



FY2026 BUDGET PRESENTATION

GENERAL FUND

- Valuations Increased 2.6%
- Combined General Fund Levy- \$8.12
 - FY2025 Total Levy \$16.14
 - FY2026 Estimated Levy \$15.84
- Cost of Living Increases 3%
- Development Services Expenses Absorbed
into Police, Fire, Admin

GENERAL FUND DEPARTMENT EXPENDITURES

	► FY2025	FY2026
► Police	\$1,746,209	\$1,809,255
► Fire	\$678,737	\$791,125
► EMS	\$48,630	\$47,658
► Library	\$502,143	\$532,770
► Parks	\$415,551	\$446,195
► Pool	\$63,950	\$70,250
► Cemetery	\$218,820	\$269,615
► Admin	\$1,075,931	\$1,077,085

GENERAL FUND ADDITIONAL EXPENDITURES

	► FY2025	FY2026
► Animal Cont	\$24,436	\$30,000
► Airport	\$396,700	\$383,000
► Chamber	\$25,000	\$25,000
► Main Street	\$25,000	\$25,000
► WEDG	\$25,000	\$25,000

GENERAL FUND REVENUES

	► FY2025	FY2026
► Police	\$415,720	\$407,800
► Fire	\$255,500	\$251,200
► EMS	\$0	\$200
► Devel Serv	\$92,050	\$87,040
► Library	\$109,530	\$133,276
► Parks	\$600	\$1,200
► Pool	\$0	\$0
► Cemetery	\$82,000	\$84,000
► Admin	\$3,828,106	\$3,971,832
► Animal Cont	\$1,600	\$1,700
► Airport	\$376,000	\$383,000

BALANCING THE GENERAL FUND

-	Projected Revenues	\$4,938,248
-	Proposed Expenses	\$5,068,953
-	Deficit	-\$130,705

HOTEL- MOTEL TAX

- State Law Requires at Least 50% Utilized for Tourism
- Annual Revenue Around \$80,000
- Prior to FY25- 100% for Tourism/Promotion (HMT Committee)
- FY2025- 50% Tourism/50% Transfer to General Fund
- Options for FY2026
 - Stay at 50/50 Split
 - Go Back to 100% Tourism
 - Other Possible Uses: Parks, Chamber, Admin

Recommend 75% Tourism (H/M Tax Committee)

Recommend 25% Tourism (Chamber)

RIVERBOAT MUNICIPAL FUNDS REQUEST

1. Parks Master Plan- \$250,000

- ▶\$100,000 for Master Plan Cost
- ▶\$150,000 for Park Projects

2. Washington Main Street Support- \$125,000

- \$100,000- DIG Matching Grants
- \$25,000- Event/Program Support

3. Flock Camera System- PD- \$32,000

4. Library History/Genealogy Project \$25,000 (\$432,000)

5. Any Remaining Funds Toward Park Projects

LOCAL OPTION SALES TAX (LOST)

- FY2025 Allocations- \$1,300,000
 1. 25% to Minibus (\$325,000)
 2. Debt Service- \$160,000 (City Hall Bond)
 3. Police (\$375,000) and Fire (\$142,500)
 4. Remaining to Capital Equipment Fund (\$300,000)

- FY2026 Estimated Revenues= \$1,250,000
 1. 25% to Minibus (\$312,500)
 2. Debt Service- (\$160,000)
 3. Police (\$375,000) and Fire (\$142,500)
 4. General Fund Gap Funding (\$80,000-\$100,000)
 5. Remaining to Cap. Equip. Fund (\$150,000)

ROAD USE TAX FUND

Projected FY25 Balance	\$589,188
Projected FY26 Revenues	\$1,185,998
Proposed FY26 Expenditures	\$1,124,018
FY26 Excess	\$61,980
Projected FY26 Ending Balance	\$651,168

This includes \$100,000 for Chip and Seal Program and \$200,000 for Asphalt Overlay Program

WATER FUND

Projected FY25 Balance	\$571,065
Projected FY26 Revenues	\$2,346,685
Proposed FY26 Expenditures	\$1,987,559
Estimated Excess	\$359,126
Projected FY26 Ending Balance	\$930,191

WATER FUND CONSIDERATIONS

▶ 1. Credit Card Fees

- ▶ Currently we budget \$50,000 for credit card expenses. These are fees charged to us for each credit card transaction. A recent trend is charging a fee for using a credit card- generally consistent with the fee charged by the vendor
- ▶ \$1.00/transaction fee included in revenue calculations- only generates about \$10,000. Likely needs to be 2-3% fee

▶ 2. Meter Fees

- ▶ Many water utilities charge a small meter fee. Staff recommends considering a fee to speed up the radio-read meter transition.
 - ▶ \$1/meter each month= \$36,000/year
 - ▶ \$2/meter each month= \$72,000/year
 - ▶ \$1/meter/month included in revenue calculations
 - ▶ We have around 3,100 accounts. Around 1,200 are already radio-read, but some nearing end of life. We need at least 1,900 meters to complete radio-read upgrade. 1 pallet = 145 meters/\$36,000. 435 meters (3 pallets) replaced annually= 4.33 years to complete.

WATER RATES

<u>Cash Flow Projections</u>	<u>Base Rate</u>	<u>Usage Rate</u>	<u>Combined</u>
FY2025 (+9%)	\$21.31	\$5.95/100cu.ft.	\$27.26
FY2026 (+7%)	\$22.80	\$6.37/100cu.ft.	\$29.17

<u>Alternate Options</u>	<u>Base Rate</u>	<u>Usage Rate</u>	<u>Meter Fee</u>	<u>Combined</u>
1. +6% BR & UR	22.59	\$6.31/100 cu.ft.	\$1.00	\$29.90
2. +5% BR & UR	\$22.37	\$6.25/100cu.ft.	\$2.00	\$30.62
3. +5% UR Only	\$21.31	\$6.25/100cu.ft.	\$2.00	\$29.56

SEWER FUND

Projected FY25 Fund Balance	\$984,395
Projected FY26 Revenues	\$2,709,615
Proposed FY26 Expenditures	\$2,430,725
Estimated Excess	\$278,890
Projected FY26 Ending Balance	\$1,263,285

SEWER RATES

FY2025

FY2026

Base Rate

\$31.50(+0%)

\$31.50(+0%)

Usage Rate

\$5.16(+5%)

\$5.42(+5%)

SANITATION FUND

Projected FY25 Balance \$268,030

Projected FY26 Revenues \$736,150

Proposed FY26 Expenditures \$712,358

FY26 Excess \$23,793

Projected FY26 Ending Balance \$291,822

Proposed 3% Rate Increase for FY2026

SANITATION RATES

<u>Service Type</u>	<u>FY2025</u>	<u>FY2026</u>
65-Gal Weekly	\$23.93	\$24.65
35-Gal Weekly	\$19.78	\$20.37
35-Gal Bi-Weekly	\$15.68	\$16.15

CAPITAL PROJECTS FUND

Projected FY25 Fund Balance	\$902,158
Projected FY26 Revenues	\$1,326,700
Proposed FY26 Expenditures	\$1,326,700
Estimated Excess	\$0
Projected FY26 Ending Balance	\$902,158

Airport (\$326,700), Streetscape Pilot Project (\$1,000,000)

CAPITAL EQUIPMENT FUND

Projected FY25 Fund Balance	\$648,425
Projected FY26 Revenues	\$982,000
Proposed FY26 Expenditures	\$881,000
Estimated Excess	\$101,000
Projected FY26 Ending Balance	\$749,425

Cash- Parks Mowers (\$19,000), Cemetery Mowers (\$30,000)

Grants- Police Flock (\$32,000), Library Shelving (\$25,000)

Financed- Fire Engine(\$475,000), Road Use Dump truck (\$150,000) &
Backhoe (\$75,000), Water SUV (\$45,000), Sewer Pickup (\$55,000)

DEBT SERVICE FUND

Projected FY25 Fund Balance	\$24,391
Projected FY26 Revenues	\$1,381,715
Proposed FY26 Expenditures	\$1,369,590
Estimated Excess	\$12,125
Projected FY26 Ending Balance	\$36,516

FY2025 DS Levy- \$3.88, Total Levy \$16.14

FY2026 DS Levy- \$3.07, Total Levy \$15.52

WHAT'S LEFT?

- ▶ February 18th- Budget Workshop to Review Updates Based on Council Input, Review Draft Budget Forms
- ▶ March 4- Council Meeting, Set Tax Levy Hearing for April 1
 - ▶ Tax Levy Info Due to the County Auditor
- ▶ April 1- 5:30pm- Tax Levy Hearing
- ▶ April 1- 6:00pm- Council Meeting, Set Budget Hearing for Apr 15
- ▶ April 15 6:00pm- Budget Hearing, FY2026 Budget Adopted