



**CITY COUNCIL
WORK SESSION
MEMORANDUM**

TO: Matthew R. Schmitz, MPA – City Manager

FROM: Susi Lampe, CMC, IaCMC, IaCFO – Assistant City Manager/City Clerk/Treasurer

DATE OF MEETING: February 17, 2026

ITEM TITLE: Capital Improvement Plan (CIP)

DISCUSSION:

These are the proposed CIP budgets for all departments. More detail is included on the attached spreadsheet.

Below is a table showing the FY2026 Budgeted amount for each Department, the FY2027 Initial Proposed Budget amount, and the FY2027 Revised Proposed Budget amount.

Department Name	FY2026 Budgeted	FY2027 Initial Proposed Budget	FY2027 Revised Proposed Budget
Airport	\$475,000.00	\$474,000.00	\$439,000.00
Building Codes	\$69,500.00	\$0.00	\$0.00
City Admin	\$211,000.00	\$46,000.00	\$46,000.00
Fire	\$249,500.00	\$249,500.00	\$42,500.00
Library	\$6,000.00	\$43,250.00	\$43,250.00
Parks & Recreation	\$215,000.00	\$207,050.00	\$183,550.00
Police	\$252,700.00	\$186,500.00	\$159,500.00
Streets	\$207,500.00	\$230,000.00	\$230,000.00
Wastewater	\$120,000.00	\$600,000.00	\$600,000.00
Water	\$395,000.00	\$559,000.00	\$559,000.00

Airport – some of this is a carryover expense from FY26, as the Snow Removal Equipment project will cross the two fiscal years.

Here is the list of modifications that were made from the initial to this version:

- Hotel/Motel revenue was adjusted to be in line with historical amounts
- LOST was adjusted to be in line with historical amounts
- General Fund transfer from LOST was increased to assist with General Fund operational costs for departments
- Police Department:
 - Building Maintenance was reduced from \$70,000 to \$43,000 (difference between steel and composite shingles)

- Fire Department:
 - The transfer in to build funding for future expenses \$187,500 in LOST funds was removed.
- Parks Department:
 - Reduced the LOST transfer in and increased the Franchise Fee transfer in
 - The Pitching Machine funding was changed from LOST to Franchise Fee
 - The \$3,500 Hydrant Project was removed
 - Updated the \$8,500 Portable Restroom title to Walk in Cooler or Restrooms
- Airport
 - Removed the \$35,000 allocation for the Airport Master Plan (this will be in FY2028)

RECOMMENDATION:

Staff recommends discussion of this topic. No action is needed at this meeting, as any decision items needed would be brought forward to a City Council meeting for approval.