



AGENDA REPORT

City Council Meeting

TODAY'S DATE: July 7, 2026

MEETING DATE: July 15, 2026

TO: Council

FROM: Sarah Lynds, Finance Director

SUBJECT: Tentative Approval of Proposed FY 2027 Revenues and Expenditures, and Declare Intent to Use Forgone Levying Authority - action item

DESCRIPTION/BACKGROUND: The preliminary budget establishes the maximum level of revenues and expenditures for the fiscal year 2027, which, following Council approval, cannot be exceeded. Upon approval of the preliminary budget, the notice will be published at least 7 days apart in the official newspaper twice in accordance with I.C. 50-1002.

At the April 15, 2026 Council meeting the Council set August 19, 2026 as the date for a public hearing where public testimony on the proposed FY 2027 budget will be heard prior to adoption of the budget and related Ordinance.

A digital budget book has been posted online, with a link available on the City home page, www.sandpointidaho.gov. A direct link can also be found at the end of this staff report. The budget book contains a narrative discussion of the FY 2027 proposed projects, maintenance, and operations, as well as a comprehensive FY 2027 Capital Improvement Plan, which includes all capital projects over \$100,000. It also provides an analysis of the proposed budget, as compared to prior years' revenues and expenses and includes the actual expenses from FY 2024 and FY 2025.

Two City Council budget workshops have been held (June 17th and July 1st) that covered both operating and capital budgets for the Public Works (PW) Department, Police Department, Fire Department, Central Services Department, Finance Department, and the Community Planning and Development (CPD) Department.

STAFF RECOMMENDATION:

Tentatively approve the estimated maximum revenues and expenditures for FY 2027 and declare the intent to use forgone levying authority so a notice can be published in the official newspaper in accordance with I.C. 50-1002.

ACTION:

Motion to tentatively approve the estimate maximum revenues and expenditures for FY 2027 and declare the intent to use forgone levying authority.

WILL THERE BE ANY FINANCIAL IMPACT? Yes

HAS THIS ITEM BEEN BUDGETED? To be considered

ATTACHMENTS:

- 1) Proposed Notice of Public Hearing for the Proposed Budget FY 2027 and use of Foregone Levying Authority
- 2) Draft Proposed Resolution for Intent to Use Foregone Levying Authority (to be considered at the August 19, 2026 meeting)

LINKS TO PROPOSED FY 2027 BUDGET BOOK and FY 2027 CAPITAL IMPROVEMENT PLAN:

[FY 2027 Proposed Annual Budget](#)

[FY 2027 Capital Improvement Plan](#)