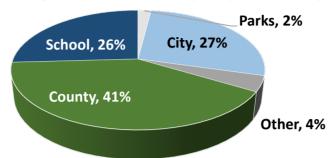
Mayor's Proposed 2026 Levy, General Fund Budget, and Other Funds

Table of Contents 2026 Proposed Budget

Page

- 3 Proposed Property Tax Levy
- 4 General Fund Summary
- 5 General Fund Proposed Revenues
- 10 General Fund Proposed Expenditures
- 15 Special Revenue Funds
- 16 Debt Service Funds
- 20 Capital Project Funds
- 21 Enterprise Funds
- 22 Internal Service Funds

Breakdown of Average Homestead Property Tax Bill by Taxing Entity



2026 Proposed Property Tax Levy 2025 2026 Proposed Change In Levy Approved Levy

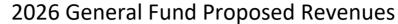
	Approved	Levy	0 ,	
	Levy	•		
General Operations Levy	•			
General Operations	\$ 25,547,272	\$ 27,523,155	\$ 1,975,883	
Provision for Tax Delinquency	\$ 150,000	\$ 150,000	\$ -	
Total General Operations Levy	\$ 25,697,272	\$ 27,673,155	\$ 1,975,883	
Supplemental Parks Levy	\$ 280,000	\$ 280,000	\$ -	
Capital Projects Levy	\$ 4,547,400	\$ 4,547,400	\$ -	
Debt Service	\$ 7,564,200	\$ 7,564,200	\$ -	
Infrastructure Permanent Improvements	\$ 280,000	\$ 280,000	\$ -	
Total Capital Projects Levy	\$ 7,844,200	\$ 7,844,200	\$ -	
Street Light Levy	\$ 2,547,200	\$ 2,547,200	\$ -	
Street Maintenance Levy	\$ 2,300,000	\$ 2,300,000	\$ -	
Duluth Housing Trust Fund Levy	\$ 182,500	\$ -	\$ (182,500)	
Total City Property Tax Levy	\$ 43,398,572	\$ 45,191,955	\$ 1,793,383	
General Operations Levy Increase			\$ 1,975,883	4.55%
Duluth Housing Trust Fund Levy			\$ (182,500)	-0.42%
2026 City Tax Levy Increase			\$ 1,793,383	4.13%
New Construction Growth			\$ 621,622	1.43%
Net Property Tax Impact After Growth			\$ 1,171,761	2.70%
2026 City Tax Levy Increase			\$ 1,793,383	4.13%

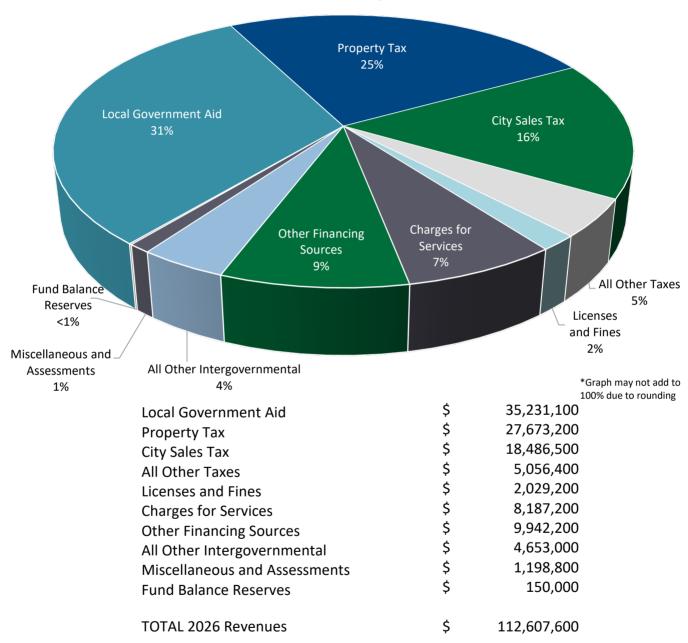
General Fund

The General Fund provides general purpose government to the citizens of Duluth and accounts for all financial transactions not accounted for in another fund. This fund is used to finance activities such as general government, public safety, public works, libraries, recreation, planning, and economic development.

Financial support for this fund is received from general property taxes, City sales tax, licenses and permits, court fines and fees, departmental fees and charges, intergovernmental and miscellaneous revenues. The major categories of revenues and expenditures are itemized below.

	2023	2024	2025	2026
	Actual	Actual	Budget	Proposed
REVENUES				
Property Tax				
General Operations Levy	27,872,606	28,972,546	25,547,300	27,523,200
Delinquent Property Taxes	135,019	144,881	150,000	150,000
City Sales Tax	19,032,817	19,047,297	17,617,300	18,486,500
All Other Taxes	4,802,163	5,234,997	4,888,400	5,056,400
Local Government Aid	30,807,820	35,175,072	35,231,100	35,231,100
All Other Intergovernmental	4,993,000	6,738,853	4,660,000	4,653,000
Licenses and Fines	2,458,936	2,507,224	2,384,700	2,029,200
Charges for Services	8,527,405	7,947,158	7,293,800	8,187,200
Other Financing Sources	21,849,739	29,746,905	10,127,500	9,942,200
Miscellaneous and Assessments	2,796,557	7,614,142	1,079,000	1,198,800
Fund Balance Reserves	-	-	450,000	150,000
Total Revenues	123,276,062	143,129,075	109,429,100	112,607,600
EXPENDITURES				
Permanent Salaries	48,584,989	54,387,708	57,232,200	60,639,200
Premium Pay	3,005,358	3,124,679	1,646,400	1,720,200
Other Wages	853,617	992,204	782,900	812,900
Employee Benefits	23,112,808	25,702,562	25,723,300	27,128,300
Supplies	3,366,969	2,771,399	3,747,200	3,131,800
Other Services & Charges	22,221,790	46,321,016	14,716,000	13,767,600
Utilities	1,481,108	1,656,791	2,030,100	1,851,600
Retiree Medical and Life Insurance	9,230,748	9,299,158	3,205,000	3,210,000
Capital Outlay	1,065,622	755,141	346,000	346,000
Total Expenditures	112,923,008	145,010,658	109,429,100	112,607,600





This graph shows the major categories of revenues expressed as a percent of total General Fund revenues estimated for budget fiscal year 2026. The City's policy of maintaining a diverse revenue base is reflected in the categories of revenues listed above, with almost 200 separate budgeted sources of revenue. Although the City does have a wide variety of revenues, the reader will note the City's relative dependence on local government aid, which constitutes 31% of all General Fund revenues. For this reason, we closely monitor local government aid every session at the State Legislature.

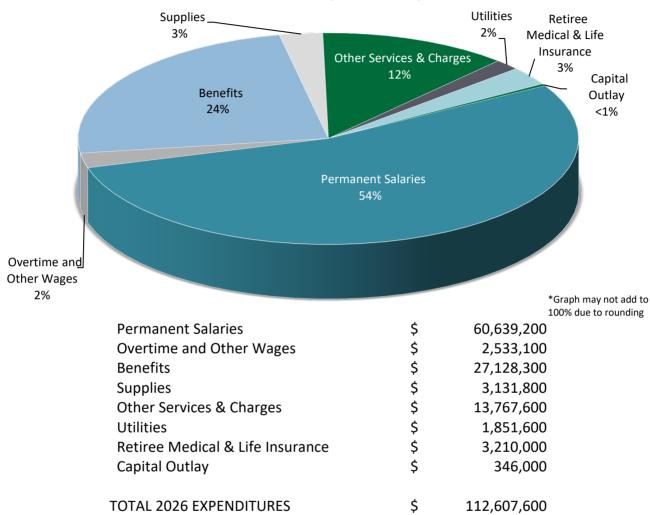
	2023	2024	2025	2026
General Fund Revenues	Actual	Actual	Budget	Proposed
TAXES				
4005 Current Property Tax	27,872,606	28,972,546	25,547,300	27,523,200
4010 Delinquent Property Tax	135,019	144,881	150,000	150,000
4015 Mobile Home Tax	100,313	77,882	90,000	90,000
4040 City Sales and Use Tax	19,032,817	19,047,297	17,617,300	18,486,500
4050 Charitable Gambling Tax	40,372	44,740	30,000	40,000
4070 MN Power Franchise Tax	3,689,802	3,863,141	3,852,000	4,010,000
4071 Northeast Cable Franchise Tax	704,230	637,170	690,000	690,000
4072 Northern MN Utility Franchise Tax	11,700	7,192	11,000	11,000
4080 Forfeit Tax Sale Apportionment	14,428	-	10,000	10,000
4090 Other Taxes	241,318	604,872	205,400	205,400
TOTAL TAXES	51,842,605	53,399,721	48,203,000	51,216,100
LICENSES AND PERMITS				
4101 Liquor License	450,927	462,334	425,000	425,000
4102 Beer License	14,202	5,696	11,200	11,200
4105 Hotel License	8,083	7,324	7,000	7,000
4106 Garbage Collection	19,345	19,710	18,000	18,000
4107 Horse & Carriage	297	308	400	400
4108 Emergency Wrecker License	3,060	5,647	6,000	6,000
4109 Gas Station License	11,039	11,291	10,500	10,500
4111 Pawnbroker License	440	916	1,100	1,100
4112 Peddler's License	18,226	12,832	10,000	10,000
4113 Precious Metal Dealer	1,760	1,760	1,800	1,800
4114 Pet Shop License	914	380	600	600
4116 Dog Kennels License	640	300	400	400
4117 Massage Parlor	15,063	15,247	12,000	12,000
4118 Cigarette License	12,424	12,659	12,000	12,000
4119 Motor Vehicle	4,432	4,409	5,300	5,300
4120 Taxi Permit	19,392	7,062	9,000	9,000
4121 Coin Operating Device	18,880	11,496	8,000	8,000
4122 Pool & Bowling	611	611	600	600
4124 Tree Service Contractor License	-	279	1,400	1,400
4125 Transport. Network Comp. License	-	-	7,400	7,400
4126 Shared Active Mobility Systems	16,000	16,140	14,000	14,000
4150 Pet License	3	8,551	,555	,555
4160 Fire Protection Systems Permit Fees	88,043	116,528	95,500	80,000
4151 Fill Permits	7,264	10,659	5,000	3,000
	-	-	-	-

	2023	2024	2025	2026
General Fund Revenues	Actual	Actual	Budget	Proposed
LICENSES AND PERMITS continued				
4152 Excavation Permits	25,961	23,732	25,000	25,000
4153 Multiple Dwell License	1,105,074	1,199,280	1,250,000	892,500
4154 Commercial Use/Occupancy	141,580	150,686	130,000	149,500
4155 Special Event Permit	5,736	7,766	3,500	3,500
4170 Misc Permits & Licenses	108,105	144,322	112,000	112,000
TOTAL LICENSE AND PERMITS	2,097,500	2,257,925	2,182,700	1,827,200
INTERGOVERNMENTAL				
4209 Misc Federal Grants (Safer Grant)	40,033	42,757	16,000	16,000
4210 Pass-thru Federal Grants	-	-	-	-
4220 State of Minnesota	4,664	26,518	4,000	-
4221 Local Government Aid	30,807,820	35,175,072	35,231,100	35,231,100
4222 State Property Tax Aid	258	316	-	-
4225 Ski Trail Reimbursement	16,060	9,420	11,000	-
4227 Police Training Reimbursement	133,346	137,855	135,000	135,000
4232 State Insurance Premium	2,607,006	2,976,168	2,420,800	2,420,800
4233 State of MN PERA Contribution	103,420	1,268,031	-	-
4240 Municipal State Aid - Maintenance	1,533,400	1,686,740	1,496,100	1,496,100
4260 St. Louis County	146,657	170,314	138,400	138,400
4261 ISD 709	334,044	335,000	366,700	366,700
4300 HRA in Lieu of Taxes	74,113	85,735	72,000	80,000
TOTAL INTERGOVERNMENTAL	35,800,820	41,913,925	39,891,100	39,884,100
CHARGES FOR SERVICES				
4303 Use Permit - Flood & Wetlands	-	-	-	-
4306 Building Appeals Fee	278	-	-	-
4307 Planning/Zoning Fees	174,487	121,459	87,500	165,500
4310 Assessment Cost Services	48,967	6,750	10,000	10,000
4311 Assessment Certificate Fee	40,237	47,013	40,000	40,000
4315- Cost Allocation Stormwater	196,800	3,362,660	281,000	301,200
4315- Cost Allocation Sewer	238,200	-	333,000	357,700
4315- Cost Allocation Steam	64,500	-	80,000	81,900
4315- Cost Allocation DECC	13,800	-	47,300	48,300
4315- Cost Allocation DTA	12,500	-	23,900	24,400
4315- Cost Allocation Grant Administration	73,662	-	73,600	73,600
4315- Cost Allocation Airport	73,200	-	133,200	142,300
4315- Cost Allocation DEDA	400,000	-	400,000	400,000

	2023	2024	2025	2026
General Fund Revenues	Actual	Actual	Budget	Proposed
CHARGES FOR SERVICES continued				
4315- Cost Allocation Public Utility	876,400	_	945,400	1,017,000
4315- Cost Allocation Fleet	146,200	_	273,600	292,700
4315- Cost Allocation Group Health	409,863	-	430,600	430,600
4315- Cost Allocation Self Insurance	734,500	-	584,000	640,300
4315- Cost Allocation Spirit Mountain	26,200	-	29,600	103,100
4315- Cost Allocation Parking	140,500	-	202,300	214,200
4315-Cost Allocation 410 W 1st Street Ramp	8,500	-	6,500	6,700
4319 Attorney Services	20,844	11,426	9,000	9,000
4320 MIS Services	12,162	14,920	11,000	11,000
4322 Animal Shelter Fees	14,335	20,695	12,000	12,000
4323 Garnishment Fees	15	90	-	-
4326 Criminal History Checks	190	200	-	-
4328 Pawnbroker Transaction Charge	33,822	39,083	16,100	17,200
4329 False Alarm Fees & Penalties	22,449	12,837	5,000	5,000
4340 Fire Protection Services	-	8,400	4,200	4,200
4341 Hydrant Maintenance Service	30,000	30,000	30,000	30,000
4351 Building Inspection Fees	3,496,575	3,470,206	2,515,000	3,053,000
4352 Plumbing Inspection Fees	347,058	290,845	260,000	213,800
4353 Electric Inspection Fees	385,557	46,969	-	-
4354 HVAC-R Inspection Fees	381,402	377,031	225,000	257,500
4355 Signs Inspection Fees	25,937	22,447	20,000	20,000
4356 House Moving Inspection Fees	24,683	10,905	15,000	15,000
4357 Mobile Home Inspection Fees	644	579	2,000	2,000
4359 Capacity Availability Fee	21,470	16,318	18,000	18,000
4361 RPZ Registration Fee	31,470	36,325	20,000	20,000
4370 Engineering Services	-	-	150,000	150,000
TOTAL CHARGES FOR SERVICES	8,527,405	7,947,158	7,293,800	8,187,200
FINES AND FORFEITS				
4470 License Penalties	1,196	-	1,500	1,500
4472 Administrative Fines	132,648	49,354	500	500
4473 Court Fines	211,483	181,687	200,000	200,000
4474 Police Felony Forfeitures	16,109	18,258	-	-
TOTAL FINES AND FORFEITS	361,436	249,300	202,000	202,000
SPECIAL ASSESSMENTS				
4500 Assessments	526,780	652,344	521,000	526,000
4501 Assessments - Penalty & Interest	16,173	11,333	13,800	13,800
,		<u> </u>	<u> </u>	<u> </u>

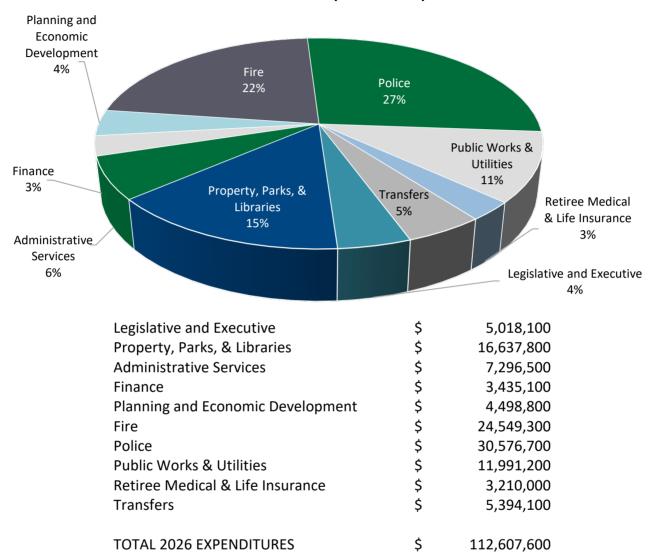
	2023	2024	2025	2026
General Fund Revenues	Actual	Actual	Budget	Proposed
TOTAL SPECIAL ASSESSMENTS	542,952	663,678	534,800	539,800
MISCELLANEOUS	3-2,332	003,070	334,000	333,000
4601 Earnings on Investments	62,091	143,925	_	_
4622 Rent of Buildings	77,017	85,250	97,700	103,400
4623 Rent of Land	15,167	18,793	15,400	15,500
4627 Concessions & Commissions	12,501	25,000	25,800	26,500
4631 Media Sales	13,122	15,035	9,500	10,500
4635 Auction Proceeds	16,444	6,129	-	-
4636 Sale of Materials	5,302	3,663	5,000	5,000
4639 Sale of Equipment	115,633	-	-	-
4640 Sale of Land	1	-	-	100,000
4644 Misc Fees, Sales & Services	157,576	122,493	89,200	83,400
4650 Salary Reimbursement	48,677	73,575	10,000	10,000
4654 Other Reimbursements	1,528,950	6,272,937	139,600	152,700
4655 Drug Task Force Reimbursement	18,774	3,181	-	-
4660 Gifts & Donations	-	216	-	-
4700 Other Sources	30,018	28,070	-	-
4701 2% Retention Surtax	2,332	2,197	2,000	2,000
4702 Fond du Luth Proceeds	150,000	150,000	150,000	150,000
TOTAL MISCELLANEOUS	2,253,604	6,950,464	544,200	659,000
OTHER FINANCING SOURCES				
4730-Transfer from Special	13,394,966	19,854,673	2,748,700	3,013,400
4730-Transfer from Police Grant Funds	1,310,433	1,350,071	1,157,500	1,157,500
4730- Grant Funds-OT	244,260	307,407	-	-
4730-Transfer from Tourism Tax Fund	-	-	44,700	44,700
4730-Transfer from Capital Projects Funds	-	12,818	-	-
4730-Transfer from Enterprise Funds	1,422,900	3,288,584	1,422,900	1,422,900
4730-Transfer from Public Utility Funds	1,088,400	1,275,378	1,321,700	1,321,700
4731 Gas Utility in Lieu of Taxes	4,173,720	3,228,860	3,250,000	2,800,000
4732 Steam Utility in Lieu of Taxes	214,571	207,789	182,000	182,000
4755 Lease Proceeds	-	221,027	-	-
4805 Reimbursements	490	298	-	-
TOTAL OTHER FINANCING SOURCES	21,849,739	29,746,905	10,127,500	9,942,200
4999 Fund Balance Reserves	-	<u> </u>	450,000	150,000
GENERAL FUND TOTAL	123,276,062	143,129,075	109,429,100	112,607,600

2026 General Fund Proposed Expenditures



This graph shows the General Fund budget by expense category. The largest single category of expense is permanent salaries at 54% of all expenditures. When adding salaries to the cost of benefits, overtime, and other wages, the total is 83% of all budgeted expenditures. Other services and charges comprises 12% of the total; followed by supplies, utilities, and capital outlay combined for 5%.

2026 General Fund Proposed Expenditures



This graph shows the General Fund departmental budgets as a percent of the total General Fund expenditures for budget fiscal year 2026. The largest category is public safety with the Police and Fire departments comprising 49% of the total; followed by Property, Parks, & Libraries department at 15%. The General Fund portion of the Public Works department comprises 11% of the total. Retiree Medical and Life Insurance comprises 3%. The remaining five departments totaled together are 22%.

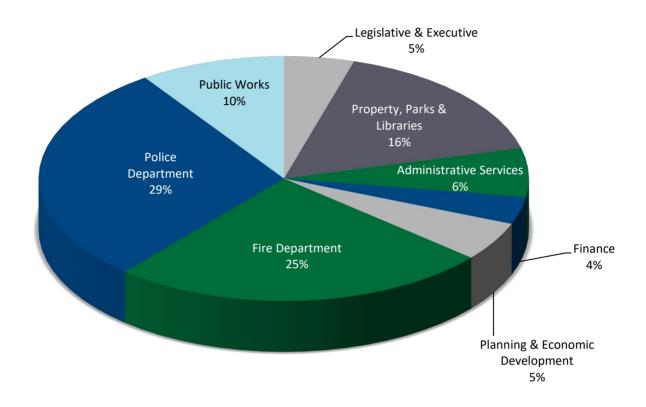
2026 General Fund Proposed Expenditures

	Permanent		Other		Other	Capital	
	Salaries	Overtime	Wages	Benefits	Expense	Outlay	TOTAL
LEGISLATIVE AND EXECUTI	VE						
City Council	-	-	124,200	10,000	82,700	-	216,900
Mayor & City							
Administration	827,500	-	10,800	380,600	20,600	-	1,239,500
Attorney's Office	2,540,900	-	30,000	930,700	60,100	-	3,561,700
DEPARTMENT TOTAL	3,368,400	-	165,000	1,321,300	163,400	-	5,018,100
PROPERTY, PARKS, & LIBRA	ARIES						
Park Maintenance	1,789,600	75,000	126,000	848,500	1,227,600	-	4,066,700
Library	3,519,300	800	101,800	1,553,500	514,900	346,000	6,036,300
Facilities							
Management	2,591,200	25,000	13,700	1,030,700	2,874,200	-	6,534,800
DEPARTMENT TOTAL	7,900,100	100,800	241,500	3,432,700	4,616,700	346,000	16,637,800
ADMINISTRATIVE SERVICE	S						
Human Resources Information	1,147,300	-	10,000	486,100	105,000	-	1,748,400
Technology	2,463,500	10,000	-	982,800	1,145,400	-	4,601,700
City Clerk	562,300	1,400	85,000	261,300	36,400	-	946,400
DEPARTMENT TOTAL	4,173,100	11,400	95,000	1,730,200	1,286,800	-	7,296,500
FINANCE							
Budget Office	817,600	6,400	_	290,000	37,100	-	1,151,100
Auditor's Office	922,400	7,600	_	333,400	304,100	-	1,567,500
Purchasing	492,300	, -	_	210,000	14,200	_	716,500
DEPARTMENT TOTAL	2,232,300	14,000	-	833,400	355,400	-	3,435,100
PLANNING AND ECONOMI Planning &	C DEVELOPMEN	IT					
Development	1,267,900	-	-	480,000	62,300	-	1,810,200
Construction Services							
& Inspection	1,816,500	-	-	727,900	144,200	-	2,688,600
DEPARTMENT TOTAL	3,084,400	-	-	1,207,900	206,500	-	4,498,800

2026 General Fund Proposed Expenditures

	Permanent		Other		Other	Capital	
	Salaries	Overtime	Wages	Benefits	Expense	Outlay	TOTAL
FIRE DEPARTMENT							
Fire Administration	865,000	-	-	297,300	56,500	-	1,218,800
Fire Operations	13,089,700	850,000	-	6,287,100	941,100	-	21,167,900
Life Safety	1,430,800	11,300	-	611,400	109,100	-	2,162,600
DEPARTMENT TOTAL	15,385,500	861,300	-	7,195,800	1,106,700	-	24,549,300
POLICE DEPARTMENT	19,249,400	489,700	256,400	9,002,900	1,578,300		30,576,700
PUBLIC WORKS							
Director's Office	77,200	-	-	25,700	800	-	103,700
Street Maintenance	3,417,400	187,000	-	1,665,200	4,141,800	-	9,411,400
Engineering	1,540,900	56,000	30,000	667,200	182,000	-	2,476,100
DEPARTMENT TOTAL	5,035,500	243,000	30,000	2,358,100	4,324,600	-	11,991,200
TRANSFERS	235,500	-	-	3,256,000	5,112,600	-	8,604,100
GENERAL FUND	60,664,200	1,720,200	787,900	30,338,300	18,751,000	346,000	112,607,600

2026 General Fund Personnel Summary



Funds

Parks

Special Projects

Police Grant Programs

Capital Equipment

Economic Development

Community Investment

Energy Management

Community Development

Community Development Admin Workforce

Development

Senior Employment

Other Postemployment Benefits

DECC Revenue

Street System Maintenance Utility

Street Improvement Sales Tax

Street Lighting Fund

Special Revenue Funds

Special Revenue funds account for specific financial resources (other than special assessments, expendable trusts or other major capital projects) that are restricted to expenses for specific purposes.

Special revenue funds are like piggy banks where money is saved in separate funds for specific purposes, such as buying new playground equipment for our parks or disbursing tourism tax funds. They're used by governments to keep track of money earmarked for particular projects or services, like building roads or providing street lights. It's a way to make sure the money is used for what it's supposed to be used for.

	2023	2024	2025	2026
	Actual	Actual	Budget	Proposed
FUND BALANCE - JANUARY 1	139,182,492	177,419,780	196,482,763	194,631,170
REVENUES				
Taxes	17,816,511	17,799,463	16,477,200	16,927,200
Intergovernmental	15,080,525	13,264,773	11,082,102	11,234,074
Investment Income	31,303,204	12,233,933	12,742,500	10,975,000
Licenses and Fines	275,689	259,214	209,400	232,900
Charges for Services	191,843	127,391	218,626	145,000
Other Financing Sources	3,470,485	3,683,366	8,558,911	6,042,469
Miscellaneous	10,677,197	7,483,383	13,807,082	14,050,075
Transfers In	7,662,697	16,821,212	5,144,000	4,831,500
TOTAL REVENUES	86,478,150	71,672,736	68,239,821	64,438,218
EXPENSES				
Personal Services	13,905,143	11,619,949	19,000,741	19,390,519
Supplies	1,213,185	1,376,281	1,424,528	1,425,495
Other Services and Charges	12,030,202	18,417,547	10,566,119	10,378,240
Utilities	958,770	1,101,666	1,200,000	1,210,000
Transfers	14,608,897	14,798,729	29,067,311	22,788,576
Capital Outlay	5,524,666	5,295,581	8,832,715	6,333,700
TOTAL EXPENSES	48,240,863	52,609,753	70,091,414	61,526,530
FUND BALANCE - DECEMBER 31	177,419,780	196,482,763	194,631,170	197,542,858

Funds

GO Debt Service - Tax Levy GO Debt Service - Other Sources Special Assessment Debt Service Street Improvement Debt Service Tax Increment

Debt Service Funds

Debt Service Funds account for the accumulation of resources for, and the payment of, long term principal, interest and related costs. The City is meeting all of its debt service policy statements.

	2023	2024	2025	2026
	Actual	Actual	Budget	Proposed
FUND BALANCE - JANUARY 1	16,978,520	17,548,981	18,429,587	19,649,687
REVENUES				
Taxes and Tax Increment	7,841,534	7,994,841	8,075,300	8,095,500
Special Assessments	35,836	26,525	15,000	10,000
Miscellaneous	499,613	591,182	395,200	479,500
Other Financing Sources	8,242,034	8,542,364	8,936,700	8,163,000
TOTAL REVENUES	16,619,017	17,154,912	17,422,200	16,748,000
EXPENSES				
Debt Service Payments	14,696,568	14,877,586	14,955,300	15,551,500
Miscellaneous	1,351,989	1,396,720	1,246,800	1,225,100
TOTAL EXPENSES	16,048,556	16,274,306	16,202,100	16,776,600
FUND BALANCE - DECEMBER 31	17,548,981	18,429,587	19,649,687	19,621,087

Debt Service Funds Narrative

2025 DEBT STATUS

The ratio of net direct bonded debt to assessed and market valuations, and the amount of bonded debt per capita are useful indicators of the City's debt position. Net direct bonded debt is considered to be tax supported, and is levied by taking the gross bonded debt of the City and subtracting allowable deductions for various revenue, tax increment, and special assessment issues. Estimated net direct bonded debt as of December 31, 2025 as it pertains to the City of Duluth is estimated as follows:

Total Gross Bonded Debt		\$123,545,767
Less:		
City - general obligation bonds paid by parking revenues	12,135,767	
City - general obligation bonds paid by golf revenues	1,840,000	
City - general obligation bonds paid by other revenues	50,340,000	
Tax Abatement Bonds	6,370,000	
Utility bonds paid from Enterprise Funds	18,640,000	

Net Direct Bonded Debt \$34,220,000

The City's debt is shown in the following table as a share of market value and per capita. The general obligation debt is limited by State Statute to 2.0 % of market value or \$214.3 million.

	Amount (in	Percent of	Dollars Per
Year	thousands)	Market Value	Capita
2025	\$34,220	0.3	\$395
2024	\$35,975	0.4	\$415
2023	\$36,640	0.4	\$423
2022	\$37,132	0.4	\$429
2021	\$37,870	0.5	\$437
2020	\$37,775	0.5	\$438
2019	\$37,140	0.6	\$431
2018	\$38,220	0.6	\$443
2017	\$38,200	0.6	\$443
2016	\$38,515	0.7	\$446
2015	\$38,950	0.7	\$452

The preceding table used an estimated taxable market value of \$10,712,854,750 and a population of 86,697, as reported in the 2020 census.

Debt Service Funds Narrative

The following tables provide specific information relative to the 2025 status of the debt service funds of the City. The appropriation budgets of each specific debt fund follow this presentation.

	Outstanding				
General Obligation Bonds:	Issue Date	12/31/2025	2026 Levy Requirements		
Miller Hill Flats Abatement	-		18,400		
Cityview Flats Abatement	-		22,900		
Firststreet Lofts Abatement	-		24,000		
Bluffs Senior Housing Abatement	-		20,000		
Costco Abatement	-		105,000		
Sofidel Abatement	-		60,000		
Cirrus Abatement	-		60,000		
Police Station	10/9/2019	6,465,000	1,118,500		
Lakewalk & Cross City	12/18/2013	470,000	129,400		
Lakewalk	10/21/2020	3,180,000	323,400		
Equipment	11/3/2021	1,710,000	918,800		
Equipment	11/1/2022	2,140,000	783,000		
Equipment	11/8/2023	2,775,000	781,500		
Equipment	10/30/2024	3,430,000	802,300		
Equipment	2025	3,685,000	813,200		
Capital Improvement Projects	11/9/2016	265,000	140,400		
Capital Improvement Projects	11/21/2017	510,000	180,400		
Capital Improvement Projects	10/17/2018	610,000	173,500		
Capital Improvement Projects	10/9/2019	680,000	157,800		
Capital Improvement Projects	10/21/2020	1,045,000	191,600		
Capital Improvement Projects	11/3/2021	1,135,000	194,800		
Capital Improvement Projects	11/1/2022	1,425,000	218,800		
Capital Improvement Projects	11/8/2023	1,670,000	231,700		
Capital Improvement Projects	10/30/2024	1,815,000	239,500		
Capital Improvement Projects	2025	2,230,000	271,500		
TOTAL DEBT SERVICE			7,980,400		
5% Additional required by law (1)			383,480		
			8,363,880		
Less: Cash on hand			(799,680)		
NET DEBT LEVY - Total required by taxation			7,564,200		

⁽¹⁾ State law requires the City set aside 5% of existing bond obligations to cover anticipated shortages from tax delinquency.

Debt Service Funds Narrative

The general obligation annual debt service requirements to maturity are as follows:

Genera	l Ob	ligatio	n Tax

Year Ending	General Obli	gation Bonds	General Obligation Certificates		Abatement				
December 31	Interest	Principal		Interest	Principal	I	nterest		Principal
2026	2,829,727	7,620,000		539,621	3,390,000		144,112		985,000
2027	2,603,059	7,355,000		393,973	3,585,000		124,227		1,005,000
2028	2,298,047	7,745,000		246,835	2,875,000		101,758		1,030,000
2029	1,978,313	7,525,000		134,601	2,215,000		77,401		1,045,000
2030	1,656,005	7,355,000		56,071	1,530,000		51,839		1,075,000
2031-2035	3,770,459	27,785,000		12,640	790,000		39,060		1,230,000
2036-2040	988,934	2,955,000		-	-		-		-
2041-2045	594,941	905,000		-	-		-		-
2046-2050	399,751	820,000		-	-		-		-
2051-2055	150,185	1,060,000		-	-		-		
Total	\$ 17,269,421	\$ 71,125,000	\$	1,383,741	\$ 14,385,000	\$	538,397	\$	6,370,000

Funds

Special Assessment
Permanent Improvement
Street Improvement Program
Capital Improvement

Tourism and Recreational Projects

Capital Project Funds

Capital Project funds account for financial resources to be used for acquisition, construction, and improvements of capital facilities other than those financed by enterprise funds.

	2023 Actual	2024 Actual	2025 Budget	2026 Proposed
FUND BALANCE - JANUARY 1	11,939,059	5,621,139	(5,060,595)	(9,429,240)
REVENUES				
Taxes	277,510	276,912	280,000	280,000
Intergovernmental	3,310,109	19,808,134	25,044,320	29,929,720
Miscellaneous	5,596,110	3,119,729	3,547,130	2,782,090
Other Financing Sources	8,631,550	12,646,728	17,240,000	12,115,000
TOTAL REVENUES	17,815,280	35,851,503	46,111,450	45,106,810
EXPENSES				
Current	135,656	51,372	71,000	-
Capital Outlay	23,997,544	46,481,865	50,409,095	43,476,455
TOTAL EXPENSES	24,133,200	46,533,237	50,480,095	43,476,455
FUND BALANCE - DECEMBER 31	5,621,139	(5,060,595)	(9,429,240)	(7,798,885)

Funds

Parking

Civic Center Public Ramp

Water

Gas

Sewer

Clean Water Surcharge

Stormwater

Enterprise Funds

Funds which account for operations that are financed and managed in a manner similar to private business enterprises-where the intent of the governing body is that the costs (including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered through user charges.

Enterprise funds are like mini-businesses within a government, providing goods or services to the public, like water or gas. They operate more like a business than a typical government department, charging fees for their services to cover their costs. Think of them as special accounts for things like running a city's parking services or managing a municipal golf course.

	2023 Actual	2024	2025	2026
	Actual	Actual	Budget	Proposed
REVENUES				
Operating	53,768,442	57,344,154	58,242,300	65,120,300
Non-Operating	6,674,734	31,751,497	37,162,300	71,688,200
Sales	44,143,745	34,613,088	50,041,600	54,531,800
TOTAL REVENUES	104,586,921	123,708,739	145,446,200	191,340,300
OPERATING EXPENSES				
Personal Services	20,165,918	27,308,923	26,410,100	27,674,800
Supplies	3,375,780	3,928,466	5,964,700	7,087,500
Other Services and Charges	18,682,491	27,258,646	20,643,600	22,905,400
Depreciation	7,106,814	6,842,808	8,011,000	7,923,100
Miscellaneous	3,171,873	2,991,271	3,466,000	3,336,500
Cost of Sales	23,994,788	20,308,825	30,500,000	33,600,000
Interfund Transfers	6,696,320	6,016,213	5,734,900	6,182,900
Non-Operating	13,179,980	22,362,095	16,410,600	89,157,500
TOTAL EXPENSES	96,373,964	117,017,246	117,140,900	197,867,700

Internal Service Funds

Funds

Self-Insurance - Workers' Compensation Self-Insurance - Liability Fleet Services Internal Service funds account for financing of goods or services provided by one department to other departments of the City, or to other governmental units on a cost reimbursement basis.

	2023 Actual	2024 Actual	2025 Budget	2026 Proposed
FUND BALANCE - JANUARY 1	461,039	889,649	1,303,909	1,435,369
REVENUES				
Participation from Other Funds	2,968,868	3,655,145	3,281,140	2,707,200
Charges for Services	4,711,523	4,812,576	5,653,600	5,785,200
Miscellaneous	153,998	231,398	61,800	85,010
TOTAL REVENUES	7,834,389	8,699,119	8,996,540	8,577,410
EXPENSES				
Personnel Services	2,856,477	3,253,510	3,335,100	3,157,570
Other Expenditures	4,486,923	4,283,738	5,039,520	5,067,346
Claims	62,379	747,611	490,460	494,893
TOTAL EXPENSES	7,405,779	8,284,859	8,865,080	8,719,809
FUND BALANCE - DECEMBER 31	889,649	1,303,909	1,435,369	1,292,970