



# City Council Requests for FY 2026 Proposed Budget #5

June 25, 2025

Antonina Tantillo, MPA  
City Administrator  
City of New Castle

# Timeline of the FY 2026 Budget Season

**May  
7<sup>th</sup>,  
2025**

**FY 2026  
Budget  
Presentation**

**May  
15<sup>th</sup>,  
2025**

**Council  
Feedback of  
Budget  
Presentation #1**

**May  
28,  
2025**

**Implementation  
of Council  
Feedback &  
Budget  
Presentation #2**

**June  
11<sup>th</sup>,  
2025**

**FY 2026 Budget  
Finalization &  
New Tax Rate  
Conversations**

**June  
18<sup>th</sup>, 25<sup>th</sup>,  
26<sup>th</sup> &  
30<sup>th</sup>,  
2025**

**Budget  
Finalization &  
New Tax Rate  
Conversations**

# Fiscal Year 2026 Proposed Budget #1 - Presented 5/7/2025

## Revenue

<b>Property Tax Revenue</b>	<b>Proposed Tax Rate: .3678158</b>	<b>\$4,750,350</b>
<b>All Other Revenue</b>		<b>\$2,733,248</b>
	<b>Total Proposed Budget Revenues</b>	<b>\$7,483,598</b>

## Expenses

Public Safety	\$3,235,812
Public Services	\$1,579,466
Public Works Parks & Public Property	\$337,700
Capital Outlays: PSAF	\$109,678
Capital Outlays: PSERV	\$500,684
Mayor and Council (& Clerk/ Treasurer)	\$237,304
Administration (Finance, Admin & HR)	\$730,664
BOA	\$7,000
Building Maintenance	\$198,500
Insurance	\$264,500
Professional/ Contractual Services	\$175,000
Planning Commission, HAC, and Board of Health	\$82,290
Accrued Benefits	\$25,000
Restricted Reserves/ Capital	\$0
<b>Total Proposed Budget Expenses</b>	<b>\$7,483,598</b>

# Fiscal Year 2026 Proposed Budget #2-

## Presented 5/28/2025

### Revenue

<b>Property Tax Revenue</b>	<b>Proposed Tax Rate: .3746005</b>	<b>\$4,837,974</b>
<b>All Other Revenue</b>		<b>\$2,850,381</b>
	<b>Total Proposed Budget Revenues</b>	<b>\$7,688,355</b>

### Expenses

Public Safety	\$3,401,241
Public Services	\$1,579,966
Public Works Parks & Public Property	\$309,261
Capital Outlays: PSAF	\$109,678
Capital Outlays: PSERV	\$555,384
Mayor and Council (& Clerk/ Treasurer)	\$237,804
Administration (Finance, Admin & HR)	\$732,731
BOA	\$7,000
Building Maintenance	\$198,500
Insurance	\$264,500
Professional/ Contractual Services	\$175,000
Planning Commission, HAC, and Board of Health	\$92,290
Accrued Benefits	\$25,000
Restricted Reserves/ Capital	\$0
<b>Total Proposed Budget Expenses</b>	<b>\$7,688,355</b>

# Fiscal Year 2026 Proposed Budget #3-

## Presented 6/11/2025

### Revenue

<b>Property Tax Revenue</b>	<b>Proposed Tax Rate: .3556873</b>	<b>\$4,593,710</b>
<b>All Other Revenue</b>		<b>\$2,950,881</b>
	<b>Total Proposed Budget Revenues</b>	<b>\$7,544,591</b>

### Expenses

Public Safety	\$3,194,114
Public Services	\$1,545,654
Public Works Parks & Public Property	\$309,261
Capital Outlays: PSAF	\$130,421
Capital Outlays: PSERV	\$555,384
Mayor and Council (& Clerk/ Treasurer)	\$236,804
Administration (Finance, Admin & HR)	\$817,381
BOA	\$7,000
Building Maintenance	\$198,500
Insurance	\$257,782
Professional/ Contractual Services	\$175,000
Planning Commission, HAC, and Board of Health	\$92,290
Accrued Benefits	\$25,000
Restricted Reserves/ Capital	\$0
<b>Total Proposed Budget Expenses</b>	<b>\$7,544,591</b>

# Fiscal Year 2026 Proposed Budget #4-

## Presented 6/18/2025

### Revenue

<b>Property Tax Revenue</b>	<b>Proposed Tax Rate: .3497277</b>	<b>\$4,559,367</b>
<b>All Other Revenue</b>		<b>\$2,942,881</b>
	<b>Total Proposed Budget Revenues</b>	<b>\$7,502,248</b>

### Expenses

Public Safety	\$3,194,114
Public Services	\$1,545,654
Public Works Parks & Public Property	\$330,136
Capital Outlays: PSAF	\$130,421
Capital Outlays: PSERV	\$555,384
Mayor and Council (& Clerk/ Treasurer)	\$236,804
Administration (Finance, Admin & HR)	\$794,044
BOA	\$7,000
Building Maintenance	\$198,500
Insurance	\$217,901
Professional/ Contractual Services	\$175,000
Planning Commission, HAC, and Board of Health	\$92,290
Accrued Benefits	\$25,000
Restricted Reserves/ Capital	\$0
<b>Total Proposed Budget Expenses</b>	<b>\$7,502,248</b>

# Fiscal Year 2026 Proposed Budget #5-

## Presented 6/25/2025

### Revenue

<b>Property Tax Revenue</b>	<b>Proposed Tax Rate: .3563549</b>	<b>\$4,645,765</b>
<b>All Other Revenue</b>		<b>\$2,952,881</b>
	<b>Total Proposed Budget Revenues</b>	<b>\$7,598,646</b>

### Expenses

Public Safety	\$3,194,114
Public Services	\$1,545,654
Public Works Parks & Public Property	\$330,136
Capital Outlays: PSAF	\$130,421
Capital Outlays: PSERV	\$555,384
Mayor and Council (& Clerk/ Treasurer)	\$236,804
Administration (Finance, Admin & HR)	\$794,044
BOA	\$7,000
Building Maintenance	\$273,500
Insurance	\$239,299
Professional/ Contractual Services	\$175,000
Planning Commission, HAC, and Board of Health	\$92,290
Accrued Benefits	\$25,000
Restricted Reserves/ Capital	\$0
<b>Total Proposed Budget Expenses</b>	<b>\$7,598,646</b>

# Updates to the Budget Version

- Increased Insurance lines by \$22,000 to remain with original insurer at reduced rate
- Increased Building Capital Reserves by \$75,000 for Admin Building
- Added \$10,000 to revenue for CCATT, Verizon



# Available Funds

## CITY OF NEW CASTLE TREASURER'S REPORT - UNAUDITED

**PERIOD ENDING: MAY 31, 2025**

Cash Account Name	Period Ending Balance	Prior Period	Change
TOTAL PETTY CASH ON HAND	1,100.00	1,100.00	0.00
GENERAL FUND	126,861.64	199,217.33	-72,355.69
PAYROLL CHECKING	2,322.63	2,322.63	0.00
MONEY MARKET RETENTION	8,424,113.54	8,759,451.34	-335,337.80
<i>TOTAL UNRESTRICTED FUNDS</i>	<i>8,554,397.81</i>	<i>8,962,091.30</i>	<i>-407,693.49</i>
MUNICIPAL STREET AID SAVINGS	625,066.96	626,035.99	-969.03
SEPARATION DAY ACCOUNT	63,644.76	63,590.73	54.03
MM SAVINGS/ FY18 BOND FUNDS	1,860,309.34	1,860,763.98	-454.64
SALLE/EIDE/POLICE GRANTS	41,053.22	41,533.22	-480.00
EMPLOYEE REDEMPTION FUND	182,004.24	187,457.81	-5,453.57
CAPITAL RESERVE	125,000.00	125,000.00	0.00
<i>TOTAL RESTRICTED FUNDS</i>	<i>2,897,078.52</i>	<i>2,904,381.73</i>	<i>-7,303.21</i>
<b>TOTAL CASH IN ACCOUNTS</b>	<b>11,451,476.33</b>	<b>11,866,473.03</b>	<b>-414,996.70</b>

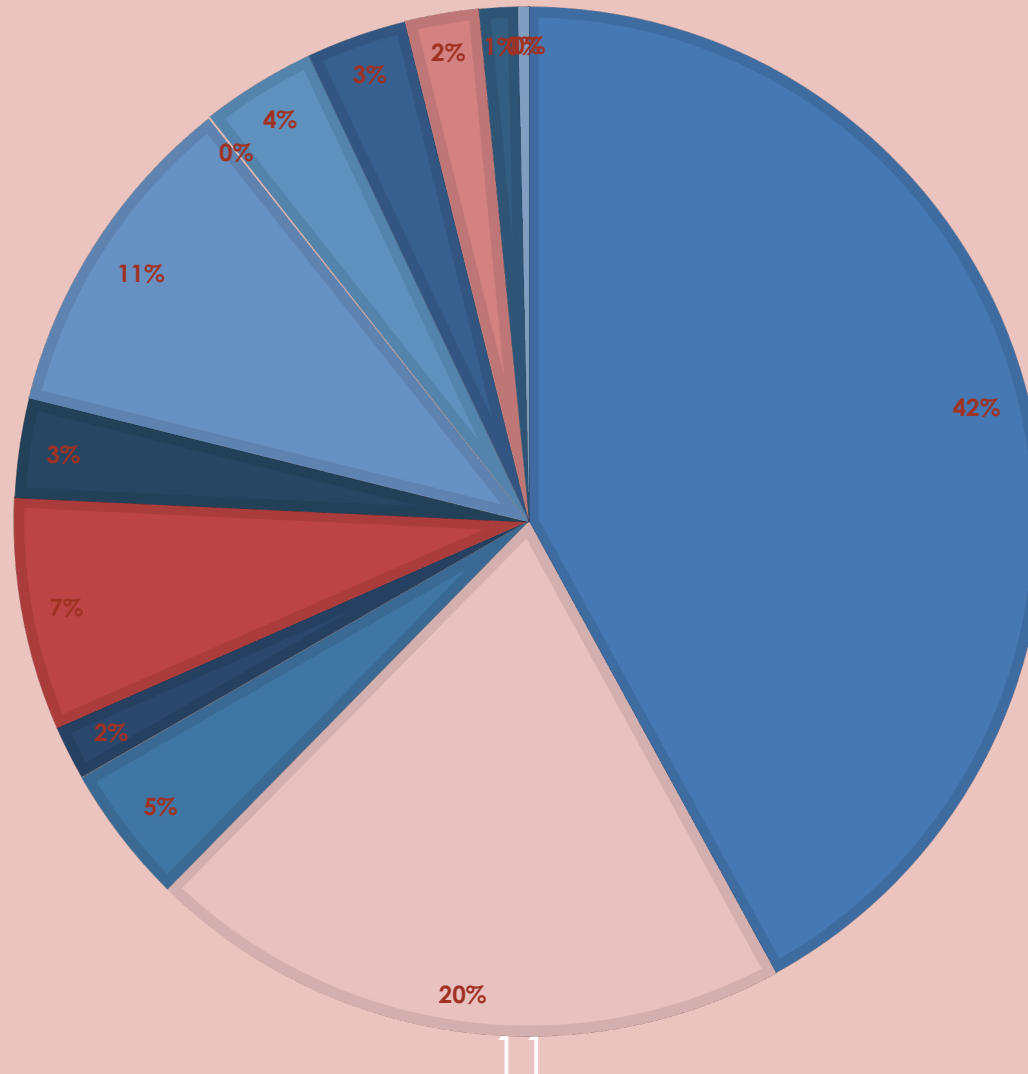
## Remaining Actual Unrestricted Funds

Cash Account Name	Period Ending Balance
TOTAL PETTY CASH ON HAND	1,100.00
GENERAL FUND	126,861.64
PAYROLL CHECKING	2,322.63
MONEY MARKET RETENTION	8,424,113.54
<i>TOTAL UNRESTRICTED FUNDS</i>	<i>8,554,397.81</i>
Remaining FY 2025 Budgeted Expenses	1,208,020.39
Remaining Funds Taken from ARPA	1,370,629.22
<i>TOTAL ACTUAL UNRESTRICTED FUNDS</i>	<i>5,975,748.20</i>

# Expenses

## FY 26 BUDGET RECOMMENDATION #5- EXPENSES

- Public Safety
- Capital Outlays: PSAF
- Administration (Finance, Admin & HR)
- Insurance
- Accrued Benefits
- Public Services
- Capital Outlays: PSERV
- BOA
- Professional/ Contractual Services
- Restricted Reserves/ Capital
- Public Works Parks & Public Property
- Mayor and Council (& Clerk/ Treasurer)
- Building Maintenance
- Planning Commission, HAC, and Board of Health

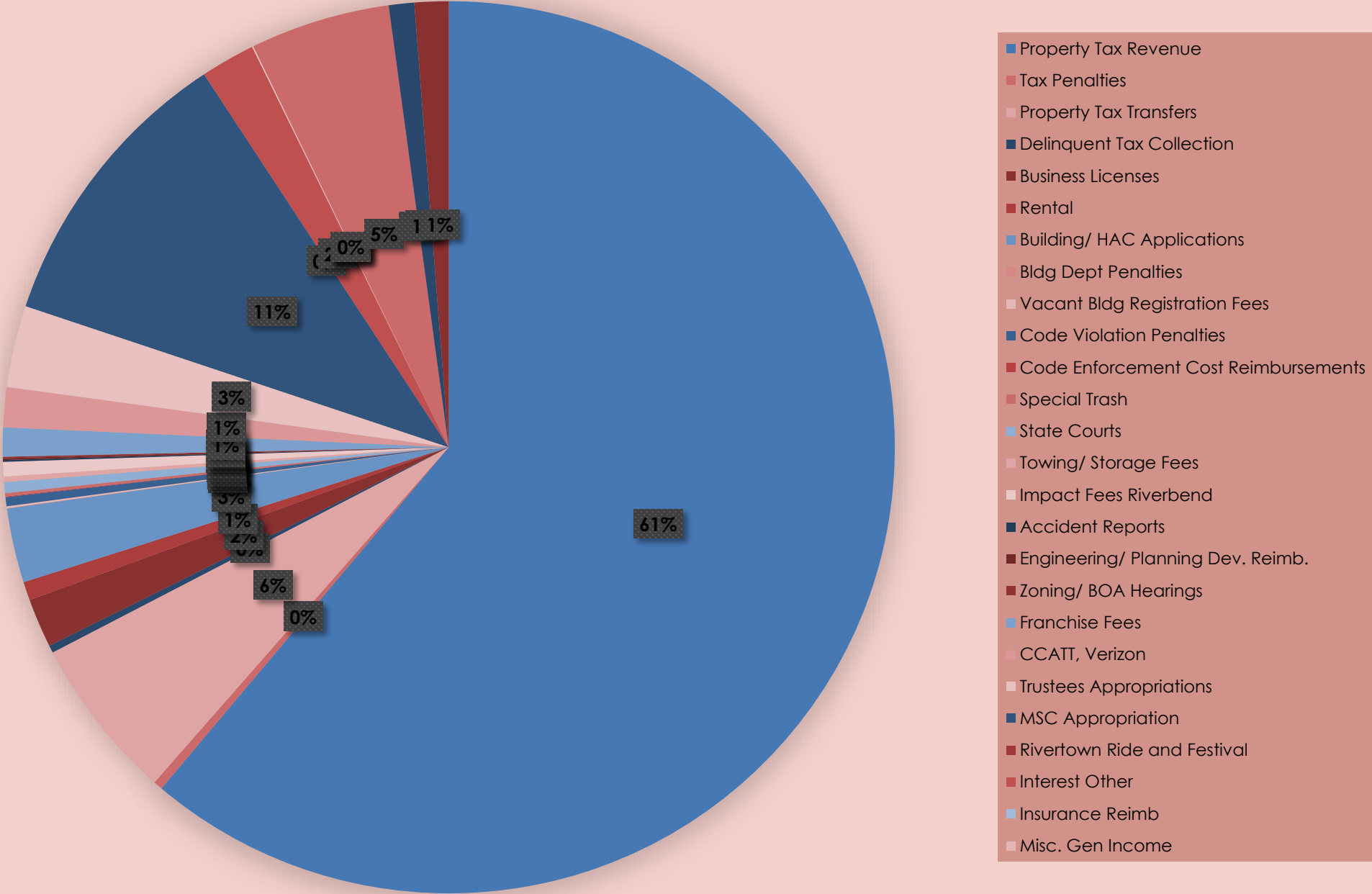


City of New Castle Budget- Expense Comparison- Proposed Budget #5 FY 2026  
vs. FY 2025 Actual

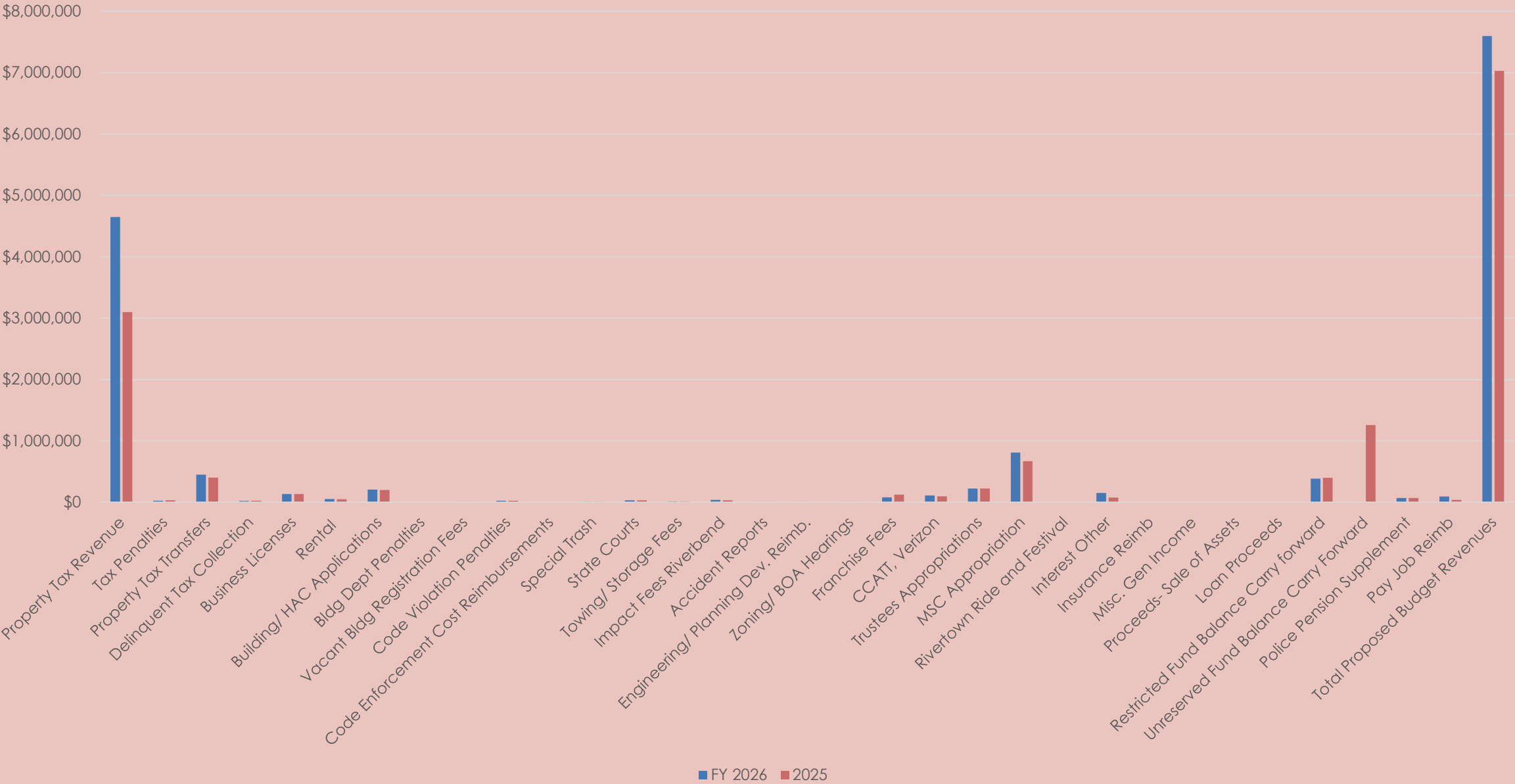


# Revenues

Recommended Budget #5- Revenues



City of New Castle Budget- Revenue Comparison- Proposed Budget #5 FY 2026 vs. FY 2025



# Rollback Tax Rate, County Re-Assessment & Proposed Tax Rate

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# Revisions from the County- Presented on 6/18/25

## Revisions

	Total	New Taxable
21009000	12,871,700	11,802,100
2101540042	892,400	339,400
2101700121	689,200	46,600

12,188,100 Added back  
into the Assessable Value

## Previously Presented

FY25 Current Rate **1.20**  
Applied to 1983 Assessed  
Values

Tax Revenue = \$3,100,000

Assessable  
Value:1,291,502,366

FY 2026 - Rollback Rate  
of **.2404551971**  
Tax Revenue = **\$3,100,000**

## Accounting for Edits

FY25 Current Rate **1.20**  
Applied to 1983 Assessed  
Values

Tax Revenue = \$3,100,000

Assessable  
Value:1,303,690,466

**Adjusted** FY 2026 -  
Rollback Rate of **.23779**  
Tax Revenue = **\$3,100,000**

\*\*Please note that these values have not yet been finalized by the County and they are still working through appeals- numbers will be finalized by July- All Numbers are Drafted Numbers and will be finalized at a later date. They are subject to change.

# Property Tax Current, Rollback and Proposed New Rate- Budget Recommendation #4

FY25 Current Rate **1.20**  
Applied to 1983 Assessed  
Values

Tax Revenue = \$3,100,000

FY 2026 - Rollback Rate of  
**.2404551971**

**Adjusted** FY 2026 -  
Rollback Rate of **.23779**  
Tax Revenue = **\$3,100,000**

## **FY 2026 –First Recommendation #1- New Rate of: .3678158**

Tax Revenue= \$4,750,350 Break Even  
Amount!

Difference from Rollback= .127360603  
Additional Tax Revenue= \$1,650,350

## **FY 2026 Recommendation #2- New Rate of: .3746005**

Tax Revenue= \$4,837,974  
Difference from Rollback= .13414531  
Additional Tax Revenue from  
Rollback Rate= \$1,737,974

## **FY 2026 Recommendation #3- New Rate of: .3556873**

Tax Revenue= \$4, 593,710  
Difference from Rollback= .11523211  
Additional Tax Revenue from  
Rollback Rate= \$1,493,710

## **FY 2026 Recommendation #4- New Rate of: .3497277**

Tax Revenue= \$4,559,367  
Difference from Rollback= .1119377  
Additional Tax Revenue from  
Rollback Rate= **\$1,459,367**

\*\*Please note that these values have not yet been finalized by the County and they are still working through appeals- numbers will be finalized by July- All Numbers are Drafted Numbers and will be finalized at a later date. They are subject to change.

# Final Proposed Tax Rate- Recommendation #5

Rollback Rate

**Adjusted** FY 2026 - Rollback Rate of  
**.23779**

Tax Revenue = **\$3,100,000**

**FY 2026 Recommendation #5- New  
Rate of: .3563549**

Tax Revenue= \$4,645,765.00

Difference from Rollback= .1185649

Additional Tax Revenue from  
Rollback Rate= **\$1,545,765**

**\*\* Not the Budget  
Recommendation  
but Additional  
Requested Options**

**Option**

**3/4 Coverage by Tax Increase, 1/4  
Coverage by City Savings FY 2026 –  
Possible Rate of: .3267128**

➤ **Tax Revenue= \$4,259,323**

➤ **Usage of Unreserved  
Funds= \$386,441**

# Final Budget Recommendations Summary

Total Budget=	\$10,781,871.51
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General Fund Budget	\$7,598,646
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Grant Budget	\$3,183,225.51
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Tax Revenue
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Rollback Tax Rate	.23779 *Assessed Rate /100	\$3,100,000 (FY 25 Revenue)
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Proposed New Tax Rate	.35635499 *Assessed Rate /100	\$4,645,765 (FY 26 Revenue)
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# Non- Budget Outcomes of the FY 2026 Budget Season

- Senior Tax Exemption Expansion- Passed 6/18/25
- Disability Property Tax Exemption- For Consideration on 6/26/25
- Resolution to Establish:
  - Comprehensive Plan Fund
  - Special Projects and Grants Fund
  - For Consideration on 6/26/25
- Adjusted tax penalties for FY 2026- For Consideration on 6/26/25

# Council Discussion of Tax Rate Recommendations





Thank you!

