

NOTICE OF BUDGET HEARING

2008

The governing body of
City of Paola

will meet on the 14th day of August, 2007 at 5:30 p.m. at the Public Works Building at 29370 Old KC Road in Paola for the purpose of hearing and answering objections of taxpayers relating to the proposed use of all funds and the amount of ad valorem tax.

Detailed budget information is available at Paola City Hall at 19 E Peoria Street and will be available at this hearing.

BUDGET SUMMARY

Proposed Budget 2008 Expenditures and Amount of 2007 Ad Valorem Tax establish the maximum limits of the 2008 budget. Estimated Tax Rate is subject to change depending on the final assessed valuation.

| FUND | 2006 | | 2007 | | Proposed Budget 2008 | | |
|-------------------------------------|--------------------------------|-------------------|----------------------------------|-------------------|----------------------|-------------------------------|-----------------|
| | Prior Year Actual Expenditures | Actual Tax Rate * | Current Year Est of Expenditures | Actual Tax Rate * | Expenditures | Amount of 2007 Ad Valorem Tax | Est. Tax Rate * |
| General - 01 | 3,192,599 | 21.620 | 3,520,032 | 21.105 | 4,368,556 | 1,264,102 | 26.662 |
| Library - 02 | 220,105 | 4.059 | 247,663 | 4.039 | 271,523 | 215,638 | 4.548 |
| Industrial Development - 03 | 36,241 | 0.278 | 10,100 | | | | |
| Employee Benefits - 05 | 299,534 | 7.754 | 798,593 | 7.401 | 929,263 | 314,257 | 6.628 |
| Bond & Interest - 06 | 1,339,532 | 10.618 | 1,261,597 | 9.554 | 1,753,443 | 128,335 | 2.707 |
| Special Highway - 17 | 193,070 | | 375,000 | | 270,279 | | |
| Sewer Service Fund - 04 | 817,119 | | 788,823 | | 623,893 | | |
| Acquatics Center Fund - 07 | 491,261 | | 267,659 | | 459,096 | | |
| Community Center Fund - 08 | 88,183 | | 113,028 | | 142,885 | | |
| Water Utility Fund - 09 | 1,201,152 | | 979,071 | | 1,200,547 | | |
| Water Reserve Fund - 10 | 270,000 | | 1,672 | | | | |
| Sewer Reserve Fund - 11 | 51,000 | | | | 118,519 | | |
| Storm Water Fund - 12 | 158,691 | | 133,000 | | 124,866 | | |
| Health & Sanitation -13 | 281,084 | | 287,991 | | 325,600 | | |
| Special Park & Rec - 14 | 4,736 | | 10,000 | | 36,604 | | |
| Water Treatment Plant - 15 | | | | | 739,610 | | |
| WWTP Fund - 16 | 410,802 | | 325,000 | | 756,311 | | |
| Transient Guest Tax - 20 | | | | | 43,487 | | |
| Totals | 9,055,109 | 44.329 | 9,119,229 | 42.099 | 12,164,482 | 1,922,332 | 40.545 |
| Less: Transfers | 1,265,661 | | 1,420,239 | | 2,059,787 | | |
| Net Expenditure | 7,789,448 | | 7,698,990 | | 10,104,695 | | |
| Total Tax Levied Assessed Valuation | 1,856,411 | | 1,906,125 | | xxxxxx | | |
| | 41,877,539 | | 45,277,147 | | 47,411,295 | | |

Outstanding Indebtedness,

| | <u>2005</u> | <u>2006</u> | <u>2007</u> |
|--------------------------|------------------|------------------|-------------------|
| January 1, | | | |
| G.O. Bonds | 5,125,000 | 4,005,000 | 5,080,000 |
| Revenue Bonds | 0 | 0 | 0 |
| Other | 1,700,000 | 4,610,000 | 4,735,000 |
| Lease Purchase Principal | 419,455 | 345,296 | 289,612 |
| Total | 7,244,455 | 8,960,296 | 10,104,612 |

*Tax rates are expressed in mills

Jay Newton
City Official, Title: City Manager