

# Budget Work Session

## Fiscal Year 2025-2026

July 8, 2025

# Proposed General Fund Revenue Assumptions

Certified Total Estimated Value as of April 30: \$8,090,102,533

Certified Estimated Value of New Construction as of April 30: \$184,305,381 (equates to \$1,011,953 in revenue)

Proposed Sales Tax Revenue is an 8% increase over FY 2025 Budgeted/Projected (6-month actuals at 50%)

Assumes an estimated voter approval rate of .549063 which includes the 3.5% revenue cap

Includes \$1.8 million for EMS revenue

Projecting a 5% increase for trash revenue

# Items Included in Proposed Base Budget

	<u>Amount</u>
5% increase in health insurance	\$229,473
3% average merit increase for General Employees (effective January 2026)	\$328,991
Public Safety step increase	<u>\$266,168</u>
<b>Total General Fund</b>	<b>\$824,632</b>
5% increase in health insurance	\$21,994
3% average merit increase for General Employees (effective January 2026)	<u>\$82,289</u>
<b>Total 4B Sales Tax</b>	<b>\$104,283</b>
5% increase in health insurance	\$32,676
3% average merit increase for General Employees (effective January 2026)	<u>\$93,042</u>
<b>Total Utility Fund</b>	<b>\$125,718</b>

# Factors To Consider

\$14,000,000 issuance of 2021 bonds - estimated 1.4 cent increase to the tax rate in 2027

\$6.6 million issuance of PPFCOs - estimated 1.06 increase to the tax rate in 2027

Stormwater Fee Fund

Recommending no draw down of General Fund Fund Balance

Utility Fund Water Rate Study in Process

# General Fund Summary

<b>Estimated Beginning Fund Balance - 10/01/25</b>	<b>\$ 21,882,358 (a)</b>
Proposed Revenues FY26 (@ .549063)	68,210,199
Proposed Expenditures Base Budget FY26	(66,946,799)
Recommended Requests (Recurring Expense)	(725,615)
New/Replacement Equipment (One-Time Uses)	(537,785)
Use of Fund Balance	<u>0</u>
Estimated Ending Fund Balance 09/30/26	<b>\$ 21,882,358 (b)</b>

a) Assumes 2% of expenditures unspent in FY 2025

b) Estimated Ending Fund Balance is 32% of expenditures

# New Recommendations - General Fund

Dept	Description	Amount
<b>Personnel (Recurring)</b>		
5113 - City Secretary	Administrative Assistant (Records Management)	66,435
5132 - Facilities	Custodian	56,704
5155 - Information Technology	IT Specialist - Public Safety	80,178
5211 - Police	Crossing Guards x 2	18,160
5211 - Police	Police Officers x 2	251,329
5211 - Police	Upgrade Bailiff to Warrant Officer	86,666
5231 - Fire	Part Time Fire Inspectors (2)	99,724
5241 - Emer Communications	Dispatch Supervisor - Potential Funding from Interlocal Agreement	-
5241 - Emer Communications	Dispatcher - Potential Funding from Interlocal Agreement	-
5411 - Streets	Equipment Operator I	66,419
<b>Total</b>		<b>\$ 725,615</b>
<b>New/Replacement Equipment (One-Time Uses)</b>		
Various	Recommended Personnel one time expenses (Equipment, uniforms etc.)	62,835
5211 - Police	2 Replacement Tahoes & 1 CID Vehicle	243,300
5211 - Police	New Patrol Tahoe connected to Police Officers	119,650
5251 - Animal Control	Animal Services Vehicle Replacement	107,500
5551 - Library	Interlibrary Loan Service	4,500
<b>Total</b>		<b>\$ 537,785</b>
<b>Total Recommendations</b>		<b>\$ 1,263,400</b>

# PPFCO Recommendations

Dept	Description	Amount
Fire	Quint	2,500,000
EMS	Ambulance	645,000
EMS	Lifepak Heart Monitors	300,000
Emer Communications	Replacement Radio Consoles	900,000
Streets	Opticom/Detection Upgrade	900,000
Streets	Dump Truck 4 Yard	111,000
Streets	Traffic Cabinet Standardization	800,000
Streets	School Zone Flashing Lights	500,000
		<hr/> 6,656,000

# Utility Fund Summary

<b>Estimated Beginning Fund Balance - 10/01/25</b>	<b>\$ 31,059,978</b>	
Proposed Revenues FY26	35,187,011	(a)
Proposed Expenditures Base Budget FY26	(33,718,609)	
Recommended Requests (Recurring Expense)	(158,316)	
New/Replacement Equipment (One-Time Uses)	(555,000)	
Estimated Ending Fund Balance 09/30/26	<u>\$ 31,815,064</u>	(b)

a) Assumes 5% water rate increase and 5.5% sewer rate increase per the 2023 rate study. Currently updating water rate study.

b) Policy requirement is 90 days of operating expenditures. Estimated Ending Fund Balance is 337 days



# New Recommendations - Utility Fund

Dept	Description	Amount
<b>Personnel (Recurring)</b>		
5712 - Utilities - Water	Fleet Maintenance Technician	73,405
5713 - City Engineer	Engineering Inspector	84,911
<b>Total</b>		<b>\$ 158,316</b>
<b>New/Replacement Equipment (One-Time Uses)</b>		
5712 - Utilities - Water	1 Ton Utility Truck	84,000
5712 - Utilities - Water	Diamond Wire Pipe Cutter	21,000
5712 - Utilities - Water	Utility Trailers 83-inch x 16 ft.	30,000
5713 - City Engineer	Engineering Inspector Vehicle	70,000
5713 - City Engineer	Project Management Software	33,000
5714 - Utilities - Sewer	1 Ton Utility Truck	81,000
5714 - Utilities - Sewer	3/4 Ton Utility Truck	71,000
5714 - Utilities - Sewer	6YD Dump Truck	165,000
<b>Total</b>		<b>\$ 555,000</b>
<b>Total Recommendations</b>		<b>\$ 713,316</b>

# 4B Sales Tax Fund Summary

<b>Estimated Beginning Fund Balance - 10/01/25</b>	<b>\$ 3,035,410</b>
Proposed Revenues FY26	6,639,138 (a)
Proposed Expenditures Base Budget FY26	(5,893,442)
Recommended Requests (Recurring Expense)	(117,744)
New/Replacement Equipment (One-Time Uses)	(319,350)
Estimated Ending Fund Balance 09/30/26	<u>\$ 3,344,012 (b)</u>

a) Total includes sales tax revenue and service fee revenues from the Recreation Center

b) Policy requirement is 25% of budgeted sales tax revenue ( $\$5,389,434 \times 25\% = \$1,347,359$ )

# New Recommendations - 4B Sales Tax Fund

Dept	Description	Amount
<b>Personnel (Recurring)</b>		
5613 - 4B Senior Activities	Upgrade GSS (B) CPC	39,248
5625 - 4B Recreation Center	Upgrade GSS (C) WR FD	39,248
5625 - 4B Recreation Center	Upgrade GSS (D) WRC FD	39,248
<b>Total</b>		<b>\$ 117,744</b>
<b>New/Replacement Equipment (One-Time Uses)</b>		
5613 - 4B Senior Activities	CPC Commercial Refrigerator/Freezer Combo	15,000
5613 - 4B Senior Activities	New Ford Transit (C) CPC	80,000
5614 - 4B Parks	Replace Infield Machine Parks and Athletics	45,000
5614 - 4B Parks	Replace Playground Creekside South	85,000
5614 - 4B Parks	Replace Playground Southbrook Park	70,000
5614 - 4B Parks	Replace Zero Turn Mower Parks and Athletics	15,000
5625 - 4B Recreation Center	Gym Wall Padding	9,350
<b>Total Equipment and One Time Uses</b>		<b>\$ 319,350</b>
<b>Total Requests</b>		<b>\$ 437,094</b>