

City of Palm Coast, Florida Agenda Item

Agenda Date: September 23, 2026

Agenda Item:
G.2

Department	FINANCE	Amount
Division	FINANCE	Org/Account #
Subject:	RESOLUTION 2026-XX ADOPTING THE FINAL BUDGET FOR FISCAL YEAR 2026-2027	
Presenter:	The Finance Department	
Attachments:	1. Resolution 2. Exhibit A	
Background:	The attached resolution proposes the adoption of the tentative budget at a total amount of \$533,947,885. The attached exhibits provide the breakdown by fund in the Fiscal Year 2026-2027 column. In addition to approving the budget, staff has added an acknowledgment to the Resolution, as required by law, that Council has been made aware of the Capital Improvements Element Schedule of the Comprehensive Plan as modified annually in the City's Annual Budget. The Capital Improvements Plan in the City's Annual Budget will serve to update the 5-year capital improvement schedule of the Capital Improvements Element of the Comprehensive Plan. Within 15 days of the first public hearing to adopt the tentative millage rate and tentative budget, the City must advertise the final hearing. The first public hearing was held on September 9, 2026. The final hearing must be held within two to five days after the advertisement appears in the newspaper. The advertisement appeared in the newspaper on Sunday, September 20, 2026. <u>At this hearing, the taxing authority will:</u> 1. Discuss the percentage increase in millage from the rolled-back rate, if any, and the specific purposes for which the ad valorem tax revenues are being increased. 2. Allow the general public to speak and ask questions. 3. Adopt a final millage and budget. 4. Instruct the City Clerk to forward a copy of the resolution adopting the final millage to the Property Appraiser and the Tax Collector within three days. The following outlines the required format and exact wording, according to Section 200.065(2)(e)1., Florida Statutes, for the adoption of the millage rate and budget for the City:	

THE FOLLOWING STEPS MUST BE COMPLETED ONLY AFTER ADOPTING THE MILLAGE:

Adoption of the Final Budget:

STEP ONE: Introduce the Final Budget

ACTION: MAYOR ANNOUNCES:

“The City of Palm Coast proposes to adopt a budget with total appropriated expenditures and reserves of \$533,947,885.”

STEP TWO: Allow Public Comment on the Final Budget

ACTION: HEAR PUBLIC COMMENT ON THE FINAL BUDGET:

Hear public comments regarding the tentative budget. The general public must be allowed to speak and to ask questions prior to the adoption of any measure by the governing body.

STEP THREE: Adopt the final Budget Resolution:

ACTION MAYOR ANNOUNCES:

“The City of Palm Coast proposes to adopt a budget of \$533,947,885.”

STEP FOUR: Forward a copy of the resolution to the Property Appraiser, the Tax Collector, and the State of Florida Department of Revenue within 3 days.

ACTION MAYOR ADVISES CITY CLERK:

“The City Clerk must forward a copy of the resolution adopting the final millage to the Property Appraiser, the Tax Collector, and the State of Florida Department of Revenue within 3 days’

Recommended Action:

**ADOPT RESOLUTION 2026-XX APPROVING THE FINAL BUDGET FOR FISCAL YEAR 2026-2027
FOLLOWING THE STEPS AND WORDING AS OUTLINED IN THIS AGENDA ITEM**

RESOLUTION 2026-____
FISCAL YEAR 2026-2027 BUDGET

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY
OF PALM COAST, FLAGLER COUNTY, FLORIDA,
ADOPTING THE BUDGET FOR FISCAL YEAR 2026-2027;
AND PROVIDING AN EFFECTIVE DATE.**

WHEREAS, the City of Palm Coast, Flagler County, Florida, held the first public hearing on September 9, 2026, and adopted a tentative budget of \$533,947,885 for Fiscal Year 2026-2027; and

WHEREAS, the City of Palm Coast, Flagler County, Florida, held a properly noticed public hearing on September 23, 2026, relating to the final budget for Fiscal Year 2026-2027; and

WHEREAS, the City of Palm Coast, Flagler County, Florida, approved Resolution 2026-____ adopting a final millage rate of 4.1387 mills.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF
THE CITY OF PALM COAST, FLAGLER COUNTY, FLORIDA, THAT:**

SECTION 1. APPROVAL OF FINAL BUDGET. The City Council of the City of Palm Coast hereby adopts the budget for Fiscal Year 2026-2027 at \$533,947,885 as attached hereto and incorporated by reference as “Exhibit A.”

SECTION 2. CAPITAL IMPROVEMENT ELEMENT. The Capital Improvement Plan in the City’s Annual Budget will serve to update the 5-year capital improvement schedule of the Capital Improvements Element of the Comprehensive Plan.

SECTION 3. EFFECTIVE DATE. This Resolution shall take effect immediately upon its passage and adoption by the City Council.

DULY PASSED AND ADOPTED by the City Council of the City of Palm Coast,
Florida, on this 23rd day of September 2026.

ATTEST:

CITY OF PALM COAST

KALEY COOK, CITY CLERK

MICHAEL NORRIS, MAYOR

APPROVED AS TO FORM AND LEGALITY

MARCUS DUFFY, CITY ATTORNEY

Attachment: Exhibit "A" Final Budget

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027	CITY OF PALM COAST BUDGET ALL APPROPRIATED FUNDS	
	FY 2026-2027 BUDGET	
TOTAL REVENUES:	\$	533,947,885
TOTAL EXPENDITURES:	\$	533,947,885

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027 GENERAL FUND

		FY 2026-2027 BUDGET
<u>REVENUES:</u>		
Ad Valorem Taxes	\$	45,558,297
Communications Services Taxes		3,129,219
Sales Tax		4,225,686
State Revenue Sharing		1,414,115
Other Taxes		1,462,425
Permits, Fees and Special Assessments		2,614,600
Charges for Services		8,050,482
Judgments, Fines & Forfeitures		678,000
Interest Revenue		350,000
Other Revenues		118,250
Transfers from Other Funds		1,372,533
Appropriated Fund Balance		8,033,310
Loan Proceeds		11,000,000
TOTAL REVENUES:	\$	<u>88,006,917</u>
<u>EXPENDITURES:</u>		
<u>Administration:</u>		
City Council	\$	409,154
City Manager		1,522,530
Communications & Marketing		775,491
Economic Development		1,369,952
Human Resources		1,152,381
City Attorney		840,000
Financial Services		2,407,838
Planning, Code Enforcement, & Business Tax		7,920,299
Fire		17,030,954
Law Enforcement		12,484,964
Streets Maintenance		10,921,336
Construction Management & Engineering		1,366,858
Parks & Recreation		3,101,034
Parks Maintenance		4,048,823
Aquatic Center		556,258
Southern Recreation Center		788,128
Palm Harbor Golf Club		1,731,347
Non-Departmental		19,579,570
TOTAL EXPENDITURES:	\$	<u>88,006,917</u>

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027 CDBG FUND

		FY 2026-2027
		BUDGET
<u>REVENUES:</u>		
Intergovernmental Revenue	\$	761,817
TOTAL REVENUES:	\$	761,817
<u>EXPENDITURES:</u>		
Operating Expenses	\$	731,817
Transfers to Other Funds		30,000
TOTAL EXPENDITURES:	\$	761,817

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027 POLICE EDUCATION FUND

		FY 2026-2027
		BUDGET
<u>REVENUES:</u>		
Fines and Forfeitures	\$	9,000
TOTAL REVENUES:	\$	9,000
<u>EXPENDITURES:</u>		
Operating Expenses	\$	9,000
TOTAL EXPENDITURES:	\$	9,000

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027 SPECIAL EVENTS FUND

		FY 2026-2027
		BUDGET
<u>REVENUES:</u>		
Intergovernmental Revenue	\$	5,000
Charges for Services		174,115
TOTAL REVENUES:		179,115
<u>EXPENDITURES:</u>		
Operating Expenses	\$	174,301
Contingency		4,814
TOTAL EXPENDITURES:	\$	179,115

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027 STREETS IMPROVEMENT FUND

		FY 2026-2027
		BUDGET
<u>REVENUES:</u>		
Local Option Fuel Tax	\$	2,174,159
State Revenue Sharing		892,289
Interest Revenue		50,000
Appropriated Fund Balance		2,018,552
TOTAL REVENUES:	\$	5,135,000
<u>EXPENDITURES:</u>		
Operating Expenses	\$	4,455,000
Capital Outlay		680,000
TOTAL EXPENDITURES:	\$	5,135,000

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027 RECREATION IMPACT FEE FUND

		FY 2026-2027 BUDGET
<u>REVENUES:</u>		
Permits, Fees and Special Assessments	\$	2,371,843
Intergovernmental Revenue		855,000
Transfers from Other Funds		2,828,758
Appropriated Fund Balance		1,233,899
TOTAL REVENUES:	\$	7,289,500
<u>EXPENDITURES:</u>		
Capital Outlay	\$	7,289,500
TOTAL EXPENDITURES:	\$	7,289,500

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027 FIRE IMPACT FEE FUND

		FY 2026-2027
		BUDGET
<u>REVENUES:</u>		
Permits, Fees and Special Assessments	\$	682,777
Interest Revenue		50,000
Transfers from Other Funds		46,710
TOTAL REVENUES:	\$	779,487
<u>EXPENDITURES:</u>		
Capital Outlay	\$	100,000
Contingency		679,487
TOTAL EXPENDITURES:	\$	779,487

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027

DEVELOPMENT SPECIAL PROJECTS FUND

		FY 2026-2027
		BUDGET
<u>REVENUES:</u>		
Appropriated Fund Balance	\$	50,000
TOTAL REVENUES:	\$	50,000
<u>EXPENDITURES:</u>		
Operating Expenses	\$	50,000
TOTAL EXPENDITURES:	\$	50,000

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027 TRANSPORTATION IMPACT FEE FUND

		FY 2026-2027
		BUDGET
<u>REVENUES:</u>		
Permits, Fees and Special Assessments	\$	8,604,907
Intergovernmental Revenue		34,872,076
Interest Revenue		150,000
Appropriated Fund Balance		7,128,779
TOTAL REVENUES:	\$	50,755,762
<u>EXPENDITURES:</u>		
Operating Expenses	\$	225,000
Interfund Transfers		200,000
Capital Outlay		50,330,762
TOTAL EXPENDITURES:	\$	50,755,762

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027 TOWN CENTER TRANSPORTATION IMPACT FEE FUND

		FY 2026-2027 BUDGET
<u>REVENUES:</u>		
Interest Revenue	\$	5,000
Transfers from Other Funds		100,000
Appropriated Fund Balance		1,016,018
TOTAL REVENUES:	\$	1,121,018
<u>EXPENDITURES:</u>		
Capital Outlay	\$	1,121,018
TOTAL EXPENDITURES:	\$	1,121,018

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027 NEIGHBORHOOD STABILIZATION FUND

		FY 2026-2027
		BUDGET
<u>REVENUES:</u>		
Appropriated Fund Balance	\$	121,035
TOTAL REVENUES:	\$	121,035
<u>EXPENDITURES:</u>		
Operating Expenses	\$	121,035
TOTAL EXPENDITURES:	\$	121,035

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027 OKR SPECIAL ASSESSMENT FUND

		FY 2026-2027 BUDGET
<u>REVENUES:</u>		
Special Assessment	\$	323,000
Intergovernmental Revenue		336,130
Interest Revenue		15,000
Transfers from Other Funds		100,000
Appropriated Fund Balance		732,544
TOTAL REVENUES:	\$	1,506,674
<u>EXPENDITURES:</u>		
Operating Expenses	\$	50,000
Debt Service		323,000
Capital Outlay		1,133,674
TOTAL EXPENDITURES:	\$	1,506,674

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FY 2026-2027 ART IN PUBLIC PLACES

		FY 2026-2027 BUDGET	
<u>REVENUES:</u>			
Special Assessment	\$		100,000
TOTAL REVENUES:		\$	100,000
<u>EXPENDITURES:</u>			
Operating Expenses	\$		100,000
TOTAL EXPENDITURES:		\$	100,000

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027 SR100 COMMUNITY REDEVELOPMENT FUND

		FY 2026-2027
		BUDGET
<u>REVENUES:</u>		
Intergovernmental Revenue	\$	2,580,886
Transfers from Other Funds		1,423,070
TOTAL REVENUES:	\$	4,003,956
<u>EXPENDITURES:</u>		
Operating Expenses	\$	581,234
Interfund Transfers		373,107
Capital Outlay		2,000,000
Debt Service		1,049,615
TOTAL EXPENDITURES:	\$	4,003,956

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027 CAPITAL PROJECTS FUND

		FY 2026-2027 BUDGET
<u>REVENUES:</u>		
Small County Surtax	\$	5,478,128
Interest Revenue		300,000
Intergovernmental Revenue		300,000
Transfers from Other Funds		10,037,500
Appropriated Fund Balance		12,479,840
TOTAL REVENUES:	\$	<u>28,595,468</u>
<u>EXPENDITURES:</u>		
Operating Expenses	\$	75,000
Interfund Transfers		2,875,468
Capital Outlay		25,645,000
TOTAL EXPENDITURES:	\$	<u>28,595,468</u>

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FY 2026-2027 WATER AND WASTEWATER UTILITY FUND

FY 2026-2027 BUDGET		
<u>REVENUES:</u>		
Charges for Services		
Water Sales	\$	49,657,265
Water Connection Fees		2,650,000
Wastewater Sales		37,214,736
Wastewater Inspection Fees		150,000
Interest Revenue		500,000
Other Revenues		2,750,560
TOTAL REVENUES:	\$	92,922,561
 <u>EXPENDITURES:</u>		
Personnel Services	\$	19,097,519
Operating Expenses		19,140,930
Interfund Transfers		20,285,120
Internal Allocations		6,312,290
Capital Outlay		88,000
Grant		10,000
Debt Service		24,046,997
Contingency		3,941,705
TOTAL EXPENDITURES:	\$	92,922,561

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FY 2026-2027 UTILITY CAPITAL PROJECTS FUND

		FY 2026-2027 BUDGET
<u>REVENUES:</u>		
Permits, Fees and Special Assessments	\$	16,184,243
Intergovernmental Revenue		9,500,000
Interest Revenue		500,000
Transfers from Other Funds		15,804,553
Appropriated Fund Balance		31,978,970
TOTAL REVENUES:	\$	73,967,766
<u>EXPENDITURES:</u>		
Personnel Expenses	\$	1,830,804
Operating Expenses		1,394,611
Interfund Transfers		4,404,962
Internal Allocations		2,302,389
Capital Outlay		64,035,000
TOTAL EXPENDITURES:	\$	73,967,766

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FY 2026-2027 UTILITY CAPITAL BOND PROJECTS FUND

		FY 2026-2027
		BUDGET
<u>REVENUES:</u>		
Interest Revenue	\$	11,231,600
Appropriated Fund Balance		75,791,400
TOTAL REVENUES:	\$	87,023,000
<u>EXPENDITURES:</u>		
Capital Outlay	\$	87,023,000
TOTAL EXPENDITURES:	\$	87,023,000

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FY 2026-2027 COLLECTIONS AND SANITATION FUND

		FY 2026-2027 BUDGET
<u>REVENUES:</u>		
Charges for Services	\$	20,708,721
Interest Revenue		30,000
TOTAL REVENUES:	\$	20,738,721
<u>EXPENDITURES:</u>		
Personnel Services	\$	347,553
Operating Expenses		19,662,493
Interfund Transfers		79,618
Internal Allocations		54,345
Contingency		594,712
TOTAL EXPENDITURES:	\$	20,738,721

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FY 2026-2027 STORMWATER MANAGEMENT FUND

		FY 2026-2027 BUDGET
<u>REVENUES:</u>		
Charges for Services	\$	26,615,503
Interest Revenue		200,000
Other Revenues		266,482
Intergovernmental Revenue -Grants		150,000
Appropriated Fund Balance		5,254,888
TOTAL REVENUES:	\$	<u>32,486,873</u>
<u>EXPENDITURES:</u>		
Personnel Services	\$	7,582,095
Operating Expenses		4,041,777
Capital Outlay		10,680,153
Debt Service		2,596,380
Interfund Transfers		2,866,347
Internal Allocations		4,720,121
TOTAL EXPENDITURES:	\$	<u>32,486,873</u>

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027 BUILDING PERMITS FUND

	FY 2026-2027 BUDGET
<u>REVENUES:</u>	
Charges for Services	\$ 3,321,919
Interest Revenue	20,000
Other Revenues	10,000
TOTAL REVENUES:	\$ 3,351,919
<u>EXPENDITURES:</u>	
Personnel Services	\$ 2,302,443
Operating Expenses	310,724
Interfund Transfers	250,000
Internal Allocations	426,374
Contingency	62,378
TOTAL EXPENDITURES:	\$ 3,351,919

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FY 2026-2027 INFORMATION TECHNOLOGY ENTERPRISE FUND

		FY 2026-2027
		BUDGET
<u>REVENUES:</u>		
Charges for Services	\$	1,058,671
Interest Revenue		61,430
TOTAL REVENUES:	\$	1,120,101
<u>EXPENDITURES:</u>		
Personnel Services	\$	208,344
Operating Expenses		309,546
Interfund Transfers		24,505
Internal Allocations		100,245
Capital Outlay		477,461
TOTAL EXPENDITURES:	\$	1,120,101

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027 HEALTH INSURANCE FUND

		FY 2026-2027
		BUDGET
<u>REVENUES:</u>		
Non-Revenue Premium Charges	\$	10,523,220
Interest Revenue		50,000
Other Revenues		20,000
TOTAL REVENUES:	\$	10,593,220
<u>EXPENDITURES:</u>		
Personnel Services	\$	8,747,105
Operating Expenses		1,846,115
TOTAL EXPENDITURES:	\$	10,593,220

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027 FLEET MANAGEMENT FUND

		FY 2026-2027 BUDGET
<u>REVENUES:</u>		
Charges for Services	\$	4,227,080
Non-Revenue Internal Allocations		7,624,892
Other Revenues		300,000
Interest Revenue		196,486
Transfers from Other Funds		1,077,053
TOTAL REVENUES:	\$	<u>13,425,511</u>
<u>EXPENDITURES:</u>		
Personnel Services	\$	1,528,507
Operating Expenses		2,634,547
Interfund Transfers		3,005
Internal Allocations		488,348
Capital Outlay		4,260,065
Contingency		4,511,039
TOTAL EXPENDITURES:	\$	<u>13,425,511</u>

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027 EMERGENCY COMMUNICATIONS FUND

		FY 2026-2027
		BUDGET
<u>REVENUES:</u>		
Non-Revenue Internal Allocations	\$	430,595
Interest Revenue		15,000
TOTAL REVENUES:	\$	445,595
<u>EXPENDITURES:</u>		
Operating Expenses	\$	306,873
Replacement Reserves		138,722
TOTAL EXPENDITURES:	\$	445,595

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027 FACILITIES MAINTENANCE FUND

	FY 2026-2027 BUDGET
<u>REVENUES:</u>	
Charges for Services	\$ 2,362,482
Interest Revenue	25,000
TOTAL REVENUES:	\$ 2,387,482
<u>EXPENDITURES:</u>	
Personnel Services	\$ 685,787
Operating Expenses	1,511,817
Internal Allocations	163,116
Contingency	26,762
TOTAL EXPENDITURES:	\$ 2,387,482

EXHIBIT A - Budget Summary attachment for public hearings

FY 2026-2027 INFORMATION TECHNOLOGY INTERNAL SERVICES FUND

	FY 2026-2027 BUDGET
<u>REVENUES:</u>	
Charges for Services	\$ 6,934,775
Interest Revenue	23,893
Other Revenues	4,000
Transfers from Other Funds	107,719
TOTAL REVENUES:	<u>\$ 7,070,387</u>
 <u>EXPENDITURES:</u>	
Personnel Services	\$ 2,871,779
Operating Expenses	4,065,314
Internal Allocations	93,294
Capital Outlay	10,000
Contingency	30,000
TOTAL EXPENDITURES:	<u>\$ 7,070,387</u>