

CITY OF WARRENSBURG
DIRECTOR OF FINANCE

October 12, 2020

Honorable Mayor and
Members of the City Council
City of Warrensburg, Missouri

Dear Mayor and Council Members:

SUBJECT: A Resolution of the City Council of the City of Warrensburg, Missouri, Establishing the 2021-2025 Five-Year Community Investment Plan

BACKGROUND:

The 2021-2025 Community Investment Plan (CIP) is a planning document that the City Council and City Staff can use to prioritize and coordinate existing and future capital projects.

ISSUE:

The 2021-2025 Community Investment Plan is a planning document for Council and Staff to review. Proposed project amounts for the upcoming year are incorporated into the recently adopted Proposed Budget. Fiscal Year 2021 revenue projections are lower than recent years based on anticipation of COVID-19 affecting the economy more as time passes. Projects budgeted in Fiscal Year 2021 are based on these revenue projections and are minimal.

Funds included in the Community Investment Plan include Capital Improvement Transportation, Half Cent Capital Improvement Sales Tax, General Obligation Bond Fund, and Water Pollution Control. The document outlines the projects in planning stages and year projected to fund the project.

The Capital Improvement Transportation is funded through the gasoline sales tax, vehicle sales tax and vehicle fees. This fund is the sole purpose for recording transportation projects. Fiscal Year 2021 budget for revenue is \$643,500 and transportation projects are projected to expend the same amount. The projects are listed in the CIP document and the budget document.

The Half-cent Capital Improvement Sales Tax provides the revenue for this fund. Most of the expenditures for this fund is to pay debt. There are few fees and Information Technology needs budgeted in 2021. Total revenue is budgeted at \$1,796,500. Debt payments and the computer needs are projected to expend the same amount.

The General Obligation Bond Fund is used to collect the property tax revenue to pay the debt. Property tax revenue is budgeted at \$1,117,600. The debt payment is \$1,003,700 and the remaining collections will build reserve as required in the debt document. This fund will be used for future issuance of General Obligation Bonds as authorized by vote.

Water Pollution Control Fund is the only fund included in the CIP that includes operational costs. This is because Water Pollution Control (WPC) is an enterprise fund and is most business-like. Therefore, all revenue collected in WPC pays for operations, debt, and capital expenses. Fiscal Year 2021 budget for revenue in WPC is \$5,072,400. Expense budget is \$7,815,860 that is greater than revenue primarily due to depreciation included in the budget. Capital projects are budgeted at \$1,255,000 for 2021.

There are numerous projects identified in the CIP as needs for the next five years. Funding or revenue sources will need to be identified to provide for these projects.

STRATEGIC PLAN:

The CIP document follows the Strategic Plan when planning current projects along with future projects. Each Goal is reviewed when determining what capital projects are current and what the future will require.

FISCAL IMPACT:

The 2021-2025 Community Investment Plan includes projects funded by the Gasoline Sales Tax, Vehicle Sales Tax, Vehicle Fees, along with funding from the ½ cent Sales Tax, the General Obligation Bond Fund, and Water Pollution Control.

ECONOMIC BENEFIT:

The Community Investment Program extends or improves infrastructure and provides safe and desirable services for the benefit of the community and quality of life in Warrensburg.

RECOMMENDATION:

Staff recommends approval of the resolution as submitted.

Sincerely,

Marcella McCoy
Director of Finance

Attachments: 1. Resolution
2. Community Investment Plan
3. Slide Presentation

RESOLUTION NO. _____

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WARRENSBURG, MISSOURI,
ESTABLISHING THE 2021-2025 FIVE-YEAR COMMUNITY INVESTMENT PLAN**

WHEREAS, the City Council provides leadership to the community and direction for City staff;
and

WHEREAS, on June 22, 2020, members of the City Council and Department Directors held a
budget retreat and discussed the current state of the City as well as a vision for the future of
Warrensburg; and

**NOW THEREFORE BE IT RESOLVED BY THE COUNCIL OF THE CITY OF WARRENSBURG,
MISSOURI, AS FOLLOWS:**

Section 1. The City of Warrensburg establishes and approves the 2021-2025 Five-Year
Community Investment Plan as presented to Council.

Section 2. That this resolution shall be in full force and effect after its passage by the City council.

Passed in open session this 26th day of October 2020.

Bryan Jacobs, Mayor

ATTEST:

Cindy Gabel, City Clerk