

# FY27 & FY28 Two-Year Budget and Five-Year Capital Plan

City Council Finance & Budget Subcommittee

March 9, 2026

# Agenda

- Budget Overview
- Next Steps
- Subcommittee Priorities

# Budget Components

- FINANCIAL PLAN for the operation of the City
- FUND SUMMARIES & FINANCIAL FORECAST provide insight regarding funding sources and uses
- ACCOMPLISHMENTS document achievements from prior year activities
- WORK PLANS set out departmental goals and activities for the next two years
- CAPITAL IMPROVEMENT PLAN guides major capital investments and maintenance, when feasible
- Two-year budget cycle (FY27 & FY28)

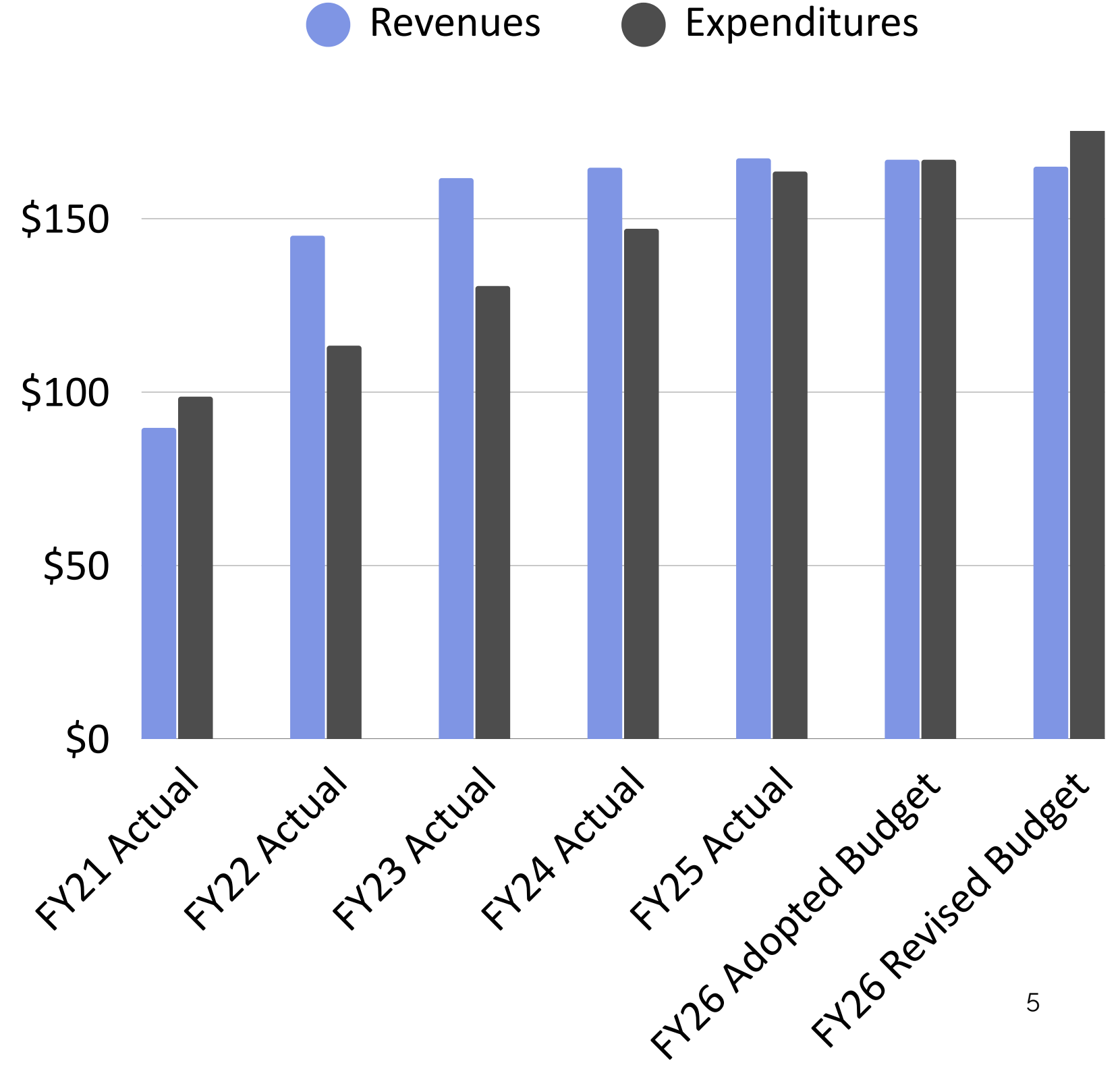
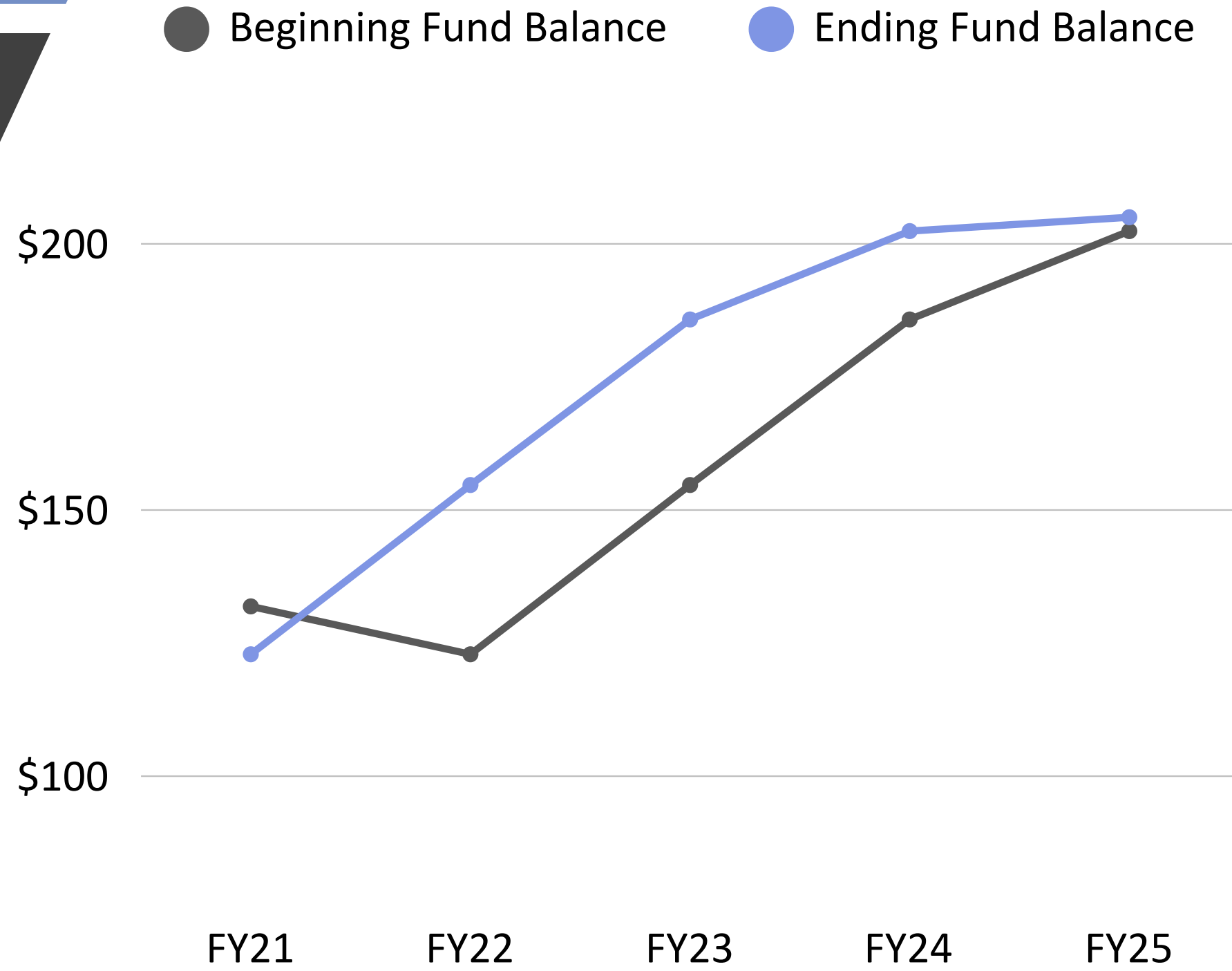
**FY27** is July 1, 2026 to June 30, 2027

**FY28** is July 1, 2027 to June 30, 2028

# Fiscal Policy Requirements

- **Operating Budget must be balanced** - annual, ongoing revenues are greater than or equal to annual, ongoing expenditures
- Proprietary funds (Sewer, Solid Waste, Street Maintenance) must be **self-supporting**
- Major capital investments will be made **using long-term financing**
- **Comparable increases for revenue and expenditures:** new spending must have new funding or operating offsets
- **Adequate reserves must be maintained:** at least 35% of the General Fund Budget
- Maintain a long-range fiscal perspective

# General Fund (millions)



# Next Steps

April 30, 2026

Subcommittee

Meeting:

- Preliminary Budget
- Capital Discussion

May 18, 2026

City Council  
Budget Study Session

June 15, 2026

City Council  
Budget Adoption

July 1, 2026

Beginning of Fiscal  
Year 2027  
Budget Implementation

# Subcommittee Discussion

## FY27 & FY28 Two-Year Operating Budget and Five-Year Capital Plan: Funding Priorities

Thank you

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