



AGENDA
CITY OF AUGUSTA
Council Meeting
August 13, 2018
7:00 P.M.

“Augusta – Where the metro’s edge meets the prairie’s serenity offering the perfect blend of opportunity and proximity for living, commerce and culture.”

A. CALL TO ORDER

B. BUSINESS

1. PUBLIC HEARING FOR 2019 BUDGET

Conduct a public hearing to take input from the public on the City’s proposed 2019 Budget; Consider approval of an Ordinance establishing the maximum property tax dollar amount for the Library Fund and Library Employee Benefit Fund; Consider approval of the proposed 2019 Budget

- a) Staff Report
- b) Open Public Hearing
- c) Close Public Hearing
- d) Council Discussion
- e) Library Property Tax Dollar
 - i. **Council Motion/Vote**
- f) 2019 Budget
 - i. **Council Motion/Vote**

C. ADJOURNMENT



**CITY OF AUGUSTA
CITY COUNCIL AGENDA REPORT**

Meeting Date: August 13, 2018
 Department: Administration
 Submitted By: Erica Jones, City Clerk / Director of Finance
 Prepared By: Erica Jones, City Clerk / Director of Finance
 Agenda Title: **Public Hearing for 2019 Budget**

RECOMMENDED ACTION:

- a) Conduct a public hearing to take input and comment on the Proposed 2019 Budget.
- b) Consider approval of Ordinance 2139 establishing the maximum property tax dollar amount for the Library Fund and Library Employee Benefit Fund
- c) Consider approval of the proposed 2019 Budget

BACKGROUND:

As part of the process to approve the 2019 Budget, the City Council must first hold a public hearing to take input on the proposed budget. Attached is a copy of the public hearing notice that was published in the Butler County Times Gazette August 2, 2018. The 2019 proposed budget includes a larger allocation for the Augusta Public Library to pay for city utilities and to provide market adjustments for employee wages. In order to formally approve the proposed budget with the additional allocation for the library, you must first approve a new ordinance adjusting the property tax dollar cap for the library and library employee benefit funds.

ANALYSIS:

The mill levy that was published in the notice is based upon the estimated valuation that is provided by Butler County. The City is required to use this number even though it does not take into consideration the known pending tax exemptions that will lower the valuation. The valuation number and mill levy will be adjusted by the County and become final in November.

As shown in the attached hearing notice, the amount of property taxes to be levied for 2019 totals \$3,274,100, representing a proposed mill levy of 54.848 mills. The proposed mill levy is a 0.566 decrease from the 2018 Budget mill levy of 55.414 and a decrease of 0.552 mills compared to the 2018 Actual mill levy and is based on the direction provided by the governing body during the budget work sessions.

As a reminder, the Council may choose to lower the proposed expenditures but the expenses cannot exceed the amount published in the Public Hearing Notice.

Department Head Approval Date: 8/9/18

City Manager Approval Date: 8/9/18

City Attorney Approval Date:

Attachments (*list in packet assembly order*):

1. 2019 Proposed Budget Summary No. 1 (Public Hearing Notice as Published)
2. Proposed Ordinance 2139
3. 2019 Proposed Budget Summary No. 2

Detailed budget information is available at City Hall and will be available at this hearing.

BUDGET SUMMARY

Proposed Budget 2019 Expenditures and Amount of 2018 Ad Valorem Tax establish the maximum limits of the 2019 budget.

Estimated Tax Rate is subject to change depending on the final assessed valuation.

FUND	Prior Year Actual for 2017		Current Year Estimate for 2018		Proposed Budget Year for 2019		
	Expenditures	Actual Tax Rate *	Expenditures	Actual Tax Rate *	Budget Authority for Expenditures	Amount of 2018 Ad Valorem Tax	Estimate Tax Rate *
General	5,464,705	25.407	5,683,790	27.049	6,360,145	1,285,325	21.532
Debt Service	739,005	4.347	740,000	5.432	691,000	329,925	5.527
Library	272,539	4.209	269,770	4.099	301,500	264,600	4.433
Library Employee Benefits	79,815	1.321	80,078	1.286	83,800	76,250	1.277
Employee Benefits	1,319,352	16.694	1,354,000	17.534	1,638,300	1,318,000	22.079
Special Highway	259,965		263,825		310,435		
Special Alcohol	23,679		29,000		31,500		
Convention & Tourism	12,008		32,599		18,100		
Special Parks	40,932		48,000		128,000		
Cemetery Endowment			50,500		30,000		
Street Sales Tax	585,490		2,696,200		541,900		
Industrial Development					200,000		
Capital Improvements	508,232		606,500		613,500		
Solid Waste Bond & Interest	127,800		125,700		128,600		
Emergency Comm (2012)	36,393		39,200		55,000		
Emergency Communications			33,400		15,000		
Water Sales Tax	500,000		447,000		423,500		
Water Bond P & I	951,188		916,500		1,252,200		
Electric Reserve	139,983		450,000		200,000		
Electric Bond P & I	528,544		530,000		536,000		
Wastewater Reserve	129,080		950,000				
Wastewater Treatment Plant	776,585		1,197,000		775,140		
Solid Waste	831,445		787,400		905,700		
Water	1,985,325		2,094,800		2,261,000		
Electric	8,984,230		9,747,835		10,091,170		
Wastewater	567,699		543,700		651,100		
Airport	407,626		455,750		489,190		
Non-Budgeted Funds-A	148,194						
Non-Budgeted Funds-B	59,979						
Non-Budgeted Funds-C	1,077,389						
Non-Budgeted Funds-D	1,485,061						
Non-Budgeted Funds-E	13,619						
Non-Budgeted Funds-F	2,299,733						
Non-Budgeted Funds-G	149,689						
Non-Budgeted Funds-H							
Totals	28,042,243	51.978	30,172,547	55.400	28,731,780	3,274,100	54.848
Less: Transfers	6,140,343		5,239,300		4,902,800		
Net Expenditure	21,901,900		24,933,247		23,828,980		
Total Tax Levied	2,922,110		3,197,550		xxxxxxxxxxxxxxxxxxxx		
Assessed Valuation	56,219,238		57,718,024		59,695,018		
Outstanding Indebtedness, January 1,							
2016			2017		2018		
G.O. Bonds	21,670,000		24,355,000		22,295,000		
Revenue Bonds	2,535,000		1,825,000		1,235,000		
Other	0		831,000		2,261,000		
Lease Purchase Principal	324,464		173,756		79,081		
Total	24,529,464		27,184,756		25,870,081		

*Tax rates are expressed in mills

Erica L. Jones
 City Official Title: City Clerk

(Summary Published in the Butler County Times-Gazette
on the 18th day of August, 2018.)

THE CITY OF AUGUSTA, KANSAS

ORDINANCE NO. 2139

AN ORDINANCE ESTABLISHING THE MAXIMUM
PROPERTY TAX DOLLAR AMOUNT FOR THE LIBRARY
FUND AND LIBRARY EMPLOYEE BENEFIT FUND FOR THE
AUGUSTA PUBLIC LIBRARY OF THE CITY OF AUGUSTA,
KANSAS.

WHEREAS, the Augusta Public Library was created under K.S.A. 12-1218 *et seq.*; and

WHEREAS, K.S.A.12-1220 provides that a governing body “is hereby authorized to and shall annually levy a tax for the maintenance of such library in such sum as the library board shall determine within the limitations fixed by law”; and

WHEREAS, in accordance with K.S.A. 12-1220, the governing body of the City of Augusta, Kansas desired to establish a maximum Property Tax Dollar Amount for the Library Fund as a limit of taxes to be levied for the maintenance of said Augusta Public Library; and

WHEREAS, a Library Employee Benefits Fund was established by City of Augusta Ordinance No. 1752, in accordance with the provisions of K.S.A. 12-16, 102, to assist with employee benefit costs for Augusta Public Library employees, including Social Security, Medicare, Worker’s Compensation, Unemployment Insurance, health care costs, employee benefit plans and employee retirement and pension programs; and

WHEREAS, in accordance with the provisions of K.S.A. 12-16, 102(d), the governing body of the City of Augusta, Kansas desires to establish a maximum Property Tax Dollar Amount for said Library Employee Benefits Fund.

NOW, THEREFORE, BE IT ORDAINED BY THE GOVERNING BODY OF THE CITY OF AUGUSTA, KANSAS:

Section 1. Maximum Library Fund Tax Dollar Amount

In accordance with K.S.A. 12-1220, the governing body of the City of Augusta, Kansas hereby establishes as a limit of taxes to be levied for the maintenance of the Augusta Public Library a maximum Property Tax Dollar amount for the Library Fund not to exceed \$264,600 per year.

Section 2. Maximum Library Employee Benefit Fund Mill Levy

In accordance with the provisions of K.S.A. 12-16, 102(d), the governing body of the City of Augusta, Kansas hereby establishes a maximum Property Tax Dollar amount for the Library Employee Benefits Fund not to exceed \$76,250 per year.

Section 3. Repeal

All ordinances or parts of ordinances in conflict herewith are repealed. However, any section of an existing ordinance not in conflict herewith is not repealed and remains in full force and effect.

Section 4. Effective Date

This Ordinance shall take effect and be in force from and after publication in the official city newspaper.

Passed by the City Council this 13th day of August, 2018.

Approved by the Mayor this 13th day of August, 2018.

MAYOR, MIKE L. RAWLINGS

SEAL

ATTEST:

CITY CLERK, ERICA L. JONES

