BUDGET WORK SESSION MINUTES
NEOSHO CITY COUNCIL
August 5, 2025 - 6:00 PM
Neosho Council Chambers
203 E. Main St., Neosho, MO

CALL TO ORDER

Mayor Davidson called the budget work session meeting to order at 6 p.m.

ROLL CALL

COUNCIL PRESENT:
Carl Cobb, Charles Collinsworth, Richard Davidson, Julie Humphrey, Ashton Robinson, Angela Thomas, Tom Workman

COUNCIL ABSENT:
There were none absent.

CITY OFFICERS PRESENT:
David Kennedy, City Manager and Cheyenne Wright, City Clerk, minutes taken by clerk.

BUDGET WORKSHOP DISCUSSION

Utlity Fund

Finance Director Forest updated the council on changes to the proposed budget due to not receiving two CDBG grants.

Finance Director then proceeded to explain to the council the utility fund and the 2023 Engineering Evaluation and the need for a rate increase to begin acquiring funds for these projects.

Discussion followed between the council and Finance Director Forest regarding the increase in rates.

FY26 Proposed Budget

Capital Improvements

Finance Director Forest addressed the council regarding the capital improvements.

City Manager Kennedy addressed the drainage, senior center, and parks and recreation capital improvement projects.

ADJOURN

August 5, 2025 Minutes
BUDGET WORK SESSION

Mayor Davidson asked for a motion to adjourn the budget work session.

Councilman Cobb made a motion to Adjourn; Councilman Workman seconded.

Roll call vote:
Yes: Carl Cobb, Charles Collinsworth, Richard Davidson, Julie Humphrey, Ashton Robinson, Angela Thomas, Tom Workman
No: None
Abstain: None
Passed.

Mayor Davidson adjourned the budget work session at 6:45 p.m.

APPROVED

NEOSHO CITY COUNCIL

Mayor

ATTEST

Cheyenne [illegible]

City Clerk

City of Neosho
FY2025-FY2026
Government Fund Balance Summary

	Account	Beginning Balance = Actual Ending Balance =Estimated 2023-2024 Budget	Estimated 2024-2025 Actual	Proposed 2025-2026 Budget
General	General Admin Beginning Fund Balance"October 1"	$ 8,401,745.00	$ 9,859,341.00	$ 10,328,395.00
	General Admin Ending Fund Balance"September 30"	$ 9,859,340.00	$ 10,328,395.00	$ 7,132,560.00
	Public Safety Fund- Restricted	715,953.00	1,497,841.00	466,897.00
	IOOF Trust	154,681.00	161,643.00	161,643.00
	Unrestricted Funds	8,988,706.00	9,168,906.00	6,504,020.00
Police Grant	Police Grant Beginning Fund Balance"October 1"	10,338.00	10,338.00	10,785.00
	Police Grant Beginning Fund Balance"September 30"	10,338.00	10,785.00	6,785.00
Police Donation SWAH	Police Donation Beginning Fund Balance"October 1"	3,851.00	3,203.00	2,942.00
	Police Donation Beginning Fund Balance"September 30"	3,203.00	2,942.00	3,042.00
Fire	Fire Department Beginning Fund Balance"October 1"	603,539.00	839,743.00	928,666.00
	Fire Department Beginning Fund Balance"September 30"	839,763.00	928,666.00	598,419.00
Drainage	Drainage Department Beginning Fund Balance"October 1"	1,399,634.00	1,062,785.00	1,655,851.00
	Drainage Department Beginning Fund Balance"September 30"	1,062,785.00	1,655,851.00	472,978.00
Senior Center	Senior Center Beginning Fund Balance"October 1"	234,239.00	319,775.00	391,651.00
	Senior Center Beginning Fund Balance"September 30"	319,775.00	391,651.00	334,239.00
Parks & Recreation	Parks Department Beginning Fund Balance"October 1"	690,072.00	721,648.00	572,868.00
	Parks Department Beginning Fund Balance"September 30"	721,648.00	572,868.00	281,302.00
Auditorium/Lampo	Auditorium Beginning Fund Balance"October 1"	1,132,455.00	1,143,988.00	1,516,359.00
	Auditorium Beginning Fund Balance"September 30"	1,143,988.00	1,516,359.00	979,788.00

City of Neosho
FY2025-FY2026
Government Fund Balance Summary

Beginning Balance = Actual
Ending Balance =Estimated

	Account	2023-2024 Budget	Estimated 2024-2025 Actual	Proposed 2025-2026 Budget
Capital	Capital Improvement Beginning Fund Balance"October 1"	154,516.00	1,632,235.00	1,844,644.00
	Capital Improvement Beginning Fund Balance"September 30"	1,632,236.00	1,844,644.00	1,644,424.00
Hotel Motel	Hotel/Motel Beginning Fund Balance"October 1"	293,043.00	311,546.00	320,766.00
	Hotel/Motel Beginning Fund Balance"September 30"	311,546.00	320,766.00	330,776.00
Golf Course	Golf Course Beginning Fund Balance"October 1"	573,080.00	575,239.00	550,955.00
	Golf Course Beginning Fund Balance"September 30"	575,239.00	550,955.00	158,688.00
Street	Street Department Beginning Fund Balance"October 1"	2,408,506.00	2,112,024.00	2,283,599.00
	Street Department Beginning Fund Balance"September 30"	2,112,024.00	2,283,599.00	1,280,304.00
Street Bridge				
	Street Bridge Beginning Fund Balance"October 1"	929,400.00	1,108,560.00	1,290,126.00
	Street Bridge Beginning Fund Balance"September 30"	1,108,560.00	1,290,126.00	409,523.00
Abbott Bros	Abbott Brothers Beginning Fund Balance"October 1"	44,971.00	51,026.00	53,937.00
	Abbott Brothers Beginning Fund Balance"September 30"	51,026.00	53,937.00	57,275.00
	Unrestricted Fund Balance			30,574.00
	Restricted Fund Balance			
	Trust Principal			26,701.00
Morse Park	Morse Park Trust Beginning Fund Balance"October 1"	3,666.00	3,789.00	3,859.00
	Morse Park Trust Beginning Fund Balance"September 30"	3,789.00	3,859.00	3,972.00
	Unrestricted Fund Balance			1,472.00
	Restricted Fund Balance			
	Trust Principal			2,500.00

City of Neosho
FY2025-FY2026
Capital Expenditures

Capital Improvement/Purchases-General Admin	369,000.00	Cloud based ERP software $75,000 split with water Dumpster enclosure $27,500 Barricade trailer (3 set 60 unit,) $240,500 split with streets ADA Ramp/Sidewalk Council Entrance $26,000
Capital Improvement/Purchases-City Clerk	3,985.00	New solar shades Council chambers
Capital Improvement/Purchases-Recycle Center	48,000.00	Security Cameras $5,000 Security fence $30,000 Manual Dock Ramp $3,000 Storm Shelter $10,000
Capital Improvement/Purchases-Police Department Police Department Professional Services	265,600.00	Patrol Cars 3 $146,000 would allow $5000 trade/auction in each Tazers $100,000 4 tablets $9,600 Non-lethal shotguns $10,000
Capital Improvement/Purchases-Airport	303,700.00	T-Hanger - $680,000 with City funds of $63,000 new airport sign $20,000 Reface Highway 59 sign w/new city seal- $1,500 Snow plow for truck $10,000 Storm shelter $5,000 FOD Boss $4200 Truck with fuel tank $200,000
Capital Improvement/Purchases-Fire Department	420,559.00	Rescue 4 pay off $252,080 Res-Q-Jacks Vehicle stabilization kit $10,728 Chief 1 truck $54,000 ATV x 2 $19,286 UTV $19,478 skid unit for UTV $9,920 Station 2 Generator replacement 45Kw with transfer switch $32,480 Bullseye V3 Pro Package Digital Extinguisher $22,587
Capital Improvement/Purchases-Drainage	1,493,630.00	DNR ARPA City Cost $833,439.16 Land Purchase retention $300,000 CDBG Freeman Boyd to South $2,358,338 our share 140,987.80 CDBG Rentention Pond $2,043,390 city share $219,202.17
Capital Improvement/Purchases-Senior Center	101,500.00	Exterior siding painting and repairs $29,000 Gutter & Downspout replacement $11,000 Exteior 3068 Door Replacement $5,500 Treadmills w TV (2) $6,000 Dumpster Enclosure and Storage Building $50,000
Capital Improvement/Purchases-Parks & Recreation	1,075,704.00	Morse Park Ball Field Lighting $30,000 Architectural Design Aquatic Center and Park $700,000 Scenic pavillion and restrooms ada $175,000 Design 10 year plan for Parks-Big Spring $100,000 Tractor Replacement $50,000 Pool Vacuums (2) $7,500 Walking trail fence $10,000 Lights for walking trails $24,704 Christmas Light display $10,000 Ice machine $2,500

City of Neosho
FY2025-FY2026
Capital Expenditures

Capital Improvement/Purchases-Auditorium	659,000.00	AUD (Parking lot West side Auditorium $400,000 Backup Generator 150 Kw $80,000 Brick Masonry Tuckpointing $59,000 Stove (2) $14,000 Dumpster enclosures (2) 55,000 Lampo (Stone tuckpointing $25,000 Shades $20,000 New Windows $6,000
Capital Improvement/Purchases-IOOF Cemetery	25,000.00	Holders for Black and Red Dirt
Capital Improvement/Purchases-Capital	7,558,256.27	Grant share only - Stratford & Freeman Street (DED project) $394,102.17 DNR ARPA Cost Share $3,112,615.84 CDBG Freeman Boyd to South $2,217,350.20 CDBG Rentention Pond $1,824,187.83
Capital Improvement/Purchases-Golf Course	827,000.00	9 holes New Irrigation System incl. lines and heads $300,000 Beverage cart $12,000 Sidewinder/4500 rough mower $70,000 Overseed (6) fairways $75,000 Level tee boxes $20,000 Re-Sod Fairways $50,000 Well $300,000
Capital Improvement/Purchases-Streets Department	830,500.00	New 1 ton truck with snow equipment $75,000 Wheel Loader replacement $200,000 ADA curbing $200,000 Dumpster Enclosure (2)$55,000 Bollards for square alleyways $60,000 Barricade trailer (3 set 60 unit,) $240,500 split with General
Capital Improvement/Purchases-Streets/Bride Department	1,000,000.00	Highway 59 repair/upgrade
Water Admin Support Capital Purchases	78,985.00	Cloud based ERP software $75,000 split with general New solar shades water department
Water Dist Capital Purchases	1,273,824.00	Reconfigure City-Upper and City-Downtown pressure zone boundary to eliminate a highpressure area City-Upper Pressure zone water line replacement Reserve for needed water main replacement per schedule 1,265,823 New DX Mic for water leak detection $8,000
Meter Program Capital Purchases	105,000.00	1/2 ton truck $45,000 Sensus yearly software update $60,000 for AMI meters
Filtration Capital- Other	192,000.00	Replace Repair filter valves $40,000 Chlorine residual analyzer $10,000 Raw/finish water turbidimeter $10,000 Filter turbidmeters $12,000 Flow meters $20,000 Crowder Pump Station high service pump $30,000 Replace Chorline control/feed ejectors/panels $30,000 Raw water pump rebuild $40,000 Lime Kiln
WW Vehicle	80,000.00	3/4 ton WW Service Truck
WW Capital Equipment	410,000.00	Lift Station repair/upgrades $25,000 Rotor Rebuild $150,000 Crowder Mini lift station (effluent pump) $50,000 Crowder Clarifier repair $175,000 Pella generator w/auto switchover $10,000

City of Neosho
FY2025-FY2026
Capital Expenditures

WW Line Capital Improvement	1,890,781.00	Buffalo Creek Lift Station $106,913.63 engineering Buffalo Creek Lift Station construction $1,191,424.66 (bidding/construction) Malcom Mosby lift station $18,000 Visu-Sewer $17,442.31 Slip Lining Villas/Lime Kiln lift station pump replacement $75,000 Collection System Line replacement $500,000

Governmental	14,981,434.27
Water/ WasteWater	4,030,590.00

City of Neosho
FY2024 - FY2025
Enterprise Fund Balance Summary

Account	2023-2024 Budget	Estimated 2023-2024 Actual	Proposed 2024-2025 Budget
Water Admin, D&M, Meter, Filtration, Wastewater			
Water Admin Beginning Fund Balance"October 1"	6,781,630.00	6,513,750.00	7,384,285.00
Water Admin Ending Fund Balance"September 30"	6,513,750.00	7,384,285.00	6,918,803.00
Water Replacement Reserve City Code Section 710.180	1,111,879.00	2,971,918.00	2,685,292.00
WW Replacement Reserve Ordinance No. 383-2009	728,895.00	1,940,755.00	1,095,005.00
WW Reserve - Slip Line	10,925.00	310,925.00	460,925.00
Meter Replacement Reserve	429,304.00	502,569.00	477,569.00
Main Replacement Reserve	749,992.00	1,044,524.00	1,184,524.00
2009B Restricted Funds Ordinance No. 421-2009	292,600.00	334,510.00	341,110.00
2011 Restricted Funds Ordinance No. 489-2011	474,000.00	546,700.00	557,700.00
Total Restricted Funds	3,797,595.00	7,651,901.00	6,802,125.00
Unrestricted Funds	2,716,155.00	(267,616.00)	116,678.00

Reduction due to rate increase revenues received beginning December

City of Neosho
FY2026
Summary By Department

Fund	Department	FY2026 Estimated Beginning Fund Balance	Budgeted Revenues	Budgeted Expenditures	Budgeted Other Sources	Budgeted Other Uses	Budgeted Change In Fund Balance	FY2026 Estimated Ending Fund Balance
General Fund	110-Admin	$ 10,328,394.83	$ 4,825,709.73	$ 646,712.00	$ 2,945.79	$ 3,300,614.00	$ 881,329.52	$ 7,132,560.34
	111-Clerk		$ -	$ 138,070.00	$ -	$ 3,985.00	$ (142,055.00)	
	113-Events		$ 26,000.00	$ 39,000.00	$ 25,000.00	$ -	$ 12,000.00	
	114-Lampo		$ -	$ -	$ -	$ -	$ -	
	115-Development		$ 122,703.60	$ 412,070.00	$ 60,000.00	$ -	$ (229,366.40)	
	118-Recycle Center		$ 120,614.00	$ 196,212.00	$ -	$ 48,000.00	$ (123,598.00)	
	120-Police		$ 504,446.00	$ 3,447,669.00	$ 1,620,962.00	$ 325,600.00	$ (1,647,861.00)	
	125-Municipal Court		$ 18,880.00	$ 193,066.00	$ -	$ -	$ (174,186.00)	
	141-IT		$ -	$ 106,801.00	$ -	$ -	$ (106,801.00)	
	143-Fleet Mtce		$ -	$ 8,100.00	$ -	$ -	$ (8,100.00)	
	144-Emergency Mgmt		$ -	$ 21,461.00	$ 21,461.00	$ -	$ -	
	145-HR		$ -	$ 105,977.61	$ -	$ -	$ (105,977.61)	
	160-Airport		$ 195,570.00	$ 264,389.00	$ 5,660.00	$ 303,700.00	$ (366,859.00)	
	199-Public Safety		$ 1,601,225.00	$ -	$ -	$ 2,632,169.00	$ (1,030,944.00)	
	204-Cemetery		$ 35,500.00	$ 163,916.00	$ -	$ 25,000.00	$ (153,416.00)	
Fire Department	130- Fire	$ 928,666.34	$ 965,309.00	$ 2,384,743.00	$ 1,509,746.00	$ 420,559.00	$ (330,247.00)	598,419.34
Drainage Sales Tax	170-Drainage	$ 1,655,851.32	$ 425,968.00	$ 152,868.00	$ -	$ 1,455,973.00	$ (1,182,873.00)	$ 472,978.32
Senior Center	175 Senior Center	$ 391,651.12	$ 176,750.00	$ 76,001.77	$ -	$ 158,160.00	$ (57,411.77)	$ 334,239.35
Parks and Recreation	180-Parks & Recreation	$ 572,867.90	$ 640,216.00	$ 608,819.00	$ 820,662.00	$ 1,143,625.00	$ (291,566.00)	$ 281,301.90
Auditorium/Lampo	195-Auditorium	$ 1,516,359.20	$ 577,222.00	$ 229,156.00	$ -	$ 884,637.00	$ (536,571.00)	$ 979,788.20
Capital Improvement	300-Capital Improvement	$ 1,844,643.55	$ 7,512,152.00	$ 13,665,668.00	$ 6,385,521.00	$ 432,225.00	$ (200,220.00)	$ 1,644,423.55
Hotel/Motel	310-Hotel/Motel	$ 320,765.87	$ 108,176.51	$ 70,221.00	$ -	$ 27,945.79	$ 10,009.72	$ 330,775.59
TIF	360-TIF	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Golf Course	450- Golf Course	$ 550,954.96	$ 700,000.00	$ 642,742.00	$ 1,868,463.00	$ 2,317,987.50	$ (392,266.50)	$ 158,688.46
Abbott Brothers Trust	700-Abbott Brothers Trust	$ 53,936.52	$ 4,149.00	$ 811.00	$ -	$ -	$ 3,338.00	$ 57,274.52
Morse Park Trust	710- Morse Park Trust	$ 3,858.76	$ 113.00	$ -	$ -	$ -	$ 113.00	$ 3,971.76
Street Sales Tax	800-Street Department	$ 2,283,598.91	$ 1,638,940.63	$ 1,806,076.00	$ -	$ 836,160.00	$ (1,003,295.37)	$ 1,280,303.54
Street /Bridge	900-Street Bridge	$ 1,290,125.54	$ 359,502.00	$ 1,000,000.00	$ -	$ 240,105.00	$ (880,603.00)	$ 409,522.54
Police Grants	120- Police Grants	$ 10,785.01	$ 21,886.00	$ 25,886.00	$ -	$ -	$ (4,000.00)	$ 6,785.01
Police Donations	124-Police Donation	$ 2,941.58	$ 17,600.00	$ 17,500.00	$ -	$ -	$ 100.00	$ 3,041.58
D.A.R.E Program	126-D.A.R.E.	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Series 2012	212-2012 Series	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Series 2013	213-2013 Series	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Series 2014	214-2014 Series	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Series 2016	216-2016 Series	$ 318,376.28	$ -	$ 1,490,987.50	$ 1,490,987.50	$ -	$ -	$ 318,376.28
Series 2021	221-2021 Series	$ 15,858.10	$ -	$ 522,402.00	$ 522,402.00	$ -	$ -	$ 15,858.10
Employee Health Insurance	290-Employee Health Insurance	$ 65,127.96	$ 993,730.24	$ 988,486.24	$ -	$ -	$ 5,244.00	$ 70,371.96
Water/Wastewater	500-Water Wastewater	$ 7,384,285.06	$ 10,144,819.00	$ 10,015,836.45	$ 3,339,864.00	$ 3,117,229.00	$ 351,617.55	$ 7,735,902.61
							$ -	$ -

City of Neosho
FY2025-FY2026
Revenues versus Expenditures

	TX	Taxes	11,125,048.00
All Funds Total Revenues	IR	Intergovernmental	1,277,300.00
	LP	Licenses & Permits	180,686.00
	CH	Charges for Services	9,082,024.00
	FF	Fines & Forfeitures	393,166.00
	MS	Miscellaneous	2,516,979.00
	OS	Other Sources	24,059,195.00
	Total		48,634,398.00
All Funds Total Expenditures	PR	Payroll	8,503,839.00
	SP	Supplies	320,342.00
	MC	Maintenance	728,995.00
	SV	Services	5,331,207.00
	UT	Utilities	1,398,467.00
	OT	Other Expenses	2,423,276.00
	CIP	Capital	23,607,779.00
	OU	Other Uses	11,050,989.00
	DS	Debt	4,969,933.00
	Total		58,334,827.00