



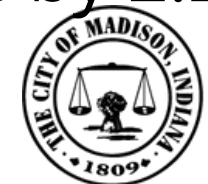
MADISON
Indiana

City of Madison 2026 Budget Overview Delivering Exceptional Essential Services while Investing in the Future



Budget Summary 2026

- The total proposed budget for 2026 is \$15.9 million, not including the utilities budget of \$9.8 million and \$25.7MM with utilities.
- Revenues consist of property tax levy, local income taxes, and miscellaneous revenue such as CCDF, interlocal agreements, MVH, and service fees. The city is projected to lose over \$3.3 million in projected revenue from the implementation of SEA1. Real estate property taxes fund just 52% of our budget.
- Partial revenue replacement in 2026 will come from the recently adopted wheel tax and food and beverage tax.
- The city's general fund covers mostly personnel and benefit expense for the basic operations of the city such as police, fire, planning, preservation, economic development, parks, clerk-treasurer, streets, and aviation.
- General fund outlays are projected to decrease by 2.28% or \$202K over 2025.



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The background of the slide features a photograph of the City of Madison building. The words "CITY OF MADISON" are visible on the upper part of the facade. A dark blue rectangular box is overlaid on the left side of the image, containing the title text. The building's entrance and windows are visible at the bottom.

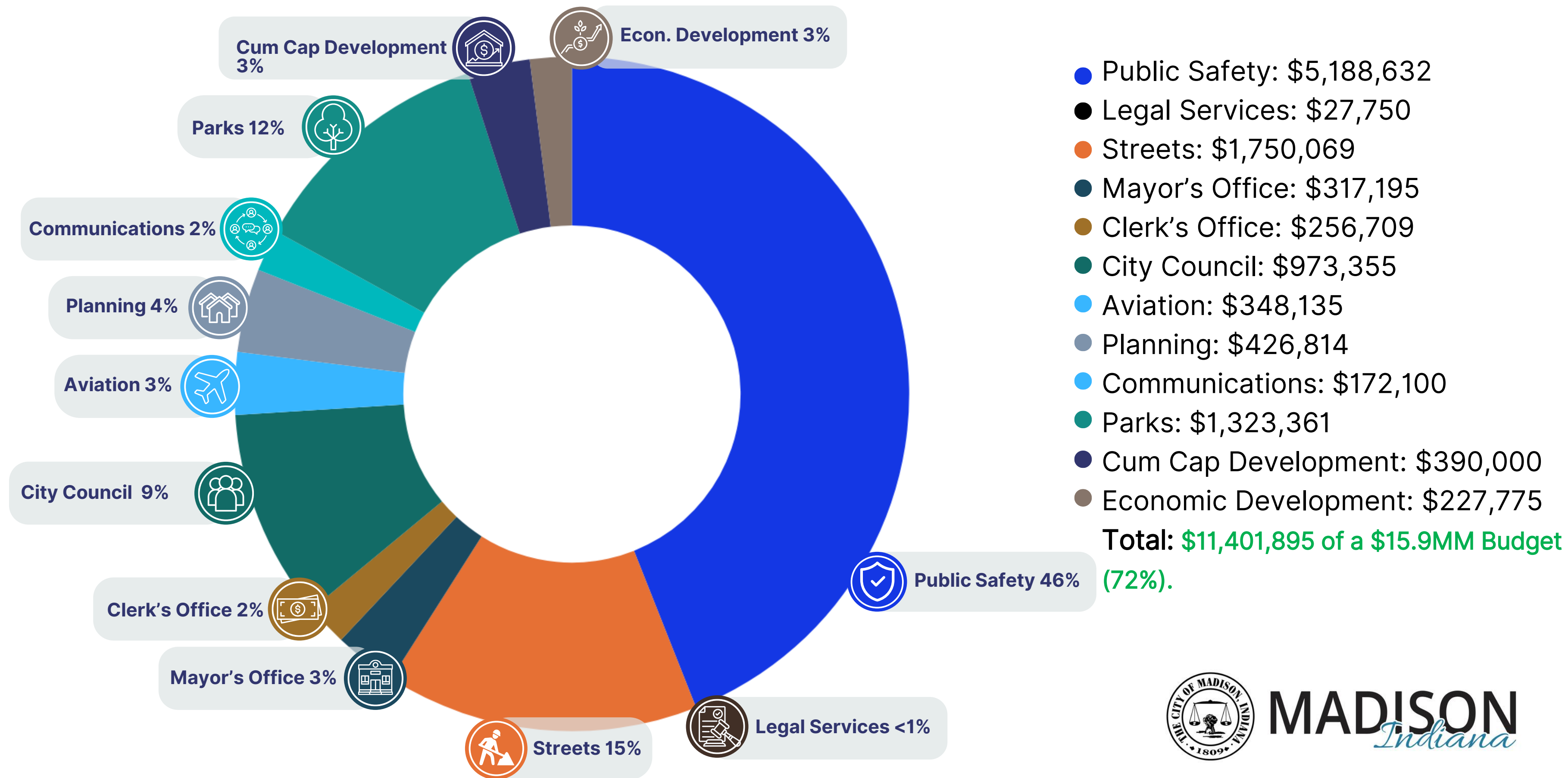
Managing Reduced Revenues

- Pay raises for elected officials were held flat.
- Pay raises for all city full-time staff reduced to a flat \$1,250 incentive (plus FICA/Perf) to be paid in January.
- The associate planner position in PP&D was eliminated.
- The part-time Clerk Deputy was eliminated.
- Eliminated city funding for new PACE program projects for one year.
- Made permanent reduction of six positions in MPD.
- Reduced Main St. infrastructure funding for one year.
- Removed Main St. Match Funding from Wheel tax and Riverboat sources.
- Removed \$100K of investment in tourism and Main Street Program out of FAB Tax.
- Reduced Levy allocation to Parks by 25% to cover other general fund expenditures. Offset this with FAB tax. Parks general utilities has also been offset by the FAB Tax.
- Adopted a \$25/\$40 wheel tax.
- Adopted a 1% Food and Beverage Tax.



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2026 PROPERTY & INCOME TAX BUDGET SPENDING



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CITY OF MADISON CAPITAL PLAN



PARKS AND RECREATION

Food and Beverage Tax, Grants and Bonds
Need \$18MM.



STREETS/SIDEWALKS

Community Crossings Matching Grant, Wheel Tax,
and Motor Vehicle Highway Fund. Need \$10MM.



FACILITIES

Cumulative Capital Development Fund
Need \$2MM.



UTILITIES

Utility Fees and Bonds
Need \$15MM.



STORMWATER

Pilot Fund
Need \$10MM.



PUBLIC SAFETY

Local Income Tax & Property Tax
Need \$2.5MM.



AVIATION

Federal Aviation Admin, Redevelopment Commission
TIF, and NRO
Need \$5MM.



HOUSING

Redevelopment Commission TIF, Bonds, and
Private Investments
Need \$75MM.



MAIN STREET

Federal Highway Funds, Community Crossings
Matching Grant, Bonds, and Capital Reserve
Need \$30MM.



PLACEMAKING

Food and Beverage Tax, Redevelopment Commission
TIF, and Jefferson County Board or Tourism
Need