



Board of Alderman Request for Action

MEETING DATE: 2/15/2022

DEPARTMENT: Administration/Finance

AGENDA ITEM: Approve Bill No. 2932-22, FY22 Budget Amendment No. 2 - 1st reading

RECOMMENDED ACTION:

A motion to approve Bill No. 2932-22, FY22 Budget Amendment No. 2. – first reading by title only.

SUMMARY:

This Budget Amendment spans multiple funds and multiple projects. The amendments are outlined below:

- For the FY2022 budget year, \$200,000 was budgeted in the Combined Water and Wastewater Systems (CWWS) Fund for both engineering and construction of the Floating Aerator project out at the wastewater treatment plant. The engineering cost is expected to be about \$95,000. The construction cost is expected to be \$320,000. Staff is proposing to add expenditure budget authority in the CWWS fund for \$250,000 to provide total budget authority of \$450,000 (which allows for additional budget flexibility).
- For FY2022, \$97,000 was included in the Capital Improvement Sales Tax Fund for Streetscape III (Bridge Street) engineering. Staff received the Scope of Services from HDR, and it is estimated that the engineering for the project will cost about \$181,380. Staff is proposing to add expenditure budget authority of \$85,000 in the Capital Improvement Sales Tax Fund to cover the additional expense. This additional expense for engineering is expected to reduce the projected ending fund balance to \$177,895 for FY2022 and further reduce the projected ending fund balance to \$71,156 in FY2023.
- On January 18, 2022, the Board of Aldermen approved the implementation of the results from the Compensation and Classification Study. The total implementation cost for the General Fund is \$138,969 (including salaries, FICA, LAGERS, and worker's compensation). The total implementation cost for the CWWS fund is \$42,531.05 (including salaries, FICA, LAGERS, and worker's compensation). To successfully implement the classification and compensation recommendations, staff is proposing to add expenditure budget authority of \$139,000 in the General Fund and \$43,000 in the CWWS fund.
- The City will receive \$805,495 in ARPA funding from Clay County per Resolution 2022-03 to approve the City's ARPA funding request. This will provide a

reimbursement opportunity in the CWWS fund for expenses related to the Raw Water Pump Station, Zebra Mussel, Copper Ion Generator project at Smith's Fork Park. Staff is proposing to add \$805,495 to the grant revenue line item in the CWWS Fund.

- A variety of smaller “non major” funds do need budget authority for revenues and expenditures. In future budgets, Finance staff will ensure these funds receive budget authority when presented to the Board of Aldermen during the budget work sessions. This budget amendment would include expenditure and revenue budget authority for the following funds:
 - Police Training Fund: \$10,830 in expenditure authority and \$3,000 in revenue authority.
 - Police DWI Recovery Fund: \$10,428 in expenditures authority and \$4,000 in revenue authority.
 - Technology Upgrade Fund: \$2,706 in expenditures.
 - Judicial Education Fund: \$3,446 in expenditures.
 - Appointed Counsel Fund: \$2,795 in expenditures.

PREVIOUS ACTION: The Board previously approved the FY2022 Budget and Budget Amendment #1.

POLICY ISSUE:

FINANCIAL CONSIDERATIONS:

Amend the FY22 Budget. Resources are available in all funds affected to support the amendment.

ATTACHMENTS:

- | | |
|---|-----------------------------------|
| <input checked="" type="checkbox"/> Ordinance | <input type="checkbox"/> Contract |
| <input type="checkbox"/> Resolution | <input type="checkbox"/> Plans |
| <input type="checkbox"/> Staff Report | <input type="checkbox"/> Minutes |
| <input type="checkbox"/> Other: | |

BILL NO. 2932-22

ORDINANCE NO. XXXX-22

AN ORDINANCE AMENDING THE FY22 OPERATING BUDGET TO ADD \$547,205 TO THE EXPENDITURE BUDGET AND \$813,000 TO THE REVENUE BUDGET

WHEREAS, pursuant to Ordinance 3074-20, passed on October 19, 2021, the City approved the fiscal year ending October 31, 2022 Budget; and

WHEREAS, not included in the approved fiscal year 2022 Budget are expenditures related to a number of projects; and

WHEREAS, amendments to the General Fund, Capital Improvement Sales Tax Fund, Combined Water/Wastewater Fund, Police Training Fund, Police DWI Recover Fund, Technology Upgrade Fund, Judicial Education Fund, and Appointed Counsel Fund Budget are required at this time.

NOW, THEREFORE, BE IT ORDAINED BY THE BOARD OF ALDERMEN OF THE CITY OF SMITHVILLE, MISSOURI AS FOLLOWS:

THAT the fiscal year ending October 31, 2022 Budget is hereby amended to add:

- \$293,000 in expenditure budget authority and \$806,000 in revenue budget authority to the Combined Water/Wastewater Fund
- \$139,000 in expenditure budget authority to the General Fund
- \$85,000 in expenditure budget authority to the Capital Improvement Sales Tax Fund
- \$10,830 in expenditure authority and \$3,000 in revenue authority to the Police Training Fund
- \$10,428 in expenditure authority and \$4,000 in revenue authority to the Police DWI Recovery Fund
- \$2,706 in expenditure authority to the Technology Upgrade Fund
- \$3,446 in expenditure authority to the Judicial Education Fund
- \$2,795 in expenditure authority to the Appointed Counsel Fund

PASSED AND ADOPTED by the Board of Aldermen and **APPROVED** by the Mayor of the City of Smithville, Missouri, the 15th day of February 2022.

Damien Boley, Mayor

ATTEST:

Linda Drummond, City Clerk

First Reading: 2/15/2022

Second Reading: 3/1/2022