Agenda

City Council Study Session

Monday, November 7, 2022 - 7:00 PM
Council Chambers

I. **Call to Order**

II. **Attendance**

III. **Topics of Discussion**

A. 2023 GENERAL FUND BUDGET

B. 2023 UTILITIES BUDGET

IV. **Summary**

V. **Adjournment**

ADA Accessible entrance is available from Missouri Street at the Police Department entrance. An elevator will provide access to the second floor – Council Chambers

City of Liberty missouri

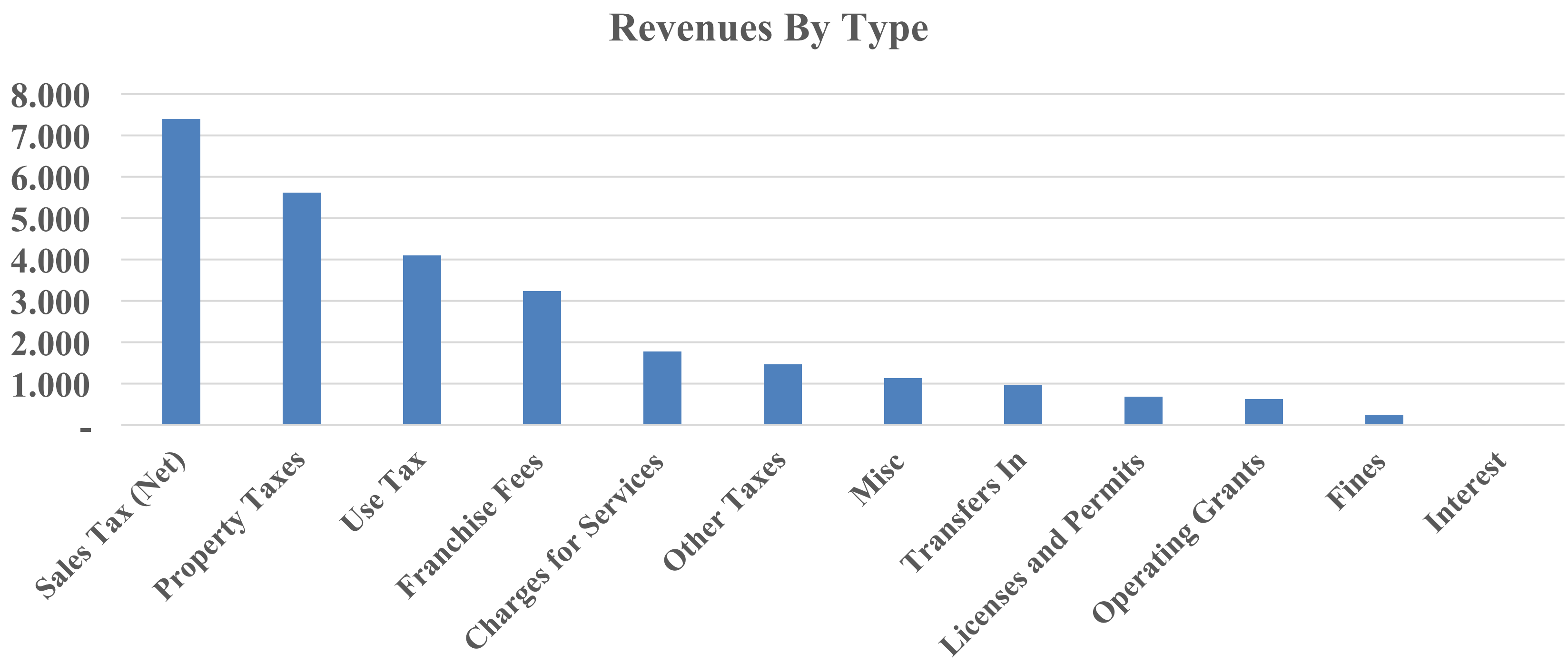
General Fund Budget Recommendations

City Council Study Session November 7, 2022

Budgeted Fund Balance

General Fund Recap	2021 Final	2022 Preliminary Forecast	2023 Budget
Total Current Core Revenue	24,336,299	24,140,185	25,946,823
From Transfers In	1,330,420	1,330,500	1,330,420
Total Core Revenue with Transfers In	25,666,719	25,470,685	27,277,243
From One Time	678,000	-	-
Total Revenue	**26,344,719**	**25,470,685**	**27,277,243**

Total Revenue Overview 2023



Budgeted Fund Balance Cont.

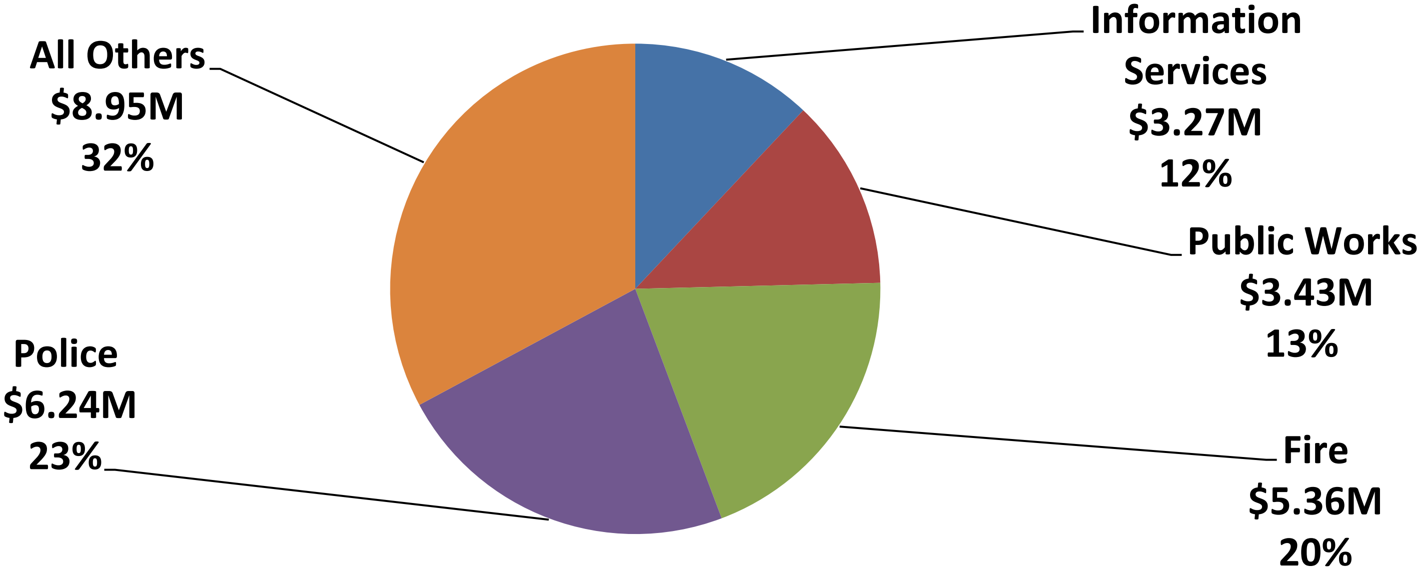
General Fund Recap	2021 Final	2022 Preliminary Forecast	2023 Budget
Salary and Non-Salary Expenditures	20,296,350	21,491,177	23,145,708
One time projects from 2021		1,639,286	345,000
Capital Expenditures	2,158,358	2,156,331	1,718,352
Transfer from GF to PSST		-	1,000,000
2021 ONE TIME USE TAX - Transferred from GF to Special Revenue Fund	-	960,000	-
Additional cost for the City Hall Atrium	-	1,400,000	-
$3,000 per employee LUMP SUM payment in October 2022	-	884,565	
Parks Transfer for Non-Fee Amenities (Trails/Parks)			300,000
Total Expenditures	22,454,708	28,531,359	26,509,060
GF Transfer to PSST	702,905	583,000	631,000
Transfers Out - Parks Wellness	1,500	1,500	1,500
Transfers Out	92,750	67,750	20,000
Transfer Out to Parks - Comm Ctr Passes		90,000	90,000
Transfer Out to Park Maintenance - Non-Fee Producing Amenities (Trails/Parks)			-
Total Expenditure and Transfers	**23,251,863**	**29,273,609**	**27,251,560**

Budgeted Fund Balance Cont.

General Fund Recap	2021 Final	2022 Preliminary Forecast	2023 Budget
Total Revenue Less Total Expenditures and Transfers	3,092,856	(3,802,924)	25,683
Total Ending Fund Balance	**9,735,204**	**5,689,280**	**5,714,963**
Fund Balance Percentage	**40.00%**	**23.57%**	**22.03%**

2023 Budgeted Expenses and Transfers

All Sources - $27,251,560



2022 Forecast and 2023 General Fund

- Council Discussion

Utility Fund Budget Recommendations

City Council Study Session November 7, 2022

Composite Utility Bill

- **Staff Recommendations**
  - Average Utility Customer bottom line Impact
    - 2.89% Increase
    - $3.49 per month
    - In 2022, the rate increase was 2.37%
  - Water – 4.0% increase equivalent to $1.40 per month
  - Wastewater – 2.0% increase equivalent to $1.32 per month
  - Sanitation – 4.0% increase equivalent to $0.76 per month
    - Diesel Fuel Charge – Maximum in January 2023 of .30 cents per household

2023 General User Rates – Effective April 2023

	2022	2023
Water (4% Increase)		
Monthly Customer Charge	8.00	8.32
Volume Charges		
Minimum - under 1,001 gals	3.36	3.49
First 1,001 to 2,000 gals	7.21	7.50
Next 18,000 gals	5.92	6.16
Next 80,000 gals	5.36	5.57
Over 100,000 gals	4.19	4.36
Wastewater (2% Increase)		
Monthly Customer Charge	8.98	9.16
Volume Charges		
First 1,000 gals	7.64	7.79
Over 1,000 gals	16.62	16.95
Solid Waste (4% Increase)		
Per Household	18.98	19.74

2023 Budgeted Water Fund

- **Operating Revenues - $6.3M**
  - User Fee Revenue - $6.2M
  - Bond Ratio Maintained
- **Operating Expense + Interest - $5.8M**
  - Accounts for a 4% Salary Adjustment
  - Accounts for the LAGERS Enhancement
- **Depreciation Expense - $1.5M**
- **Capital Purchase - $3.5M**
  - Funded by User Fees
  - $1.6M Funded through Clay County ARPA Grant
- **Debt Service Principal/Interest - $0.28M**
- **Recommended Water Rate Increase – 4.0%**
  - Effective April 2023

2023 Budgeted Wastewater Fund

- **Operating Revenues - $12.5M**
  - Revenue from Wastewater Charges - $11.2M
  - Revenue from KCMO - $1.0M
  - Expected to maintain bond coverage at 124%
- **Operating Expense + Interest - $6.2M**
- **Depreciation Expense - $2.5M**
- **Capital Purchase - $3.2M**
  - $2.0M Funded from User Fees
- **Debt Service Principal/Interest - $5.9M**
- **Recommended Water Rate Increase – 2.0%**
  - Effective April 2023

2023 Budgeted Sanitation Fund

- **Operating Revenues - $2.7M**
  - 9,675 Total Customers
  - 2,139 65 & over
- **Operating Expense - $2.1M**
  - Sanitation Collection Fees - $1.9M
  - 0.30 Diesel Fuel Charge Increase in January 2023
- **Recommended Sanitation Rate Increase – 4.0%**

2023 Utility Funds Budget

- Council Discussion/Questions

2023 Budgeted Water Capital

- **Vehicle Replacement & Capital Equipment - $160,000**
  - WTP 2012 Ford F250
  - WTP 2014 Ford F150
  - Maintenance 2 - 2013 F-350
  - Maintenance 2 – 2019 F-350
  - Small skid steer loader
- **Engineering Design - $495,000**
  - 24” water line replacement from WTP north to Leonard
  - 12” water line connection across 291 West of I-35
  - Master Plan Priority Project & Small Main Replacements
  - Lee Chemical Remediation
  - Solar Panels
  - Lime Solids Handling

2023 Budgeted Water Capital

- **Construction - $2,935,000**
  - 12” water line on Route H
  - Small main replacements
  - 16” water line from Ruth Ewing to South Liberty Parkway
  - WTP Filter Media Replacement
  - Lime Silo Installation
  - Lime Solids Handling Phase I

2023 Budgeted Wastewater Capital

- **Vehicle Replacement & Capital Equipment - $120,000**
  - WWTP 2 - 2017 Ford F150
  - Maintenance 2 - 2013 F-350
  - Small skid steer loader
- **Engineering Design - $240,000**
  - Sewer Line and Manhole Rehab
  - Moss to Murray Sewer Line
  - Place Liberte Pump Station Removal
  - SCADA Control Documentation Project
  - Solar Panels

2023 Budgeted Wastewater Capital

- **Construction - $2,380,000**
  - Glenaire Basin Line & Manhole Rehab
  - Basin 00-13 Line & Manhole Rehab