Proposed Operating Budget
Workshop #1
Fiscal Year 2025-2026
July 21, 2025

Monica McNaughton, Assistant Finance Director - Budget

TABLE OF CONTENTS

Introduction, Acknowledgments and Agenda Overview

Acknowledgments

City Commission

City Manager's Office

Budget Team

Yannick Ngendahoyo, Finance Director

Monica McNaughton, Assistant Finance Director

Candace Dale, Accountant II

Hector Vargas, Sr. Budget Analyst

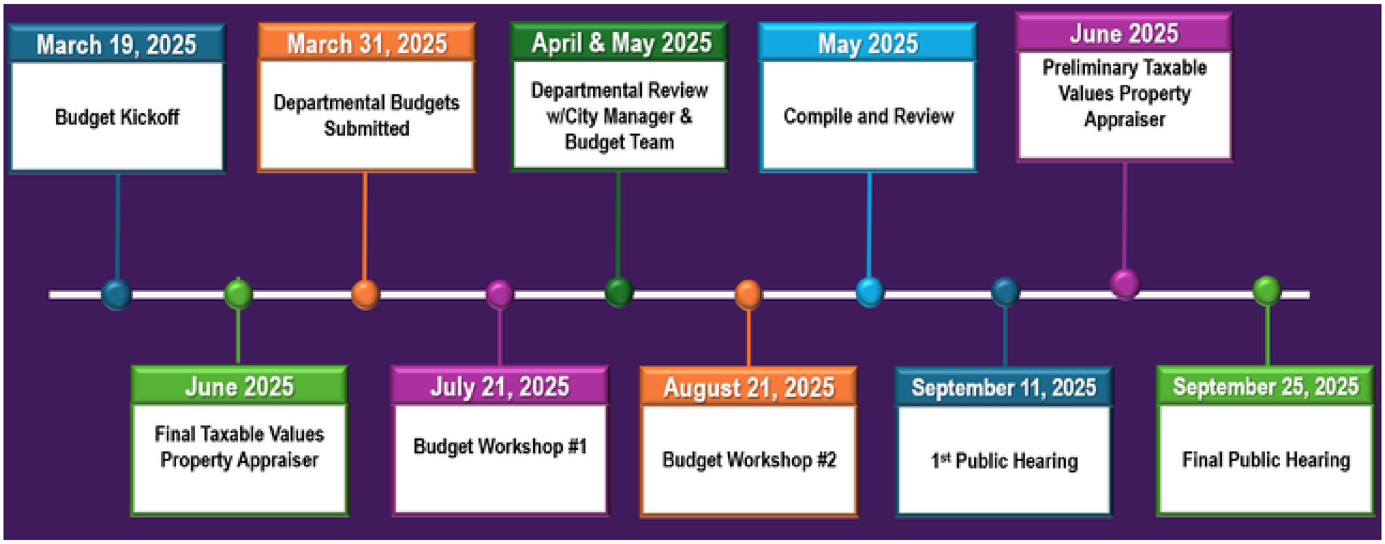
Lucy Younan, Accountant III

Department Directors & Budget Staff

Budget Appropriation Summary

FY 2026 Budget Appropriation Summary								
Fund Name	Sources of Funds	Use of Fund Balance	Salaries	Benefits	Salaries plus Benefits	Operating	Total Uses of Funds	Net Revenues
General Fund	52,272,315	-	9,554,750	10,224,191	19,778,941	32,395,143	52,174,084	98,231
Building Permit Fund	1,754,500	372,094	1,112,620	562,433	1,675,053	451,541	2,126,594	-
Beach Fund	5,444,948	145,989	2,168,330	919,481	3,087,811	2,503,126	5,590,937	-
Code Remediation	45,000	153,800	-	-	-	198,800	198,800	-
Electric Fund	75,162,085	-	11,421,282	4,815,898	16,237,180	58,547,499	74,784,679	377,406
Water Fund	19,596,142	-	3,402,523	1,765,278	5,167,801	14,404,002	19,571,803	24,339
Local Sewer Fund	13,230,384	-	1,386,556	699,514	2,086,070	10,210,383	12,296,453	933,931
Golf Fund	2,095,000	320,295	443,172	134,517	577,689	1,837,606	2,415,295	-
Stormwater Fund	3,250,899	-	785,529	425,106	1,210,635	1,831,395	3,042,030	208,869
Garage Fund	1,622,676	-	414,319	254,963	669,282	903,045	1,572,327	50,349
Refuse Fund	7,874,733	1,304,111	2,533,302	1,576,292	4,109,594	5,069,250	9,178,844	-
IT Fund	3,744,895	-	950,132	398,487	1,348,619	2,312,653	3,661,272	83,623
Self Insurance Fund	6,892,173	-	396,118	162,839	558,957	5,521,029	6,079,986	812,187
Benefit Fund	6,868,108	-	171,434	5,128,163	5,299,597	271,300	5,570,897	1,297,211
Regional Sewer	11,314,915	-	220,741	106,086	326,827	12,270,183	12,597,010	(1,282,095)
Debt Service Fund	2,979,121	-	-	-	-	2,155,588	2,155,588	823,533
EU Storm Fund	1,680,000	-	-	-	-	-	-	1,680,000
Total	**215,827,894**	**2,296,289**	**34,960,808**	**27,173,248**	**62,134,056**	**150,882,543**	**213,016,599**	**5,107,584**

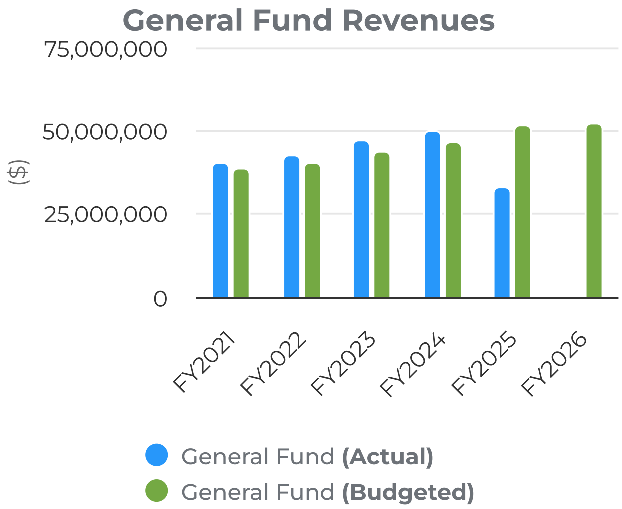
Budget Process & Timeline

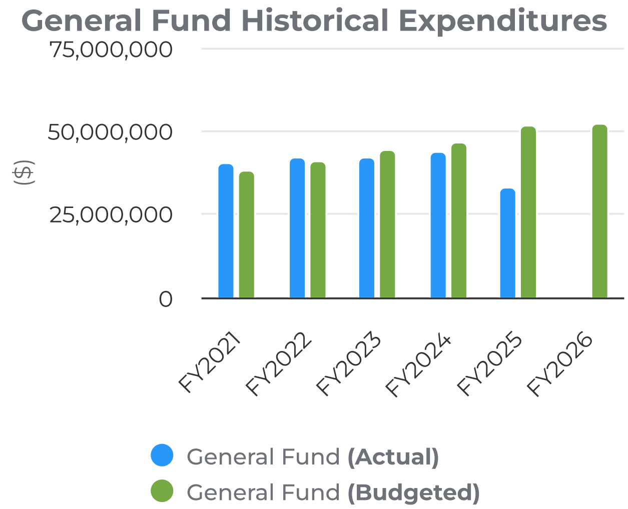


General Fund

Significant Changes

- **Ad Valorem- Estimate increases from $13.9M to $14.6M, resulting in an increase of $700K from FY 2025 to FY 2026 (p.22)**
    - **The millage rate of 5.4945 is the same as the prior year.**
    - **The debt service millage rate decreased to .5800 based on analysis.**
- **State Revenue Sharing-Estimated Increase from $1.8M to $2.5M resulting in an increase of $700K from FY 2025 to FY 2026 (p.23)**
- **Half Cent Sales Tax-Estimated Increase from $3.4M to $3.6M,resulting in an increase of $200K from FY 2025 to FY 2026 (p.23)**
- **Moved Salaries and Benefits from Building to balance the funds in the amount of $407K (p.27)**
- **No Admin Fee for Building-Financially Unfeasible-$108K (p.26)**
- **No Admin Fee for Garage-Reduced to $0 as this is an Internal Service Fund of $108K(p.26)**
- **Continuing to absorb the Admin Fee for Beach Fund in the amount of around $156K(p.26)**
- **Currently, no use of Fund Balance for FY 2026 (p.26)**
- **5% Salary Increase for FY 2026. All funds**
- **Police Defined Benefits Plan Required Contribution Reduced by $2M, based on advanced payment and closed plan(p.52)**
- **Continuing to absorb the Police and Fire fees for Beach Fund in the amount of around $283K (p.52)**
- **Contractual Services**
    - **Consulting Services Annex-$250K**
    - **Consulting Services Code $250K**
    - **Cost Allocation for Admin Fee Study- $50K**

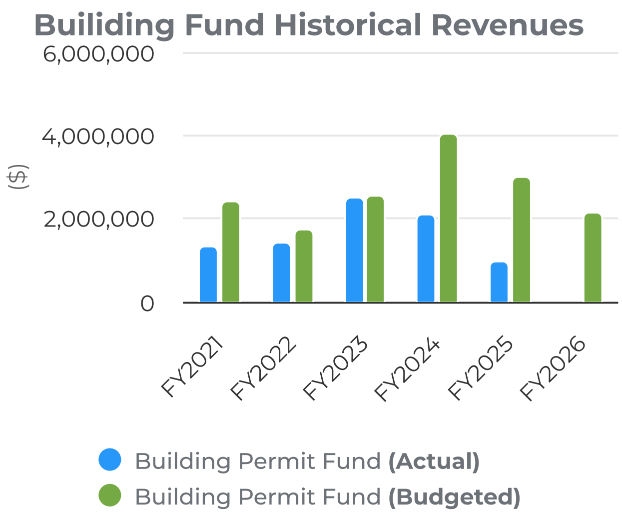


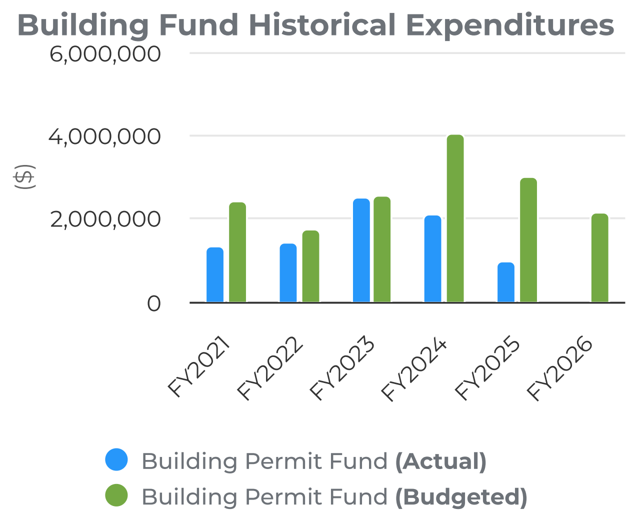


Building Fund

Significant Changes

- **Use of Fund Balance around $373K (p.122)**
- **Salaries, Wages and Benefits of around $407K moved from the Building Fund to the General Fund to the inability to balance (p.125)**
- **Professional Services Others reduced to the amount of $90K(reduction in use of outside services to balance (p.127)**
- **Other Contractual Services-$150K, reduction in use of outside services to balance (p.127)**
- **Admin fee reduced from $108K in FY 2025 to $0 in FY 2026, Revenue to Gen Fund/Expense Building Fund) (p.128)**
- **Around $84K reduction from FY2025 to FY2026, vehicle purchased in the prior year. No new vehicles purchased in FY 2026 (p.131)**

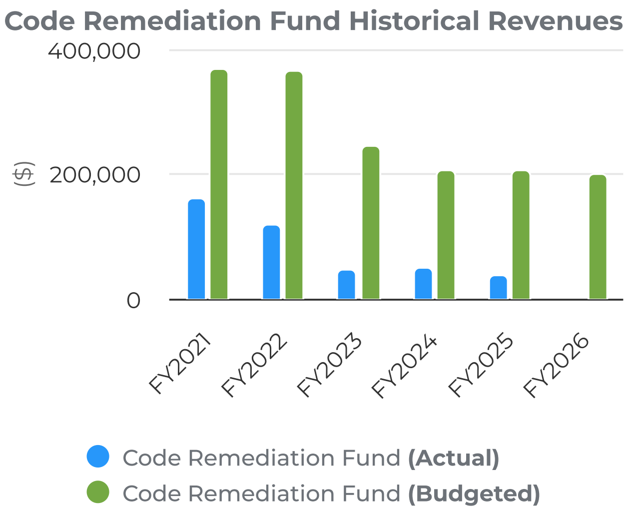


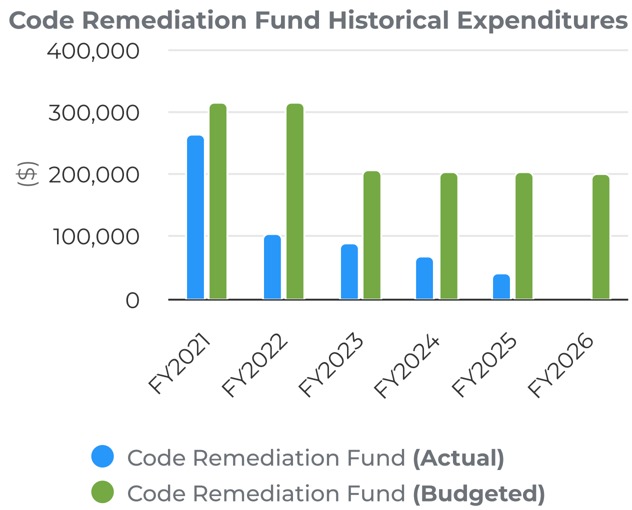


Code Remediation Fund

Significant Changes

- **Reduction in revenues to the amount of $160K (p.134)**
- **Use of Fund balance in the amount of around $153K (p.134)**

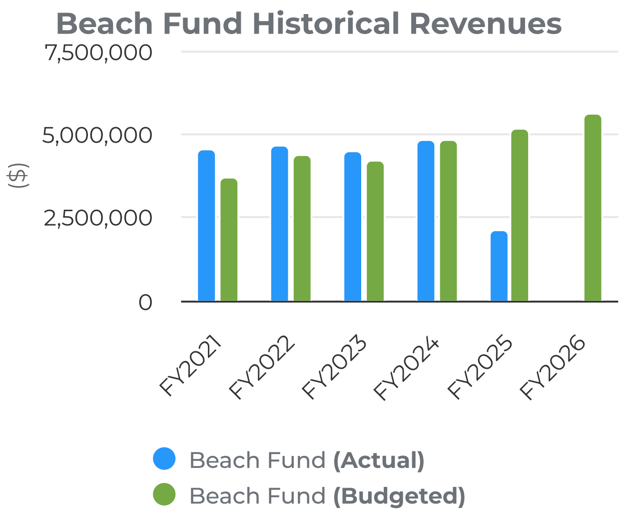


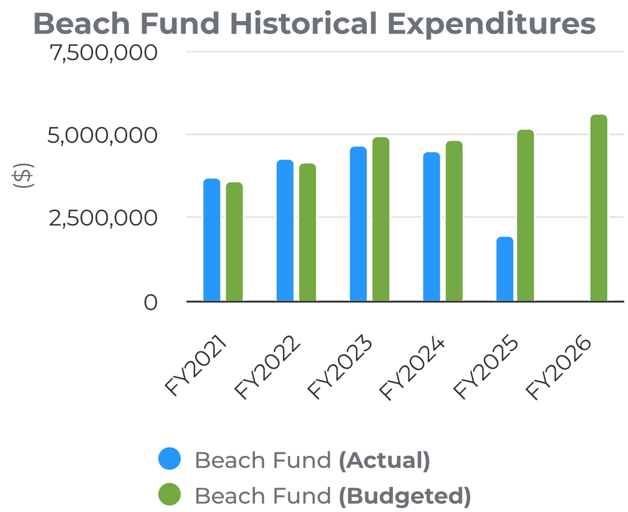


Beach Fund

Significant Changes

- **Estimated Increase in parking revenue of $287K (p.141)**
- **Use of Fund Balance in the amount of $145K, a decrease of around $66K (p.143)**
- **New License Plate Readers for Parking enforcement (p.146 & p.153)**
- **General Fund absorbing a portion of the PBSO contract in the amount of around $283K (p.149)**
- **Similar to FY 2025, no admin is charged due to financial strain on the Beach Fund, $108K (p.149)**

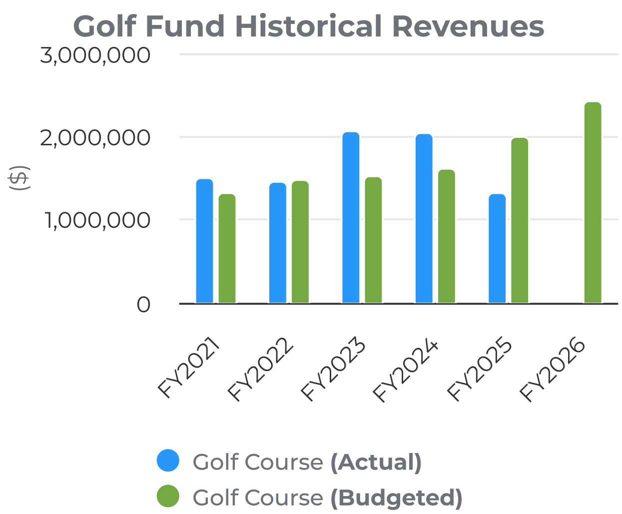


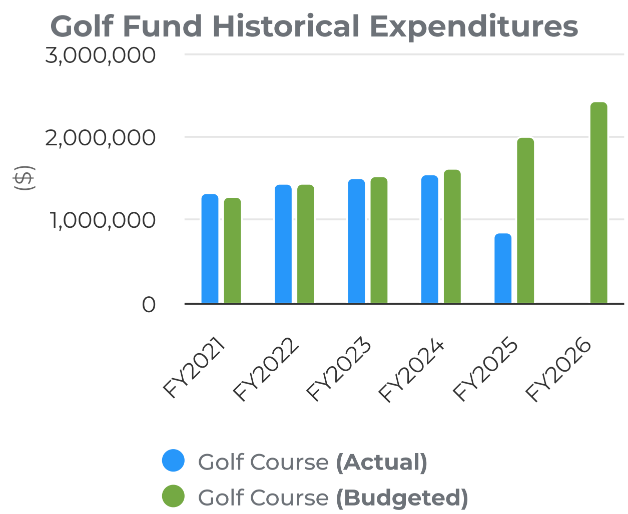


Golf Fund

Significant Changes

- **Estimated Increase in Green Fee Revenues of around $200K(p.163)**
- **Estimated increase in merchandise sales of around $15K (p.163)**
- **Estimated reduction in membership revenues in the amount of $30K (p.163)**
- **Use of Fund Balance of around $320K, an increase of $234K from FY 2025 to FY 2026 compared to the prior year (p.164)**
- **Other contractual services increased by $250K for Historical Asset review (p.168)**

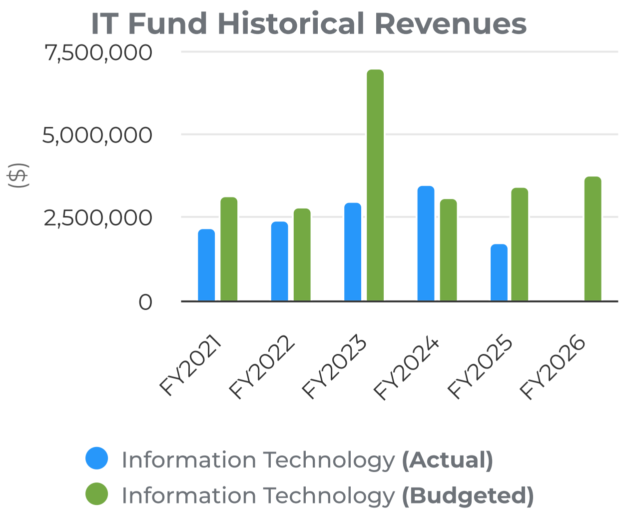


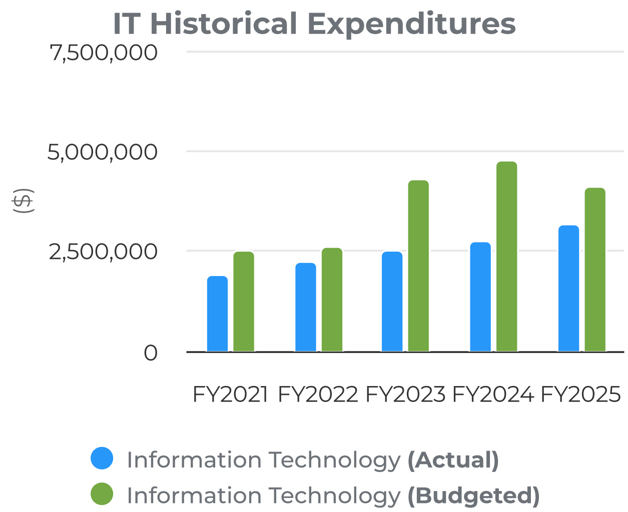


Information Technology

Significant Changes

- **Increase in Charges for Services to:**
  - **Gen Fund in the amount of around $108K (p.173)**
  - **Electric Fund in the amount of $103K (p.173)**
- **Software increase of around $200K (p.177)**

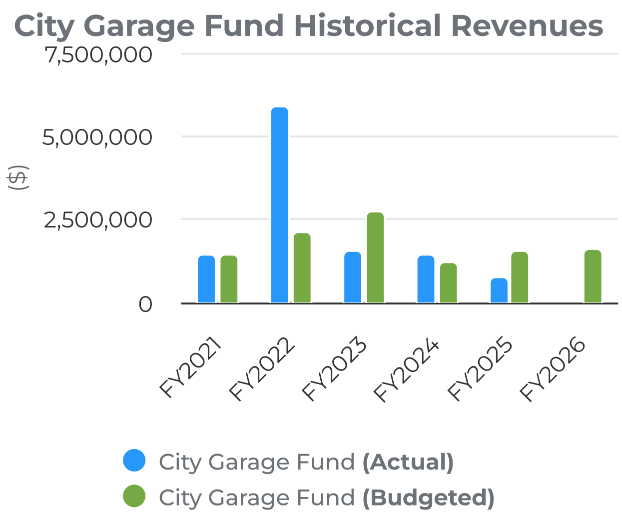


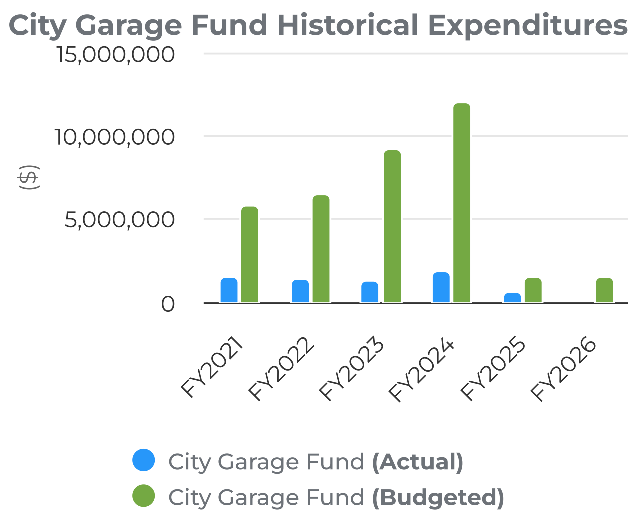


Garage Fund

Significant Changes

- **Charges for Services Increased across Funds, based on increase in expenses (p.187)**
- **Use of Fund Balance $0, compared to FY 2025 in the amount of around $159K (p.188)**
- **Equipment Garage, updated to reflect actuals for FY 2025, a budget amendment was made to correct FY 2025 (p.191)**
- **Increase in overtime of around $19K to cover special events (p.192)**
- **Admin Fee reduced to $0, Internal Service Fund (p.193)**

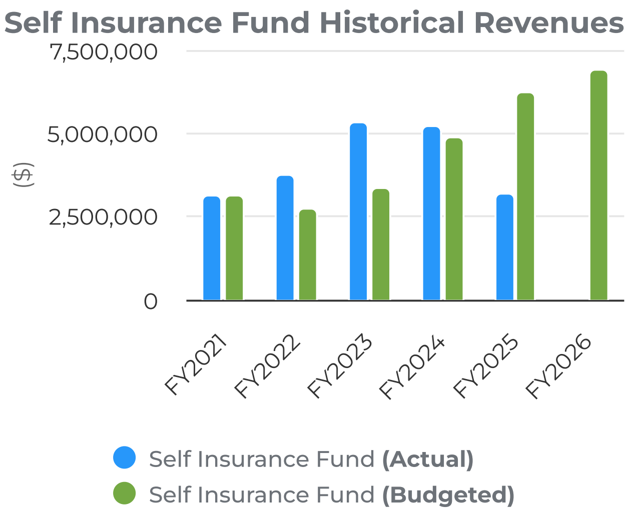


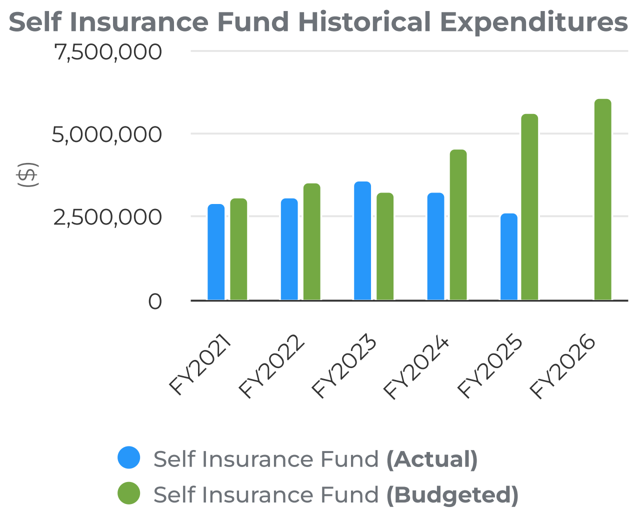


Self-Insurance

Significant Changes

- **Based on internal Department costs, respectively across the board increase based on each fund expenses (p. 195-196)**
- **Insurance premium increased $281K (p.199)**

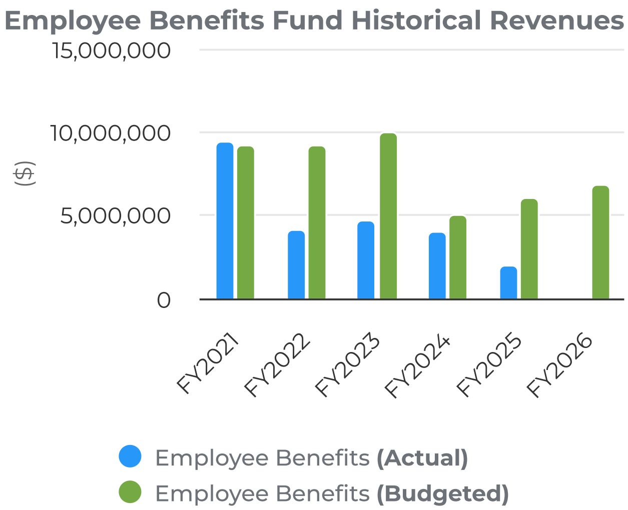


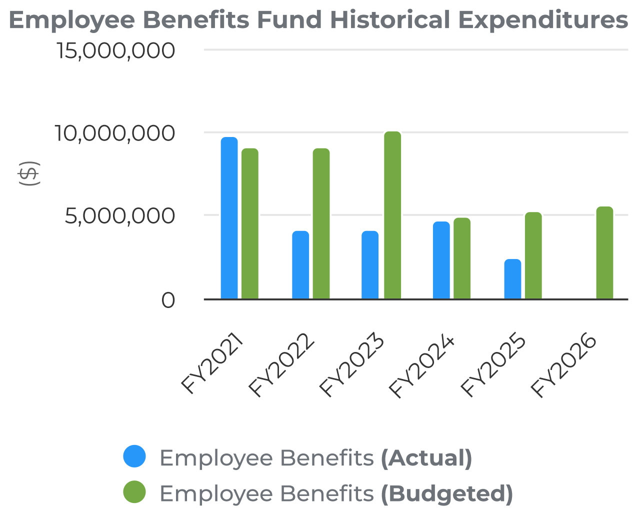


Benefit Fund

Significant Changes

- **The city cost increased from $4 M to around $4.1 M.**

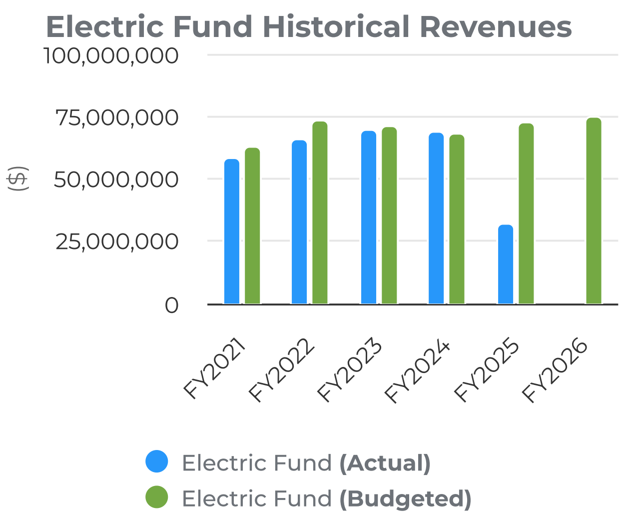


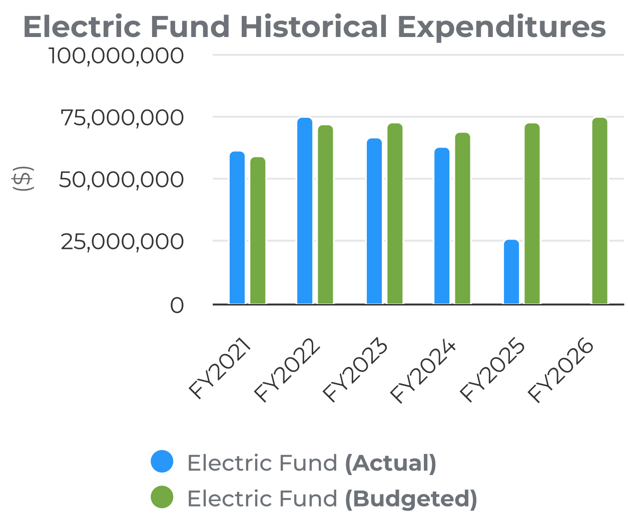


Electric Fund

Significant Changes

- **Recommended Rate Increase of 8% for FY 2026**
- **Overall projected increase in revenues of $2.2M (p.214)**
- **Overall decrease in operating expenditures by $1.6M based on Steam Power Generation decommissioned (p.215)**
- **Debt Service increased by $1.48M, new borrowing (p.223 & 224)**
- **Overall increase in non-departmental by $2.2 M due to debt service(p.223)**

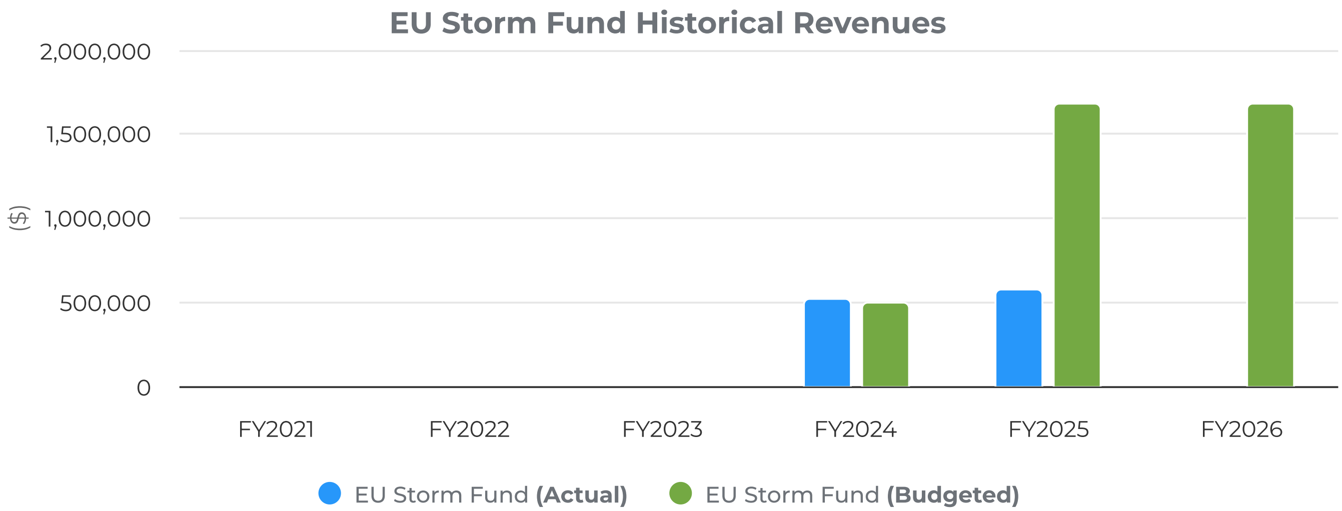




Electric Utility Storm Fund

Significant Changes

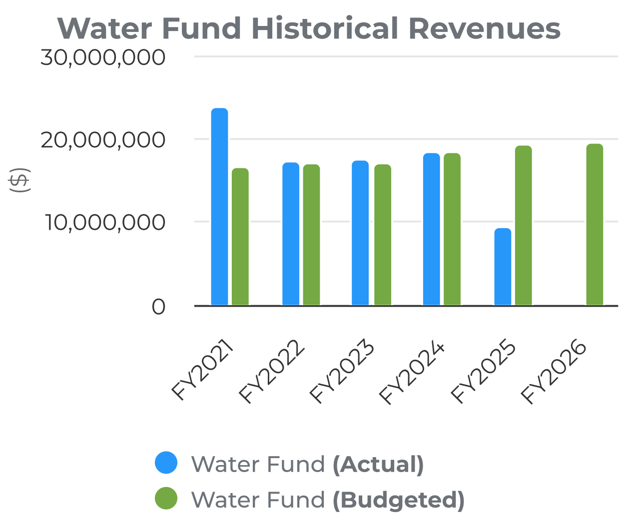
- **Estimated $1.6M in revenues, constant from FY 2025 to FY 2026 (p.247)**

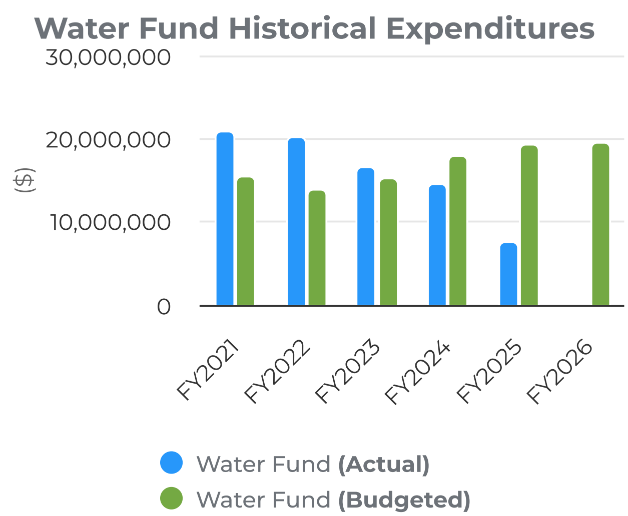


Water Fund

Significant Changes

- **A recommended rate increase of 4% is included in the budget(p.250)**
- **Use of Fund Balance for FY 2026 reduced to $0, compared to FY 2025 of $330,000 (p.251)**
- **Contractual Services Reduced from $542K to $305K with a total reduction of $237,346 due to no longer having the north water tower (p.255)**
- **Debt increases from $2.8M to $3.4M due to new borrowing/bonds (p.255)**

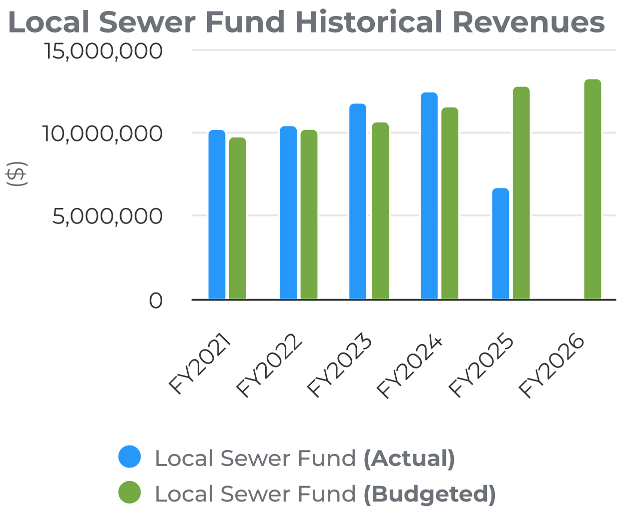


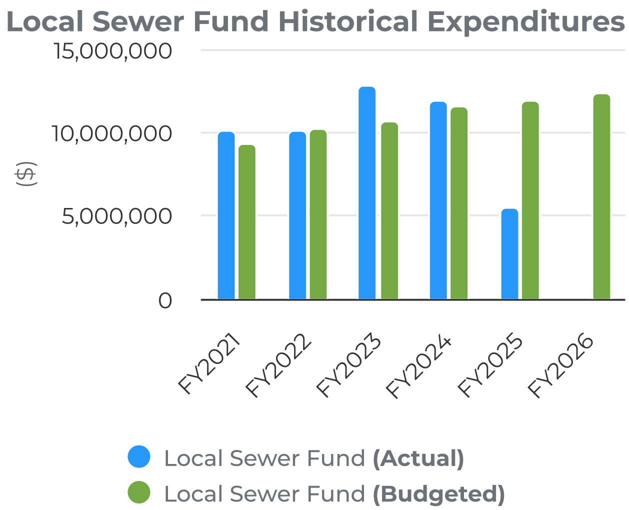


Local Sewer Fund

Significant Changes

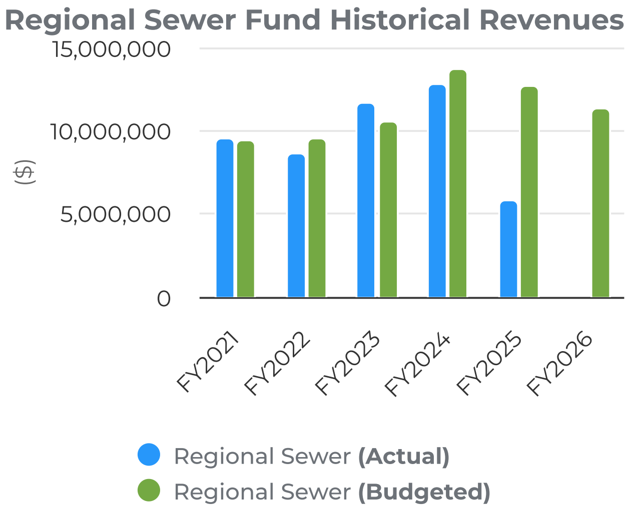
- **Recommended rate increase of 5% (p.268)**
- **Debt Increase of $94K (p.272)**

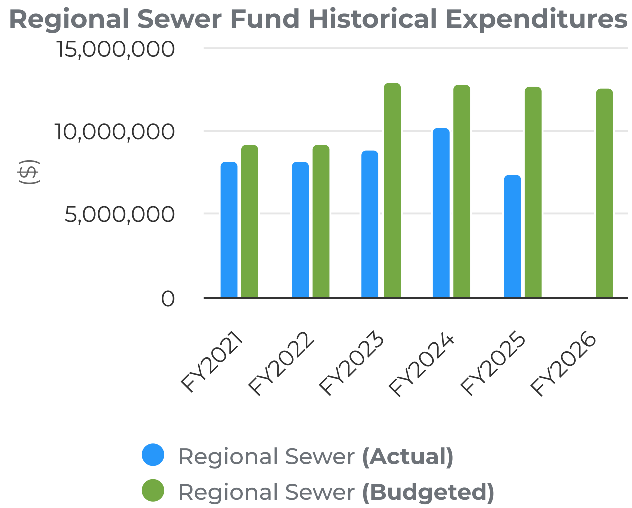




Regional Sewer Fund

- **Budget Approved by Board-An Update will be provided in Workshop #2**



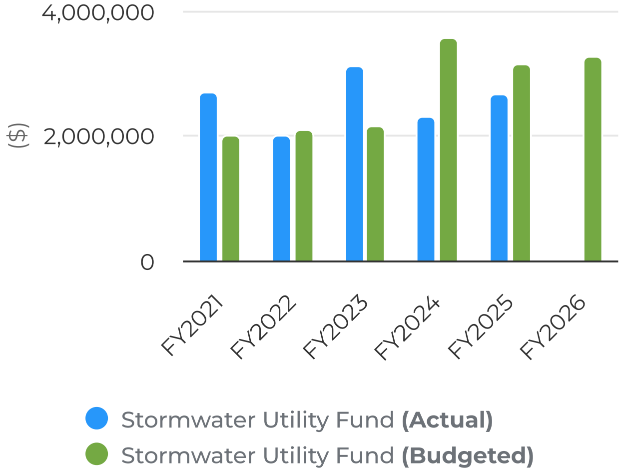


Stormwater Fund

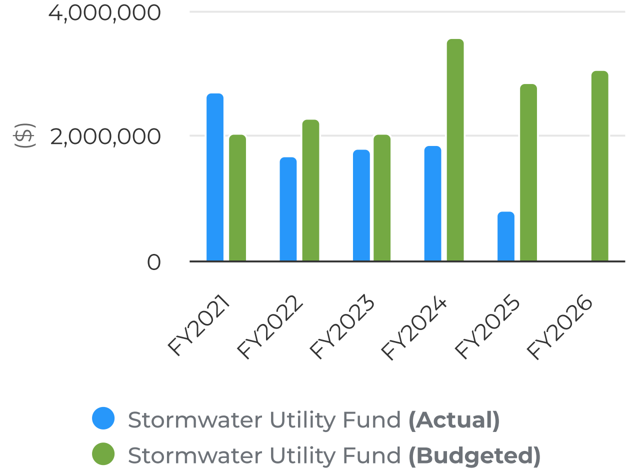
Significant Changes

- **Recommended rate increase of 2.5% residential rate increase (p.292)**
- **Increase in Contractual Services increase of around $42K (p.295)**

Stormwater Fund Historical Revenues



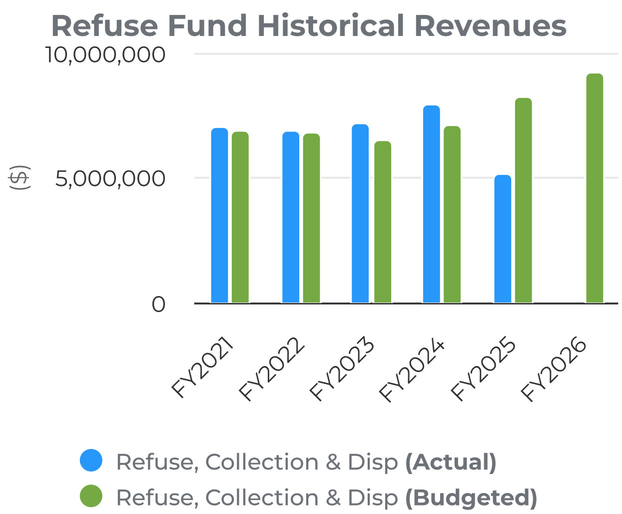
Stormwater Fund Historical Expenditures

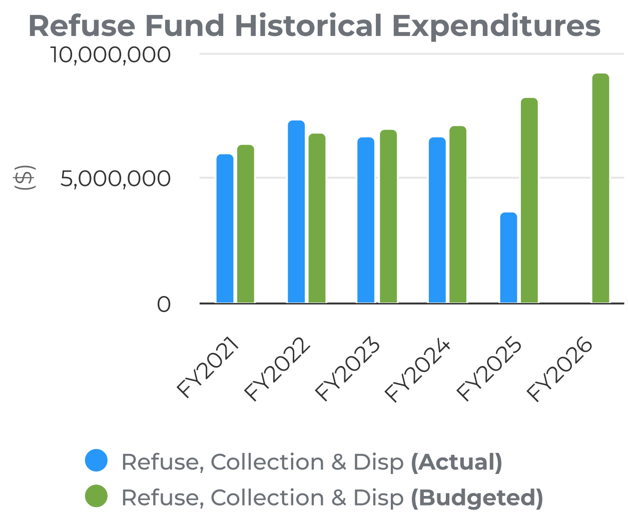


Refuse Fund

Significant Changes

- **No Change in residential rates (p.304)**
- **A projected increase of $500K in Commercial Revenue (p.304)**
- **Use of Fund Balance in the amount of $1.3M, which is an increase of $393K from FY 2025 to FY 2026 (p.304)**
- **Refuse Waste Disposal, increase of $181K (p.307)**
- **Overtime-Necessary to increase security, solid waste vehicles etc. for events $133,500 (p.306-308)**
- **Vehicle Rental-Big Truck -$120K (p.308)**





Important Dates

Budget Workshop #2

August 21, 2025, 9:30AM-5:00PM

1st Public Hearing

September 11, 2025 @ 5:01PM

2nd Public Hearing

September 25,2025 @ 5:01PM

Questions and Comments