2027 Preliminary Budget Discussion

Agenda

1. 2027 Budget Overview GF Revenue
2. 2027 Budget Overview Expenditures Summary
3. Key Highlights by Dept.
4. 2027 Staff Asks
5. Future Items
6. Questions?

2027 Budget Overview - Revenue

General Fund Revenue			
2026 Budget	2026 Est. Actuals	2027 Budget	Budget Var.
$ 8,856,387.27	$ 10,458,693.67	$9,443,211.27	▲6.63%

General Fund Revenue Highlights:

- Utility Tax and Franchise Fees – Expected 9.16% increase ($111,500)
- Investment Earnings – Expected 55.17% Increase ($80,000)
  - This line item has been underbudgeted for a couple of years; this correction should bring it more in line with actuals
- Hunts Point Police Services Contract – Expected 10% Increase ($37,897)
  - Addition of a new officer and associated costs drive this increase, will change with new CBA.

2027 Budget Overview
General Fund Expenditures

General Fund Expenditures				
Department	2026 Budget	2026 Est. Actuals	2027 Budget	Delta
Exec.	$ 325,603.00	$ 329,321.00	$ 344,902.72	▲5.93%
Finance	$ 632,122.68	$ 604,055.00	$ 650,287.05	▲2.87%
Central Services	$ 1,083,030.43	$ 831,800.00	$ 1,072,660.70	▼0.96%
Police	$ 2,893,217.41	$ 2,846,597.00	$ 3,213,186.70	▲11.06%
Fire	$ 1,060,791.00	$ 1,060,791.00	$ 1,198,836.00	▲13.01%
Parks	$ 639,065.44	$ 625,581.00	$ 671,730.64	▲5.11%
Rec Services	$ 45,600.00	$ 41,833.00	$ 45,800.00	▲0.44%
Legislative	$ 80,000.00	$ 70,900.00	$ 80,000.00	▲0.00%
Long Range Planning	$ 281,745.00	$ 213,718.00	$ 350,758.99	▲24.50%
Legal	$ 562,000.00	$ 495,850.00	$ 575,000.00	▲2.31%
Social and Env. Services	$ 56,142.95	$ 55,945.00	$ 57,165.95	▲1.82%
Equipment Replacement	$ 432,495.00	$ 444,590.00	$ 392,505.00	▼9.25%
Transfers	$ 655,000.00	$ 655,000.00	$ 770,000.00	▲17.56%
Total General Fund Exp.	**$ 8,746,812.91**	**$ 8,275,981.00**	**$ 9,422,833.75**	**▲7.73%**

- Bellevue Fire – 13.22% increase in 2027 or ($138,045)

- Medina Police Department – 11.91% Increase ($319,969)
  - Added a 7th Patrol Officer, costs offset through sales tax increase, grant funds, and increase to Hunts Point PD contract

- Long Range Planning – 66.67% Increase ($100,000)
  - Major projects planned for 2027, including phase 2 of development impacts

- Development Services Fund Transfer – 100% Increase ($100,000)
  - Development Services Fund expenditures continue to outpace permit revenue, additional General Fund support needed to cover the deficit

Long Range Planning Work Plan

➢ Required Projects due in 2027:

- ➢ Conversion of nonresidential construction to residential and code reform for energy efficient and affordable housing
- ➢ Unit lot subdivisions
- ➢ Residential Lot Splitting
- ➢ Siting of Childcare Centers
- ➢ 2024 State Building Code Update

Budget Cost: $70,718 (Planning Consultant- $18,018 City Attorney- $52,700)

➢ Discretionary Projects in 2027 Workplan:

- ➢ Tree Management Code Update: Budget Cost- $66,000 ($47,052 Consultants, $18,750 City Attorney)
- ➢ Developments Impacts Phase II: Budget Cost- (Scope and Budget TBD)
- ➢ Remaining Long Range Planning Consultant Budget for 2027- $184,950

2027 Staff Asks

- Replace Old PW Mower with Toro Groundmaster Ride on Mower
    - $35,000 for Gas
    - $70,000 for Electric
- Portable Electric Street Sign
    - $14,150
- Collective Bargaining Asks to Come

Future Asks- ERP System

- The City's current ERP system has been in place for 30 years and is outdated and at risk of losing support.
- A Storm Water Utility would need a new system In place to properly track and bill residents on an annual basis.
- Based on Preliminary talks with potential vendors, a new system would bring an annual cost increase of around $25,000- $30,000 once the old system is taken offline.
- What are the benefits to the residents? The potential for a more robust reporting system that allows for cleaner and assessable information across multiple City Departments.

Questions?