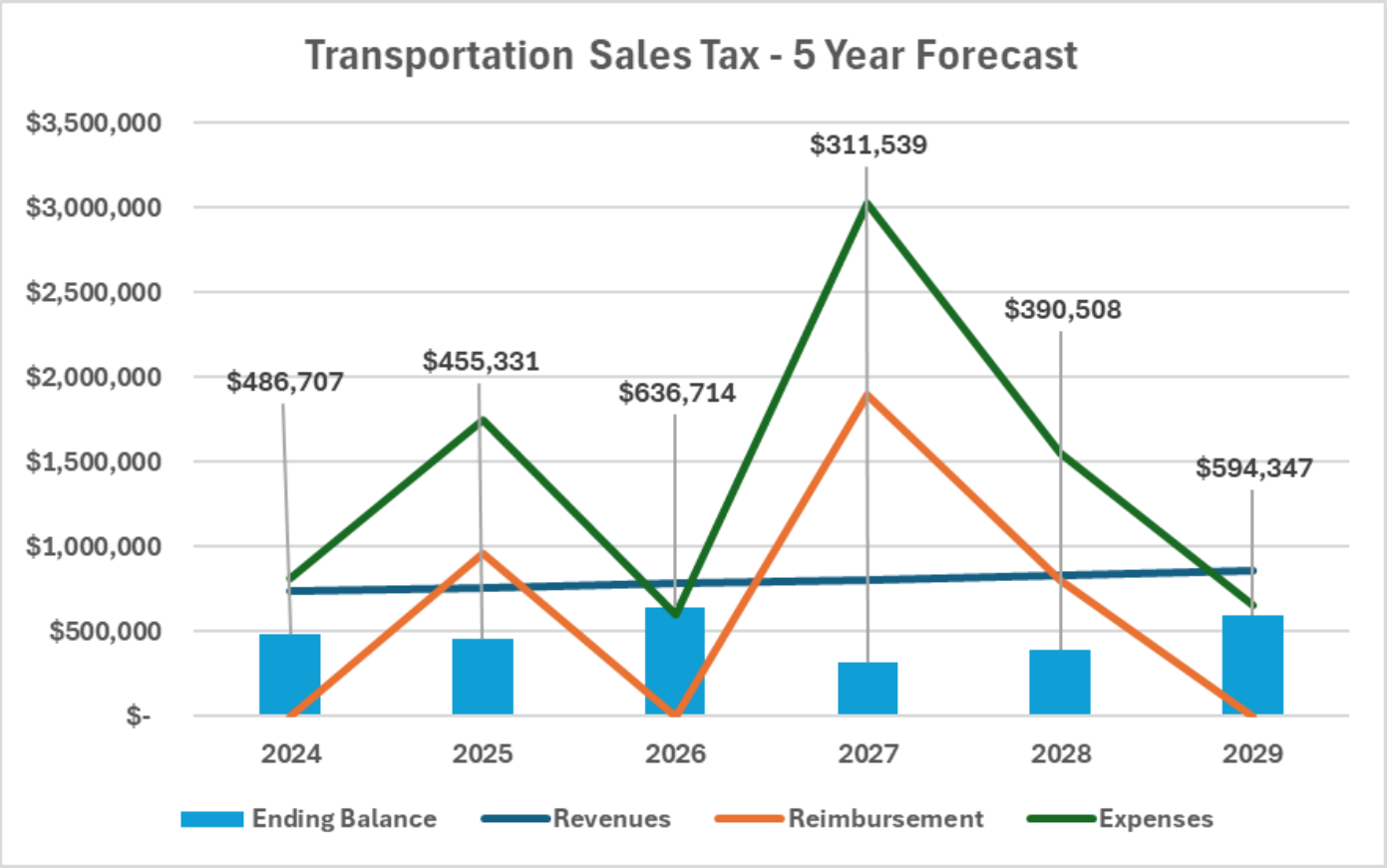
Proposed Five Year CIP (FY2025 - FY2029)

Transportation Sales Tax Fund

Transportation Sales Tax Fund	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
Annual Asphalt Overlay Program (Projects TBD)	\$300,000	\$500,000	\$300,000	\$300,000	\$300,000
Annual Sidewalk Replacement Program	\$50,000	\$100,000	\$50,000	\$50,000	\$50,000
Commercial Street Sidewalks (Construction)	\$1,400,000	-	-	-	-
Commercial Street Sidewalks (MARC Reimbursement)	-\$960,000	-	-	-	-
1 st & Bridge St Round-A-Bout Construction (80% of Project Expense)	-	-	\$2,380,000	-	-
1 st & Bridge Street Round-A-Bout (MARC Reimbursement)	-	-	-\$1,900,000	-	-
Richardson St / 169 Signal (Engineering)	-	-	\$300,000	-	-
Richardson St / 169 Signal (Construction)	-	-	-	\$1,200,000	-
Richardson St / 169 Signal (Construction) MODOT 50% Cost Share	-	-	-	-\$600,000	-
Richardson St / 169 Signal (Construction) Developments Share	-	-	-	-\$200,000	-
180th & Eagle Round-A-Bout Construction (25% of Project Expense)	-	-	-	-	\$300,000
Grand Total (Net Cost)	\$790,000	\$600,000	\$1,130,000	\$750,000	\$650,000

Proposed FY2025 - Transportation Sales Tax Fund

5 Year Projected Cashflow



Reimbursement line may include grants, Federal earmarks, and / or state reimbursements.

Proposed Five Year CIP (FY2025 - 2029)

Capital Improvement Sales Tax Fund

Capital Improvement Project Name	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
Annual Transfer to Debt Service	\$364,875	\$367,920	\$373,420	\$376,420	\$382,420
Riverwalk & Trail (Engineering)	\$150,000	-	-	-	-
2 nd Creek Sidewalks (Engineering)	\$100,000	-	-	-	-
Downtown Streetscape Phase III	\$1,828,000	-	-	-	-
Downtown Streetscape Phase III (MARC)	-\$1,488,000	-	-	-	-
1st & Bridge Street Round-A-Bout (80% of Engineering)	\$500,000	-	-	-	-
2 nd Creek Sidewalks (70% of Construction)	\$695,000	-	-	-	-
2 nd Creek Sidewalks (MARC Reimbursement)	-\$600,000	-	-	-	-
Riverwalk & Trail Construction (60% of Construction)	\$480,000	\$670,000	-	-	-
Riverwalk & Trail (MARC Reimbursement)	-\$480,000	-\$420,000	-	-	-
1 st & Bridge Street - Round-A-Bout (20% of Construction)	-	\$120,000	-	-	-
Grand Total (Net Cost)	\$1,549,875	\$737,920	\$373,420	\$376,420	\$382,420

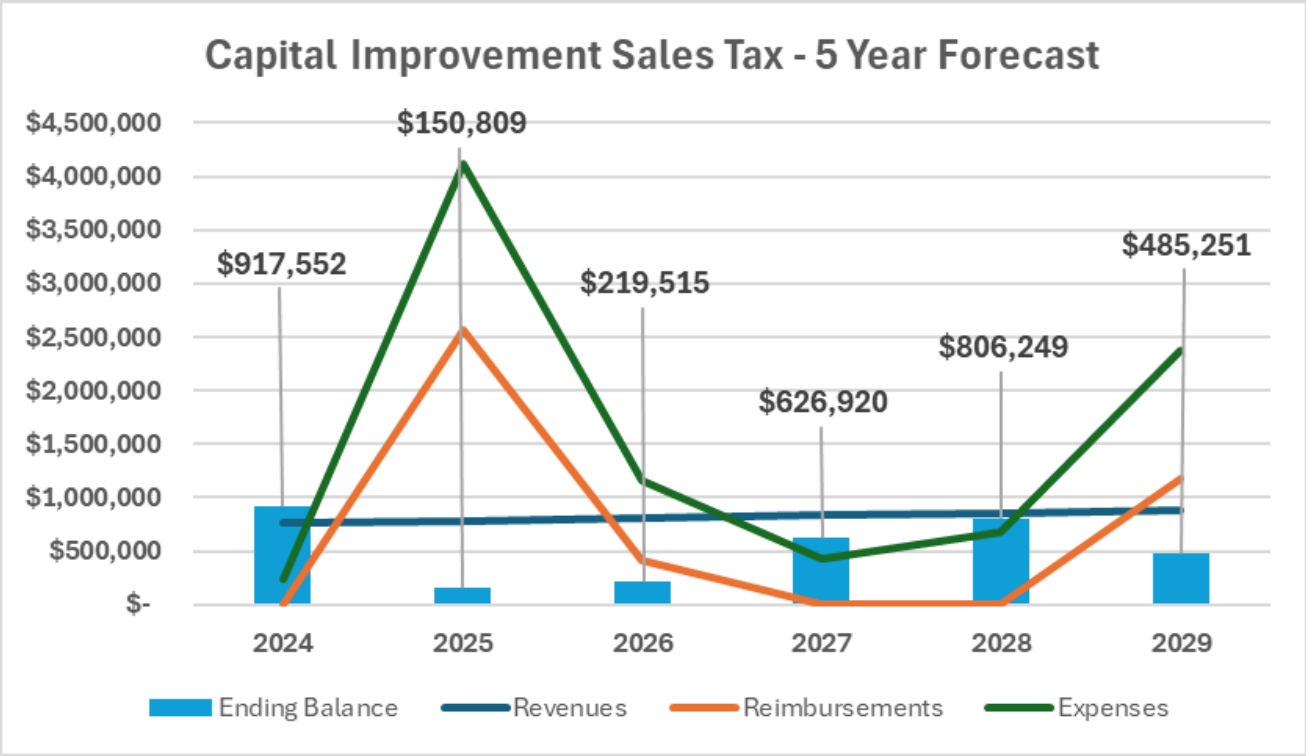
Proposed Five Year CIP (FY2025 - FY2029)

Capital Improvement Sales Tax Fund (cont.)

Capital Improvement Project Name	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
Maple Lane Sidewalks (Engineering)	-	-	\$50,000	\$50,000	-
180 th & Eagle Parkway Round-A-Bout (Engineering)	-	-	-	\$250,000	-
Maple Lane Sidewalks (Construction)	-	-	-	-	\$600,000
Maple Lane Sidewalks (MARC Reimbursement)	-	-	-	-	-\$480,000
Pope Lane Round-a-Bout/Connection (80% of Engineering)	-	-	-	-	\$400,000
180 th & Eagle Parkway Round-A-Bout (75% of Construction)	-	-	-	-	\$1,000,000
180 th & Eagle Parkway Round-A-Bout (MARC Reimburse)	-	-	-	-	-\$700,000
Grand Total (Net Cost)	\$1,549,875	\$737,920	\$423,420	\$676,420	\$1,202,420

Proposed FY2025 – Capital Improvement Sales Tax Fund

5 Year Projected Cashflow



Reimbursement line may include grants, Federal earmarks, and / or state reimbursements.

Proposed Five Year CIP (FY2025 - FY2029)

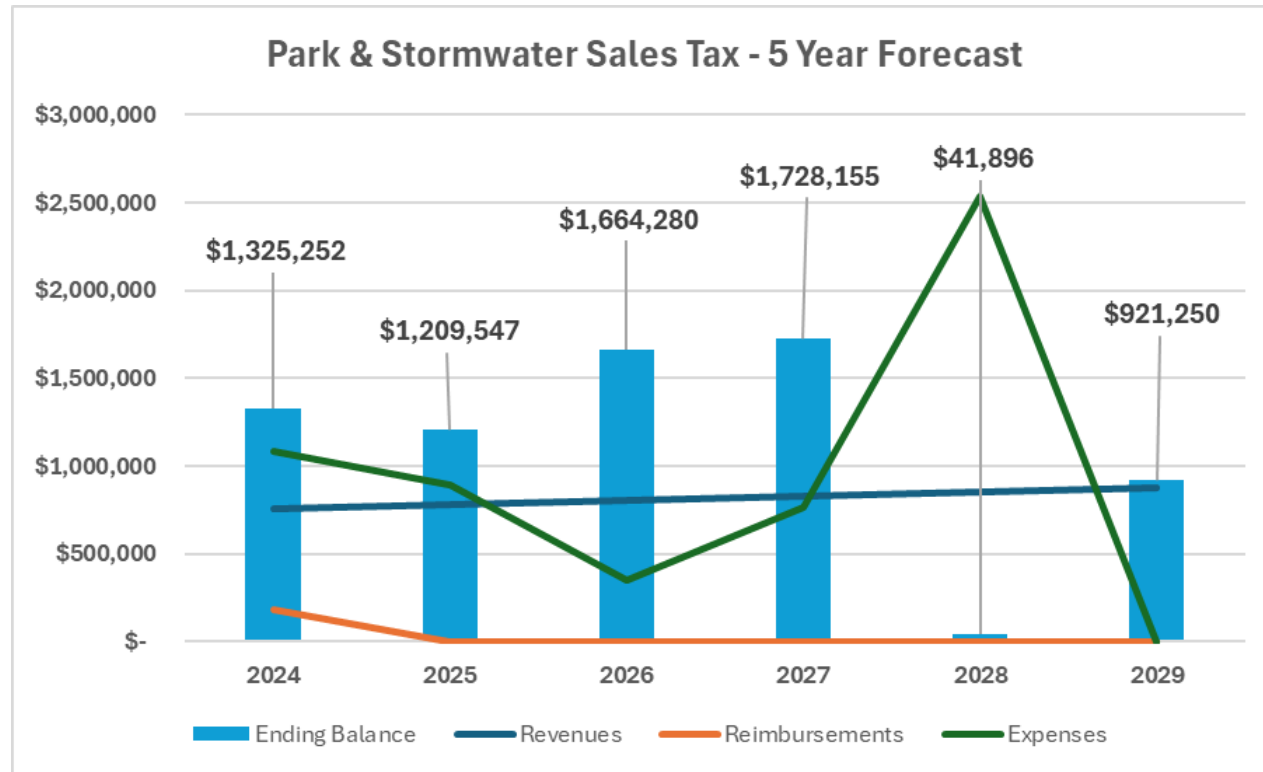
Park & Stormwater Sales Tax Fund

Park and Stormwater Sales Tax Project Name	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
OK Railroad Trail - Phase I (Construction)	\$281,000	-	-	-	-
OK Railroad Trail - Phase I (Grant)	-\$184,000	-	-	-	-
Dundee Road Stormwater Improvements (Engineering)	\$50,000	-	-	-	-
Dundee Road Stormwater Improvements (Construction)	\$150,000	-	-	-	-
Riverwalk & Trail Construction (30% of Construction)	\$600,000	-	-	-	-
Grand Total (Net Cost)	\$897,000	\$0	\$0	\$0	\$0

Proposed Five Year CIP (FY2025 - FY2029) Park & Stormwater Sales Tax Fund (cont.)

Park and Stormwater Sales Tax Project Name	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
Forest Oaks Stormwater Improvements (Engineering)	-	\$50,000	-	-	-
Forest Oaks Stormwater Improvements (Construction)	-	\$300,000	-	-	-
Cedar Lakes Stormwater Improvements (Engineering)	-	-	\$25,000	-	-
Cedar Lakes Stormwater Improvements (Construction)	-	-	\$100,000	-	-
Smith's Fork Park Complex (Engineering & Design)	-	-	\$640,000	-	-
Maple Lane Stormwater Improvements (Engineering)	-	-	-	\$50,000	-
Maple Lane Stormwater Improvements (Construction)	-	-	-	\$250,000	-
Smith's Fork Park Complex (Construction, Phase I)	-	-	-	\$2,240,000	-
Grand Total (Net Cost)	\$897,000	\$350,000	\$765,000	\$2,540,000	\$0

Proposed FY2025 – Park & Stormwater Sales Tax Fund 5 Year Projected Cashflow



Reimbursement line
may include grants,
Federal earmarks,
and / or state
reimbursements.

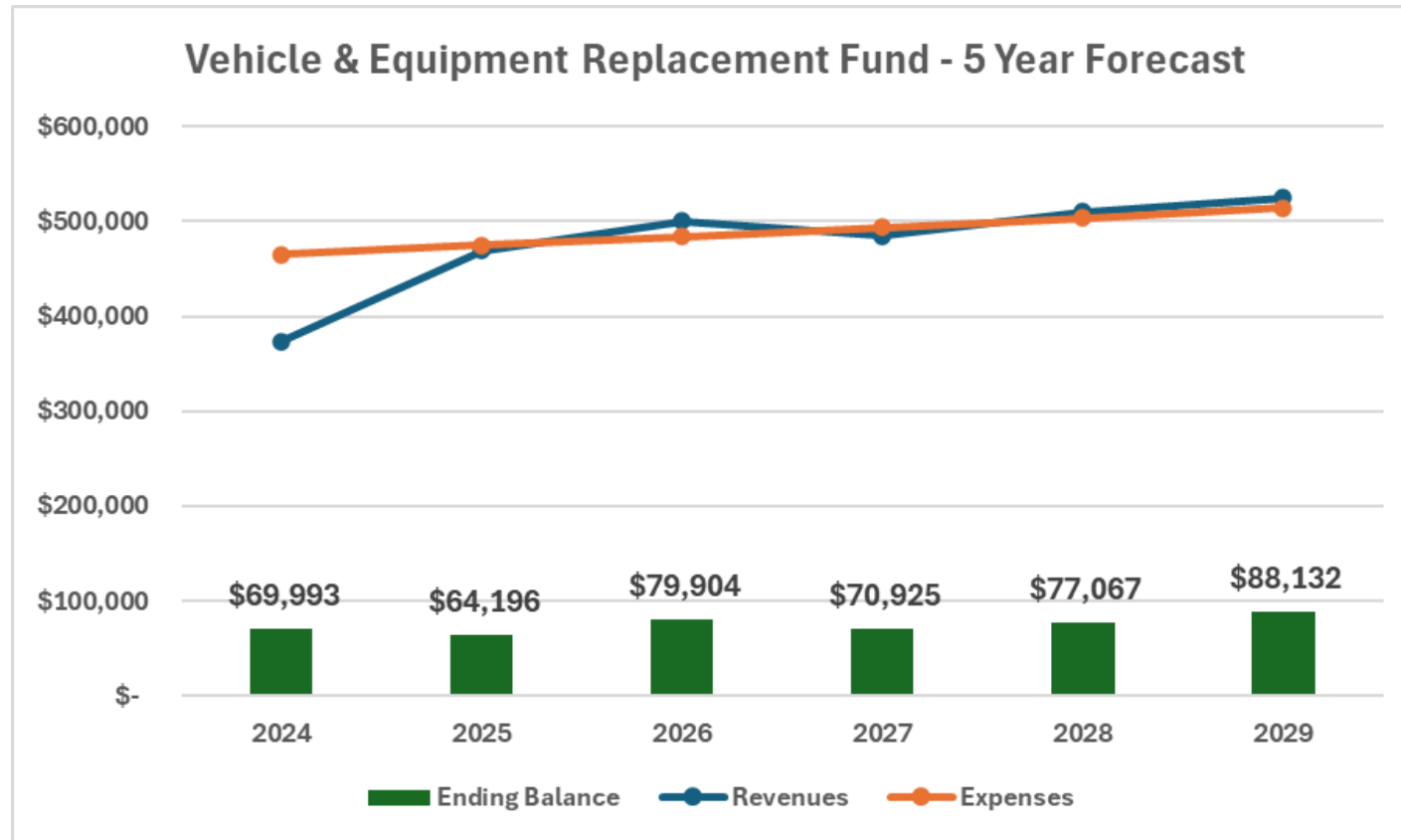
* Increases in fund balance is for Smith's Fork Park Complex, currently project in FY2028.

Proposed FY2025 Budget Vehicle & Equipment Replacement Fund

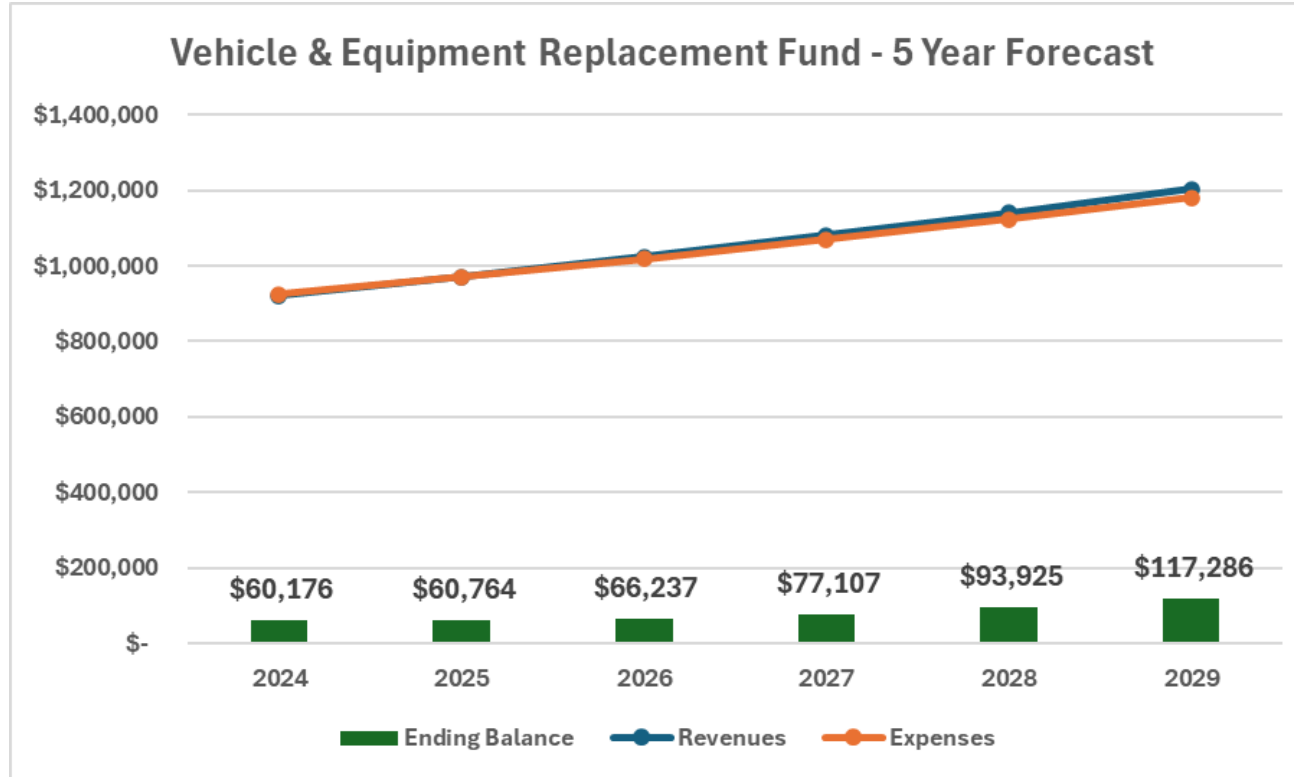
- The City of Smithville is currently leasing **38 vehicles** from Enterprise.
- Staff has begun monitoring the reduction in maintenance costs associated with patrol vehicle repair, as well as the overall impact pre and post Enterprise.
- The general fund and utilities fund will be transferring more financial resources into the VERF in the next five years to offset costs associated with rising vehicle lease expenses.



Vehicle & Equipment Replacement Fund 5 Year Cashflow Projection



Proposed FY2025 Budget Sanitation Fund



Summary of the Sanitation Fund

- ☐ As of July 2024, the City of Smithville contracts with GFL to service just over **3,152** regular trash accounts and service just over **552** senior rate trash accounts (available for account holders ages 65 and older). Senior rate trash accounts make up nearly **15%** of total accounts.
- ☐ GFL will be increasing the regular (non-senior) City contracted trash rates by 3.66%.
- ☐ Monthly trash rate to increase by 4.5% from **\$20.16** per month to **\$21.07** per month.
- ☐ The senior trash rate will have a discount of 15% of regular monthly trash rate (**\$17.91**).

Proposed FY2025 - FY2029 Five Year CIP

All Funds Total

Capital Improvement Projects - All Funds	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
General Fund	\$100,000	\$550,000	\$100,000	\$100,000	\$100,000
Combined Water & Wastewater Fund - Non Impact Projects	\$5,130,000	\$3,325,000	\$7,650,000	\$2,000,000	\$12,500,000
Combined Water & Wastewater Fund - Water Impact Projects	\$700,000	\$0	\$0	\$0	\$0
Combined Water & Wastewater Fund - Wastewater Impact Projects	\$0	\$0	\$1,150,000	\$0	\$0
Transportation Sales Tax Fund	\$790,000	\$600,000	\$1,130,000	\$750,000	\$650,000
Capital Improvement Sales Tax Fund	\$1,549,875	\$737,920	\$423,420	\$676,420	\$1,202,420
Parks & Stormwater Sales Tax Fund	\$897,000	\$350,000	\$765,000	\$2,540,000	\$0
Grand Total	\$9,166,875	\$5,562,920	\$11,218,420	\$6,066,420	\$14,452,420

5 Year Grand Total for All Funds: \$46,467,055

Proposed FY2025 – All Funds Summary

	2025 Projected Beginning Balance	2025 Proposed Revenues	2025 Proposed Expenditures	2025 Projected Ending Balance
General Fund	3,219,449	6,696,827	7,520,757	2,395,519
Capital Improvement Sales Tax Fund	917,552	3,351,132	4,117,875	150,809
Capital Projects Fund	110,625	12,100	-	122,725
Combined Water/Wastewater Fund	7,271,428	7,143,660	10,276,241	4,138,847
Debt Service Fund	267,740	354,000	354,000	267,740
Park and Stormwater Sales Tax Fund	1,325,252	781,294	897,000	1,209,546
Sanitation Fund	60,176	971,205	970,617	60,764
Special Allocation Fund	2,556,132	856,224	1,136,542	2,275,814
Commons CID Fund	242,632	324,559	362,752	204,439
Transportation Sales Tax Fund	486,707	1,718,624	1,750,000	455,331
Vehicle and Equipment Replacement Fund	69,993	469,000	474,794	64,199
Donation Fund	23,550	14,950	-	38,500
Judicial Education Fund	2,645	-	975	1,670
Technology Upgrade Fund	-	-	-	-
DWI Recovery Fund	13,699	3,650	800	16,549
Police Training Fund	12,333	1,300	3,450	10,183
Grand Total	\$ 16,579,914	\$ 22,698,525	\$ 27,865,803	\$ 11,412,636

❑ The FY2025 Proposed Budget features **16** Budgeted Funds totaling **\$22.7 million** in revenues and just over **\$27.9 million** in expenditures.



FY2025 Budget Process Schedule

- FY2024 Operating Budget and 5 Year CIP Review:
2nd Discussion (**TBD**)
- Public Hearing for Sewer Rates as Required by
Missouri State Statute (**October 1**)
- FY2025 Operating Budget on 1st Reading (**October 1**)
- Adopt Water & Wastewater Utility Rates by Board
Resolution (**October 15**)
- Adopt the FY2024 Operating and Capital Budget on
2nd Reading (**October 15**)