



Board of Alderman Request for Action

MEETING DATE: 6/21/2022

DEPARTMENT: Administration/Finance

AGENDA ITEM: Approve Bill No. 2945-22, FY22 Budget Amendment No. 4 - Emergency Ordinance Sponsored by Mayor Boley - 1st and 2nd Reading

REQUESTED BOARD ACTION:

A motion to approve Bill No. 2945-22, FY22 Budget Amendment No. 4. Mayor Boley has sponsored as an emergency Ordinance in order to ensure funding for purchases later on this agenda. 1st and 2nd Reading by title only.

SUMMARY:

This Budget Amendment includes an amendment to the Combined Water and Wastewater Fund and Capital Projects Fund.

- Staff recently opened bids for the construction of the Floating Aerator. The lowest base bid was in the amount of \$491,000 (David Ross Construction). In Budget Amendment #2, a project budget of \$320,000 for construction was approved by the Board of Aldermen. This leads to a budget deficit/difference of \$170,000. In response to this lowest bid, staff is proposing to add an additional **\$180,000** to the budget as this amendment would provide additional authority for potential change orders.
- Recently, staff receipted \$100,000 in monies from McBee's Carwash (\$50,000) and Jolarub LLC (\$50,000) which will eventually be disbursed to be used for a portion of construction costs of a traffic light at the intersection of Richardson Street and U.S. Highway 169 (SE Corner). In the meantime, these monies (referred to as traffic impact fees) need to be placed and tracked in a segregated fund where they will be used for this specific purpose. In response to this, staff is proposing to add an additional **\$100,000** to the budget in the Capital Projects Fund. These funds will be tracked and stored in fund balance until they are needed to pay for the traffic light.
- The Board recently approved TIF Revenue Bonds. Staff received notice from legal counsel to transfer \$451,425 to the Trustee to begin this process. The FY2022 CID Budget is \$300,000. Staff is proposing a budget amendment of **\$170,000** to accommodate this transfer of funds, the 2022 1% CID Administrative Fee, and any other outstanding legal/administrative costs that are incurred in 2022.

PREVIOUS ACTION: The Board previously approved the FY2022 Budget on October 19, 2021 and Budget Amendment #1 on December 21, 2021, Budget Amendment #2 on March 1, 2022, and Budget Amendment #3 on April 4, 2022.

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. 2945-22

ORDINANCE NO. ____-22

AN ORDINANCE AMENDING THE FY22 OPERATING BUDGET TO ADD \$350,000 TO THE EXPENDITURE BUDGET AND \$100,000 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 capital projects and project revenues; and

WHEREAS, amendments to the Combined Water/Wastewater Fund and Capital Projects 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:

- \$180,000 to the expenditure budget in the Combined Water/Wastewater Fund
- \$100,000 to the revenue budget in the Capital Projects Fund
- 1 • \$170,000 to the expenditure budget in the Commons CID Fund

PASSED AND ADOPTED by the Board of Aldermen and **APPROVED** by the Mayor of the City of Smithville, Missouri, the 21st day of June 2022.

Damien Boley, Mayor

ATTEST:

Linda Drummond, City Clerk

First Reading: 6/21/2022

Second Reading: 6/21/2022