

Prop PD Quarterly Report



2025 – 2026 FISCAL YEAR

July 1, 2025 through November 30, 2025

Background Information

On August 6, 2024, voters in Independence, MO passed Proposition PD, a one-quarter of one cent sales tax that would go directly to fund the Independence Police Department. This was the result of needing to increase starting wages for Police Officers and negotiate a new wage scale with the FOP to not only keep the department's current sworn officers but also attract new police officers to Independence.

Kansas City PD had just announced a new wage scale that was increasing their number of certified police officer applicants, while the number of certified applicants for Independence had stalled. Prop PD was introduced to be a funding mechanism that would allow Independence PD to create a new wage scale for Police Officers and be more competitive in the hiring market.

Independence voters showed their support of the department and this measure by passing Prop PD with over 60% in favor. This tax went into effect on January 1, 2025.

25/26 FISCAL YEAR - Revenue

Beginning 2025/26 FY Fund Balance: \$ 1,160,075

*Sales Tax Collected through 11/30/25: \$ 2,338,668

Investments & Other Income: 5,040

Use Tax Waterfall: 0

Total Revenue to date: \$ 2,343,708

Transfers in from General Fund: \$ 15,012,651
(thru 11/30/25)

Total Revenues & Financing Sources: \$ 18,516,434

Expenditures for July 2025 – November 2025

Category	OBJECT	ACCOUNT DESCRIPTION	Sum of ORIGINAL APPROP	Sum of REVISED BUDGET	Sum of YTD EXPENDED	Sum of ENCUMBRANCES	Sum of AVAILABLE BUDGET
Salary & Benefits	5100	Salaries	\$1,724,434.97	\$1,724,434.97	\$613,070.46	\$0.00	\$1,111,364.51
		Salaries -	\$16,367,919.18	\$21,257,666.07	\$7,028,275.04	\$0.00	\$14,229,391.03
	5101	Salaries	\$4,889,746.89	\$0.00	\$8,680.54	\$0.00	(\$8,680.54)
		Salaries -	\$22,985.00	\$22,985.00	\$26,943.06	\$0.00	(\$3,958.06)
	5102	Overtime	\$1,278,000.00	\$1,278,000.00	\$957,645.80	\$0.00	\$320,354.20
	5103	Other Pay	\$0.00	\$0.00	\$303,129.34	\$0.00	(\$303,129.34)
	5106	Retiree He	\$2,300,000.00	\$2,300,000.00	\$858,855.22	\$0.00	\$1,441,144.78
	5107	Worker Com	\$918,000.00	\$918,000.00	\$1,064,363.33	\$0.00	(\$146,363.33)
	5110	FICA	\$1,840,709.15	\$1,840,709.15	\$653,755.80	\$0.00	\$1,186,953.35
	5111	LAGERS	\$5,433,132.05	\$5,433,132.05	\$2,152,700.32	\$0.00	\$3,280,431.73
	5112	Health Ins	\$4,661,967.16	\$4,661,967.16	\$1,354,483.55	\$0.00	\$3,307,483.61
	5113	Dental Ins	\$115,430.26	\$115,430.26	\$35,784.56	\$0.00	\$79,645.70
	5114	Life Insur	\$21,545.69	\$21,545.69	\$7,892.69	\$0.00	\$13,653.00
	5115	Long Term	\$22,418.63	\$22,418.63	\$8,157.93	\$0.00	\$14,260.70
	5116	Other Empl	\$0.00	\$0.00	(\$1,537.08)	\$0.00	\$1,537.08
	5118	401aDeferr	\$0.00	\$0.00	\$23,305.00	\$0.00	(\$23,305.00)
	5121	Clothing/U	\$219,735.00	\$219,735.00	\$54,383.40	\$0.00	\$165,351.60
	5123	Meal Allow	\$0.00	\$0.00	\$52.00	\$0.00	(\$52.00)
	5124	Other Allo	\$294.00	\$294.00	\$0.00	\$0.00	\$294.00
	5130	Pers Ser	(\$236,011.00)	(\$236,011.00)	(\$98,337.90)	\$0.00	(\$137,673.10)
5140	Grant Expe	\$0.00	\$0.00	(\$23,019.40)	\$0.00	\$23,019.40	
5199	VacncyFact	(\$4,413,851.00)	(\$4,413,851.00)	\$0.00	\$0.00	(\$4,413,851.00)	
Salary & Benefits Total			\$35,166,455.98	\$35,166,455.98	\$15,028,583.66	\$0.00	\$20,137,872.32

Category	OBJE	ACCOUNT DESCRIPTION	Sum of ORIGINAL APPROP	Sum of REVISED BUDGET	Sum of YTD EXPENDED	Sum of ENCUMBRANCES	Sum of AVAILABLE BUDGET
	5201	Mailing an	\$1,800.00	\$1,800.00	\$249.52	\$0.00	\$1,550.48
	5203	Overnight	\$44,000.00	\$44,000.00	\$18,067.96	\$0.00	\$25,932.04
	5204	Events and	\$7,200.00	\$7,200.00	\$548.97	\$1,000.00	\$5,651.03
	5205	Advertisin	\$400.00	\$400.00	\$31.25	\$0.00	\$368.75
	5206	Printing a	\$3,500.00	\$3,500.00	\$2,141.77	\$0.00	\$1,358.23
	5207	Insurance	\$890,000.00	\$890,000.00	\$370,833.35	\$0.00	\$519,166.65
	5208	Fees and P	\$700.00	\$700.00	\$297.42	\$0.00	\$402.58
	5209	Maint M	\$0.00	\$0.00	\$85.12	\$0.00	(\$85.12)
	5210	Maint. - M	\$362,286.00	\$362,286.00	\$158,522.63	\$0.00	\$203,763.37
	5210	Maint. - M	\$120,000.00	\$120,000.00	\$19,622.88	\$34,988.40	\$65,388.72
	5211	Maintenanc	\$300.00	\$300.00	\$0.00	\$0.00	\$300.00
	5212	Maintenanc	\$60,200.00	\$60,200.00	\$40,043.36	\$16,456.64	\$3,700.00
	5213	Dues and M	\$7,800.00	\$7,800.00	\$327.60	\$0.00	\$7,472.40
Services	5214	Training a	\$42,000.00	\$42,000.00	\$18,995.35	\$0.00	\$23,004.65
	5222	LegalServ	\$51,000.00	\$51,000.00	\$75,264.08	\$0.00	(\$24,264.08)
	5223	Interfund	\$3,714,650.00	\$3,714,650.00	\$1,547,770.90	\$0.00	\$2,166,879.10
	5224	SwCpMaint	\$50,100.00	\$43,395.00	\$15,941.90	\$1,694.00	\$25,759.10
	5226	Other Prof	\$693,500.00	\$693,500.00	\$54,713.61	\$855,745.19	(\$216,958.80)
	5229	Electricit	\$9,000.00	\$9,000.00	\$2,405.60	\$0.00	\$6,594.40
	5230	Gas	\$10,000.00	\$10,000.00	\$767.53	\$0.00	\$9,232.47
	5231	Water	\$500.00	\$500.00	\$244.14	\$0.00	\$255.86
	5232	Sewer	\$2,200.00	\$2,200.00	\$804.04	\$0.00	\$1,395.96
	5233	TrashWaste	\$1,200.00	\$1,200.00	\$75.00	\$0.00	\$1,125.00
	5234	Other Util	\$0.00	\$0.00	\$410.85	\$0.00	(\$410.85)
	5235	Comm Serv	\$72,700.00	\$72,700.00	\$9,314.86	\$3,058.00	\$60,327.14
	5236	Rent Lease	\$8,900.00	\$8,900.00	\$4,351.42	\$0.00	\$4,548.58
	5240	Other Serv	\$130,900.00	\$130,900.00	\$118,798.39	\$21,045.52	(\$8,943.91)
	Services Total		\$6,284,836.00	\$6,278,131.00	\$2,460,629.50	\$933,987.75	\$2,883,513.75
	5300	Office Sup	\$35,200.00	\$35,200.00	\$4,108.70	\$0.00	\$31,091.30
	5302	Comp E	\$6,700.00	\$6,700.00	\$810.10	\$0.00	\$5,889.90
	5302	Computer E	\$0.00	\$20,062.00	\$0.00	\$826.80	\$19,235.20
Supplies	5309	Other Oper	\$121,800.00	\$121,800.00	\$19,483.63	\$28,373.51	\$73,942.86
	5313	Small Tool	\$12,200.00	\$18,905.00	\$245.05	\$6,705.00	\$11,954.95
	5315	Motor Vehi	\$350,000.00	\$350,000.00	\$138,294.37	\$0.00	\$211,705.63
	5316	Motor Vehi	\$6,500.00	\$6,500.00	\$1,733.95	\$0.00	\$4,766.05
	Supplies Total		\$532,400.00	\$559,167.00	\$164,675.80	\$35,905.31	\$358,685.89
	Grand Total		\$41,983,691.98	\$42,003,753.98	\$17,653,888.96	\$969,893.06	\$23,379,971.96

Total Expenditures: \$18,623,782

OVERALL FUND BALANCE:

Unassigned Beginning Fund Balance \$ 1,160,075
 Revenue Added to date: \$ 2,343,708
 Other Financing Source - General Fund: \$ 15,012,651
Total Revenues/Finance Sources: \$ 18,516,434
TOTAL EXPENSES/ENCUMBRANCES: \$ 18,623,782
 Transfers Out: \$ -
 Cancellation of Prior Year Encumbrances: \$ -

UNASSIGNED FUND BALANCE (\$107,348)

As mentioned on the previous quarterly report, starting in Fiscal Year 2025/26, the Police Department's budget has been shifted from the General Fund to the Prop PD Tax Fund, with monthly appropriations being transferred in from the General Fund to the Prop PD Fund (067). Therefore, the "Revenue Added to date" shown above is the actual tax revenue collected plus any investment income related to this fund. The "Other Financing Source – General Fund" is the amount that has been transferred into Prop PD from the General Fund.

Expenditures under Prop PD now reflect all Orgs (or Divisions) within the Police Department, except for Grants, Forfeitures and the other Tax Funds. For the purposes of this report, a summary is being provided based on each Object Code, however, if additional details are needed, there are larger, more detailed reports available upon request.

As of November 30th, we are 41.67% through the fiscal year and we've spent 44.3% of our budget in this fund. In some cases, this is due to blanket purchase orders being opened at the beginning of the year that encumber most if not all the annual funds budgeted for those line items.

Additional Information on Object Codes that are running high:

- 1) Overtime (5102) – as expected, we are running over budget on overtime costs department-wide. We have used approximately 75% of our OT budget through November. This puts us on pace to exceed our OT budget by \$1 million. This is primarily due to the increase in officer salaries without an increase to the overtime budget this year, plus the OT being worked to cover vacancies throughout the department.
- 2) Professional Services (5226) – We are currently over budget here due to a contract for Interim Chief and Permanent Chief selection services.
- 3) Other Services (5240) - This account is over budget due to a high number of liability claims. The claims were budgeted at \$80,000 and we have already been charged for approximately \$112,000 in damage and liability claims.

CITY OF INDEPENDENCE, MISSOURI
Budgetary Comparison Schedule
Proposition PD Sales Tax Fund
For the period ended September 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget	Percent Actual 25.00% of Year	Percent From Budget	Prior Year 9/30/2024 Actual Amounts
	Original	Amended					
Revenues:							
Sales Taxes	\$ 5,500,000	5,500,000	1,447,988	(4,052,012)	26.33%	1.33%	—
Use Tax	506,000	506,000	—	(506,000)	0.00%	-25.00%	—
Investment Income (Loss)	—	—	3,797	3,797	0.00%	-25.00%	—
Other Revenue	—	—	—	—	0.00%	-25.00%	—
Total Revenues	<u>6,006,000</u>	<u>6,006,000</u>	<u>1,451,785</u>	<u>(4,554,215)</u>	<u>24.17%</u>	<u>-0.83%</u>	<u>—</u>
Other financing sources:							
Transfers in - General Fund	—	—	9,007,590	9,007,590	0.00%	-25.00%	—
Capital lease proceeds	—	—	—	—	0.00%	-25.00%	—
Total other financing sources	—	—	9,007,590	9,007,590	0.00%	-25.00%	—
Total revenues and other financing sources	<u>6,006,000</u>	<u>6,006,000</u>	<u>10,459,375</u>	<u>4,453,375</u>	<u>174.15%</u>	<u>149.15%</u>	<u>—</u>
Expenditures:							
Public Safety	41,983,692	41,983,692	11,345,221	30,638,471	27.02%	2.02%	—
Community Development	—	—	—	—	0.00%	-25.00%	—
Capital outlay	—	—	—	—	0.00%	-25.00%	—
Debt Service	—	—	—	—	0.00%	-25.00%	—
Total Expenditures	<u>41,983,692</u>	<u>41,983,692</u>	<u>11,345,221</u>	<u>30,638,471</u>	<u>27.02%</u>	<u>2.02%</u>	<u>—</u>
Other Financing Uses:							
Transfers out	—	—	—	—	0.00%	-25.00%	—
Total Other Financing Uses	—	—	—	—	0.00%	-25.00%	—
Total Expenditures and Other Financing Uses	<u>41,983,692</u>	<u>41,983,692</u>	<u>11,345,221</u>	<u>30,638,471</u>	<u>27.02%</u>	<u>2.02%</u>	<u>—</u>
Excess of Revenues Over (Under) Expenditures and Other Financing Uses	\$ <u>(35,977,692)</u>	<u>(35,977,692)</u>	<u>(885,846)</u>	<u>35,091,846</u>			<u>—</u>
Unassigned Fund Balance at Beginning of Year			1,160,075				—
Cancellation of Prior Year Encumbrances			—				—
Change in Other Fund Balance Components During the Year			—				—
Year-end investment market value adjustment			—				—
Ending Unassigned Fund Balance			<u>274,229</u>				<u>—</u>
Other Fund Balance Components:							
Restricted - Current Year Encumbrances			167,120				—
Restricted - Prior Year Encumbrances			—				—
Total Fund Balance			\$ <u>441,349</u>				<u>—</u>

CITY OF INDEPENDENCE, MISSOURI
Budgetary Comparison Schedule
Proposition PD Sales Tax Fund
For the period ended October 31, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget	Percent Actual 33.33% of Year	Percent From Budget	Prior Year 10/31/2024 Actual Amounts
	Original	Amended					
Revenues:							
Sales Taxes	\$ 5,500,000	5,500,000	1,909,359	(3,590,641)	34.72%	1.39%	—
Use Tax	506,000	506,000	—	(506,000)	0.00%	-33.33%	—
Investment Income (Loss)	—	—	4,266	4,266	0.00%	-33.33%	—
Other Revenue	—	—	109	109	0.00%	-33.33%	—
Total Revenues	6,006,000	6,006,000	1,913,734	(4,092,266)	31.86%	-1.47%	—
Other financing sources:							
Transfers in - General Fund	—	—	12,010,121	12,010,121	0.00%	-33.33%	—
Capital lease proceeds	—	—	—	—	0.00%	-33.33%	—
Total other financing sources	—	—	12,010,121	12,010,121	0.00%	-33.33%	—
Total revenues and other financing sources	6,006,000	6,006,000	13,923,855	7,917,855	231.83%	198.50%	—
Expenditures:							
Public Safety	41,983,692	42,003,754	14,695,940	27,307,814	34.99%	1.66%	—
Community Development	—	—	—	—	0.00%	-33.33%	—
Capital outlay	—	—	—	—	0.00%	-33.33%	—
Debt Service	—	—	—	—	0.00%	-33.33%	—
Total Expenditures	41,983,692	42,003,754	14,695,940	27,307,814	34.99%	1.66%	—
Other Financing Uses:							
Transfers out	—	—	—	—	0.00%	-33.33%	—
Total Other Financing Uses	—	—	—	—	0.00%	-33.33%	—
Total Expenditures and Other Financing Uses	41,983,692	42,003,754	14,695,940	27,307,814	34.99%	1.66%	—
Excess of Revenues Over (Under) Expenditures and Other Financing Uses	\$ (35,977,692)	(35,997,754)	(772,085)	35,225,669			—
Unassigned Fund Balance at Beginning of Year			1,160,075				—
Cancellation of Prior Year Encumbrances			—				—
Change in Other Fund Balance Components During the Year			—				—
Year-end investment market value adjustment			—				—
Ending Unassigned Fund Balance			387,990				—
Other Fund Balance Components:							
Restricted - Current Year Encumbrances			384,964				—
Restricted - Prior Year Encumbrances			—				—
Total Fund Balance			\$ 772,954				—

CITY OF INDEPENDENCE, MISSOURI
Budgetary Comparison Schedule
Proposition PD Sales Tax Fund
For the period ended November 30, 2025

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>	<u>Percent Actual 41.67% of Year</u>	<u>Percent From Budget</u>	<u>Prior Year 11/30/2024 Actual Amounts</u>
	<u>Original</u>	<u>Amended</u>					
Revenues:							
Sales Taxes	\$ 5,500,000	5,500,000	2,338,668	(3,161,332)	42.52%	0.85%	--
Use Tax	506,000	506,000	--	(506,000)	0.00%	-41.67%	--
Investment Income (Loss)	--	--	4,931	4,931	0.00%	-41.67%	--
Other Revenue	--	--	109	109	0.00%	-41.67%	--
Total Revenues	<u>6,006,000</u>	<u>6,006,000</u>	<u>2,343,708</u>	<u>(3,662,292)</u>	<u>39.02%</u>	<u>-2.65%</u>	<u>--</u>
Other financing sources:							
Transfers in - General Fund	--	36,030,362	15,012,651	(21,017,711)	41.67%	0.00%	--
Capital lease proceeds	--	--	--	--	0.00%	-41.67%	--
Total other financing sources	<u>--</u>	<u>36,030,362</u>	<u>15,012,651</u>	<u>(21,017,711)</u>	<u>41.67%</u>	<u>0.00%</u>	<u>--</u>
Total revenues and other financing sources	<u>6,006,000</u>	<u>42,036,362</u>	<u>17,356,359</u>	<u>(24,680,003)</u>	<u>41.29%</u>	<u>-0.38%</u>	<u>--</u>
Expenditures:							
Public Safety	41,983,692	42,154,024	18,623,782	23,530,242	44.18%	2.51%	--
Community Development	--	--	--	--	0.00%	-41.67%	--
Capital outlay	--	--	--	--	0.00%	-41.67%	--
Debt Service	--	--	--	--	0.00%	-41.67%	--
Total Expenditures	<u>41,983,692</u>	<u>42,154,024</u>	<u>18,623,782</u>	<u>23,530,242</u>	<u>44.18%</u>	<u>2.51%</u>	<u>--</u>
Other Financing Uses:							
Transfers out	--	--	--	--	0.00%	-41.67%	--
Total Other Financing Uses	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>0.00%</u>	<u>-41.67%</u>	<u>--</u>
Total Expenditures and Other Financing Uses	<u>41,983,692</u>	<u>42,154,024</u>	<u>18,623,782</u>	<u>23,530,242</u>	<u>44.18%</u>	<u>2.51%</u>	<u>--</u>
Excess of Revenues Over (Under) Expenditures and Other Financing Uses	\$ <u>(35,977,692)</u>	<u>(117,662)</u>	<u>(1,267,423)</u>	<u>(1,149,761)</u>			<u>--</u>
Unassigned Fund Balance at Beginning of Year			1,160,075				--
Cancellation of Prior Year Encumbrances			--				--
Change in Other Fund Balance Components During the Year			--				--
Year-end investment market value adjustment			--				--
Ending Unassigned Fund Balance			<u>(107,348)</u>				<u>--</u>
Other Fund Balance Components:							
Restricted - Current Year Encumbrances			969,893				--
Restricted - Prior Year Encumbrances			--				--
Total Fund Balance			\$ <u>862,545</u>				<u>--</u>