



Board of Alderman Request for Action

MEETING DATE: 9/6/2022

DEPARTMENT: Administration/Finance

AGENDA ITEM: Approve Bill No. 2956-22, FY22 Budget Amendment No. 5 - 2nd Reading

REQUESTED BOARD ACTION:

A motion to approve Bill No. 2956-22, FY22 Budget Amendment No. 5. 2nd reading by title only.

SUMMARY:

The FY2022 Budget Year is the second fiscal year for the operation of the City's Vehicle and Equipment Replacement Fund. Enterprise Fleet Management provided the City with an estimated budget of \$175,749. Due to increased vehicle demand and rising vehicle acquisition expense, staff project this budget to be fully expended by the end of FY2022. Additional 1-time vehicle acquisition costs have increased the projected expense since the budget was developed. Staff is proposing a budget amendment of \$75,000 in expenditure authority to cover the last 3 months of EFM leasing costs. This budget amendment provides additional expenditure authority for the rest of FY2022.

On April 4, 2022, the Board of Aldermen approved the establishment of the CID Fund. In June 2022, the City made a large disbursement of funds to the trustee (UMB Bank) of \$451,425. These CID revenues has provided funding for TIF Revenue bonds which were issued to make payment for reimbursable project costs to the Developer (the Board of Aldermen approved the issuance of these bonds). Beginning in August 2022, ongoing monthly disbursements to the trustee will be made for the rest of FY2022. Typical monthly CID sales tax collections total about \$30,000 each month. Given other expected professional services expenses (with these monthly disbursements), staff is proposing a budget amendment of \$125,000 in expenditure authority. This budget amendment provides additional expenditure authority to make the final monthly disbursements of CID sales tax revenue back to the trustee.

On July 19, 2022 the Board of Aldermen approved the establishment of a Donation Fund. Since this time, various donations for the Police Department and Legacy Fund (Parks & Recreation) have been received by the City and receipted into the fund. Staff is proposing a budget amendment to provide \$15,000 in revenue authority for current and future donations for both departments.

PREVIOUS ACTION: The Board previously approved the following FY2022 Budget Amendments:

- Budget Amendment #1 on December 21, 2021
- Budget Amendment #2 on March 1, 2022
- Budget Amendment #3 on April 4, 2022
- Budget Amendment #4 on June 21, 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. 2956-22

ORDINANCE NO. 315X-22

AN ORDINANCE AMENDING THE FY2022 OPERATING BUDGET TO ADD \$200,000 TO THE EXPENDITURE BUDGET AND \$15,000 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 CID Commons Fund, Vehicle and Equipment Replacement Fund, and Donation Fund 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:

- \$125,000 to the expenditure budget in the Commons CID Fund
- \$75,000 to the expenditure budget in the Vehicle and Equipment Replacement Fund (VERF)
- \$15,000 to the revenue budget in the Donation Fund

PASSED AND ADOPTED by the Board of Aldermen and **APPROVED** by the Mayor of the City of Smithville, Missouri, the 6th day of September 2022.

Damien Boley, Mayor

ATTEST:

Linda Drummond, City Clerk

First Reading: 8/16/2022

Second Reading: 9/6/2022