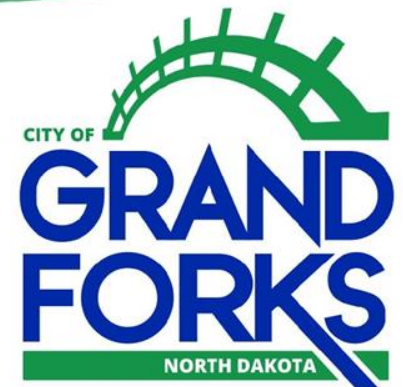


2026 Mayor's Budget

City of Grand Forks, ND
2026 Mayor's Budget
July 21st, 2025



AGENDA

- 2026 Mayor's Budget Overview
- Salary & Benefit Review
- General Fund
- Special Revenue Funds
- Capital Improvement Plan
- Enterprise Funds
- Summary
- Upcoming Meeting Dates



2026 MAYOR'S BUDGET OVERVIEW

Prioritized Investments

- **People**
 - Workforce | Salary Plan
- **Public Safety**
 - Police Department
 - 6 Police Officers via COPS Grant (Year 4 of 4 | 100% City Share)
 - 3 *Additional* Police Officers via COPS Grant in 2026 (Pending Grant Approval)
 - New Property and Evidence Technician in 2026
 - Police & Fire Capital Reserve Fully Funded
 - New Computer Aided Dispatch Application (CAD) Implementation 2025-2026
- **Infrastructure & Capital**
 - Street Department Vehicles Purchased with Cash (Previously Approved)
 - Completing WWTP | Grand Valley | Agristo/Hwy 81 Infrastructure Improvements | “Epitome Area” Industrial Site Infrastructure (TBD)
 - 42nd Grade Separation | 47th Interchange Build-Out
- **Quality of Life Initiatives**
 - Altru Sports Complex | Alerus Center Capital Planning | Riverside Pool
 - Children’s Museum | Air Service Expansion

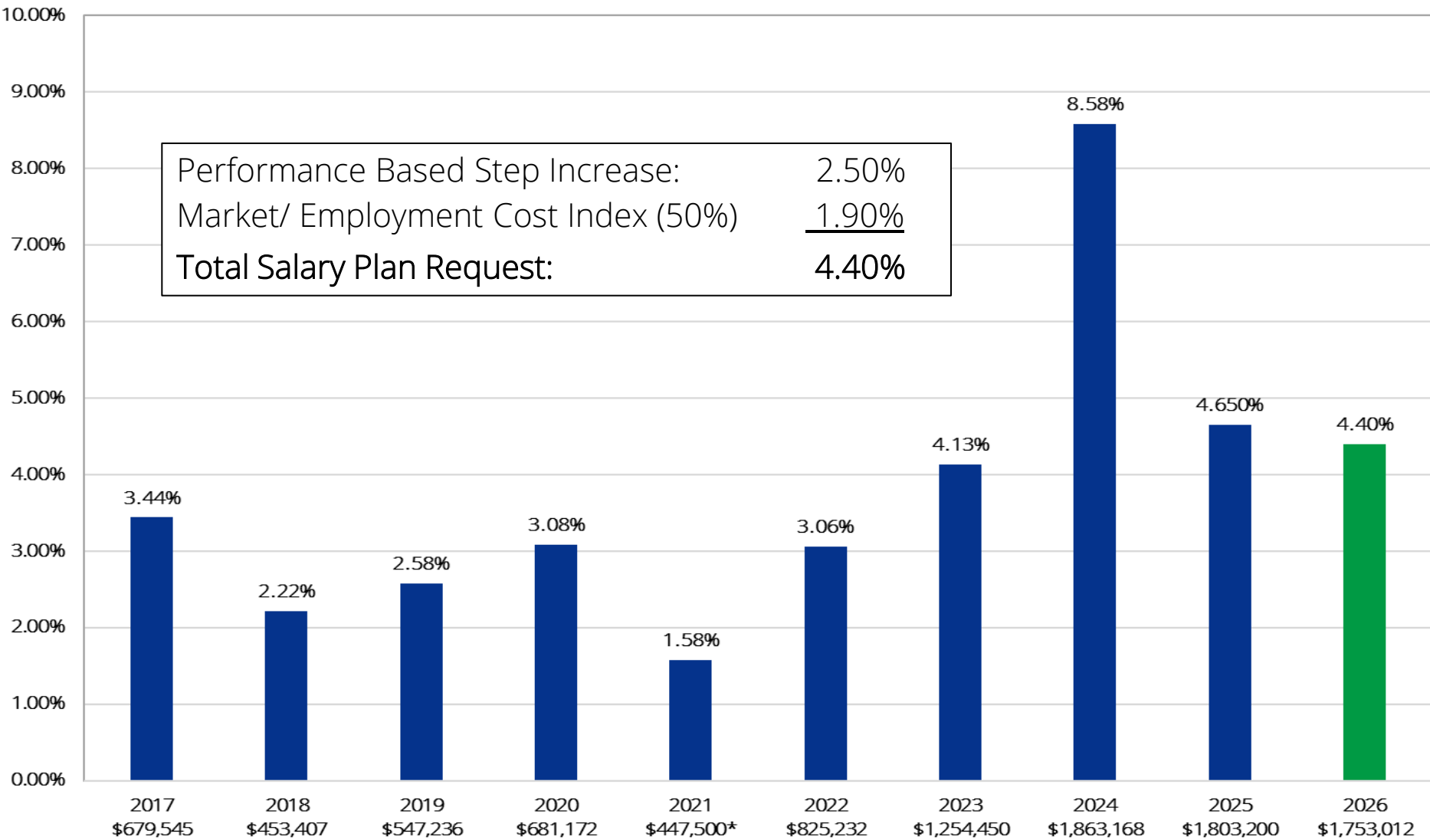


2026 Salary & Benefit Review

City of Grand Forks, ND
2026 Mayor's Budget
July 21st, 2025



Council Approved Yearly Percentage Including Mayor Proposed 2026 Percentage Increase



* 2021 – Salary Plan not implemented. Employees received \$1,000 increase with the exception of employees joining the NDPERS Public Safety Plan.

2026 BUDGET REQUEST | 50% of ECI

General Fund



All Funds



STAFFING REQUESTS – ALL FUNDS

Promotions

IT Services	Water	Police	Public Works	Building Safety
Network Administrator	Lead - WWTP	Police Corporal (5)	Heavy Equipment Operator (2) (Collections)	Building Inspector, Senior
System Analyst, Senior	Grade 4 Certifications (2)	Property and Evidence Supervisor	Heavy Equipment Operator (1) (Streets)	
System Analyst				

Additional Positions

Assessing	Police	Engineering
50% FTE - Administrative Specialist	Property and Evidence Technician	60% FTE - Office Specialist
	3 Police Officers (Pending Grant)	



LEGISLATIVE UPDATES

- **Public Safety Pension Plan**
 - Employer Contribution Increase
 - 1.23% Increase → 13.77% Employer Contribution
 - \$183,000 Budgetary Impact for 2026
- **Public Safety Answering Point (PSAP)**
 - Eligible for Enrollment in the Public Safety Plan
 - \$65,000 Budgetary Impact



UPDATES

- **Health Insurance | 25% Employee/75% Employer Contribution**
 - Brown and Brown Insurance Consultant
 - Health Partners | Year 2 of 2-Year Agreement
 - 12% Increase for 2026 Budget (0% Increase in 2025)
 - Continued Evaluation of Plan Design Changes & Self-Insured Options
- **Restructure | Public Health**
 - Minimal fiscal Impact
 - Addition of Assistant Public Health Director
 - Removal of Nursing and Nutrition Manager
- **Police**
 - Police Records Specialist, Senior career ladder
 - COPS Grant (Pending) – 3 Police Officers

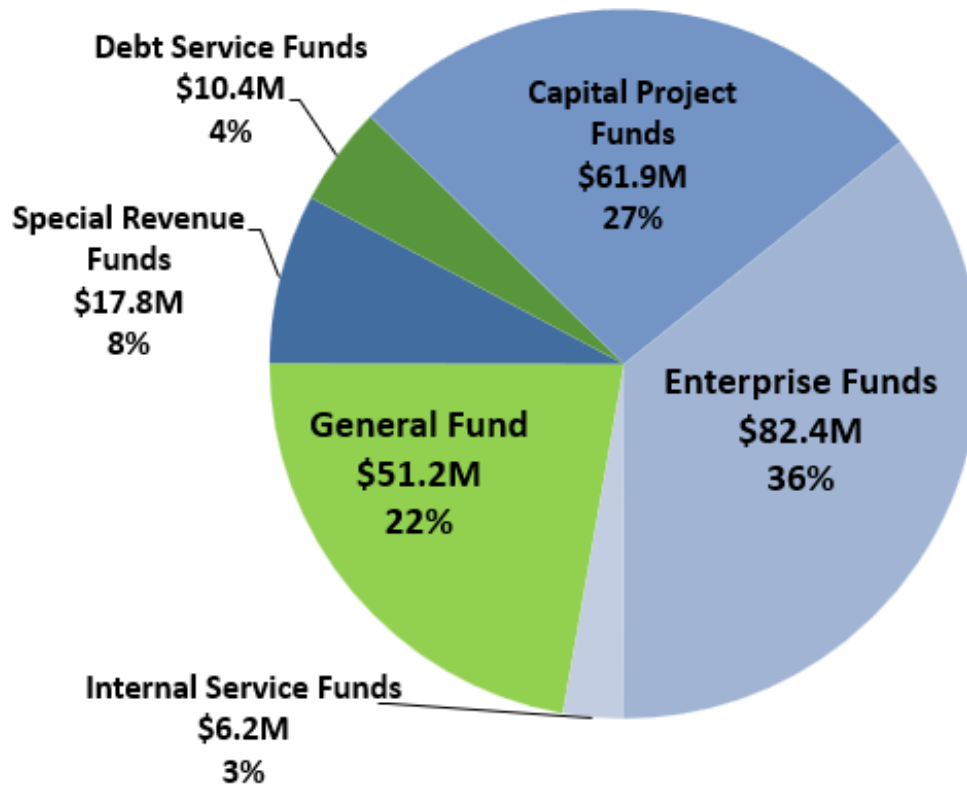


2026 MAYOR'S BUDGET

2026 Total City Budget: \$229.9M*

2024: \$274.3M | 2025: \$270.6M | 2026: \$229.9M

2026 Expenses by Fund Type

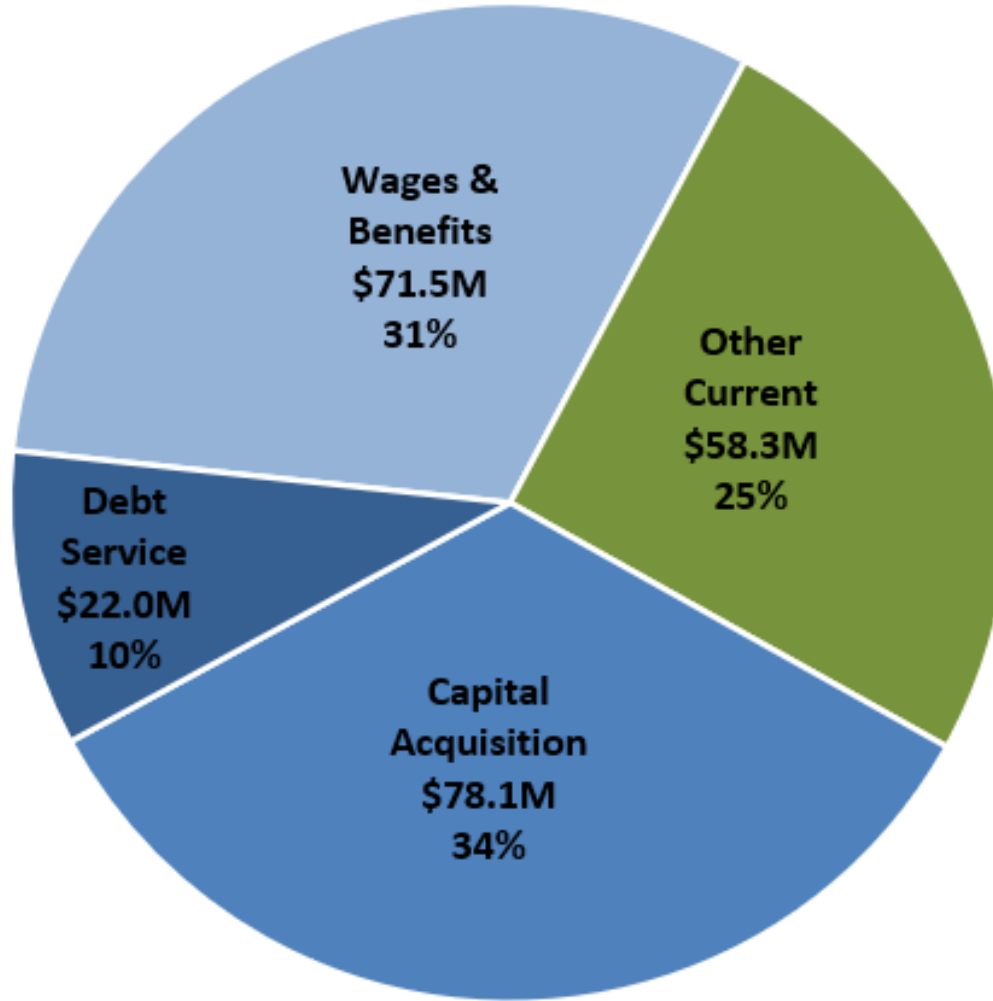


Total Expenses (Excluding Interfund Transfers): \$229.9M



2026 MAYOR'S BUDGET

2026 Expense Breakdown by Category



Total Expenses (Excluding Interfund Transfers): \$229.9M

2026 MAYOR'S BUDGET

Proposed Mill Levy

2025 Mill Value: \$294,460 (Actual)

2026 Mill Value: \$307,036 (Estimated)

4.27% Increase in Value of Mill

1.025% Growth | 3.245% Revaluation

2025 Mill Levy: 92.25

2026 Mill Levy: 92.00 (Proposed)

0.25 Mill Decrease

(3% Cap Requires 0.23 Mill Decrease)

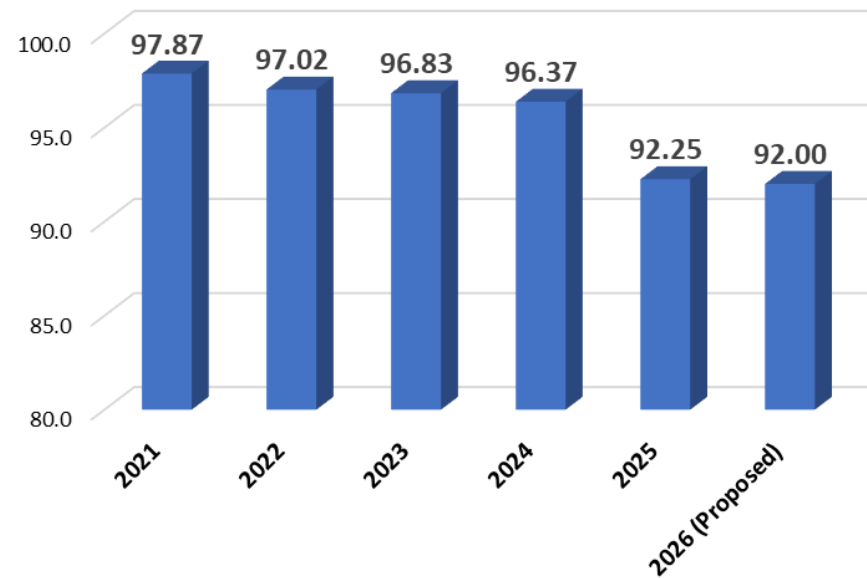
City Property Tax Bill: \$979/Yr.

(Median Valued Home: \$249K)

(Net of 5% Discount)

HB 1076: \$1,600 RE Tax Credit Paid by State

Mill Levy History



*Refer to Page 1 in Budget Binder for Mill Levy Comparison

2026 MAYOR'S BUDGET

Sales Tax (1% General Sales Tax)

- Increase Allocation to General Fund and Street/Infrastructure Fund

	Current	Proposed	Change
General Fund	51.5%	53.0%	+1.5%
Infrastructure (4815)	30.0%	31.5%	+1.5%
Economic Development (2163)	18.5%	15.5%	-3.0%

- \$220,000 Increase in General Fund Allocation
- \$220,000 Increase in Street/Infrastructure Fund Allocation
- \$440,000 Reduction in Economic Development Allocation



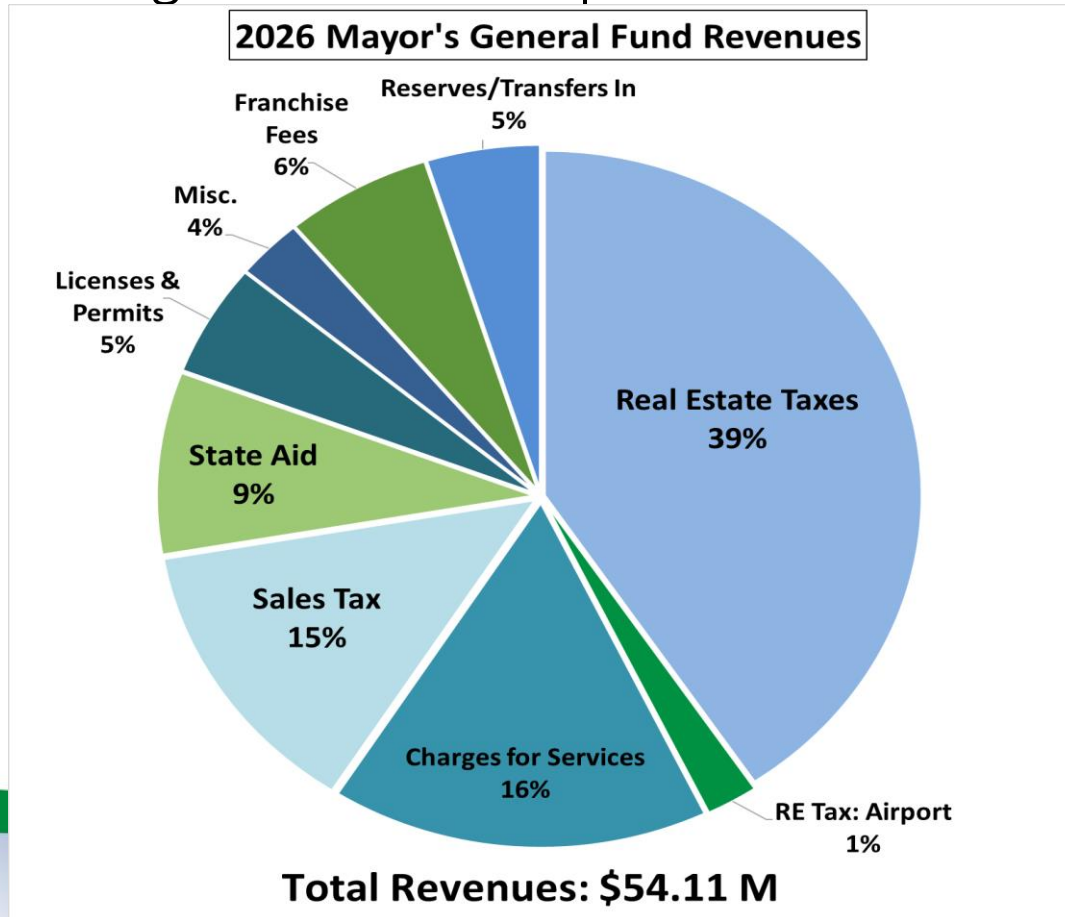
2026 MAYOR'S BUDGET

General Fund Revenue

\$54.11M Budgeted Revenues

RE Taxes: \$21.8M | Sales Taxes: \$7.78M* | State Aid: \$4.87M*

Building Permits: \$1.0M | Franchise Fees: \$3.27M



*Sales Tax & State Aid 3% Above 2024 Actual

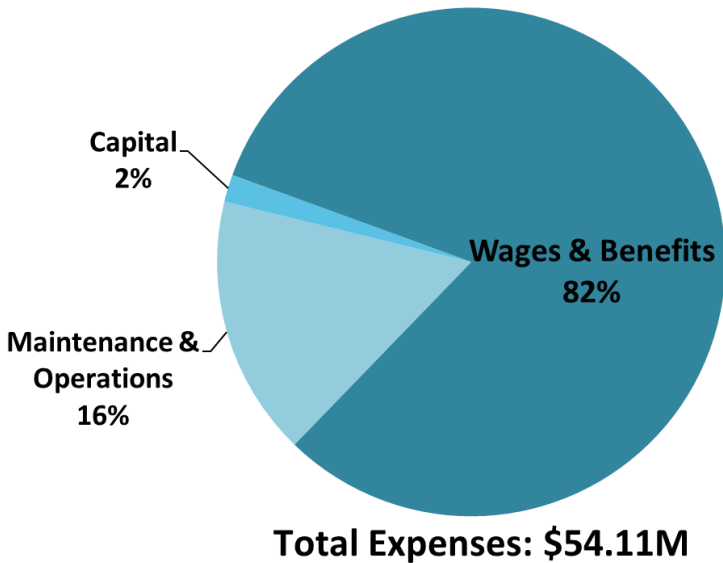
2026 MAYOR'S BUDGET

General Fund Expense

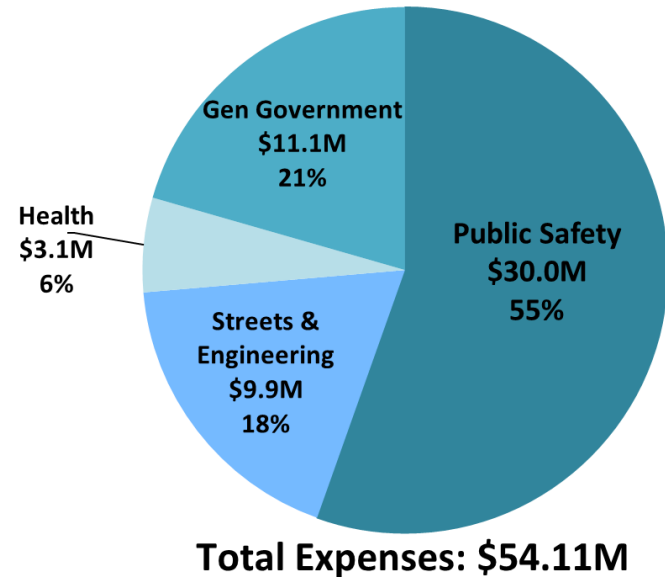
\$54.11M Budgeted for 2026

4.59% Increase Compared to 2025

Preliminary 2026 General Fund Expenses by Category



Preliminary 2026 General Fund Expenses by Function



2026 MAYOR'S BUDGET

General Fund Expenses

- 4.4% Salary Plan Increase Included
- Public Safety Focus
 - Continuing Original COPS Grant (6 FTEs at 100% Cost Share | Year 4 of 4)
 - Proposing New COP Grant (3 FTEs at 25% Cost Share | Year 1 of 4)
 - Proposing New Property and Evidence Technician Position
 - Maintain Existing School Resource Officers (SRO) – 5 FTE
Continue 50/50 Cost Share with School District
 - Continued Computer Aided Dispatch (CAD) Implementation
 - CVIC: \$230,000 for 2026
 - Public Safety Capital Fully Funded (Budgeted and/or Cash Funded)
 - PSAP Dispatchers Included in Public Safety Pension Plan



2026 MAYOR'S BUDGET

General Fund Cash Balances

6-Year Projection Maintains Cash Reserves

Current 18% Policy | Proposed Policy 25%

2026 PRELIMINARY MAYOR'S BUDGET (50% ECI Promotions Included New Evidence Tech & 3 COPS)						
GENERAL FUND	2026	2027	2028	2029	2030	2031
Total Revenue	53,743,956	56,100,425	58,467,507	60,964,148	63,539,231	66,398,372
Use of GF/Loan & Stabilization Cash	228,275	187,730	280,652	506,906	480,392	373,262
Use of Fire Station Reserve Cash	140,928	140,000	140,000	-	-	-
Total Sources of Funds	54,113,159	56,428,155	58,888,159	61,471,054	64,019,623	66,771,634
Total Expenditures	54,113,159	56,428,155	58,888,159	61,471,054	64,019,623	66,771,634
Revenue over/(under) Expenditures	0	0	0	0	0	0
Cash Balance - Beginning	\$ 16,000,000	\$ 16,000,000	\$ 16,000,000	\$ 16,000,000	\$ 16,000,000	\$ 16,000,000
	30%	28%	27%	26%	25%	24%



SPECIAL REVENUE FUNDS

- **Loan & Stabilization Fund (Fund 2101)**
 - Projected Future Use in General Fund to Offset Additional PD Employees and Public Safety Capital/Technology Needs
 - Use of \$513K+ for Police Department Remodel in 2026
 - (Additional \$585K+ Previously Set Aside from General Fund Cash)
 - 2031 Projected Ending Cash Balance of ~\$1.7M
- **Public Safety Answering Point (PSAP - Fund 2104)**
 - Funded Through Cost Share | Based on 5-Yr Avg. Calls for Service
 - City/County/UND/911 Fund/Altru – City Share 56.4%
 - Working on New Terms Amongst Partner Entities Moving Forward
 - Eligible Employees Now Included in Public Safety Pension Plan
- **E-911 (Fund 2105)**
 - PSAP Infrastructure Cost | Funded by \$1.50 Phone Fee
 - New Computer Aided Dispatch Being Implemented



SPECIAL REVENUE FUNDS

- **Library (Fund 2124)**
 - 0.03 Mill Decrease from 2025 | 8.35 Mills Total
- **Library Capital Maintenance (Fund 2127)**
 - \$125K Budgeted for Parking Lot/Facility/Equip. Upgrades
 - Joe Neel Bequest Cash Balance: \$790K+
- **Health Grants (Fund 2146)**
 - Emergency Preparedness & Response
 - Immunization Promotion
 - Opioid Response | Opioid Settlement Plan Implementation
 - Tobacco Prevention
 - Women's Way



SPECIAL REVENUE FUNDS

- **Street & Water Sales Tax Fund (Fund 2175)**
 - \$7.95M Budgeted Collections for 2026
 - 3% Over 2024 Actual Collections
 - \$3.2M to Water
 - \$4.2M to Street/Infrastructure
 - Additional Transfer of \$500K to 4815 from Existing Cash Balance
 - \$500K for Street Dept. Material & Leases

- **City Special Assessment Fund (Fund 2145)**
 - Special Assessments on City Owned Property
 - No Change in Mills from 2025 | 1.75 Total Mills



SPECIAL REVENUE FUNDS

- **Prairie Dog Fund (Fund 2178)**
 - “Buckets” Moved Up | Made Smaller
 - Biennial Distribution for All Cities: \$80M
 - \$40M Direct Distribution | \$40M Grants
 - Grand Forks Direct Distribution
 - \$2.5M Projected in 2026 | \$820K Projected in 2027
 - All to Street/Infrastructure (4815)
- **Flex Fund Distribution (Fund 2182)**
 - Biennial Distribution for All Cities: \$32M
 - \$16M Direct Distribution | \$16M Grant
 - Grand Forks Direct Distribution: \$288K Annually
 - All to Street/Infrastructure (4815)



SPECIAL REVENUE FUNDS

- **Animal Control (Fund 2184)**
 - 0.50 Mills Allocated
 - Additional \$63,654 Transferred from General Fund
 - 3% Increase over 2025's Additional Contribution
- **Visit Greater Grand Forks (Fund 2187)**
 - Pass-Through of Motel/Hotel & Car Rental Taxes
 - Projected Increase of 3.5% over 2024 Actual Collections
 - \$1.4M Budgeted for 2026
- **Community Development (Fund 2199)***
 - Continued Administration of Federal CDBG Funding



SPECIAL REVENUE FUNDS

Economic Development (Fund 2163)

- **\$2.27M Sales Tax Collections**
 - Shifting 1% Sales Tax Allocation from 18.5% to 15.5% | \$440K Decrease
- **Annual Transfer to Parking for Ongoing Ramp Maintenance**
 - Begin at \$50K | Grow to \$100K/Year by 2030
- **Children's Museum Project**
 - Continued Commitment to \$10M Over 10 Years (Econ Dev. & JDA)
- **Children's Museum/Altru Sports Complex Site Infrastructure**
 - Special Assessments for Shared Infrastructure Paid via 2163



SPECIAL REVENUE FUNDS

Economic Development (Fund 2163)

Reducing Various Categories Due to Shift in Sales Tax Allocation

Budgeted Expenditures	2025	2026	Difference
Air Base Enhancement & Retention	\$ 140,593	\$100,000	(\$40,593)
Grand Forks EDC	\$ 342,994	\$250,000	(\$92,994)
Special Events (Greater Grand Forks)	\$ 159,135	\$0	(\$159,135)
Arts (Community Development)	\$ 159,135	\$0	(\$159,135)
Human Needs	\$ 154,265	\$0	(\$154,265)
Beautification Allocation	\$ 159,135	\$100,000	(\$59,135)



SPECIAL REVENUE FUNDS

- **Police Department Grants (Fund 2170)**
 - COPS Grant (6 Additional Officers – Year 4 of 4)
 - *New* COPS Grant (3 Additional Officers – Year 1 of 4)

- **Public Building Fund (Fund 2121)***
 - No Mill Change from 2025 | 3.75 Mills Total
 - City Hall HVAC/Boilers/Control Project Budgeted in 2026-2027
 - Police Department Remodel in 2025-2026
 - Funded with Loan & Stab. Fund (\$513K+) & General Fund Cash (\$585K+)
 - Will Repay Loan & Stabilization over 3 Years
 - General Fund Cash Set Aside/Approved in 2025 Budget

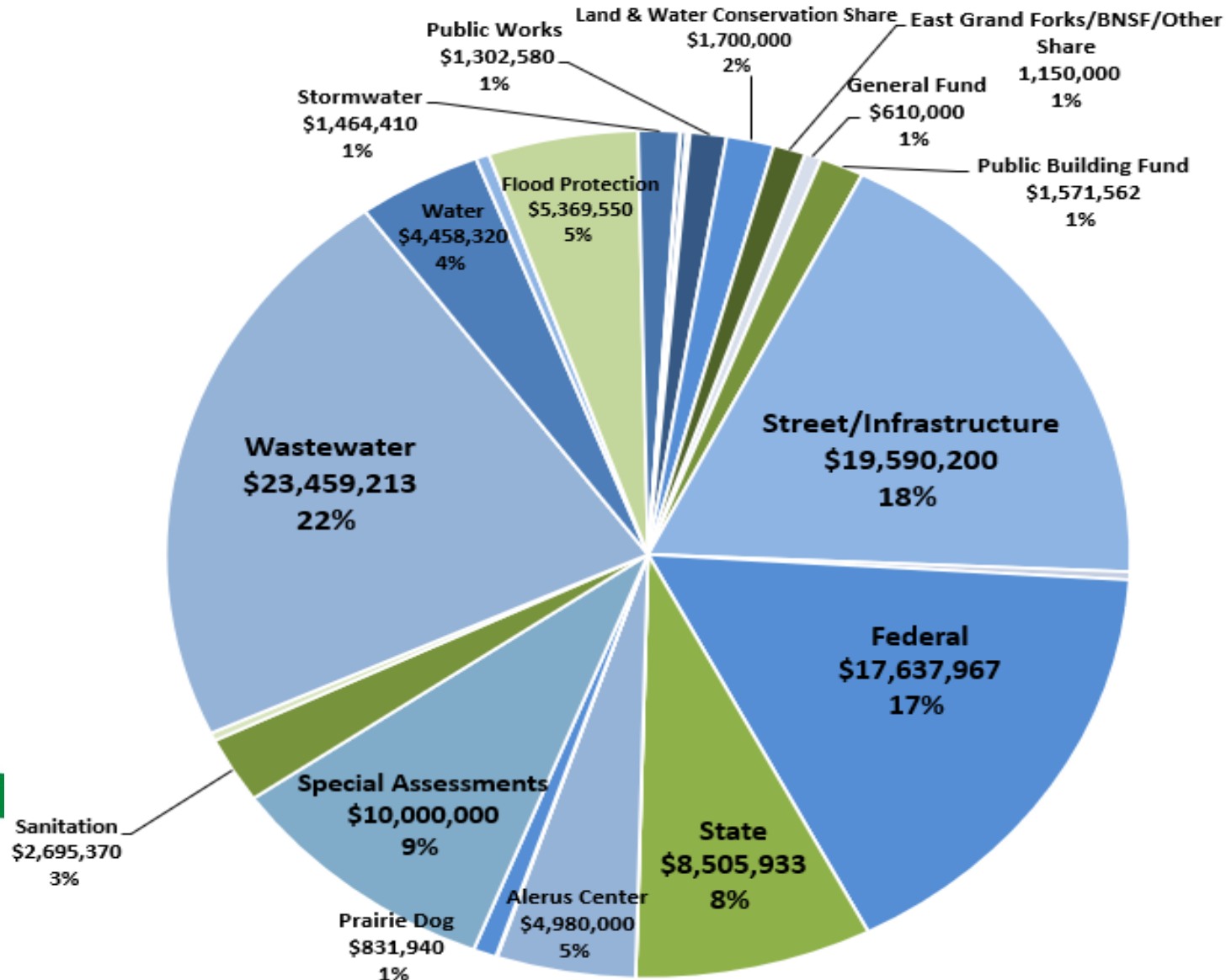


*Refer to Pages 130-133 in Budget Binder for Further Detail

*Refer to Page 507 for 6-Year Projection

CAPITAL IMPROVEMENT PLAN

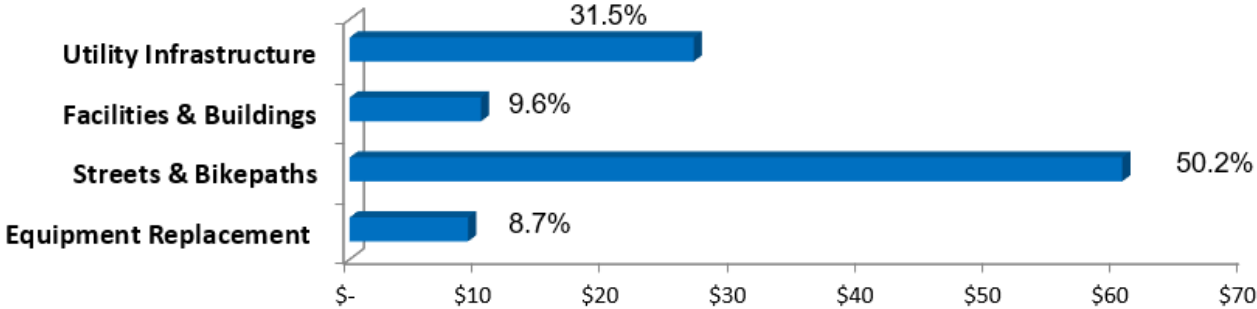
2026 CIP by Funding Source



CAPITAL IMPROVEMENT PLAN

Capital Totals Including Federal/State/Local Shares (Excludes Altru Sports Complex)			
Project Type	2024 Budget	2025 Budget	2026 Budget
Utility Infrastructure	\$72.2M	\$59.7M	\$33.6M
Streets & Bike Paths	\$58.4M	\$41.0M	\$53.7M
Facilities & Buildings	\$14.8M	\$14.7M	\$10.3M
Equipment Replacement	\$8.4M	\$13.5M	\$9.3M
Total	\$153.8M	\$128.9M	\$106.9M

FY 2026 Capital Projects by Category



Values shown in millions

CAPITAL IMPROVEMENT PLAN

Street & Infrastructure Fund (Fund 4815)

- **Major 2026 Projects Include:**
 - Simonson's Industrial Development (N 55th St and 17th Ave N)
 - 47th Avenue South (S Columbia Rd to S 34th St)
 - 70th Avenue North (N Washington St to ½ mile W of 55th)
 - 27th Ave N (N Washington St to N 32nd St)
 - Altru Sports Complex (17th Ave S)
 - 42nd St Underpass (Phase 1)
 - 47th Ave Interchange Supporting Roadways

- **Future Major Projects Include:**
 - 42nd St Underpass (2026-2027)
 - 47th Ave Interchange & Supporting Infrastructure
 - (Pending Flex Fund Grant Awards)
 - S Washington St Reconstruct (2030)
 - S Columbia Rd Reconstruct (2031)



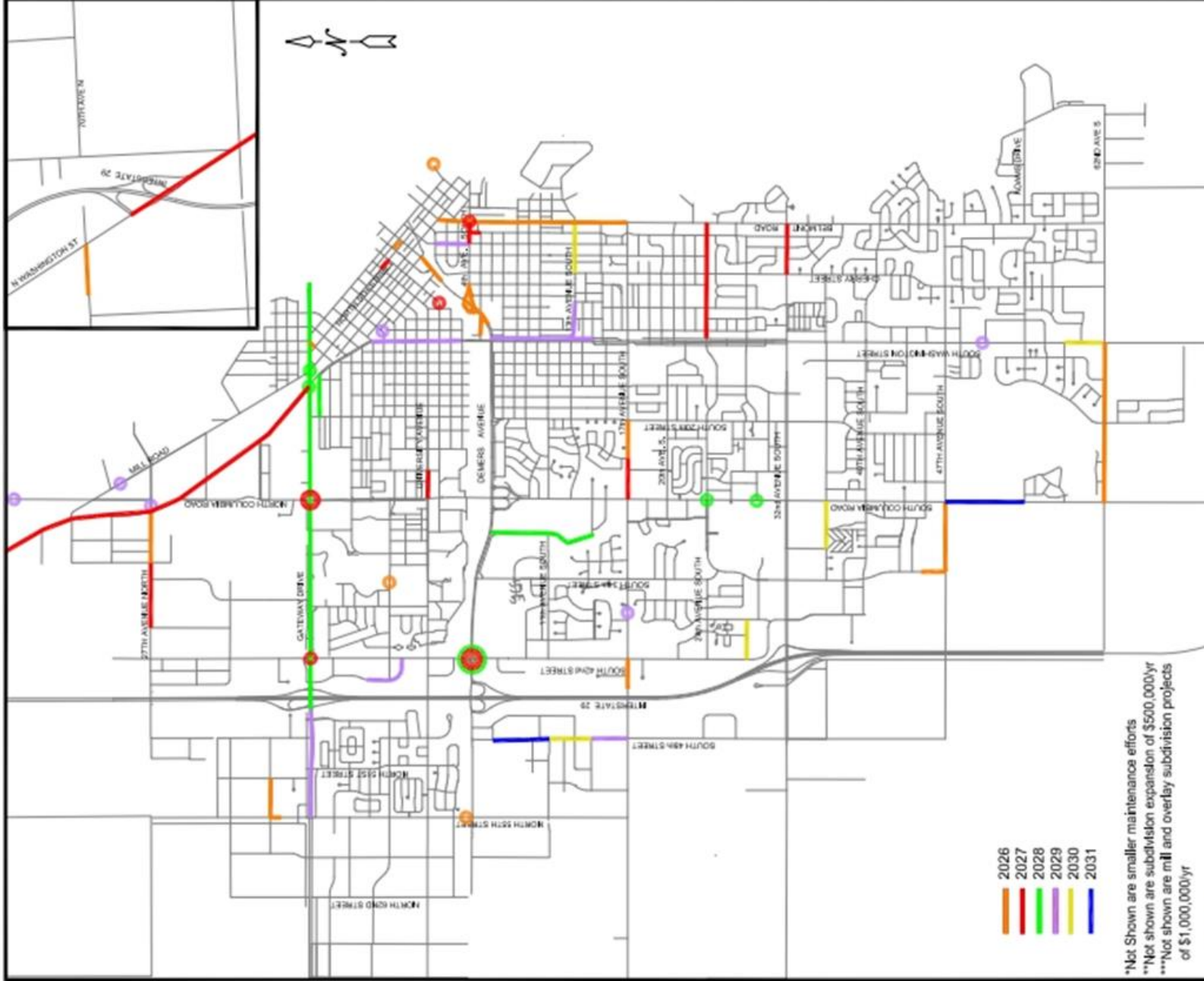
CAPITAL IMPROVEMENT PLAN

Street & Infrastructure Fund (Fund 4815)

- **Shifting 1% Sales Tax Allocation from 30% to 31.5%**
 - Addition \$220K Allocated to 4815 in 2026
- **Shift Special Assessment Cost Share Policy**
 - Currently 80/20 Split (80% City | 20% Property Owner)
 - Proposed Change to 70/30 Split (70% City | 30% Property Owner)
- **State Funding Changes**
 - Removed Legacy Fund Direct Distribution (\$890K per Biennium)
 - Added Flex Fund Dollars (per Biennium)
 - \$575K Direct Distribution | \$16M Available to Cities via Grant
 - Prairie Dog Reduced (per Biennium)
 - Previously Received/Allocated \$10M
 - New Distribution: \$3.3M Direct | \$40M Available to Cities via Grant



ROADWAY PROJECTS 2026-2031



- 2026
- 2027
- 2028
- 2029
- 2030
- 2031

*Not Shown are smaller maintenance efforts
 **Not shown are subdivision expansion of \$500,000/yr
 ***Not shown are mill and overlay subdivision projects of \$1,000,000/yr



CITY OF
 GRAND FORKS
 ENGINEERING
 DEPARTMENT

City Projects All Roads
 Estimated 2026-2031 6-year CIP

DATE	CITY PROJECT
6/12/2025	XXXX
SCALE	PAGE
NTS	1 of 1



CAPITAL IMPROVEMENT PLAN

- **Flood Protection System (Fund 4154)**
 - Funded by Use Tax & Special Assessments (New Property)
 - \$1.3M Use Tax | \$591K Special Assessment Revenues
- **Major 2026-2031 Projects Include:**
 - Greenway Downtown Project
 - Fund 4154 | Previously Proposed from Fund 2163
 - Floodwall & Flood Station Rehabilitations
 - English Coulee Diversion Maintenance
 - South End Drainage Improvements
 - Red River Riprap Replacement



CAPITAL IMPROVEMENT PLAN

- **Capital Replacement Fund (Fund 4800)**
 - Used for General Fund Vehicle Needs
 - Fire | Police | Engineering | Building Safety | Street Dept.
- **Funding Sources:**
 - Transfers from Respective General Fund Departments & Street/Water Sales Tax Collections (Street Leases)
- **2026 Budget Includes Continued Funding of Reserve**
 - Long-Range Capital Plans Proposed & Maintained by Respective Departments
 - Started New Reserve for Street Vehicles in 2024
 - Continue to Purchase Vehicles with Excess General Fund Cash when Possible



ENTERPRISE FUNDS SUMMARY

- **Average Utility Bill Increase of 3.92% for 2026**
 - Based on 4,000 Gallon/Month User (City Average)
- **Wastewater Treatment Plant Construction**
 - Final Phase Budgeted for 2026
- **Riverside Pool Reconstruct**
 - Beginning Reserve for Local Share of Grant Match



ENTERPRISE FUNDS

Sanitation (Fund 5100)

Item	Sanitation
Beginning Operating Cash	\$4,430,631
Revenues	\$14,820,290
<u>Expenses</u>	<u>\$14,803,707</u>
Estimated Year-End Cash Balance	\$4,447,214

Estimated Cash Balance: 1/1/2026

Operating Cash:	\$4,430,631
Construction Reserve Cash:	\$2,968,689
<u>Legally Restricted:</u>	
Debt Service	<u>\$1,201,102</u>
Total Cash	\$8,600,422

2026 Rate Increase/Decrease:

Collection:

Single Family Residential	+5%
Multi-Family Residential	+5%

Landfill:

MSW	+5%
Special Landfill	+5%
Inert	+5%

ENTERPRISE FUNDS

Sanitation (Fund 5100) | 2026 Highlights

- **Expanding Inert & Solid Waste Landfill Vertically**
 - Intended to Extend Life of Landfill Facilities
- **Additional of Soil Treatment Pad for Contaminated Soil**
 - Will Provide Additional Cover Material
- **Equipment Purchases**
 - New Front Load and Side Load Trucks
 - Log Splitter
 - Loader Replacement
- **Public Works Facility Roof Replacement Reserve**
 - Cost Sharing with Public Building Fund, Other Utility Funds
 - Reserve Set Aside over 3 Years | Project in 2026



ENTERPRISE FUNDS

Wastewater (Fund 5200)

Item	Wastewater
Beginning Operating Cash	\$9,800,000
Revenues	\$14,686,459
<u>Expenses</u>	<u>\$14,647,093</u>
Estimated Year-End Cash Balance	\$9,839,366

Estimated Cash Balance: 1/1/2026

Operating Cash:	\$9,800,000
Construction Reserve Cash:	\$1,920,718
<u>Legally Restricted:</u>	
Debt Service	<u>\$3,062,971</u>
Total Cash	\$14,783,689

2026 Rate Increase/Decrease:

Residential	+3.0%
Industrial/Commercial	+4.0%
Heavy Industrial	+4.0%
Heavy Industrial – BOD/TSS/TKN	+5% 5% 5%

ENTERPRISE FUNDS

Wastewater (Fund 5200) | 2026 Highlights

- **WWTP Construction Completion– Renewal & Expansion**
- **Regional Wastewater Projects Cost Sharing**
 - Grand Valley & Agristo/Hwy 81 Infrastructure Improvements
 - Epitome Energy Infrastructure Planning
- **Public Works Facility Roof Replacement Reserve**
 - Cost Sharing with Public Building Fund, Other Utility Funds
 - Reserve Set Aside over 3 Years | Project in 2026



ENTERPRISE FUNDS

Water (Fund 5300)

Item	Water
Beginning Operating Cash	\$3,600,000
Revenues	\$19,812,094
<u>Expenses</u>	<u>\$20,167,624</u>
Estimated Year-End Cash Balance	\$3,244,470

Estimated Cash Balance: 1/1/2026

Operating Cash:	\$3,600,000
Construction Reserve Cash:	\$4,054,303
<u>Legally Restricted:</u>	
Debt Service	<u>\$2,912,820</u>
Total Cash	\$10,567,123

2026 Rate Increase/Decrease:

Residential	+3.5%
Commercial	+3.5%
Industrial	+3.5%

ENTERPRISE FUNDS

Water (Fund 5300) | 2026 Highlights

- **Water Tower Reconditioning**
 - Near Menards
- **Lead Service Line Replacement Program**



ENTERPRISE FUNDS

Stormwater (Fund 5400)

Item	Stormwater
Beginning Operating Cash	\$226,868
Revenues	\$4,400,793
<u>Expenses</u>	<u>\$4,161,531</u>
Estimated Year-End Cash Balance	\$466,130

Estimated Cash Balance: 1/1/2026

Operating Cash:	\$ 226,868
Construction Reserve Cash:	<u>\$ 1,219,471</u>
Total Cash	\$1,446,339

2026 Rate Increase/Decrease:

Stormwater Fee:	+11%
Flood Protection/ Greenway Mtce Fee:	+5%

ENTERPRISE FUNDS

Stormwater (Fund 5400) | 2026 Highlights

- **Regional Stormwater Projects Cost Sharing**
- **Vail Circle Project: \$10.8M Total Project Cost**
 - Federal \$7.7M | State \$0.3M | Special Assessments \$2.8M
- **Begin Reserve for Riverside Pool Reconstruction**
 - Paid for via Water Fund & Grant
 - Repay with Greenway Fee



ENTERPRISE FUNDS

Mosquito (Fund 5800)

Item	Mosquito
Beginning Operating Cash	\$850,000
Revenues	\$1,195,420
<u>Expenses</u>	<u>\$1,141,300</u>
Estimated Year-End Cash Balance	\$904,120

Estimated Cash Balance: 1/1/2026

Operating Cash:	\$ 850,000
Equipment Reserve Cash:	\$ 320,000
Debt Service Reserve Cash:	<u>\$ 87,000</u>
Total Cash	\$1,257,000

2026 Rate Increase/Decrease:

Mosquito Control Fee: 0%

ESTIMATED UTILITY BILL SUMMARY

Estimated Monthly Utility Bill (4,000 Gallon User)

	2025 Bill		2026 Bill
5/8" meter-minimum charge	\$9.58	5/8" meter-minimum charge	\$9.92
Estimated Water Usage	\$19.80	Estimated Water Usage	\$20.49
Drought Mitigation	\$0.16	Drought Mitigation	\$0.16
Refuse	\$21.66	Refuse	\$22.74
Wastewater-minimum charge	\$16.27	Wastewater-minimum charge	\$16.76
Wastewater	\$15.12	Wastewater	\$15.57
Mosquito	\$3.00	Mosquito	\$3.00
Stormwater	\$4.12	Stormwater	\$4.57
Flood Protection/Greenway Mtce	\$1.61	Flood Protection/Greenway Mtce	\$1.69
Total	\$91.32		\$94.90

ENTERPRISE FUNDS

Public Transit (City Bus | Fund 5500)

Item	Public Transit
Beginning Cash	\$609,509
Revenues	\$4,209,304
<i>Expenses</i>	<i>\$4,209,304</i>
Estimated Year-End Cash Balance	\$609,509

Estimated Cash Balance: 12/31/2026

Operating Cash:	\$ 609,509
Federal Proj. Reserve Cash:	\$ <u>93,089</u>
Total Cash	\$ 702,598

Operations: Federal Share 50%, City Share 50%
 Vehicle Capital 85% Federal Share, 15% City Share
 Other Capital 80% Federal Share, 20% City Share



ENTERPRISE FUNDS

Dial-A-Ride/Sr. Rider (Fund 5600)

Item	Dial-A-Ride
Beginning Operating Cash	\$125,956
Revenues	\$1,663,584
<i>Expenses</i>	<i>\$1,739,540</i>
Estimated Year-End Cash Balance	\$50,000

Operations: Federal Share 50%, City Share 50%
Vehicle Capital: 85% Federal Share, 20% City Share
Other Capital: 80% Federal Share, 20% City Share
Additional State Aid Beginning 2026: \$232K



ENTERPRISE FUNDS

City Bus & DAR/Sr. Rider (Fund 5500 & 5600) | 2026 Highlights

- **City Bus Ridership**
 - **2022:** 223K | **2023:** 259K | **2024:** 282K | **Est. 2025:** 308K
- **DAR/Sr. Rider Ridership**
 - **2022:** 54.6K | **2023:** 56.4K | **2024:** 56.7K | **Est. 2025:** 53.6K
- **Dial-A-Ride Receiving Additional State Aid Beginning 2026**
 - ~\$232,000 Annually Expected for Paratransit Services



ENTERPRISE FUNDS

Alerus Center (Fund 5700)

- 2025 Budgeted Events: 322
- Projected 2025 Net Loss: (\$516K)
- 2026 Budgeted Events: 360
- \$5M Capital Improvements Budgeted
- Videoboards: \$4.5M
- Long-Term Capital Planning Along with Altru Sports Complex
- Management Agreement Expires in 2027

	2026 Budget
Event income	\$9.5M
Other Income	\$0.85M
<u>Total Revenue</u>	<u>\$10.35M</u>
<u>Total Expenses</u>	<u>\$10.30M</u>
Net Income	\$0.05M

ENTERPRISE FUNDS

Job Development Authority (Fund 5996)

Item	JDA
Beginning Operating Cash	\$2,679,621
Operating Revenues	\$2,024,988
<u>Operating Expenses</u>	<u>\$1,871,136</u>
Estimated Year-End Operating Cash Balance	\$2,833,473

Estimated Cash Balance: 12/31/2026

Operating Cash:	\$2,833,473
Restricted for Loans:	\$2,479,907
Restricted for Other:	<u>\$ 552,400</u>
Total Cash	\$5,865,780

2026 Budget Includes:

- City Administration looking to outsource management of the HIVE operations
HIVE Operating Expenses for 2026: \$455K
- Anticipated Collection of Accelerate Loans in 2026:
Thread: \$500K | SafetySpec: \$150k

ENTERPRISE FUNDS

Municipal Parking (Fund 5997)

Item	Municipal Parking
Beginning Cash	\$40,000
Revenues	\$446,646
<i>Expenses</i>	<u>\$426,154</u>
Estimated Year-End Cash Balance	\$60,492

Estimated Cash Balance: 12/31/2026

Operating Cash:	\$ 4,511
Construction Reserve:	<u>\$ 55,981</u>
Total Cash	\$ 60,492



2026 BUDGET RECAP

- **4.4% Average Salary Increase**
 - 3 Additional Police Officers Pending COPS Grant
 - 1 New Property & Evidence Tech (Police Department)
 - Eligible PSAP Employees in Public Safety Pension Plan
- **0.25 Reduction in Mills (Proposed)**
 - Estimated City Real Estate Tax Bill (Based on \$249K in 2025)
 - 2025 Actual: \$951/Annually | \$79.26/Month
 - 2026 Proposed: \$979/Annually | \$81.61/Month
 - \$1,600 Property Tax Credit Paid by State – Primary Residence
- **3.92% Increase to Average Utility Bill**
 - City Utility Bill Increase of \$3.58/Month on Average Water Usage
 - 2025: \$91.32/Month 2026: \$94.90/Month



BUDGET TIMELINE

August 4th, 2025

Preliminary Approval of 2026 Budget

August 31st, 2025

County to Send Notice of Public Hearing
Dates/Locations

September 15th, 2025

Final Approval/Public Hearing of 2026 Budget

October 10th, 2025

Certificate of Levy Sent to County

