



REQUEST FOR BOARD ACTION

BOARD MEETING DATE: Tuesday, July 12, 2022

REVIEWALS:

Finance Director: Completed
Finance Committee: Completed
City Administrator: Completed

SUBJECT: Budget Adjustments to 2022 Budget

LIST OF ATTACHED REFERENCE DOCUMENTS:

2022 Mid-Year Review – Proposed Budget Adjustments

FISCAL IMPACT: The 2022 budget is adjusted \$294,000 favorably.

BACKGROUND/DISCUSSION:

Missouri Revised Statute 67.080 states “no expenditure of public moneys shall be made unless it is authorized as provided herein.” Missouri Revised Statute 67.040 states, “the political subdivision shall not increase the total amount authorized for expenditure from any fund, unless the governing body adopts a resolution setting forth the facts and reasons making the increase necessary and approves a resolution to authorize the expenditures.”

Therefore, a budget adjustment is made after the consolidation of funds financial statements for the fiscal year. Significant variances between actual and budget within Expenditures and Capital Outlays accounts are included in the budget adjustment. Also included are major variances to revenue, although not required.

Based on actual January through May activity, combined with June through December forecasts, we are estimating an increase in revenue in the General Fund of \$570k, and an increase in expenditures of \$276k for a net change of \$294k favorable. The estimated increase in revenue comes primarily from Use Tax and Utility Taxes. The expenditures increase is primarily due to higher legal fees, insurance costs, and gasoline.

In the Storm Water / Parks Fund, the I44 Pedestrian Bridge project costs increased by \$370k; however, this is offset by grant revenue. Net change to this fund is zero.

STAFF RECOMMENDATION:

Staff recommends approval.

MEETING HISTORY:

Finance Committee: June 21, 2022 – approved