



## AGENDA ITEM ANALYSIS

Project/Issue Name: 21-72 An Ordinance of the City Council of the City of Republic, Missouri, Approving Budget Amendment No. 3 to the Budget for the Fiscal Year 2021.

Submitted By: Meghin Cook, Finance Director

Date: November 30, 2021

### Issue Statement

To amend the 2021 budget.

### Discussion and/or Analysis

This is the third budget amendment for 2021, with a purpose to amend the 2021 budget to better reflect revenues over expenditures. The changes are listed in the table below with changes outlined below the table. (Changes are in red)

Fund	Revenue Changes	Expenditure Changes	Net Change (Rev-Exp)
100 - General	\$ 823,446	\$ 342,653	\$ 480,793
210 - Parks	\$ 446,460	\$ 327,628	\$ 118,832
250 - GRANTS (*New*)	\$ 1,939,207	\$ 472,160	\$ 1,467,047
310 - CIST	\$ 263,401	\$ 261,716	\$ 1,685
320 - Fire Sales Tax	\$ 82,500	\$ 3,086	\$ 79,414
220 - Street	\$ 330,790	\$ 665,347	\$ (334,558)
510 - Water	\$ 324,367	\$ 430,733	\$ (106,366)
520 - Wastewater	\$ (3,676,789)	\$ (4,239,347)	\$ 562,558
<b>Totals</b>	<b>\$ 533,382</b>	<b>\$ (2,141,924)</b>	<b>\$ 2,675,306</b>

### **100 – General Fund**

Revenues: Sales Tax Revenues higher than anticipated, Interest Revenue higher than anticipated, a refund from Greene County for Election expense correction, increase in state motor fuel tax YTD activity versus budgeted and increase in Impact fees based on YTD activity.

Expenditures: Salary savings from vacancies, increase in workers compensation and other employee benefits over what was budgeted versus YTD activity, increased professional fees for 3<sup>rd</sup>



party coverage for vacancies for Finance and Legal, reduction in customer refunds as these are covered by the Water/Wastewater fund for Utility Bills, increase in capital for land acquisition, and increase in miscellaneous for various fees for admin. **Added New Executive Assistant \$5,900.**

### **210 – Parks & Recreation**

Revenues: Increase in sales tax revenues and business surtax based on YTD trends versus originally budgeted, and various revenue changes for summer programs to reflect actual activity versus budgeted.

Expenditures: Salary reduction to summer rec program for actual activity versus budget (also offset with a reduction to revenues), salary increase for parks maintenance budget based on actual activity versus budget, various operating expense adjustments to reflect YTD trending versus budgeted, Capital line increase for land acquisition, and equipment and furniture increase for various projects around the Parks & Rec department to include: Office space remodel, ballfields, bridge at Brookline, Jurassic Archery, and various other projects.

### **250 – Grants \*New\***

This new fund was created for better tracking and transparency in regards to the grant funds received to date and expected in the future for ARPA and CARES Act deposits.

Revenues: \$1.7M was captured for the 2021 ARPA and \$229K in CARES Act for Public Safety.

Expenditures: IT Upgrades, JR Martin Blvd, and Land Acquisition.

### **310-CIST**

Revenues: Increase in Sales tax revenues based on YTD trends versus originally budgeted and increase in Grant reimbursement for Shuyler Creek.

Expenditures: Reduction to Fleet Vehicles for PD: expected to deliver in 2022 and moved to the 2022 budget to reflect this expense, Land Acquisition, Increase to Signs.

### **320 – Fire Sales Tax**

Revenue: Increase in Sales Tax revenues based on YTD trends versus originally budgeted.

Expenditures: Increase in capital for equipment purchase anticipated for vehicle.

### **220 – Street**

Revenues: increase in sales tax and surtax revenues based on YTD trends versus originally budgeted, increase in Greene County Road and Bridge deposits, and increase in refunds and reimbursements for developer agreement reimbursements received to date.

Expenditures: Increase in payroll taxes to bring to better projected amount with increase in salaries from budget amendment 2, increase in repairs and maintenance, fuel, and training, and capital for land acquisition. **Added \$400K in land acquisition that was removed from the 2022 Budget document.**



### **510 – Water**

Revenues: Adjustments to residential and commercial sales to better reflect the activity to date, Increase to hydrant meter revenues, and increase to late fees line, and refunds and reimbursements based on YTD receipts from developer agreements.

Expenditures: Increase in repairs and maintenance, increase in fuel, increase in credit card & online fees (these were not originally budgeted appropriately), and increase in capital for developer agreement expenses which are offset by revenues.

### **520 – Wastewater**

Revenues: Increase in Impact fees, commercial sales, late fees, and a reduction in bond proceeds for \$4M which has been postponed to 2022 and is reflected in the 2022 budget request.

Expenditures: Increase in payroll taxes to bring to better projected amount with increase in salaries from budget amendment 2, reduction in engineering fees that are not anticipated to be completed in this fiscal year and are captured in the 2022 budget, increase in repairs and maintenance, fuel, training, increase in credit card & online fees (these were not originally budgeted appropriately), and increase in capital for developer agreement expenses which are offset by revenues, and a decrease in capital projects for the PW Building that is being postponed and is reflected in the 2022 budget request.

### **Recommended Action**

Staff recommends approval.