

# 2026 Budget Review





# Legislative update

- S Sub for HB 2125
  - Changed certification deadline for taxing subdivisions not exceeding the RNR from August 25<sup>th</sup> to October 1<sup>st</sup>.
  - Extended state reimbursement of printing and postage costs associated with RNR notices through calendar year 2026.
- SB 35
  - Beginning in tax year 2026, the statewide mill levies of 1.0 mills for state educational buildings and 0.5 mills for state institutions buildings will be eliminated.
    - A reduction of 1.5 mills on a \$300,000 home would lower the property tax by \$51.75

# General Fund Revenues

<u>Revenues</u>	<u>2023 Actual</u>	<u>2024 Actual</u>	<u>2025 Budget</u>	<u>2026 Requested</u>
Property Taxes	\$2,666,848	\$3,142,606	\$2,836,794	
Motor Vehicle Taxes	\$326,954	\$303,274	\$307,237	\$266,583
Local Alcoholic Liquor Tax	\$19,047	\$14,854	\$16,969	\$17,114
Local Sales and Use Tax	\$1,477,706	\$1,484,899	\$1,460,000	\$1,485,000
County Sales and Use Tax	\$1,338,472	\$1,280,915	\$1,350,000	\$1,335,000
Franchise Fees	\$767,216	\$711,759	\$741,800	\$745,800
Business/Occupational Licenses	\$58,960	\$58,310	\$55,000	\$60,000
Permits/Fees	\$89,023	\$104,394	\$96,000	\$101,000
Court Fees	\$45,227	\$40,433	\$40,000	\$45,000
Police Fines & Forfeitures	\$303,781	\$269,078	\$336,300	\$306,800
Animal Control	\$12,350	\$11,830	\$15,000	\$15,000
Other Fees/Grants	\$127,767	\$297,132	\$64,000	\$64,000
Interest on Idle Funds	\$0	\$239,734	\$200,000	\$225,000
<b>Total Revenues</b>	<b>\$7,233,351</b>	<b>\$7,959,219</b>	<b>\$7,549,101</b>	<b>\$4,656,297</b>

Department	2024 Actual	2025 Budget	2026 Requested	Difference	Increases
Administration	\$152,748	\$166,986	\$177,176	\$10,190	Salaries/benefits
Police	\$2,174,026	\$2,450,450	\$2,543,265	\$92,815	Salaries/benefits, body armor video storage, animal control fees
Municipal Court	\$291,887	\$303,115	\$318,026	\$14,911	Salaries/benefits, contract employees
Streets	\$218,933	\$201,908	\$229,148	\$27,240	Salaries/benefits; furnace in shop needs repair/maint; maintenance equipment
Street Lighting	\$186,454	\$200,000	\$200,000	\$0	
Building Maintenance	\$120,823	\$85,208	\$88,127	\$2,919	Building & grounds maintenance – curb repairs
CED	\$537,419	\$653,556	\$864,084	\$210,528	Comprehensive Plan update; publications; postage
Finance	\$327,625	\$353,428	\$367,139	\$13,711	Salaries/benefits, software support
Public Works	\$283,224	\$340,473	\$346,243	\$5,770	Salaries/benefits, engineering services
City Administrator	\$177,072	\$204,719	\$213,600	\$8,881	Salaries/benefits; training
Community Center	\$5,832	\$7,500	\$7,500	\$0	
Parks & Recreation	\$782,637	\$848,409	\$883,315	\$34,906	Salaries/benefits, utilities, grounds maintenance, fuel
Activity Center	\$145,165	\$169,825	\$175,226	\$5,401	Utilities, building & grounds maintenance
IT	\$211,658	\$288,807	\$334,003	\$45,196	Computers, licenses, software for pool, replace outdated firewalls, cloud backup services
Council	\$53,337	\$49,381	\$50,309	\$928	stipends
Non-Departmental	\$1,454,263	\$560,745	\$597,200	\$36,455	Insurance
Transfers	\$1,425,000	\$1,800,000	\$1,800,000	\$0	
<b>Total</b>	<b>\$8,548,103</b>	<b>\$8,684,510</b>	<b>\$9,194,361</b>	<b>\$509,851</b>	

# General Fund Expenses

Transfer to	2026 Requested
Capital Improvements	\$1,325,000
Equipment Reserve	\$100,000
Special Parks	\$100,000
Special Highway	\$275,000

# Special Revenue Funds

2026 Projected Budget	Special Highway	Special Alcohol Liquor	Transient Guest	Sales Tax (\$ .45)	Pool Sales Tax	CIP	Special Parks	Equipment Reserve
<b>Beginning Balance</b>	\$247,703	\$71,402	\$122,212	\$586,029	\$382,829	\$900,621	\$183,360	\$100,309
<b>Revenues</b>	\$638,800	\$19,114	\$79,600	\$680,000	\$711,500	\$1,505,000	\$314,814	\$112,000
<b>Total Receipts</b>	\$782,498	\$90,516	\$201,812	\$1,266,029	\$1,094,329	\$2,405,621	\$498,174	\$215,768
<b>Expenses</b>	\$754,925	\$47,000	\$74,000	\$718,044	\$655,850	\$1,600,000	\$367,165	\$125,000
<b>Ending Balance</b>	\$27,573	\$43,516	\$127,812	\$547,985	\$438,479	\$805,621	\$131,039	\$87,309

Special Hwy – funded by fuel tax funds and transfer from General Fund - fuel tax funds have not increased enough to cover expenses in fund

Special Alcohol Liquor – funded by local alcohol liquor tax – used to purchase a police vehicle every 2-3 years

Sales Tax fund – pays bond payment for DeSoto Rd project and KBP ballfields

Pool Sales Tax fund – pays bond payment for the Aquatic Center

CIP Fund - \$400,000 of reserve is slated for 147<sup>th</sup> St box culvert replacement in 2026-2027



# *Enterprise Funds*

2026 Projected Budget	Wastewater	Solid Waste
Beginning Balance	\$1,785,641	\$200,083
Revenues	\$3,163,000	\$740,300
Total Receipts	\$4,948,641	\$694,153
Expenses	\$3,336,488	\$706,500
Ending Balance	\$1,612,153	\$233,883

## WW UTILITY DEPARTMENT FUTURE BUDGET PROJECTIONS

DESCRIPTION	2025	2026	2027	2028	2029	2030	2031	2032
<b>Bldg/Grounds Projects</b>								
Parking Lot Rehab (3 phases)*			\$ 225,000	\$ 225,000	\$ 225,000			
Roof Replacements (old plant)		\$ 30,000				\$ 30,000		
Final Clarifier Rehab		\$ 200,000		\$ 210,000		\$ 220,000		
Fiber Optic Installation		\$ 50,000						
<b>Replacement Equipment</b>								
Telehandler Trade In			\$ 150,000					
Jet/Vac Unit (3yr lease)		\$ 200,000	\$ 200,000	\$ 200,000				
SCADA System (PLC's)		\$ 475,000						
<b>WW UTILITY TOTAL</b>	<b>\$ -</b>	<b>\$ 955,000</b>	<b>\$ 575,000</b>	<b>\$ 635,000</b>	<b>\$ 225,000</b>	<b>\$ 250,000</b>	<b>\$ -</b>	<b>\$ -</b>

### Capital Improvements

Town Center Sewer Extension	\$ 1,100,000							
Inflow/Infiltration Rehab	\$ 250,000	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000	
Ida/Gamble Street	\$ 370,000							
9 Mile Int. Upgrade (Mary to Gilman)			\$ 4,000,000					
KWB Interceptor (LHS to Park)				\$ 1,250,000				
Ryan Extension				\$ 1,100,000				

\*\*Arrows Depict Sliding Start as Needed By Development\*\*

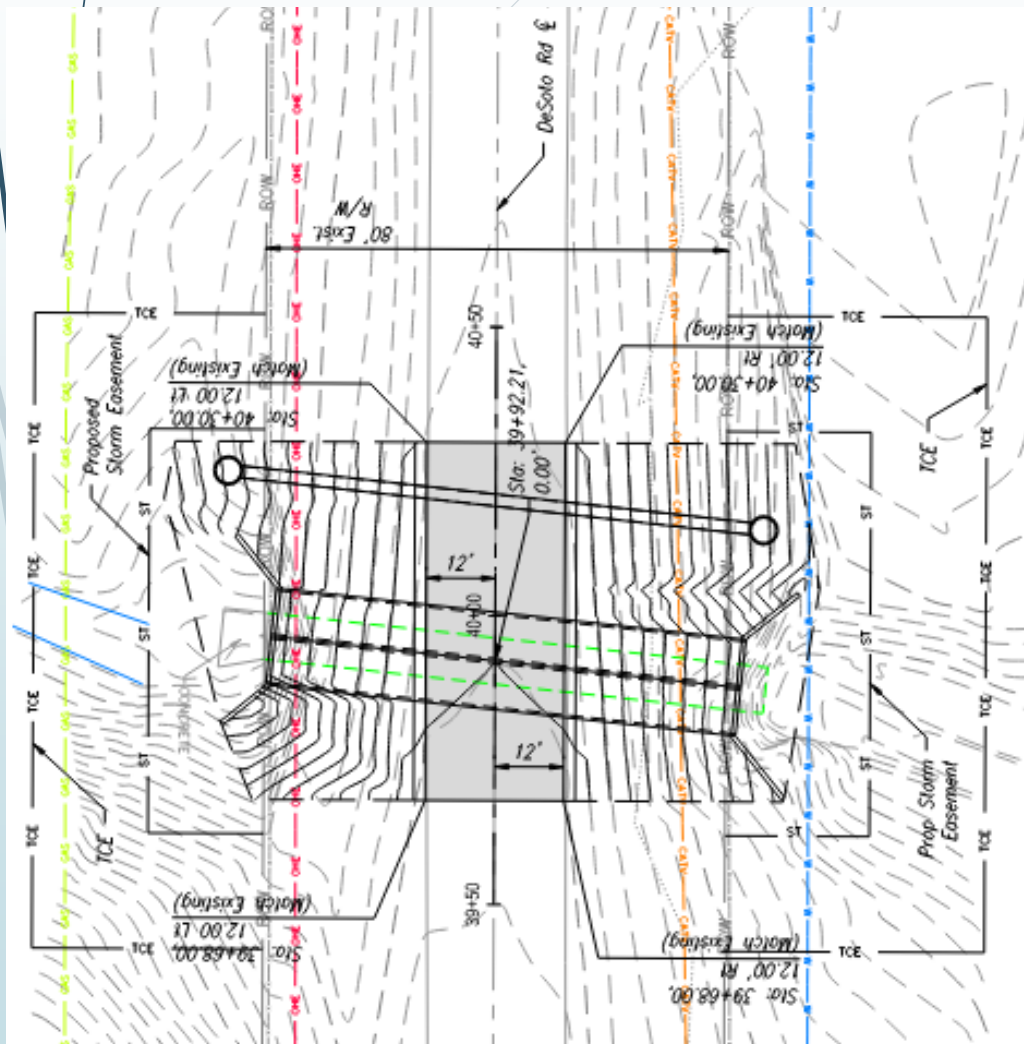
\*Awaiting consultant cost estimates at this time.



# Project Timing Considerations

## Valley Pipe / 147<sup>th</sup> Street Box

- Valley Pipe was authorized for replacement in 2024
- A sanitary sewer connection was added to the project to accommodate future growth
  - Working with Lan-Del to address some comments
  - May need to adjust plan and/or scope again
  - We have indicated that the 'potential' conflicts are not applicable until such time as the sewer is installed, and can be addressed at that time in the future.
- Traffic Flow Considerations
  - Work on 147<sup>th</sup> to be scheduled during summer break of USD469 to lessen impacts
  - This was delayed to 2025 to avoid conflict with the 4H closure associated with last years Valley Dr. Project






# 2025 Unfunded Stormwater Project Priority Chart

Priority	Project	Estimate	Year	Impact	Condition	Scope
1	4H Road Pipe near K-7	\$50k	2023	●	●	Replace pipe with concrete / or pipe liner
2	Meadowlark Road	\$75k	2022	●	●	Replace pipe with concrete or plastic
3	Robin Road (Renkoski)	\$60k	2007	●	●	Storm pipe replacement / Energy Dissipation Structure / Channel Improvement
4	Continental / Englewood	\$160k	2021	●	●	Install new curb inlet and storm sewer
5	Brookridge (Adams Acres)	\$75k	2022	●	●	Failing metal pipe / replace with plastic
6	Angel Falls Creek (North)	\$150k	2018	●	●	Channel Improvements / Streambank Stabilization / Drainage Structure
7	Hithergreen (LMS)	\$125k	2020	●	●	Remove and Replace private (USD469) stormwater collection system
8	Caraway Place	\$120k	2021	●	●	Curb repairs complete in 2021, asphalt 2022 is providing adequate drainage
9	Bittersweet	TBD	2024	●	●	Drainage in rear of properties is starting to silt / potential CMP failure

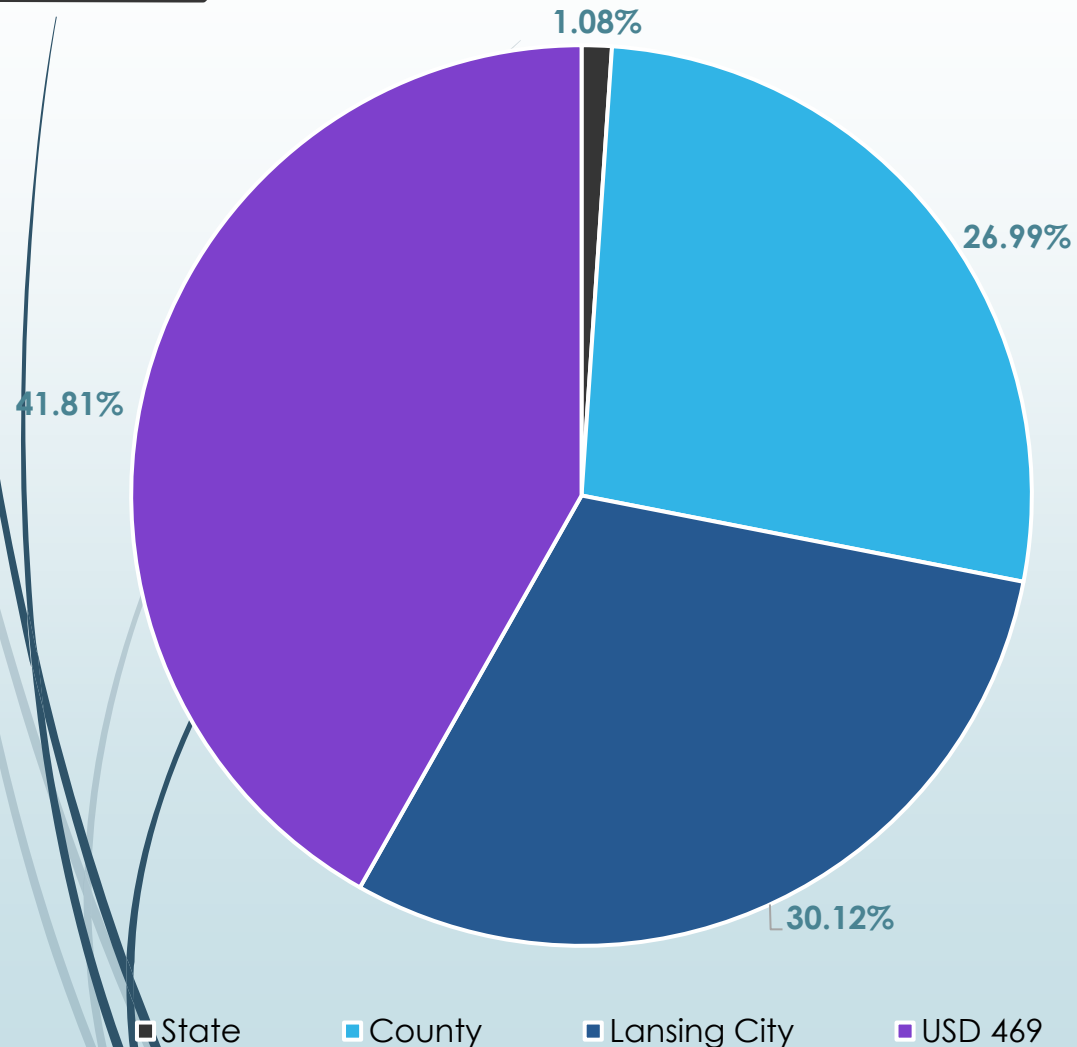
LEGEND					
Impact			Condition		
● 1	Major Roadway / Significant Disruption		● 1	Significant Deterioartion / Failure	
● 2	Roadway / invonvience		● 2	Deterioation with functional life	
● 3	Less general public		● 3	Fair Condition / Operation	



# 2026 C&S Requests

Fund	Department	Item	Amount
<b>Library</b>	Library/PW/CED	Parking lot repair (3 to 5-year project)	\$50,000
<b>Fire</b>	Fire*	Slide in unit	\$20,000
<b>Fire</b>	Fire	Extrication Equipment	\$46,000
<b>PD Equip Reserve</b>	Police	In-Car camera systems (pay this amount for 5 years)	\$26,000
<b>WW</b>	WW	SCADA system upgrade	\$475,000
<b>WW</b>	WW	Jet/Vac unit – 5-year lease purchase	\$65,000
<b>WW</b>	WW*	Roof replacement on old plant	\$30,000
<b>WW</b>	WW*	Fiber optic installation	\$50,000
<b>CIP</b>	PW CIP**	147 <sup>th</sup> Street box culvert replacement	\$400,000
<b>CIP</b>	PD/PW CIP	4H & Main Street Traffic Light Upgrades	\$55,000

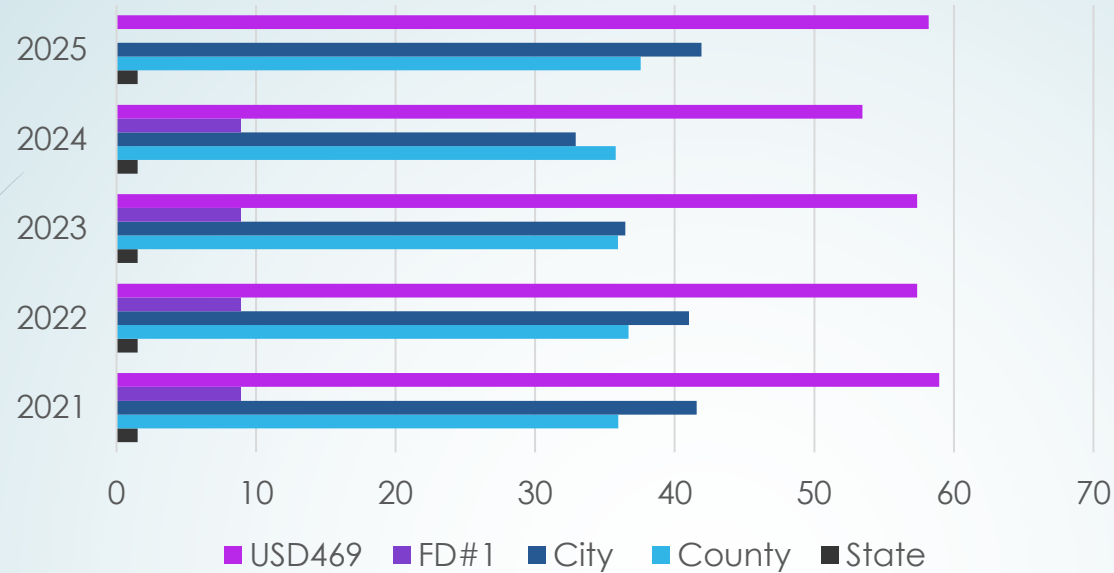
# Mill Levy Breakdown



Taxing Entity	\$100,000 Home	\$200,000 Home	\$300,000 Home
State – 1.5	\$17.25	\$34.50	\$51.75
County – 37.561	\$431.95	\$863.90	\$1,295.85
Lansing City – 41.909	\$481.95	\$963.91	\$1,445.86
USD 469 – 58.188	\$669.16	\$1,338.32	\$2,007.49
Total Levy – 139.158	\$1,600.32	\$3,200.63	\$4,800.95
2024 Levy – 132.556	\$1,612.00	\$3,048.79	\$4,573.18
Property tax increase	\$11.68	\$151.84	\$227.77

	\$100,000 Home	\$200,000 Home	\$300,000 Home
1 mill	\$11.50	\$23.00	\$34.50
2 mills	\$23.00	\$46.00	\$69.00
3 mills	\$34.50	\$69.00	\$103.50
4 mills	\$46.00	\$92.00	\$138.00

# Mill Levy Historical Data



Taxing Entity	2021	2022	2023	2024	2025
State	1.5	1.5	1.5	1.5	1.5
County	35.946	36.691	35.924	35.779	37.561
City	41.571	41.031	36.448	32.912	41.909
FD#1	8.923	8.923	8.925	8.922	0
USD 469	58.958	57.371	57.377	53.443	58.188
Total Levy	147.898	145.516	140.174	132.556	139.158



QUESTIONS?