



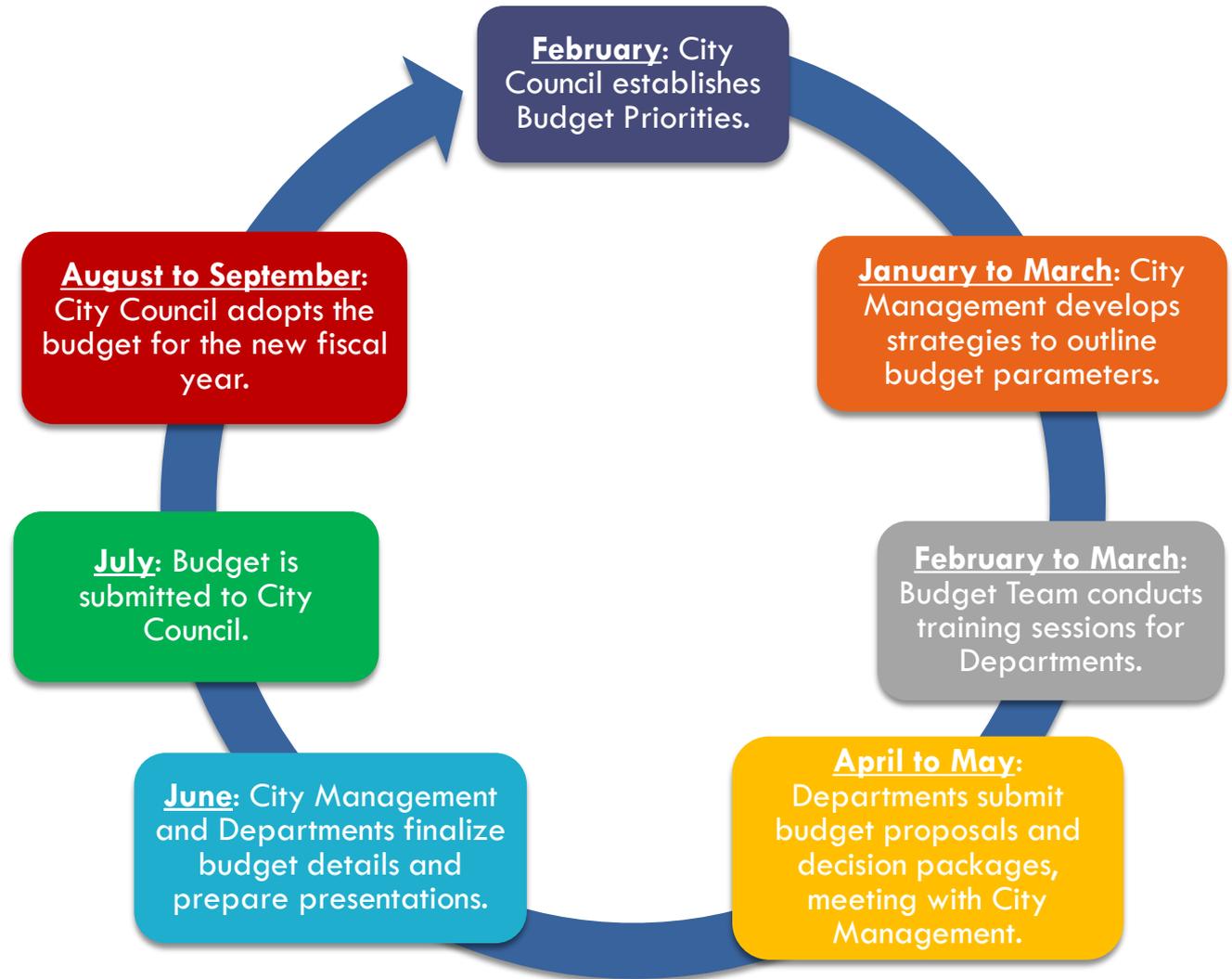
FY 2027 BUDGET

TMP-26-007

February 23, 2026

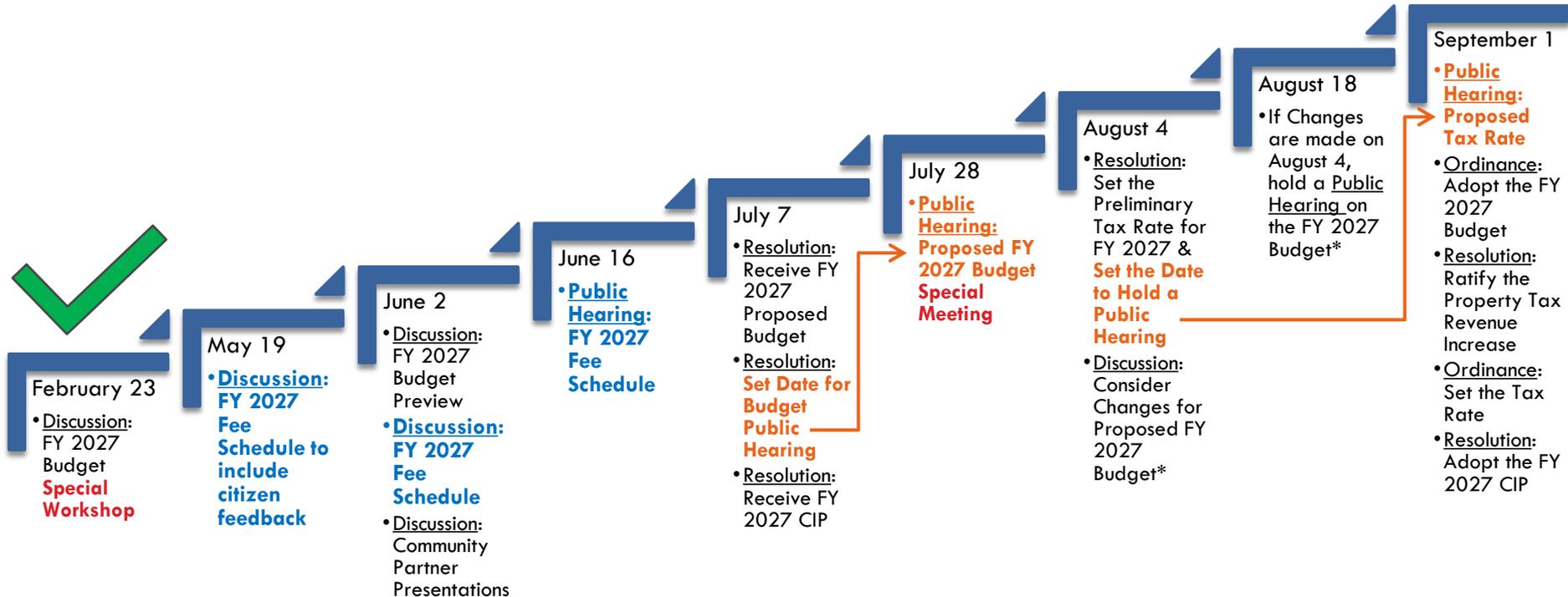
Budget Process

2



Preliminary Budget Calendar

3



General Fund Compensation Reference

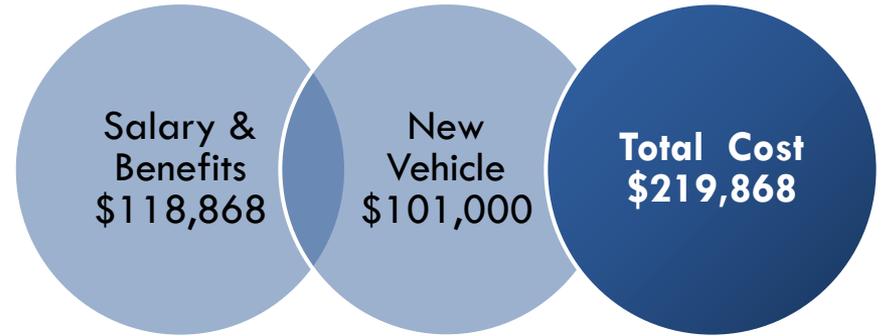
General Fund Cost of Living Adjustment



General Fund 7% Insurance Increase

- \$397,660

Cost of One Position-Police Officer (Grade P10-5)



Compression of Steps from 16 to 15 in Civil Service Pay Plans

Police	Fire
• \$52,020	• \$29,727

General Fund Revenue Outlook

Projected FY 2027 Growth: 2% (\$3.2M)

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	Historical FY 2025	FY 2026 Adopted	Forecast FY 2027	\$ Change	% Change
Taxes					
Property Tax	54,410,285	58,967,744	60,725,697	1,757,953	3%
Sales Tax	36,347,205	36,922,058	37,287,839	365,781	1%
Franchise Taxes	5,420,582	5,924,412	5,969,981	45,569	1%
Charges for Services	8,099,897	8,795,765	8,816,569	20,804	0%
Fines/Forfeits/Assessment	3,580,140	3,499,725	3,518,718	18,993	1%
Licenses and Permits	2,755,673	3,005,773	3,021,117	15,344	1%
Investments Income	2,503,873	2,552,254	2,506,868	(45,386)	-2%
Intergovernmental Revenue	4,558,235	2,011,825	2,011,977	152	0%
Miscellaneous Income	298,170	83,279	83,379	100	0%
Contributions/Donations	1,000	-	-	-	
	117,975,060	121,762,835	123,942,145	2,940,597	2%
Transfers and Financing Sources					
Franchise Fees	6,847,676	7,256,870	7,455,038	198,168	3%
General Administration Charge	4,041,114	3,877,929	3,994,267	116,338	3%
Public Works Admin	194,966	204,476	210,610	6,134	3%
Other	280,763	245,345	249,990	4,645	2%
Total Revenue	129,339,579	133,347,455	135,852,050	3,292,703	2%

General Fund Expenditure Outlook

Projected FY 2027 Growth: 3% (\$4.4M)

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	<u>Historical FY 2025</u>	<u>FY 2026 Adopted</u>	<u>Forecast FY 2027</u>	<u>\$ Change</u>	<u>% Change</u>
Public Safety	78,105,261	83,556,833	86,504,191	2,947,358	4%
General Government	12,174,544	14,496,072	14,990,934	494,862	3%
Parks & Recreation	6,294,769	6,660,519	6,950,126	289,607	4%
Public Works	5,417,733	6,799,785	6,996,931	197,146	3%
Community Development	4,696,101	5,089,210	5,260,494	171,284	3%
Community Partners	5,127,784	4,483,470	4,615,766	132,296	3%
ISF Information Technology	4,079,163	5,926,633	6,163,698	237,065	4%
ISF Risk Management	904,665	1,348,797	1,402,749	53,952	4%
ISF Fleet Services	715,244	757,762	788,072	30,310	4%
Non-Departmental	1,808,535	987,046	444,070	(542,976)	-55%
Transfer Out	9,305,932	3,241,328	3,657,499	416,171	13%
Total Expenditures	128,629,731	133,347,455	137,774,530	4,427,075	3%

General Fund Financial Outlook

	Historical	FY 2026	Forecast	Long-Range Projection		
	FY 2025	Adopted	FY 2027	FY 2028	FY 2029	FY 2030
Revenues	129,339,579	133,347,455	135,852,050	138,932,627	141,127,430	143,711,243
Expenditures	128,629,731	133,347,455	137,774,530	142,613,450	147,733,026	151,845,151
Net Change in Fund Balance	709,848	-	(1,922,480)	(3,680,823)	(6,605,597)	(8,133,909)
<i>Estimated Beginning Fund Balance</i>	34,186,270	34,896,118	34,896,118	32,973,638	29,292,815	22,687,218
<i>Estimated Ending Fund Balance</i>	34,896,118	34,896,118	32,973,638	29,292,815	22,687,218	14,553,309
Fund Balance Percent	29.24%	26.82%	24.59%	21.08%	15.76%	9.84%

Taxable Value, Exemptions, and Equivalent Tax Rate Impact (15 Year Impact)

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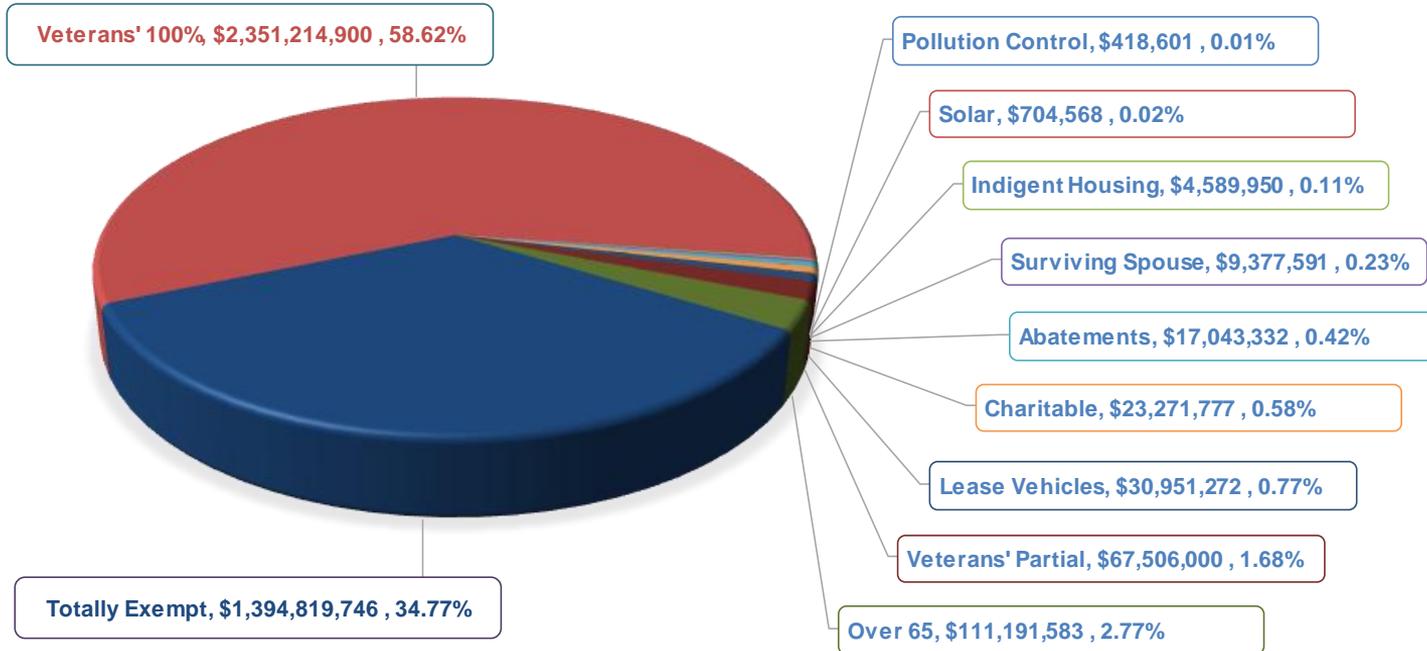
Fiscal Year	Tax Rate	Freeze Adjusted		Exemptions	
		Taxable Value	Exemption Value	% of Value	Value of Exemption
2012	\$ 0.7428	\$ 4,520,459,969	\$ 553,300,701	12%	\$ 4,109,918
2013	0.7428	4,599,097,718	606,059,551	13%	4,501,810
2014	0.7428	4,795,024,710	662,109,123	14%	4,918,147
2015	0.7498	4,811,164,418	755,476,941	16%	5,664,566
2016	0.7498	4,943,248,641	840,029,405	17%	6,298,540
2017	0.7498	5,105,756,819	943,288,983	18%	7,072,781
2018	0.7498	5,495,220,469	1,110,668,560	20%	8,327,793
2019	0.7498	5,558,236,084	1,319,944,348	24%	9,896,943
2020	0.7498	6,146,321,192	1,495,394,748	24%	11,212,470
2021	0.7330	6,546,250,278	1,664,950,466	25%	12,204,087
2022	0.7004	7,332,662,381	2,151,287,337	29%	15,067,617
2023	0.6233	8,795,104,770	2,557,328,815	29%	15,939,831
2024	0.6208	10,139,444,400	3,254,831,876	32%	20,205,996
2025	0.6573	10,485,071,107	3,651,593,871	35%	24,001,927
2026	0.7014	10,670,715,689	4,011,089,320	38%	28,133,780

FY 2026 exemption value lost equates to 26.6¢ per \$100 valuation.

[Note: 1¢ = \$1,056,401 in revenue at 99% collection rate.]

FY 2026 Property Tax Exemptions by Type

FY 2026 TOTAL EXEMPTIONS: \$4,011,089,320



Source: 2025 Certified Totals (Grand Totals) as of July 22, 2025

Property Tax

Disabled Veteran's Exemption

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Tax Year/ Fiscal Year	Total DV Exemption Value	Increase from Prior Year	Revenue Loss	State Reimbursement	% Covered
TY 2007/ FY 2008	50,137,972	-	348,459	-	-
TY 2008/ FY 2009	52,511,311	2,373,339	364,954	-	-
TY 2009/ FY 2010	94,890,507	42,379,196	659,489	-	-
TY 2010/ FY 2011	154,194,413	59,303,906	1,145,356	-	-
TY 2011/ FY 2012	176,774,304	22,579,891	1,313,080	-	-
TY 2012/ FY 2013	200,042,663	23,268,359	1,485,917	-	-
TY 2013/ FY 2014	232,312,444	32,269,781	1,725,617	-	-
TY 2014/ FY 2015	283,186,726	50,874,282	2,123,334	-	-
TY 2015/ FY 2016	361,252,507	78,065,781	2,708,671	838,477	30.96%
TY 2016/ FY 2017	459,741,283	98,488,776	3,447,140	902,952	26.19%
TY 2017/ FY 2018	582,976,715	123,235,432	4,371,159	1,216,494	27.83%
TY 2018/ FY 2019	706,941,608	123,964,893	5,300,648	1,248,210	23.55%
TY 2019/ FY 2020	839,077,692	132,136,084	6,291,405	3,105,247	49.36%
TY 2020/ FY 2021	985,698,907	146,621,215	7,225,173	3,392,993	46.96%
TY 2021/ FY 2022	1,170,393,587	184,694,680	8,197,437	2,727,815	33.28%
TY 2022/ FY 2023	1,458,585,372	288,191,785	9,091,363	3,222,290	35.44%
TY 2023/ FY 2024	1,767,080,170	308,494,798	10,970,034	2,076,923	18.93%
TY 2024/ FY 2025	2,094,388,976	327,308,806	13,766,419	1,646,224	11.96%
TY 2025/ FY 2026 ¹	2,418,720,900	324,331,924	16,964,908	900,000	5.31%
Total			97,500,562	21,277,624	

¹ Source: 2025 Certified Totals (Grand Totals) as of July 22, 2025

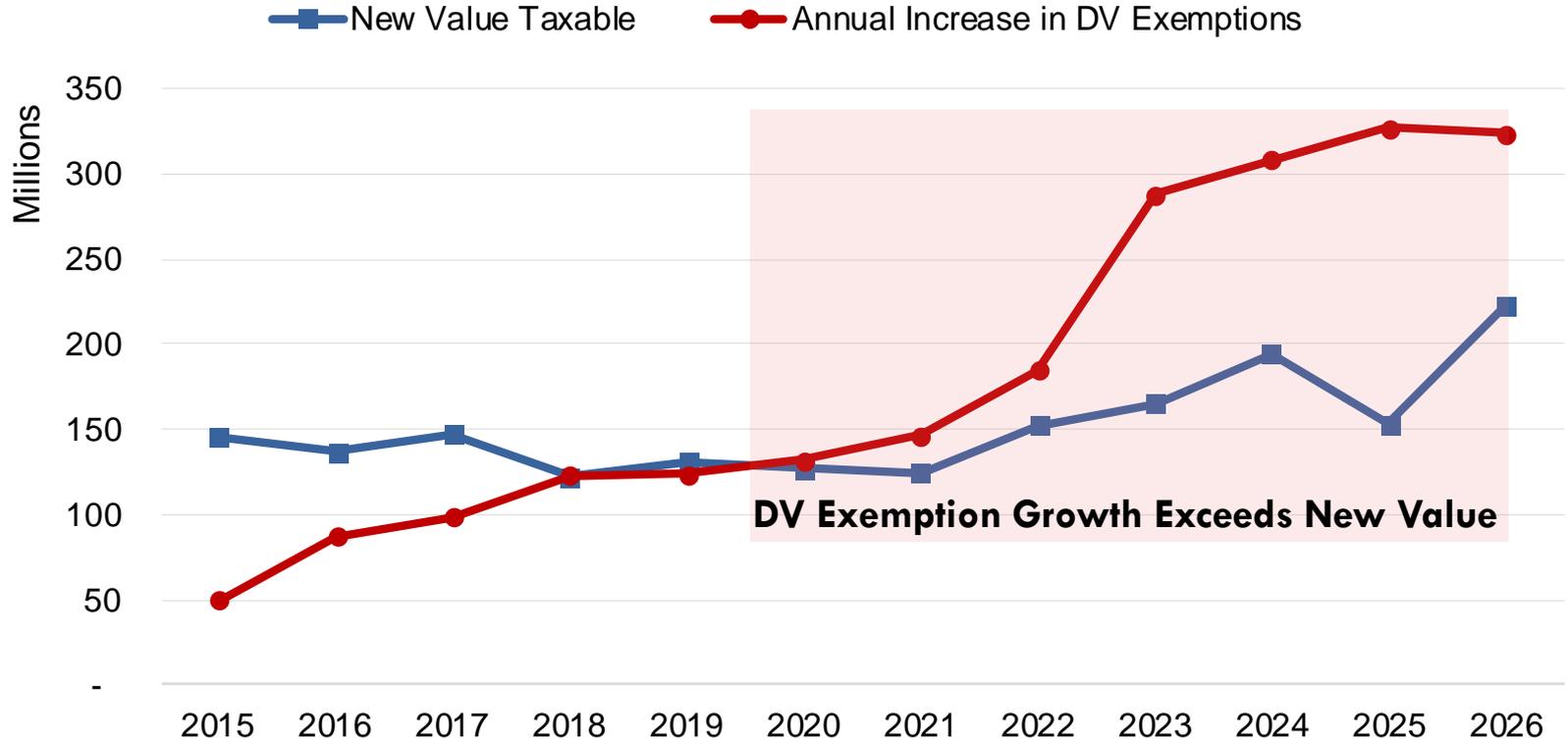
Property Tax

DV Exemption vs. New Value Taxable

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Fiscal Year	Annual Increase in	
	DV Exemptions	New Value Taxable
2015	49,324,407	145,726,044
2016	86,764,571	136,670,554
2017	98,488,776	147,109,187
2018	123,235,432	122,490,812
2019	123,964,893	130,721,412
2020	132,136,084	127,268,076
2021	146,621,215	124,423,784
2022	184,694,680	152,194,336
2023	288,191,785	165,622,845
2024	308,494,798	194,408,686
2025	327,308,806	152,852,795
2026	324,331,924	223,221,742

New Property Value Is No Longer Keeping Pace with DV Exempted Value Growth



Grant History

Type	2021	2022	2023	2024	2025*	Total
Federal**	\$ 15,182,762	\$ 11,405,913	\$ 15,529,376	\$ 14,091,918	\$ 15,904,548	\$ 72,114,517
State	585,052	1,038,361	1,671,956	1,270,754	779,321	5,345,444
Local	106,401	100,000	103,831	40,036	7,866	358,134
Other	87,255	98,596	77,320	47,419		310,590
Total	\$ 15,961,470	\$ 12,642,870	\$ 17,382,482	\$ 15,450,126	\$16,691,735	\$ 78,128,685

* FY 2025 has not officially closed and audited

** ARPA funding is not included

Water & Sewer Fund Revenue Outlook

Projected FY 2027 Growth: 3% (\$1.4M)

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	Historical FY 2025	FY 2026 Adopted	Forecast FY 2027	\$ Change	% Change
Charges for Services	47,625,647	51,495,749	52,913,594	1,417,845	3%
Investments Income	635,720	587,093	575,156	(11,937)	-2%
	48,261,367	52,082,842	53,488,750	1,405,908	3%
Transfers and Financing Sources					
Drainage Utility Fund	129,957	156,947	163,225	6,278	4%
Solid Waste Fund	64,978	78,474	81,613	3,139	4%
General Fund	64,978	78,474	81,613	3,139	4%
Other	54,800	10,000	10,000	-	0%
Total Revenue	48,576,080	52,406,737	53,825,201	1,418,464	3%

Water & Sewer Fund Expenditure Outlook

Projected FY 2027 Growth: 4% (\$2.2M)

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	<u>Historical</u> <u>FY 2025</u>	<u>FY 2026</u> <u>Adopted</u>	<u>Forecast</u> <u>FY 2027</u>	<u>\$ Change</u>	<u>% Change</u>
Public Works	23,892,252	26,478,840	28,344,892	1,866,052	7%
General Government	5,749,537	6,800,298	7,030,419	230,121	3%
Debt Service-Bonds	4,662,497	6,664,592	6,573,252	(91,340)	-1%
Non-Departmental	387,391	435,596	414,125	(21,471)	-5%
ISF Information Technology	1,480,679	1,262,091	1,312,575	50,484	4%
ISF Risk Management	418,707	371,144	385,990	14,846	4%
ISF Fleet Services	114,966	125,237	130,247	5,010	4%
Transfer Out	14,858,452	10,268,939	10,415,299	146,360	1%
Total Expenses	51,564,481	52,406,737	54,606,798	2,200,061	4%

Water & Sewer Fund Financial Outlook

	Historical	FY 2026	Forecast	Long-Range Projection		
	FY 2025	Adopted	FY 2027	FY 2028	FY 2029	FY 2030
Revenues	48,576,080	52,406,737	53,825,201	54,481,922	55,140,279	55,807,934
Expenses	51,564,481	52,406,737	54,606,798	56,314,730	57,818,937	58,618,144
Net Change in Working Capital	(2,988,401)	-	(781,597)	(1,832,808)	(2,678,658)	(2,810,209)
<i>Estimated Beginning Working Capital</i>	12,642,974	9,654,573	9,654,573	8,872,975	7,040,167	4,361,510
<i>Estimated Ending Working Capital</i>	9,654,573	9,654,573	8,872,975	7,040,167	4,361,510	1,551,301
Fund Balance Percent	26.30%	22.91%	20.08%	15.49%	9.33%	3.27%

City Council FY 2027 Focus & Priorities