



AGENDA REPORT

City Council Meeting

TODAY'S DATE: January 30, 2026
MEETING DATE: February 18, 2026
TO: Mayor & City Council
FROM: Sarah Lynds, Finance Director
SUBJECT: Report: FY 2026 1st Quarter Financial and Capital Report (for information only)

DESCRIPTION/BACKGROUND:

Idaho Statute 50-1011 requires the Treasurer to publish quarterly financial statements on the City's website.

The quarterly report is required to show specific information.

- 1.) A full statement for each fund reflecting year to date
- 2.) The balances of the debits and credits belonging to each category:
 - a. Salaries
 - b. Maintenance and Operations
 - c. Capital Outlay
- 3.) A percentage comparison to the original appropriation.

REPORT REVIEW:

To highlight a few areas of the quarterly report - the fiscal year is 25% complete as of December 31, 2025. The construction season is not underway with the exception of a few isolated projects and so the funds/budgets associated with these expenditures are showing low budget to actuals. This is expected and normal at this time of the year.

EXPENSES:

The General Fund is 12.25% expended as a whole, but a closer look at separate categories reflects 17.54% in personnel services, 16.73% in maintenance & operations and .06 % in capital outlay.

Garbage, Water and Wastewater funds are at 25%/6.46%/7.09% budget to actual for total expenditures. Water and Wastewater salaries and benefits are 14.84% and 17.59% budget to actual. Water and Wastewater capital outlay expenditures are at .04% and 1.12% with the majority of expenditures expected to come in the 4th quarter of the fiscal year. All of these percentages are in line with prior year trends of budget to actual expenditures. Financial trending budget to actual graphs can be found on the City's Financial Transparency page.

REVENUES:

The construction season normally begins towards the end of the 3rd quarter of the fiscal year with the majority of the projects occurring in the 4th quarter. Capital outlay budget to actual expended percentages reflect a low completion status at the end of the 1st quarter. Several of the FY 2026 capital projects are being funded with beginning cash fund balances, this is reflective in the revenue account called 'Other Financing Sources' in the applicable funds.

Revenues for the General Fund are 6.87% budget to actual. Revenues include \$2,617,809 of beginning cash and \$1,000,000 grant revenue placeholder, after removing this from the calculation the General Fund revenue budget to actual is 8.24%. The City's largest single source of General Fund revenue, property taxes, is at 3.18% received. Property taxes are received monthly paid with the largest remittance in January (2nd Quarter) and the second largest in July (4th quarter).

State and Local Government Shared Revenues (0% and 1.79%) are received quarterly (January, April, July and the final quarter in October).

Water and Wastewater fund revenue overall is 10.89%/15.77% budget to actual. Water includes \$5,277,732 of beginning cash, after removing this from the calculation the budget to actual is 20.5%. Wastewater includes \$4,555,000 of beginning cash, after removing this from the calculation the budget to actual revenues is 26.7%.

All of these percentages are in line with prior year trends of budget to actual revenues.

CAPITAL:

The FY 2026 Capital Improvement Plan has budgeted \$20,600,000 for 19 projects. At the end of the 1st quarter these projects had expenditures of \$74,816 which is .36% of the CIP budget.

STAFF RECOMMENDATION and ACTION:

No Council action is requested, this Financial Report is for informational purposes only.

ATTACHMENTS:

FY 2026 1st Quarter Financial Report

FY 2026 1st Quarter Capital Financial Report

LINK TO ELECTRONIC FINANCIAL TRANSPARENCY:

<https://sandpoint-id.cleargov.com/>

<https://city-sandpoint-id-cleardoc.cleargov.com/19237>