

FY22 BUDGET UPDATE

Data as of April 30, 2022
(6 Months of Fiscal Year)



BUDGET COMMENTS



- FY22 budget figures include budget amendments approved by the Board:
 - **Budget Amendment #1 – Cleaning Reinforced Concrete Box**
 - **Budget Amendment #2 – Increase Project Budgets (Aerobic Digester, Streetscape Phase III – Bridge Street Engineering, Etc.) and Class and Comp Implementation**
 - **Budget Amendment #3 – Establishing CID Fund**
- Expenditures include **13** of the **26** fiscal year payrolls. **50%** of wage related expenses have been paid through **13** payrolls.

GENERAL FUND



*New Welcome Rock
Courtyard Park, Downtown Smithville*

General Fund	FY22 Budgeted	FY22 Projections	FY22 YTD	% of Budget Received
Revenues	\$4,918,620	\$5,064,987	\$3,089,774	62.82%

- General Fund revenues are typically above **50% received to budget** through Quarter 2 because of the large property tax disbursement received in January of each year

General Fund	FY22 Budgeted	FY22 Projections	FY22 YTD	% of Budget Expended
Expenditures	\$5,905,850	\$5,670,059	\$2,861,339	48.45%

- Campground Electrical Upgrade – Phase II and III (**\$75,000 - Completed**)
- GIS/Asset Management (**\$100,000 – In Progress**)
- Public Works/Streets Facility Engineering (**\$250,000 Budget**)
- Transportation Master Plan (**\$60,000 - Completed**)
- Complete Streetscape Phase II (**\$105,000 - Completed**)

PROPERTY TAX REVENUE

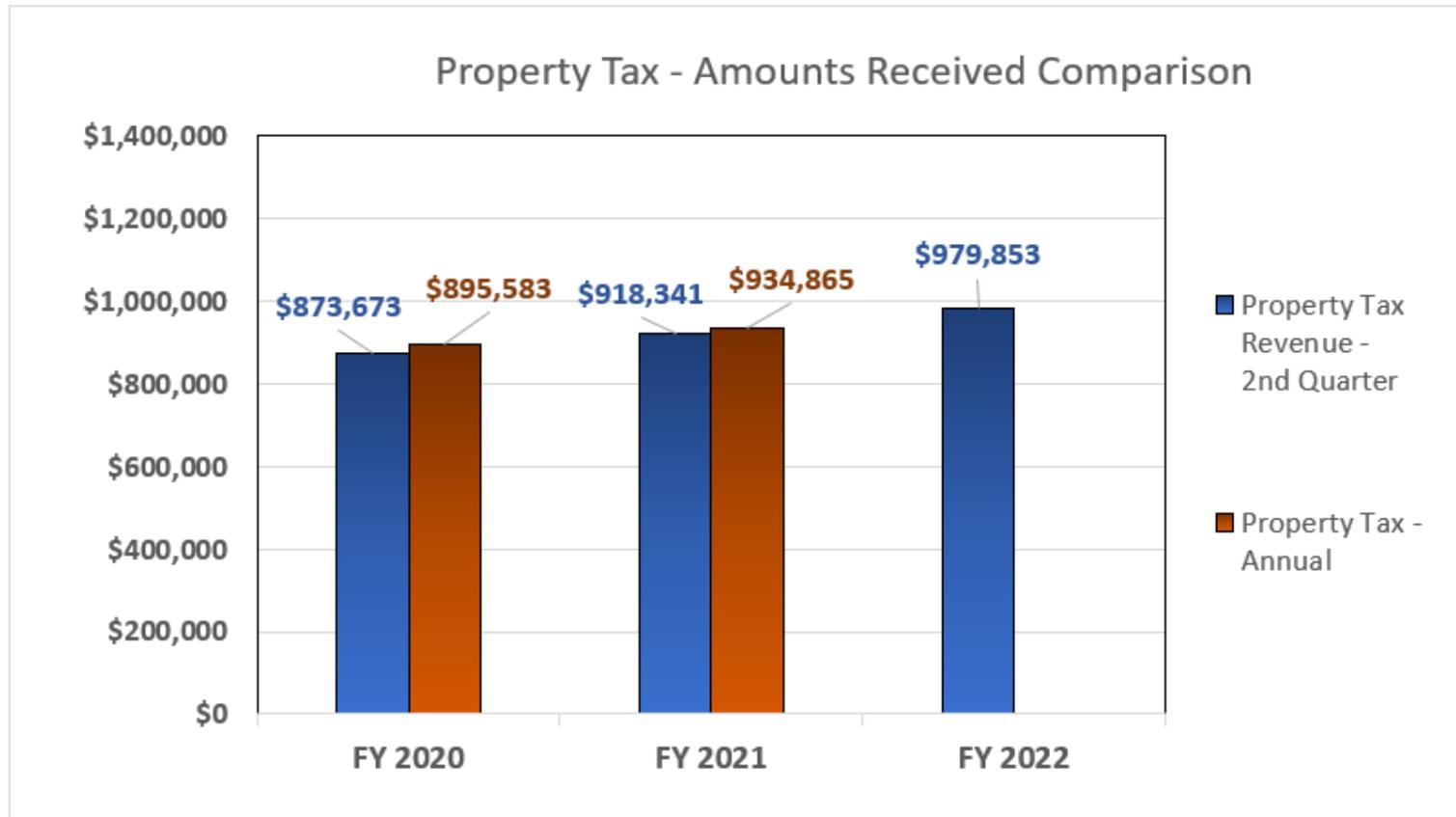


General Fund Major Revenues	FY22 Budgeted	FY22 Projections	FY22 YTD	% of Budget Received
Property Tax Revenues	\$935,099	\$996,377	\$979,853	104.79%

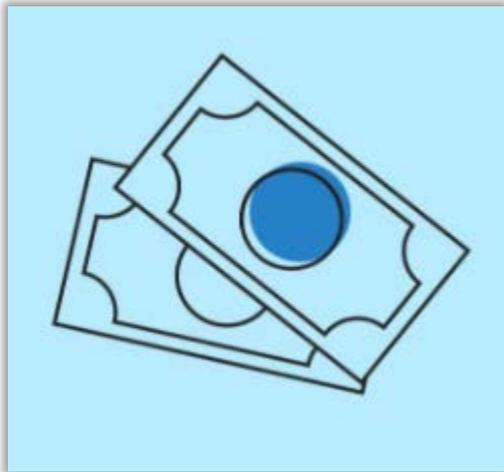
- The City received the large Property Tax disbursement in January 2022.
- The City, on average in the past 3 years, receives **97.9%** of property tax revenue by the 2nd quarter of the fiscal year.

PROPERTY TAX REVENUE

3 Year Trend History



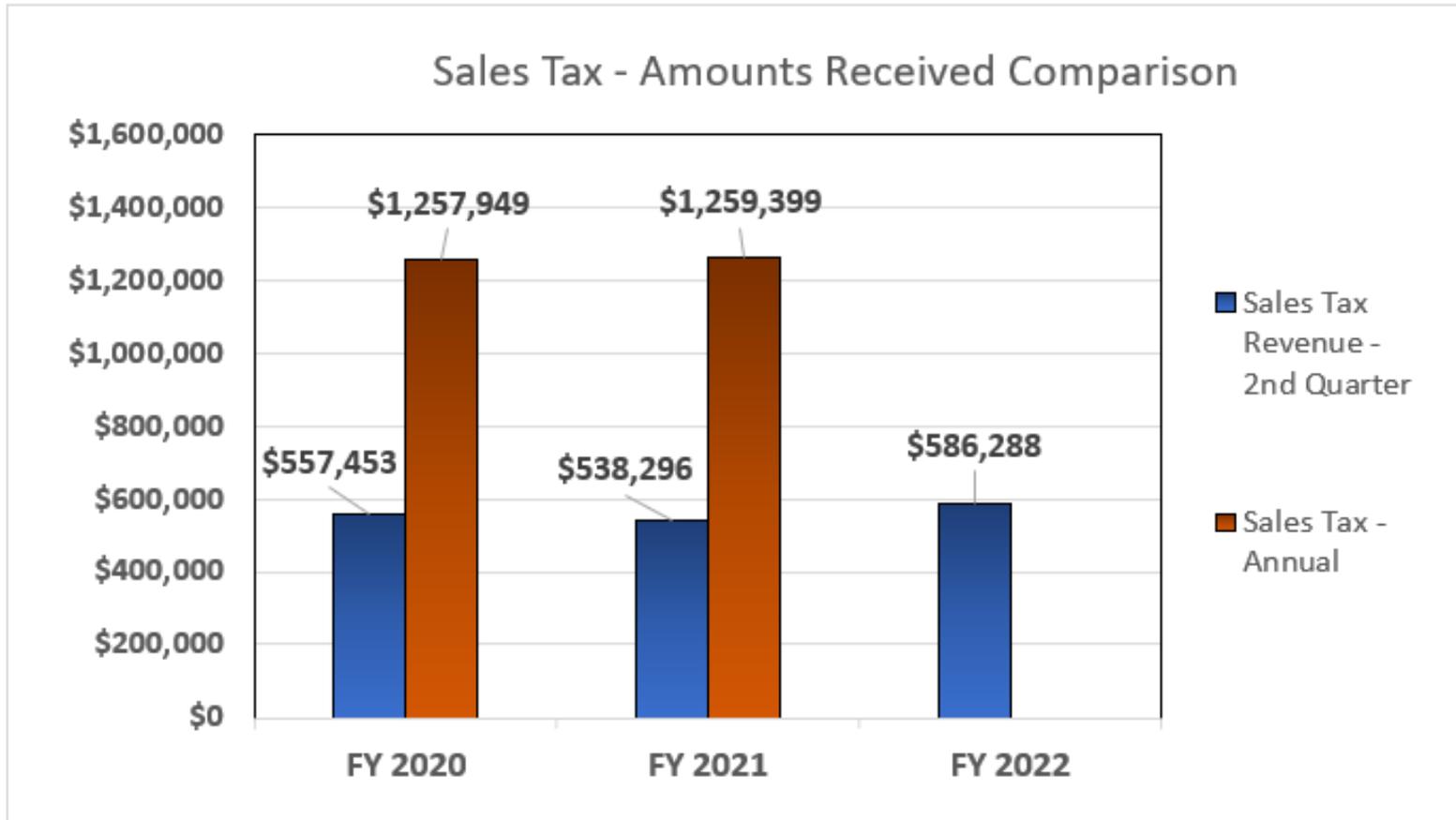
SALES TAX REVENUE



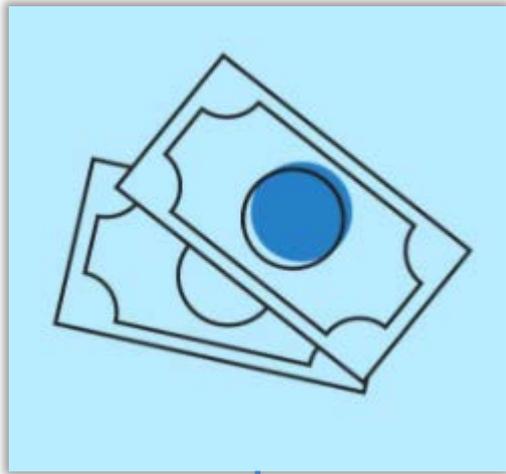
General Fund	FY22 Budgeted	FY22 Projections	FY22 YTD	% of Budget Received
Sales Tax Revenues	\$1,233,381	\$1,265,250	\$586,288	47.54%

- The City, on average in the past 3 years, receives **43.6%** of sales tax annual revenue by the 2nd quarter of the fiscal year.
- This data reflects the transfer of TIF EATs from the General Fund to the Special Allocation Fund.

SALES TAX REVENUE 3 Year Trend History

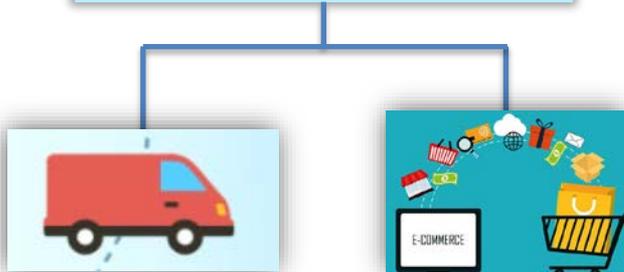


USE TAX REVENUE

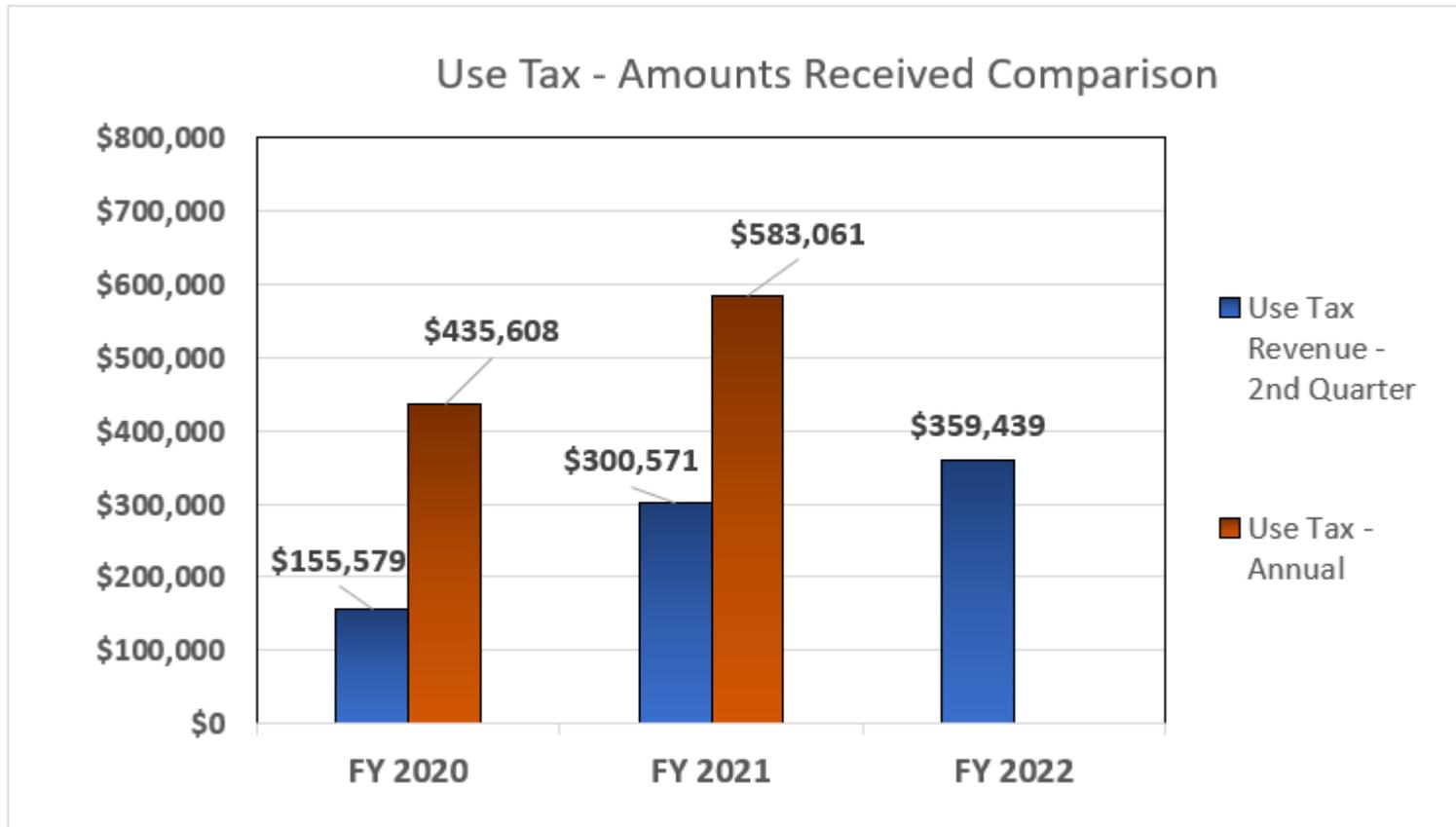


General Fund	FY22 Budgeted	FY22 Projections	FY22 YTD	% of Budget Received
Use Tax Revenues	\$563,720	\$572,250	\$359,439	63.76%

- The City, on average in the past 3 years, receives **47.9%** of use tax annual revenue by the 2nd quarter of the fiscal year.



USE TAX REVENUE 3 Year Trend History



GENERAL FUND – BOTTOM LINE

	Actual FY21	Budgeted FY22	Projected FY22
Beginning Fund Balance	\$ 3,558,070	\$ 3,456,205	\$ 3,761,905
Total Revenues	\$ 5,500,291	\$ 4,918,620	\$ 5,064,987
Total Expenses	\$ 5,296,456	\$ 5,905,850	\$ 5,670,059
Net Change in Fund Balance	\$ 203,835	\$ (987,230)	\$ (605,072)
Ending Fund Balance	\$ 3,761,905	\$ 2,468,975	\$ 3,156,833

CAPITAL IMPROVEMENT SALES TAX FUND



*New Basketball Court at Heritage Park
Downtown Smithville*

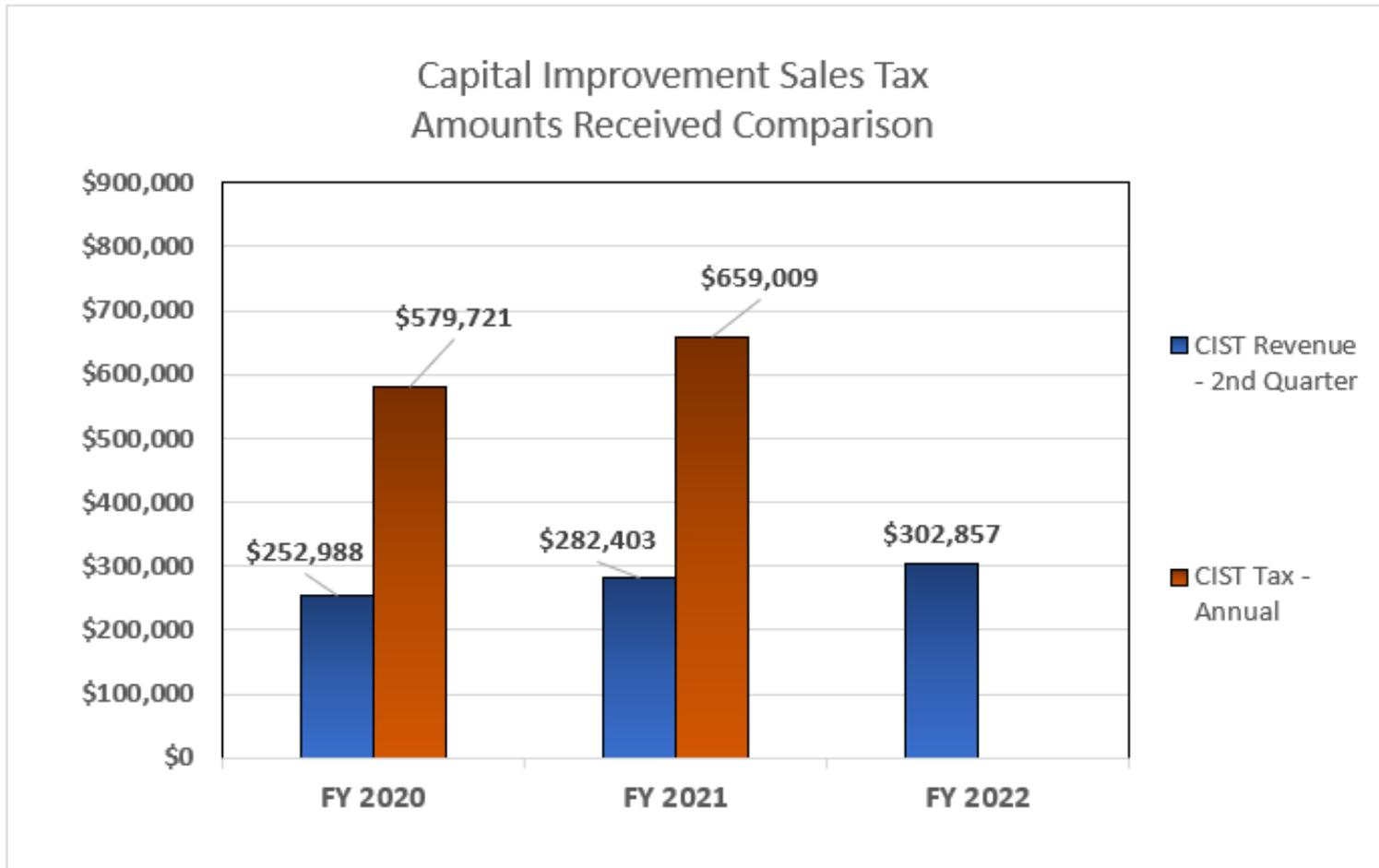
Capital Improvement Sales Tax	FY22 Budgeted	FY22 Projections	FY22 YTD	% of Budget Received
Revenues	\$627,555	\$655,250	\$302,857	48.26%

- The City, on average in the past year 3 years, receives **42.8%** of capital improvement sales tax annual revenue by the 2nd quarter of the fiscal year.
- Capital Improvement Sales Tax is not subject to TIF EATS collections.

Capital Improvement Sales Tax	FY22 Budgeted	FY22 Projections	FY22 YTD	% of Budget Expended
Expenditures	\$660,550	\$660,550	\$351,550	53.22%

- Streetscape Phase III (Bridge Street) Engineering (**\$182,000**)
- Transfer to Capital Projects Fund for Streetscape Phase II (**\$127,000**)
- Transfer to Debt Service Fund (**\$351,550**)

CAPITAL IMPROVEMENT SALES TAX REVENUE 3 Year Trend History



DEBT SERVICE FUND



Debt Service	FY22 Budgeted	FY22 Projections	FY22 YTD	% of Budget Received
Revenues	\$351,550	\$351,550	\$351,550	100.00%

- The budgeted transfer of **\$351,550** from the Capital Improvement Sales Tax Fund to support Debt Service payments has occurred.

Debt Service	FY22 Budgeted	FY22 Projections	FY22 YTD	% of Budget Expended
Expenditures	\$339,213	\$339,213	\$243,593	71.81%

- General Obligation Debt Payments (for Series 2018 and Series 2019) are scheduled for **March 1, 2022** and on **September 1, 2022**.

TRANSPORTATION SALES TAX FUND



Hospital Drive – Mill and Overlay



Tillman Road – Mill and Overlay

Transportation Sales Tax	FY22 Budgeted	FY22 Projections	FY22 YTD	% of Budget Received
Revenues	\$569,160	\$572,150	\$265,364	46.62%

- The City, on average in the past 3 years, receives **43.3%** of transportation sales tax annual revenue by the 1st quarter of the fiscal year.
- Transportation Sales Tax is subject to TIF EATS collections.

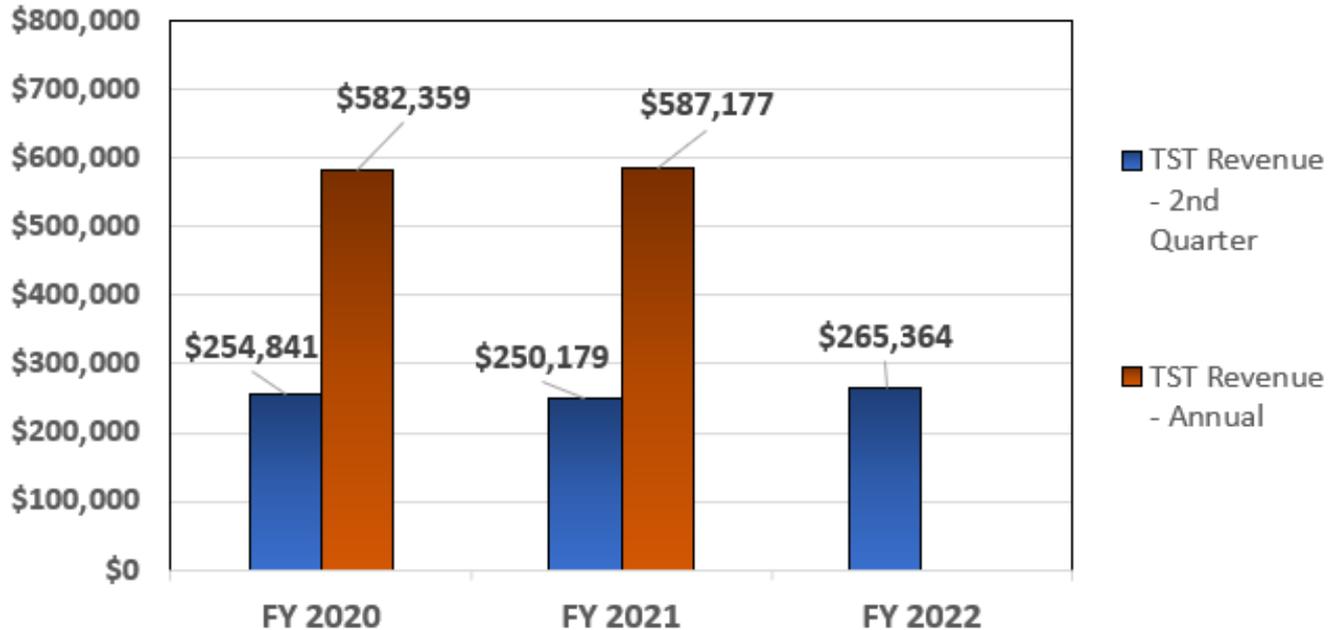
Transportation Sales Tax	FY22 Budgeted	FY22 Projections	FY22 YTD	% of Budget Expended
Expenditures	\$782,630	\$686,337	\$272,618	34.83%

- Annual Asphalt Overlay Program (**\$300,000 - Complete**)
- Downtown Streetscape Phase 2 (**\$169,000 - Complete**)
- 4th Street Terrace Road Repairs Following Utility Improvements (**Moving Project to FY2023**)

TRANSPORTATION SALES TAX REVENUE

3 Year Trend History

Transportation Sales Tax - Amounts Received Comparison



COMBINED WATER & WASTEWATER SYSTEM FUND



*Piping and Foundation
Construction of Raw Water Pump Station*

CWWS Fund	FY22 Budgeted	FY22 Projections	FY22 YTD	% of Budget Received
Revenues	\$5,925,400	\$6,095,506	\$2,928,075	49.42%

- Revenue budget includes the planned **\$806,000** from Clay County for ARPA Reimbursement (Budget Amendment #2) which will be received as the project is completed over time.

CWWS Fund	FY22 Budgeted	FY22 Projections	FY22 YTD	% of Budget Expended
Expenditures	\$6,778,415	\$6,137,444	\$2,284,186	33.70%

- Floating Aerator – Engineering and Construction (**\$450,000 – In Progress**)
- West Bypass 144th Lift Station (Engineering) (**\$500,000 – In Progress**)
- 4th Street and 4th Terrace (Construction) (**\$300,000 – In Progress**)
- GIS/Asset Management (**\$100,000 – In Progress**)

WATER & WASTEWATER SALES REVENUE



CWWS Fund	FY22 Budgeted	FY22 Projections	FY22 YTD	% Received of Budget
Water Sales	\$2,716,094	\$2,737,000	\$1,273,377	46.88%

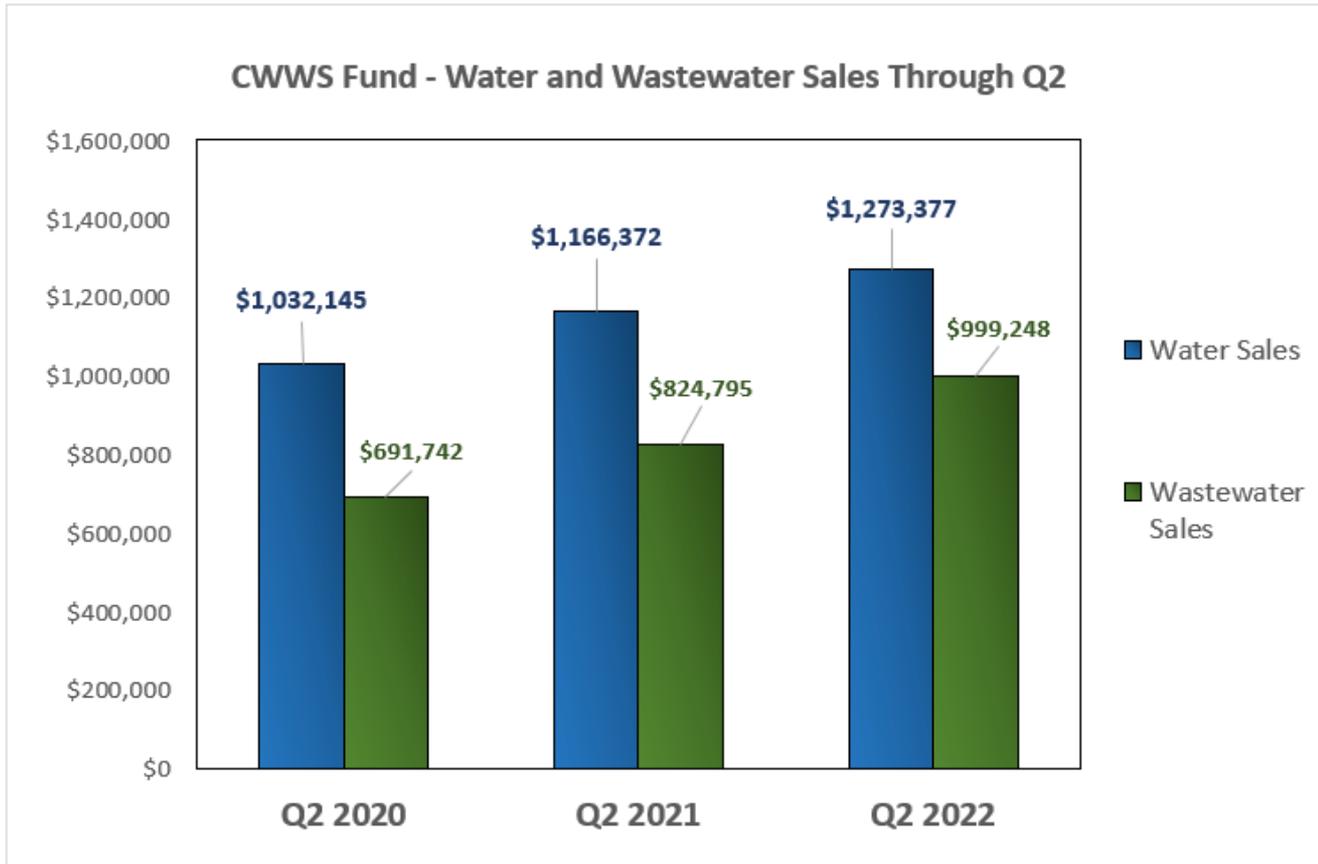
- The City, on average in the past 3 years, receives **43.9%** of water sales annual revenue by the 2nd quarter of the fiscal year.

CWWS Fund	FY22 Budgeted	FY22 Projections	FY22 YTD	% Received of Budget
Wastewater Sales	\$1,790,666	\$1,950,000	\$999,248	55.80%

- The City, on average in the past 3 years, receives **46.4%** of wastewater sales annual revenue by 2nd quarter of the fiscal year.

WATER & WASTEWATER SALES REVENUE

3 Year Trend History of Q2



SANITATION FUND

Sanitation Fund	FY22 Budgeted	FY22 Projections	FY22 YTD	% Received of Budget
Revenues	\$849,530	\$849,530	\$409,093	48.16%

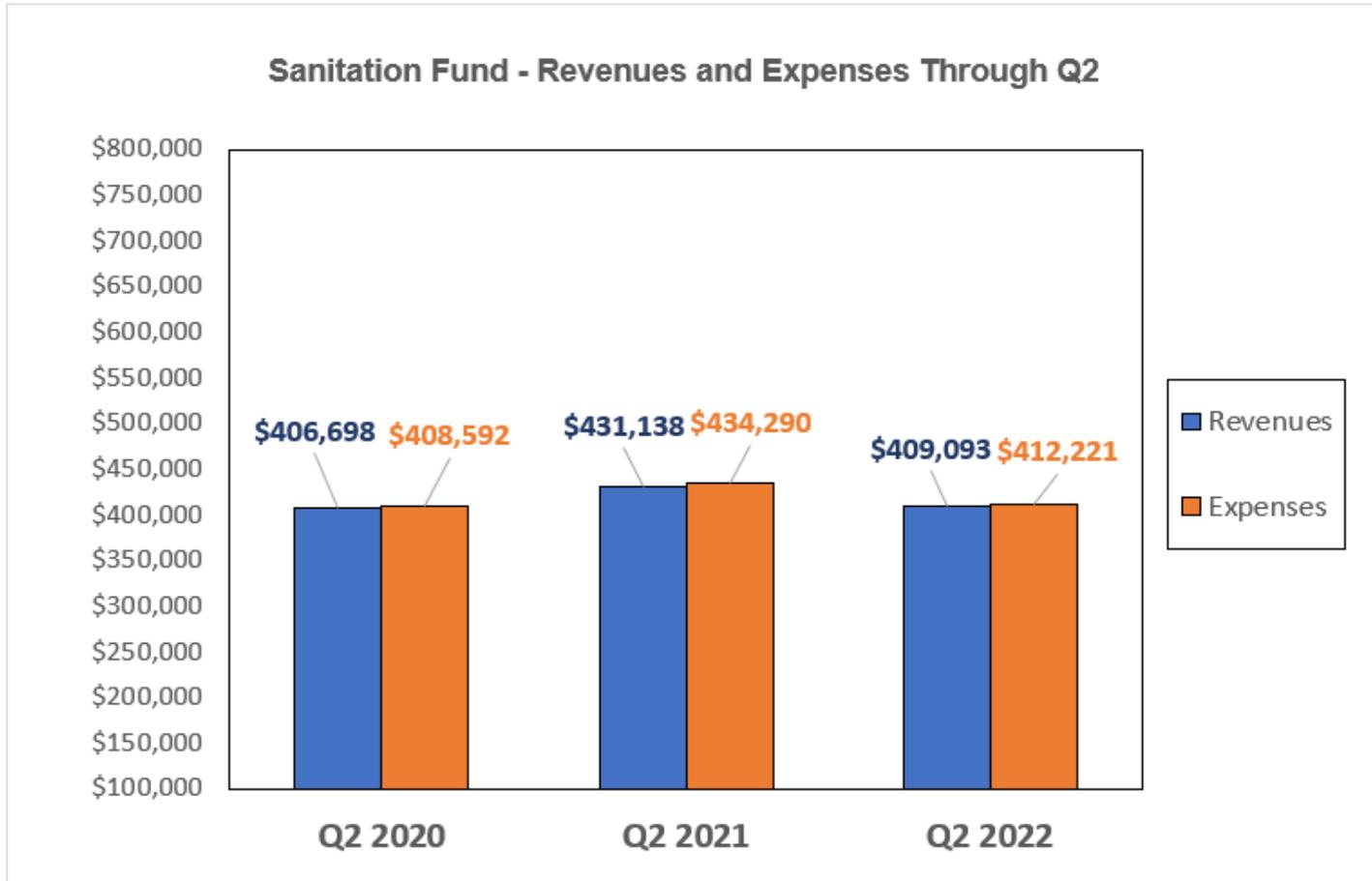
- The City, on average in the past 3 years, receives **49.1%** of solid waste annual revenue by the 2nd quarter of the fiscal year.

Sanitation Fund	FY22 Budgeted	FY22 Projections	FY22 YTD	% Expended of Budget
Expenditures	\$836,450	\$836,450	\$412,221	49.28%

- The City also pays to participate in the Household Hazardous Waste collection program administered by MARC which is funded by the Sanitation Fund.



SANITATION FUND – 3 Year Trend History of Q2



PARK & STORMWATER SALES TAX FUND



Diamond Crest Neighborhood Park and Playground

Park & Stormwater Sales Tax	FY22 Budgeted	FY22 Projections	FY22 YTD	% Received of Budget
Revenues	\$627,555	\$655,250	\$301,301	48.01%

- Initial collections of Park & Stormwater Sales Tax occurred November 2020.
- Park & Stormwater Sales Tax is not subject to TIF EATS collections.

Park & Stormwater Sales Tax	FY22 Budgeted	FY22 Projections	FY22 YTD	% Expended of Budget
Expenditures	\$485,000	\$485,000	\$118,695	24.47%

- Diamond Crest Neighborhood Park (**\$275,000 – Nearing Completion**)
- Stormwater Master Plan (**\$150,000 – Begin Shortly**)
- Quincy/Owens Stormwater Improvements Engineering (**\$60,000 – In Progress**)

VERF (VEHICLE AND EQUIPMENT REPLACEMENT FUND)



New Work Truck with Salt Spreader

VERF	FY22 Budgeted	FY22 Projections	FY22 YTD	% Received of Budget
Revenues	\$284,000	\$353,916	\$210,586	74.15%

- The City has sold **14** vehicles through Enterprise since 2021. This includes **1** vehicle leased through Enterprise which reached the end of the lease.
- In FY2022, the City transferred **\$40,000** for VERF support and **\$135,000** to support leasing expense for 4 police cars. The expense was budgeted for in the General Fund and the transfer of funds will provide revenues to the VERF to lease the police cars.

VERF	FY22 Budgeted	FY22 Projections	FY22 YTD	% Expended of Budget
Expenditures	\$175,749	\$175,749	\$80,442	45.77%

- The City is continuing to receive leased vehicles from Enterprise. Expenses are tracking under budget but will increase as vehicles are received.

ARPA FUND (AMERICAN RESCUE PLAN ACT FUND)



American Rescue Plan Act Fund	FY22 Budgeted	FY22 Projections	FY22 YTD	% Received of Budget
Revenues	\$1,089,162	\$1,099,657	\$10,495	0.96%

- 2nd tranche payment will be received no less than 1 year after 1st tranche payment. City received 1st payment on **September 8, 2021**.
- The City received **\$10,495** as a result of funds either declined or not requested by another NEU within the State of Missouri.

American Rescue Plan Act Fund	FY22 Budgeted	FY22 Projections	FY22 YTD	% Expended of Budget
Expenditures	\$2,178,300	\$2,178,300	\$0	0.00%

- City is receiving reimbursement from Clay County for the unfunded portion of the project (**\$805,495**). This will show as revenue in the CWWS Fund to offset project expense.
- These County ARPA funds will be expended first. Then, the City will utilize the \$2.178 million for the remainder of the project.

6 Month Review - Conclusion



Revenues

- Property Tax has performed well and continues to be bolstered by new construction.
- Sales Tax is performing well through 6 months and is outperforming Q2 YTD figures from 2021 and 2020
- Use Tax is performing exceptionally well. Staff remain conservative on the projections for the next 6 months due to the volatile nature of use tax.
- ARPA (both from and Clay County and the City's ARPA Fund has reduced the need

Expenditures

- General Fund operational expenditures continue to rise with inflation, but track towards the budget.
- Staff monitoring actual vehicle leasing expense compared to budget as vehicle costs increase (as well as future VERF cashflows).