



MEDINA, WASHINGTON

AGENDA BILL

Monday, October 12th, 2026

Subject/Topic: 2027 Preliminary Budget Presentation Dept. Origin: Finance/HR Category: Study Session Prepared by: Ryan Wagner – Finance Director Attachments: Attachment A – 2027 Budget Presentation Attachment B – 2027 Budget Calendar Attachment C – 2027 Budget Workbook-Expenditures	Proposed Council Action/Motion: ☒ Information Only ☐ Receive and File ☒ Discuss ☐ Provide Direction ☐ Public Hearing ☐ Adopt/Approve ☐ Other:
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Summary

The City Manager and the Director of Finance will give a presentation that will include an overview of the baseline budgeting approach, followed by an update on the project status of City Council's goals and priorities.

This presentation will also include a key breakdown of 2027 budgeted expenditures, broken out by "baseline Vs adds".

2027 Budget Expenditures Overview:

- Budgeted 2027 expenditures across all funds - \$12,390,794
 - General Fund W/O Transfers - \$9,187,993
 - Capital and Tree Fund W/O Transfers - \$1,600,000
 - Development Services Fund - \$916,965
 - Street Fund - \$685,836

	2023	2024	2025	2026	2027	
DESCRIPTION	Year-end Actuals	Year-end Actuals	Year-end Actuals	Year-end Estimates	Prelim. Budget	General Fund Year End Carryover Balances
GENERAL FUND						2027
BEGINNING FUND BALANCE	\$ 3,909,675	\$ 4,299,448	\$ 3,641,979	\$ 4,546,117	\$ 6,621,854	Fund Balance
REVENUES	8,352,385	8,787,239	9,199,205	10,458,694	9,515,333	Excess/(Shortfall)
OPERATING TRANSFERS-IN						\$4,014,695
EXPENDITURES	6,484,612	7,084,708	7,563,562	7,827,957	9,187,993	
OPERATING TRANSFERS-OUT	1,478,000	2,360,000	731,504	555,000	510,000	25% Policy Minimum
<i>Year end carryover balance</i>	\$ 4,299,448	\$ 3,641,979	\$ 4,546,117	\$ 6,621,854	\$ 6,439,194	\$2,424,498
STREET FUND						66.4%
BEGINNING FUND BALANCE	\$ 44,423	\$ 92,592	\$ 106,103	\$ 271,425	\$ 356,272	
REVENUES	157,028	94,585	189,689	121,347	118,607	
OPERATING TRANSFERS-IN	553,000	535,000	544,856	555,000	570,000	
EXPENDITURES	661,859	616,073	569,224	591,500	685,836	
OPERATING TRANSFERS-OUT						
<i>Year end carryover balance</i>	\$ 92,592	\$ 106,103	\$ 271,425	\$ 356,272	\$ 359,042	
DEV. SERVICES FUND						
BEGINNING FUND BALANCE	\$ 835,726	\$ 950,691	\$ 716,489	\$ 513,882	\$ 484,059	<i>Note: \$300,000+ of DS Balance is Held within Advanced Deposits Is Not Considered Usable Funds</i>
REVENUES	1,402,320	1,045,491	1,070,525	868,000	885,000	
OPERATING TRANSFERS-IN			1,648	100,000	40,000	
EXPENDITURES	1,287,355	1,279,693	1,274,780	997,823	916,964	
OPERATING TRANSFERS-OUT						
<i>Year end carryover balance</i>	\$ 950,691	\$ 716,489	\$ 513,882	\$ 484,059	\$ 492,094	
TREE FUND						
BEGINNING FUND BALANCE	\$ 72,938	\$ 48,457	\$ 23,492	\$ 40,546	\$ 27,046	
REVENUES	950	888	21,000	1,500	3,075	
OPERATING TRANSFERS-IN						
EXPENDITURES	25,431	25,853	3,946	15,000	30,000	
OPERATING TRANSFERS-OUT						
<i>Year end carryover balance</i>	\$ 48,457	\$ 23,492	\$ 40,546	\$ 27,046	\$ 121	
LEVY STABILIZATION FUND						
BEGINNING FUND BALANCE	\$ 1,000,000	\$ 2,000,000	\$ 2,400,000	\$ 2,685,000	\$ 2,685,000	
OPERATING TRANSFERS-IN	1,000,000	400,000	285,000		-	
OPERATING TRANSFERS-OUT						
<i>Year end carryover balance</i>	\$ 2,000,000	\$ 2,400,000	\$ 2,685,000	\$ 2,685,000	\$ 2,685,000	Must have min. of \$2M by 12/31/2025
CAPITAL PROJECTS FUND						
BEGINNING FUND BALANCE	\$ 5,930,906	\$ 7,000,336	\$ 7,045,916	\$ 8,627,230	\$ 9,150,766	
REVENUES	1,847,997	2,593,966	2,374,528	1,488,536	1,495,000	
OPERATING TRANSFERS-IN						
EXPENDITURES	703,567	2,473,386	693,214	865,000	1,570,000	<i>Note: CPF balances do not include contractor retainage activity amounts</i>
OPERATING TRANSFERS-OUT	75,000	75,000	100,000	100,000	100,000	
<i>Year end carryover balance</i>	\$ 7,000,336	\$ 7,045,916	\$ 8,627,230	\$ 9,150,766	\$ 8,975,766	
CONTINGENCY FUND						
BEGINNING FUND BALANCE	\$ 250,000	\$ 250,000	\$ 1,750,000	\$ 1,750,000	\$ 1,750,000	
REVENUES	\$ -				\$ -	
OPERATING TRANSFERS-IN	\$ -	\$ 1,500,000			\$ -	
OPERATING TRANSFERS-OUT	\$ -				\$ -	
<i>Year end carryover balance</i>	\$ 250,000	\$ 1,750,000	\$ 1,750,000	\$ 1,750,000	\$ 1,750,000	
TOTAL ALL FUNDS BUDGET						
BEGINNING FUND BALANCE	\$ 11,907,170	\$ 14,505,026	\$ 15,547,482	\$ 18,434,200	\$ 21,074,997	
REVENUES	11,760,680	12,522,169	12,854,947	12,938,077	12,017,015	
OPERATING TRANSFERS-IN	1,553,000	2,435,000	831,504	655,000	610,000	
EXPENDITURES	9,162,825	11,479,713	10,104,726	10,297,280	12,390,794	
OPERATING TRANSFERS-OUT	1,553,000	2,435,000	831,504	655,000	610,000	
<i>Year end carryover balance</i>	\$ 14,505,026	\$ 15,547,482	\$ 18,434,200	\$ 21,074,997	\$ 20,701,218	

Council Priorities

This proposal furthers Council Priorities 1 - 5.

1. Financial Stability and Accountability
2. Quality Infrastructure
3. Efficient and Effective Government
4. Public Safety and Health
5. Neighborhood Character and Community Building

Budget/Fiscal Impact: 2027 Budget Impacts.

Recommendation: N/A

City Manager Approval:

A handwritten signature in black ink, appearing to read "J. B. [unclear]", is written over the "City Manager Approval:" label.

Proposed Council Motions: N/A