



City Commission Agenda Item

Meeting Date: November 16, 2021
From: Jennifer Waggoner, Finance Director/Treasurer
Item: Set Public Hearing for 2021 Budget Amendment

Purpose: Consider a Resolution approving the notice of budget hearing for publication and setting the date for a public hearing at 5:30 p.m. on December 7, 2021 to amend the 2021 budget for the City of Arkansas City. **(Voice Vote)**

Background:

Kansas State Statutes allow the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, the governing body must set a public hearing, and publish the notice in the City's official newspaper. The Notice of Hearing for Amending the 2021 Budget must be published at least 10 days before a formal budget hearing is held to hear the public comments on the proposed changes before its adoption.

Water Fund: The Brad Meek/Hillside waterline replacement and North Pressure Zone Pump Station projects were both completed in 2021. These projects came in over the anticipated budget, requiring a budget amendment.

Library Fund: The Library is budgeted to receive 6 mills per charter ordinance. This amendment increases the budget authority should the last distribution of motor vehicle tax come in stronger than expected.

Healthcare Sales Tax Fund (HST): This fund accounts for 95% of the Healthcare Sales Tax receipts, as well as 20% of total Compensating Use Tax. Sales tax and Compensating Use Tax came in stronger than anticipated. This amendment gives us budget authority to remit the funds to the Trustee.

Unpledged Healthcare Sales Tax Fund (UHST): This fund accumulates the other 5% Healthcare Sales Tax receipts, as well as 30% of total Compensating Use Tax. These funds are available for use following the guidelines set in the 2018 Sales Tax Question. Sales tax and Compensating Use Tax came in stronger than anticipated. This amendment gives us budget authority to distribute the funds if requested.

Commission Options:

1. Adopt the resolution to approve the Notice of Budget Hearing for publication and set the public hearing to amend the 2021 budget for 5:30 p.m. on December 7, 2021.
2. Disapprove

Fiscal Impact:

Amount:

Fund: Department: Expense Code:

Included in budget Grant Bonds Other (explain)

Approved for Agenda by:

A handwritten signature in black ink, appearing to be 'Randy Frazer', written over a horizontal line.

Randy Frazer, City Manager