



2025 Budget

2025 Budget Workshops

September 10

- Overview
- Operating Budget
- Outside Agencies
- 10-Year Financial Plan

September 24

- 10-year Capital Improvement Plan
- Fee Schedule

October 8
(Optional)

- Recap & Discussion

2025 Budget Adoption Process

Aug. 27

- First Reading of Property Tax Levy Ordinance

Sep. 10

- Second Reading of Property Tax Levy Ordinance

Oct. 22

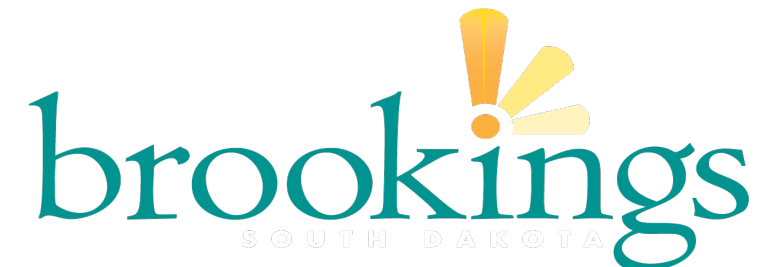
- First Reading of 2025 Budget Ordinance

Nov. 12

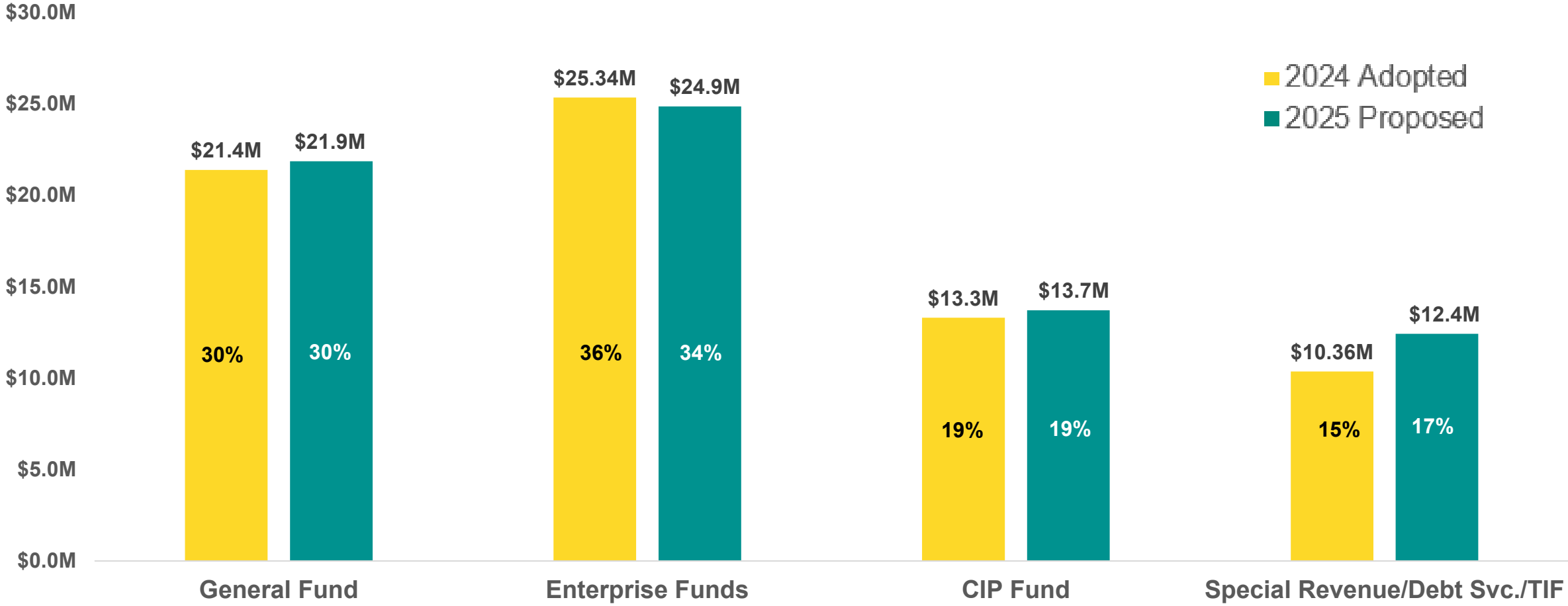
- Second reading of 2025 Budget Ordinance
- Adoption of 10-Year CIP
- Adoption of Fee Schedule

Workshop #2 Agenda

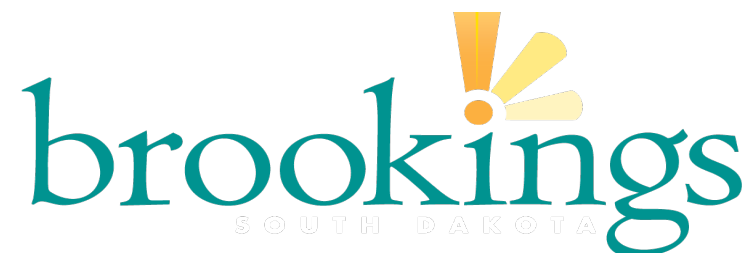
- 2025 Budget Highlights
- 2025 Total Budget Expense Comparison
- 2025 Capital Improvement Plan (CIP) Highlights
- 2025 CIP Overview
- 2025 CIP Revenues/Expenditures
- 2025 CIP Budget Detail
- Departmental CIP Projects
- 10-year Outlook
- Consolidated Fee Schedule Review
- Questions and Feedback



Total Budget Expense Comparison



	2025 Requested	2024 Adopted	Difference	% YoY
Total Budget	\$ 72,849,780	\$ 70,392,858	\$ 2,456,922	3.5%



2025 BUDGET HIGHLIGHTS

- Balanced Budgeting
- Positive Sales Tax Growth
- \$475k General Fund increase from 2024 Adopted Budget
- No IM 28 Impact Included (Est. \$1.6M)
- Staffing Increase – Adding Two (2) Positions
- Intuitive
- Sustainable

2025 CIP HIGHLIGHTS

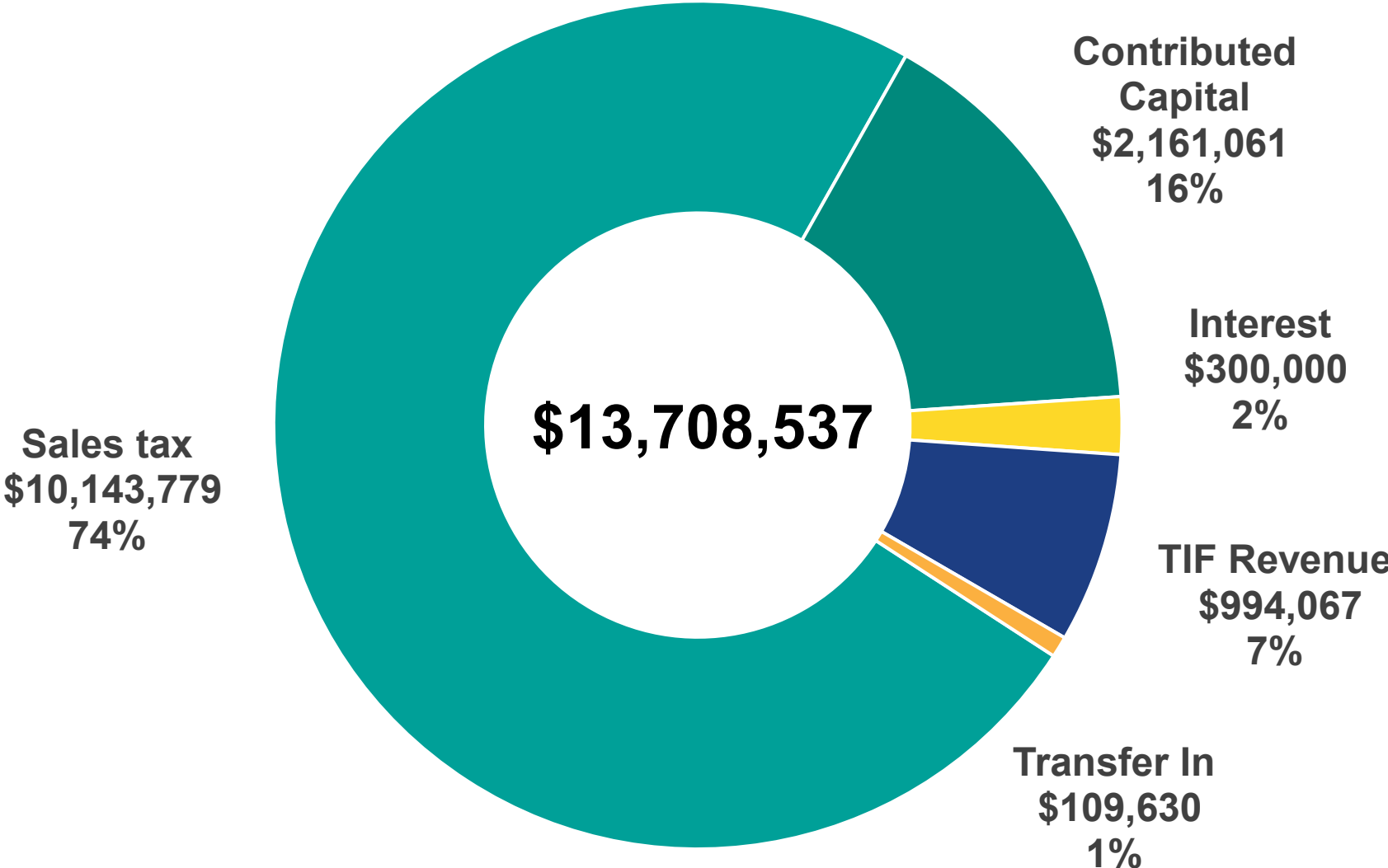
- Street Maintenance – \$3.6M
- Outside Agencies – \$1M
- Branch Creek/Fishback Park– \$900K
- Skate Park Renovation– \$315K
- PD Vehicles – \$404K
- Fire Department Engine 3 Replacement – \$700K (over 5 years)
- Public Works – Motor Grader & Street Sweeper – \$860K

2025 CIP Executive Overview

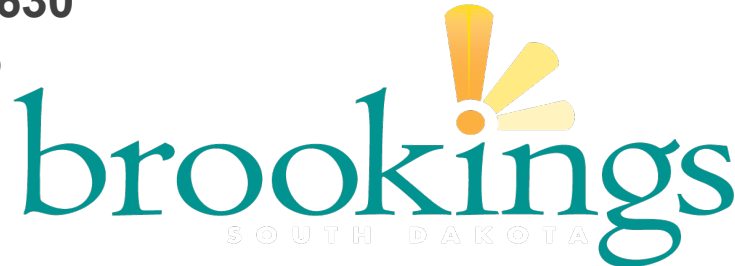
10-Year Capital Improvement Plan

	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034
OUTSIDE AGENCIES										
PAC II Expansion	916,666	916,666	916,666	-	-	-	-	-	-	-
Hospital Expansion/Addition	100,000	100,000	75,000	-	-	-	-	-	-	-
BMU Sales Tax Transfer	150,000	75,000	-	-	-	-	-	-	-	-
Total Outside Agencies	1,166,666	1,091,666	991,666	-	-	-	-	-	-	-
Priority Projects Fund	-	-	-	-	-	1,502,795	440,959	860,333	640,890	740,318
DEBT SERVICE										
Bond Principal & Interest	1,531,259	1,533,112	1,531,287	2,433,351	2,019,370	730,691	730,691	730,690	730,690	-
Total Debt	1,531,259	1,533,112	1,531,287	2,433,351	2,019,370	730,691	730,691	730,690	730,690	-
TOTAL EXPENDITURES	13,708,537	13,495,299	15,541,401	11,102,699	10,800,517	15,035,989	15,745,300	12,355,240	12,408,305	12,717,285
REVENUE										
2nd Penny Sales Tax	10,143,779	10,397,373	10,657,308	10,923,741	11,196,834	11,476,755	11,763,674	12,057,766	12,359,210	12,668,190
Other Revenue, Including STP	-	-	2,450,000	-	-	250,000	3,350,000	-	-	-
Interest Income	300,000	-	-	-	-	-	-	-	-	-
Transfer In - Project Contribution	109,630	-	-	-	-	-	-	-	-	-
Transfer In - TIF	994,067	279,083	108,051	358,051	1,037,551	1,617,099	631,626	297,474	49,095	49,095
Contributed Capital	2,161,061	-	-	-	-	-	-	-	-	-
Carry Forward	5,224,059	5,224,059	2,405,216	79,173	258,267	1,692,135	(0)	0	0	0
TOTAL REVENUES	18,932,596	15,900,515	15,620,575	11,360,965	12,492,652	15,035,989	15,745,300	12,355,240	12,408,305	12,717,285
Sales Tax Change	2.20%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%
Debt to Revenue	24.13%	23.56%	18.68%	22.28%	18.04%	6.23%	4.83%	6.06%	5.91%	0.00%
SURPLUS/(DEFICIT)	5,224,059	2,405,216	79,173	258,267	1,692,135	(0)	0	0	0	0

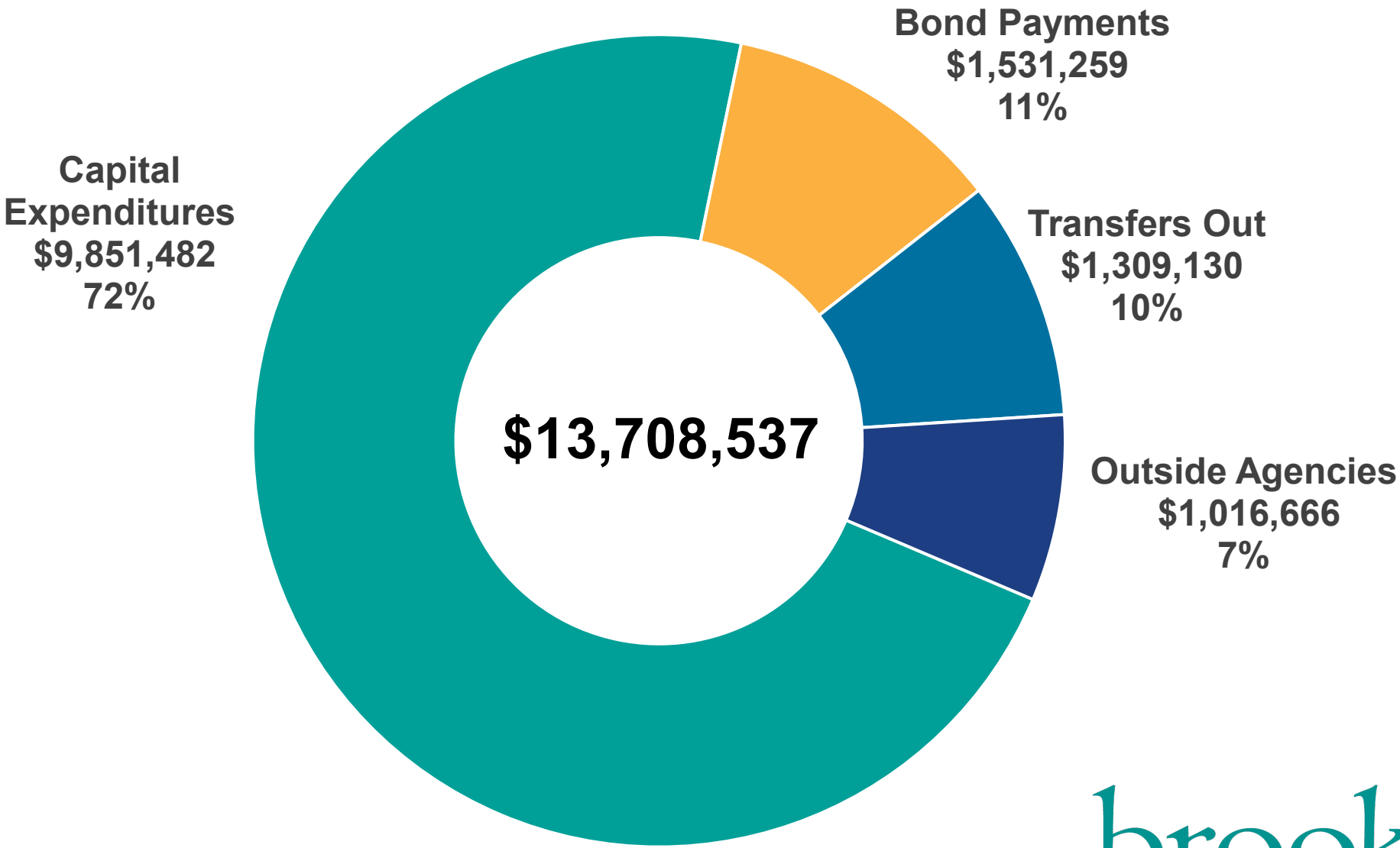
2025 CIP Revenue



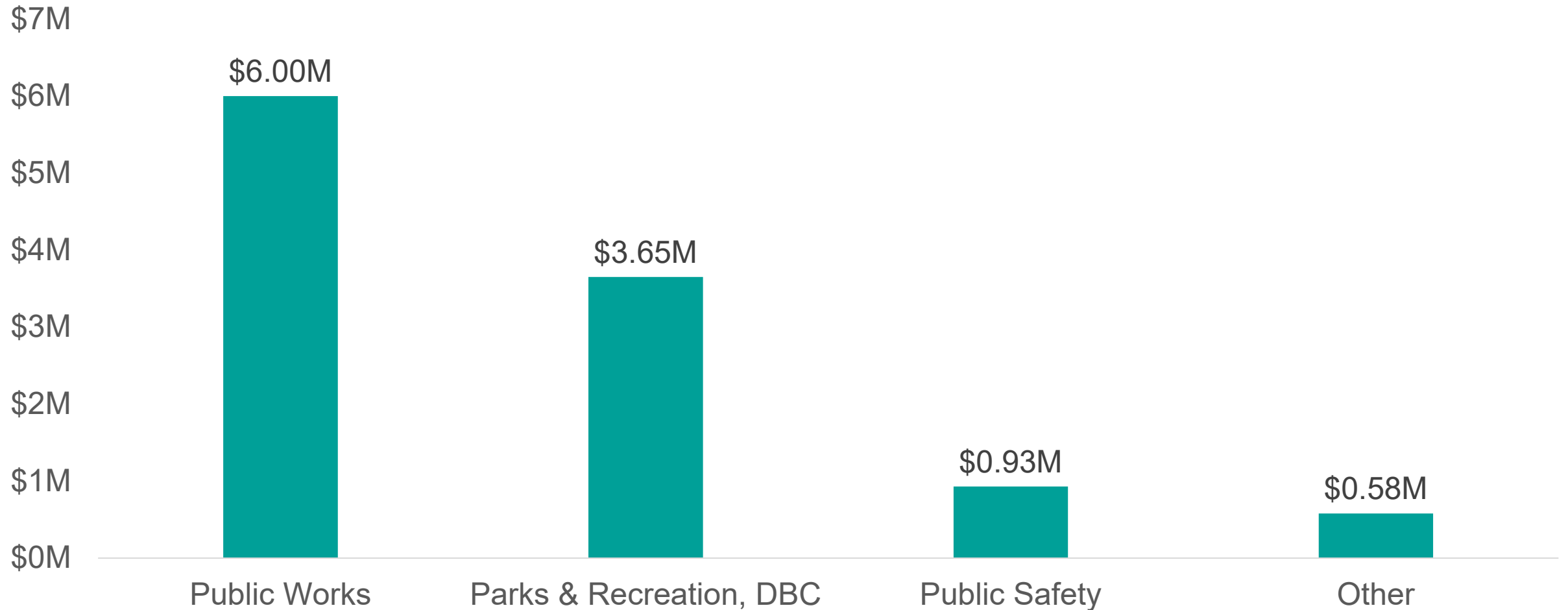
Carry Forward	Projected Beginning Balance
\$5,224,059	\$18,932,596



2025 CIP Expenditures



2025 Capital Expenditures & Transfers Out



These figures also include transfers out to other funds.



2025 Public Works Capital

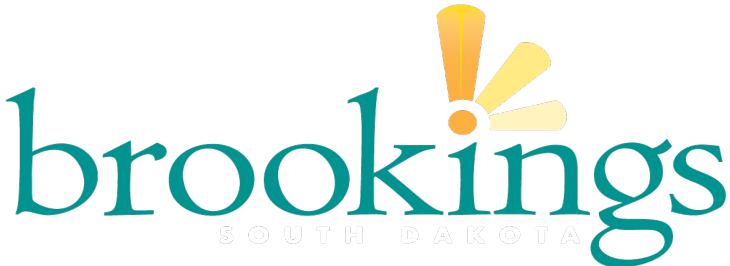
Projects	Amount
Street Maintenance – Asphalt, Striping	\$2,329,142
Chip Sealing	1,300,000
ADA Standard Ramps	325,000
Sidewalk & Curb Replacement	135,000
Street Improvements	120,750
Total Projects	\$4,209,892

Facilities	Amount
Public Works Office	\$360,629
Street Facility Repairs	45,000
Total Facility Repairs	\$405,629

Transfers Out	Amount
Airport	\$95,030
Total Transfers Out	\$95,030

Vehicles & Equipment	Amount
Motor Grader	\$450,000
Street Sweeper	410,000
Tandem Axle Truck	300,000
Community Development Vehicle	55,000
Sander	50,000
Thermoplastic Equipment	25,000
Total Vehicles and Equipment	\$1,290,000

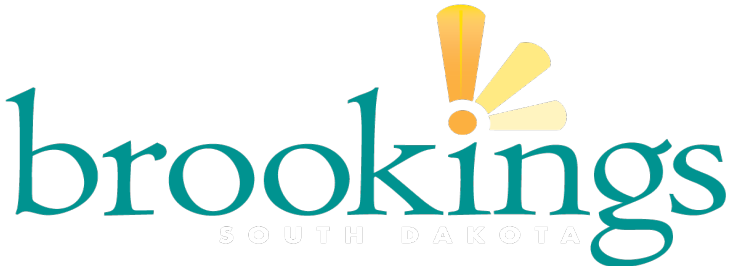
Total Public Works: \$6,000,551



2025 Parks & Recreation Capital

Parks & Facilities	Amount
Branch Creek/Fishback Park	\$900,000
Replace Skatepark Equipment	315,000
LIC – Replace HVAC Controls	200,000
Hillcrest Tennis Court Resurfacing/Repair	100,000
LIC – Red Rink Duct Heaters	95,150
LIC – Roofing Membrane	89,100
McKinstry Study Improvements - Parks	54,000
Parks Maintenance Shop Repairs	50,880
LIC – Fire Suppression System – 25% Sprinkler Heads	49,500
LIC – Main Electrical Room – Pumps	43,350
Dakota Nature Park – Reseal Interior Wood	25,000
Total Parks & Facilities	\$1,921,980

Vehicles & Equipment	Amount
Forestry Dump Truck Replacement	\$200,000
Fleet Pickup Trucks	55,000
Total Vehicles & Equipment	\$255,000



2025 Parks & Recreation Capital, Contd.

Library	Amount
Update Bathrooms	\$100,000
Security/Furniture Replacement	50,000
Total Library	\$150,000

Transfers Out	Amount
Dacotah Bank Center	\$671,761
Edgebrook Golf Course	278,000
Public Art	99,939
Total Transfers Out	\$1,049,700

Bike Lane/Trail Improvements	Amount
Master Bike Plan Implementation	\$150,000
Bike Trail Maintenance	75,000
Dakota Nature Park Trail Repairs	25,000
Total Bike Lane/Trail Improvements	\$250,000

2025 Tree Planting Program: \$25,000

Total Parks, Recreation, and Library: \$3,651,680



2025 Public Safety Capital

Fire Department	Amount
Engine 3 Replacement (Lease)	140,000
Rescue 1 Lease	140,000
Engine 1 Lease	95,000
Structure/USAR Gear	30,000
Mobile & Handheld Radios	40,000
Total Fire Department	\$445,000

Police Department/Animal Control	Amount
Vehicles	\$404,000
Analog Radio Channel	30,000
Vests	25,000
Body Cameras	25,000
Total PD/Community Service	\$484,000

Total Public Safety: \$929,000



2025 Other Capital Expenditures and Transfers

Other Capital	Amount
Ameresco Project	\$189,981
Sinking Fund Contribution	150,000
IT – Police Dept.	50,000
IT – Nutanix	25,000
Total Other Capital	\$414,981

Total Other: \$579,381

Transfers Out	Amount
2 nd Penny portion of BMU WTP Sales Tax Refund	\$150,000
City portion of CITCO Improvements	14,400
Total Transfers Out	\$164,400



A Look Ahead

- Current Debt Service (Bond Payments) ending in 2033
- Fire Department – Replace Platform Truck (2026) \$1.75M – 5 year lease
- 22nd Avenue Reconstruction Phase III - \$2.45M (2027)
- Golf Course Irrigation Replacement - \$2M (2030)

10-Year Outlook

10-Year Capital Improvement Plan										
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OUTSIDE AGENCIES										
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City Council Financial Policy Projects

Available Reserves	
Total City Council Priority Funding Available Balance (Unassigned General Fund)	\$ 17,313,207
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Primary Projects (IN priority order)	Cost
Police Facility	\$ 17,000,000
Total Primary Projects	\$ 17,000,000

Priority Funding after Primary Projects	\$ 313,207
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Secondary Projects (IN priority order)	Cost
Fire Station	\$ 4,000,000
Activity Center	\$ 5,000,000
Library	\$ 10,000,000
Total Secondary Projects	\$ 19,000,000

Third Ranked Projects (In order by Cost)	Cost
Indoor Recreation	\$ 2,300,000
Parks Shop Addition	\$ 600,000
Library Furniture	\$ 480,000
Dacotah Bank Center - East Lot	\$ 320,000
Streets - 3rd Street Sweeper	\$ 215,000
Sustainability - Climate Action Plan	\$ 130,000
Total Third Ranked Projects	\$ 4,045,000



Consolidated Fee Schedule Overview

- Components
 - ▶ General Fees
 - ▶ Fines and Violations
 - ▶ Golf Course Rates
- Review semi-annually and as needed
- Departmental Objectives
 - ▶ Comparative analysis with peer communities
 - ▶ Market Trends
 - ▶ Cost Recovery

Fee Schedule Highlights

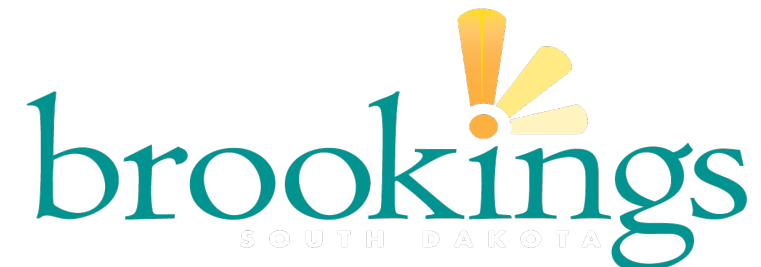
- Solid Waste Collections

- ▶ Monthly Residential Rate: \$19.10 up 2.9% or \$0.55 from current \$18.55
- ▶ Additional Carts (per month) \$6.20 up 3.2% or \$0.20 from current \$6.00
- ▶ Aligns with Solid Waste Master Plan

- Landfill:

- ▶ Approximately 3% rate increases for materials (\$0.25 - \$1.65)
 - ▶ *\$7.75 increase for mobile homes,*
- ▶ Tires – 5% to 6.5% increases (\$0.15 - \$1.85)
 - ▶ *\$13.00 increase for rubber tracks*

- All fees are subject to applicable taxes.



Fee Schedule Highlights

- Airport:

- ▶ Fuel Flowage

- ▶ *FBO increase by \$0.02 to \$0.10/gallon*
- ▶ *Others increase by \$0.03 to \$0.13/gallon*

- ▶ Hangar Application Fee

- ▶ *Increase by \$100.00 to \$150.00*

- ▶ Gate Card

- ▶ *Increase by \$5.00 to \$25.00*

- Public Works

- ▶ Update average burdened rate by position for labor and current FEMA schedule for equipment

Fee Schedule Highlights

- Community Development:

- ▶ Increase Tax Increment Financing Application Fee: \$10,000.00
- ▶ Increase sign permits by \$5.00
- ▶ Building Permits (Single Family Dwellings)
 - ▶ *Finished Habitable Space Per Square Foot: \$105 (\$10 increase)*
 - ▶ *Finished Basements Per Square Foot: \$60 (\$10 increase)*
 - ▶ *Unfinished Space (basement and upper levels) Per Square Foot: \$35 (\$5 increase)*
 - ▶ *Attached Garages Per Square Foot: \$35 (\$5 increase)*
 - ▶ *Decks Per Square Foot: \$30 (\$5 increase)*

Fee Schedule Highlights

- Library

- ▶ Out of County Library Card
 - ▶ *Individual: \$40 (\$5 increase)*
 - ▶ *Family: \$50 (\$5 increase)*
- ▶ Meeting Room Reservation Fee: \$25.00 – New
- ▶ Printing/Copies (per page) – Adding to Fee Schedule
 - ▶ *Black & White: \$0.10*
 - ▶ *Color: \$0.25*
 - ▶ *Copies – Black & White Only: \$0.10*



**Questions &
Feedback**