BLUE SPRINGS
MISSOURI

June 3, 2026

Mayor Lievsay and Councilmembers

Department Directors

Re: 2nd Quarter Financial Report for the quarter ended March 31, 2026.

This report is formatted to include a budget to actual comparison and projection for all funds except the TIF funds. This report includes a summary of the City's financial condition as of March 31, 2026.

General Fund Revenues

The following table (FR-1) reflects the year-end revenues for the General Fund:

Table FR-1

Projected General Fund Revenues through 09.30.26

	Annual Budget	Projected 3/31/2026	Variance of Act. to Bud.	%
Taxes	22,760,219	22,799,236	39,017	0%
Licenses & Permits	1,130,589	1,130,626	37	0%
Intergovernmental	4,971,309	5,037,426	66,117	1%
Charges for Services	1,529,824	1,639,239	109,415	7%
Fines & Forfeitures	658,993	659,603	610	0%
Interest Income	665,224	665,224	-	0%
Sales & Rentals	307,253	307,253	-	0%
Donations & Contributio	104,816	104,816	-	0%
Other Income	154,929	242,229	87,301	56%
Total	32,283,157	32,585,651	302,496	1%

The revenues for the quarter ended March 31, 2026, are currently projected to exceed budget by $302,496 or 1%. The categories expected to be over budget projections by more than 1% are charges for services and other income. Charges for Services are projected to be over budget by $109,415 or 7% due to right of way permit fees for google fiber. Other income is projected to be $87,301 over projections due to Wellness incentives received from Blue Cross Blue Shield.

General fund revenues are monitored and distributed to staff and Council in the Monthly Revenue Report.

General Fund Expenditures

The following table (FR-2) reflects the year-end expenditures for the General Fund:

Table FR-2

Projected General Fund Expenditures through 09.30.26

	Annual Revised Budget	Projected 3/31/2026	Variance of Act. to Bud.	%
General Government	8,883,898	8,883,898	-	0%
Public Safety	15,798,367	15,798,365	-	0%
Public Works	839,024	839,022	-	0%
Streets & Highways	3,598,295	3,598,293	-	0%
Parks & Recreation	6,123,145	6,123,146	-	0%
Total	35,242,724	35,242,724	-	0%

The projected expenditures for the year ended September 30, 2026, are expected to be within budget. A detailed listing of departmental expenditures is attached for your review. There are two expenditure reports, one that lists total expenditures by department and the other details the departmental expenditures by category (Personal Services, Materials & Supplies, Contractual Services, and Capital Outlay.

The annual revised General Fund budget is composed of the adopted budget of $34,931,144 plus carryover encumbrances of $$811,585 for a total revised expenditure budget of $35,742,729. The Council approved a budget amendment on April 6, 2026 and will be reflected in the 3rd quarter financial statements.

Projected Financial Position/Fund Balance

The following table (FR-3) reflects the year-end Fund Balance for the General Fund:

Table FR-3

Projected General Fund Financial Position/Fund Balance through 09.30.26

Beginning Fund Balance	$	15,957,219
Current Fiscal Year		
Revenues		32,585,651
Expenditures		35,242,724
Revenues over/(under) Expenditures		(2,657,073)
Transfers In		2,478,129
Transfers Out		(1,513,659)
Change in Fund Balance		(1,692,603)
Projected Ending Fund Balance	$	14,264,616

Table FR-3 is a summary of projected ending fund balance for the General Fund for the fiscal year ending September 30, 2026. Total fund balance is projected to decrease by $1,692,603 which is primarily due to the transfer of $1 million to the Capital Projects Fund for the purchase 1104 – 1110 Main Street.

The following table (FR-4) reflects the projected year end Fund Balance Composition for the General Fund:

Table FR-4

General Fund Financial Position/Fund Balance Composition through 09.30.26

Non Spendable	$	2,808,250
Restricted Programs		91,115
25% Contingencies		8,284,923
Other Committed		811,585
Assigned:		1,201,363
Unassigned		1,067,380
Projected Ending Fund Balance	$	14,264,616

Table FR-4 is a summary of the projected composition of the General Fund balance of $14,264,616. The committed funds are within the Governmental Fund Balance policy amended by the City Council on September 8, 2021.

Budget to Actual Reports – All Funds

The reports for the Public Safety Sales Tax, Parks Sales Tax, Capital Projects, Hotel/Motel Tax, Debt Service, Golf Course, Fieldhouse, Water and Sewer Funds show both revenues and expenditures/expenses on a budget to actual projection basis. These reports provide up to date information and projections for the budget.

Capital Improvements Program Updates

The quarterly financial reports provide additional details on the capital projects that were approved in the 2025-26 budget. Projects from previous years are also included if they are still under construction or are in process.

Tax Increment Financing (TIF) Funds

A summary of TIF Fund revenues and expenditures is now included in this report. This report provides a summary rather than a budget to actual comparison.

Fiduciary Funds – Custodial Funds

The City maintains the following fiduciary funds the Adams Farm Transportation Development District Fund, the Adams Dairy Landing CID Fund , the Fall Creek CID, the Oaks at Woods Chapel CID Fund, the White Oak CID Fund, the Sunset Plaza CID, the Downtown Blue Springs CID, the North Blue Springs CID and the Colonial Gardens CID which account for the revenues and expenditures of these entities.

Investment Reports

The investment reports attached to this report include a detailed listing of all investments by fund, maturity date, par value, book value, and fair value.

Please let me know if you have any questions about this quarterly financial report.

Sincerely,

Christine Cates

City Administrator