CITY OF SHOREWOOD
CITY COUNCIL WORK SESSION
JULY 27, 2026

5755 COUNTRY CLUB ROAD
CITY HALL COUNCIL CHAMBERS
5:30 PM

City of Shorewood

AGENDA

1. CONVENE CITY COUNCIL WORK SESSION

A. Roll Call

Mayor Labadie	______
Councilmember Maddy	______
Councilmember Sanschagrin	______
Councilmember Gorham	______
Councilmember DiGruttolo	______

B. Review Agenda

2. DISCUSSION

A. Budget Work Session #3: 2027-2036 Capital Improvement Plan

3. ADJOURN

City of Shorewood

City Council Work Session Item 2.A.

Title/Subject:	Budget Work Session #3: 2027-2036 Capital Improvement Plan
Meeting Date:	July 27, 2026
Prepared By:	Jeanne Schmuck, Finance Director

Attachments

1. 2027 Budget Work Session #3 - Capital Improvement Plan Presentation
2. 2027 - 2036 Capital Improvement Plan
3. Online Feedback 2027 City Budget

Background

This year there are five budget work sessions scheduled over several months, during which we will review the various proposed City expenditures as well as projected revenues, discuss the proposed property tax levy and estimated tax rate, review tax impacts on properties, update the 10-year Capital Improvement Plan (CIP), and update the Fee Schedule, etc. The first two work sessions consisted of goal setting, discussing the schedule and process, and seeking direction from the Council on initiatives and expectations for the 2027 budget, then reviewing the citywide personnel expenses.

This work session will focus on the annual review of plans regarding capital outlay for improvements, inclusive of all capital, including equipment, vehicles, and other acquisitions, along with planned facility, street, utility, and other municipal infrastructure improvements which are done through the 10-Year Capital Improvement Plan (CIP) adopted annually by City Council. The details of the plan are attached, as well as descriptive project pages for the significant projects. There is also an attachment of the presentation that will be shown during the work session, which includes summaries and graphs for a different view of the information within this memo.

The CIP provides important details on costs by year and proposed funding sources. Items in the CIP are not mandated, and the Council reviews capital spending throughout the year. The 10-year CIP includes $47,320,023 in projects, of which $4,498,375 is reflected in the various 2027 budgets.

Funding Source	2027
201 - Community & Event Center	$ 32,021
402 - Park Improvements	$ 350,000
403 - Equipment Replacement Fund	$ 367,600
404 - Street Reconstruction Fund	$2,262,119
450 - Community Infrastructure Fund	$ 230,000
601 - Water Fund	$ 427,881
611 - Sanitary Sewer Fund	$ 241,500
631 - Stormwater Management Fund	$ 587,254
Grand Total	**$4,498,375**

Shorewood Community and Event Center Fund (SCEC) Fund (201)

The CIP includes capital outlay for the SCEC Fund, a Special Revenue Fund of the City. The funding of the capital costs is from the current levy and charges for services. The CIP includes total project costs of $1,034,827, between 2027–2036, as discussed with the facility needs assessment conducted by Kraus Anderson. This was presented to Council in detail on November 24, 2025. There is $32,021 reflected in the 2027 budget. The future projects could change as the City receives recommendations from the SCEC Task Force.

Funding Source	Project	Project #	2027
201 - Community & Event Center			
	Condensing Unit Replacement	SCEC-27-01	$ 7,872
	Kitchen Remodel	SCEC-27-02	$ 24,149
201 - Community & Event Center Total			$ 32,021

Capital Funds

The five Capital Funds of the City consist of the Park Improvement Fund, Equipment Replacement Fund, Street Improvement Fund, Municipal State Aid (MSA) Fund, and the Community Infrastructure Fund. The City levies annually and periodically bonds for financing these funds over ten years and not on a project basis.

Park Improvement Fund (Fund 402)

The CIP includes planned capital improvements for parks, including playground equipment, tennis courts, trails, and hockey boards, for example. The Park Improvement Capital Fund has historically been supported by the Property Tax Levy, Park Dedication Fees, Contributions, and Grants. The CIP includes total project costs of approximately $2.39 million between 2027–2036, with $350,000 in the 2027 budget. The future projects are projected based on the City's Park Master Plan.

Funding Source	Project	Project #	2027
402 - Park Improvements			
	Freeman Park North Playground Renovation	P0112	$ 350,000
402 - Park Improvements Total			$ 350,000

Equipment Replacement Fund (Fund 403)

The CIP includes planned equipment purchases, which includes vehicles, trucks, skid steers, mowers, among other types of equipment. The Equipment Replacement Capital Fund is supported by Property Taxes and there have been transfers from the General Fund over the years as well. The City plans to spend approximately $3.2 million on equipment purchases between 2027–2036, with $367,600 in the 2027 budget.

Funding Source	Project	Project #	2027
403 - Equipment Replacement Fund			
	Trailer - Parks Light	001	$ 20,000
	Mower - 72" Deck	012	$ 44,000
	Truck - Single Axle Dump Truck CL7	098	$ 280,000
	Chambers Presentation	T-99-83	$ 12,100
	Computer Upgrades	T-99-99	$ 11,500
403 - Equipment Replacement Fund Total			$ 367,600

Street Improvement Fund (Fund 404)

The CIP includes planned capital improvements for various street improvement projects. The projects are proposed to be funded from a combination of tax levy and utility revenues, with bond issuances planned in future years. The source of revenue comes from the property tax levy, grants, investment earnings, franchise fees, and periodic bond proceeds as well as transfers from the General Fund over the years. The CIP includes total project costs to be funded from the Street Improvement Fund of approximately $21 million, and $2,262,119 in the 2027 budget. There is potential for additional county grant funding. In accordance with the pavement management plan, mill and overlay projects are scheduled in odd years throughout the CIP.

Funding Source	Project	Project #	2027
404 - Street Reconstruction Fund			
	Pavement Maintenance	LR-99-099	$ 320,000
	Mill & Overlay and Striping	LR-99-100	$1,942,119
404 - Street Reconstruction Fund Total			$2,262,119

Municipal State Aid (MSA) Fund (Fund 405)

The CIP includes planned street improvements with supported funding through Municipal State Aid dollars, which are administered through the State of Minnesota's Department of Transportation and are allotted to the City for designated roads. State funding comes from transportation-related taxes and is distributed following a statutory formula. The City plans to utilize approximately $3.5 million between 2027–2036. No MSA projects are proposed in 2027.

Community Infrastructure Fund (Fund 450)

The CIP includes planned improvements related to the municipal facility's capital needs of the City. The City resumed including capital projects for facilities within the CIP in 2026. Revenues are planned to come from the property tax levy and investment earnings on the balance of funds, and periodic bond proceeds. The City plans to utilize approximately $2.7 million between 2027–2036, with $230,000 in the 2027 budget.

450 - Community Infrastructure Fund			
	Air Exchange System & Fans (Garage)	CI-26-01	$ 200,000
	PW Facility Schematic	CI-27-02	$ 30,000
450 - Community Infrastructure Fund Total			$ 230,000

Enterprise Funds

The four Enterprise Funds of the City consist of the Water Fund, Sanitary Sewer Fund, Stormwater Management Fund, and the Recycling Fund. These funds are classified as enterprise, or proprietary funds, relying on user fees to support the operations, infrastructure, and capital needs, as well as any debt service of the funds. The Recycling Fund has no capital needs as it is a contracted service provided.

Water Fund (Fund 601)

The CIP includes planned water system improvements, including as part of street projects and for other system improvements (i.e. well pump improvements) and equipment not a part of street projects. Also included beginning in 2026 is the funding of $200,000 per year for a water service connection program. The City plans to utilize approximately $6.0 million between 2027–2036, with annual amounts varying based on the timing of projects.

Funding Source	Project	Project #	2027
601 - Water Fund			
	Water & Sanitary Infrastucture Report	W-27-01	$ 35,000
	Mill & Overlay and Striping	LR-99-100	$ 57,881
	Rebuild Well Pump & Add VFD SE Well	W-19-05	$ 80,000
	Rebuild Well Pump Boulder Bridge VT Well	W-22-02	$ 45,000
	Water Meter Replacement Project	W-23-04	$ 10,000
	Water Service Connection Program	W-26-02	$ 200,000
601 - Water Fund Total			$ 427,881

Sanitary Sewer Fund (Fund 611)

The CIP includes planned sanitary sewer system improvements, including as part of street projects and for other system improvements (i.e. infiltration and inflow reduction projects) and equipment not a part of street projects. The total spending of approximately $2.7 million is planned between 2027–2036, with annual amounts varying based on the timing of projects.

Funding Source	Project	Project #	2027
611 - Sanitary Sewer Fund			
	Water & Sanitary Infrastucture Report	W-27-01	$ 35,000
	CIP Sewer Repairs Assoc with Roadway Recons	SS-99-01	$ 56,000
	Televising & Cleaning	SS-99-02	$ 31,500
	Sewer Additional	SS-99-04	$ 29,000
	Infiltration and Inflow Reduction	SS-99-05	$ 90,000
611 - Sanitary Sewer Fund Total			$ 241,500

Stormwater Management Fund (Fund 631)

The CIP includes planned stormwater management system improvements, including as part of street projects and for other system improvements not a part of street projects. Total spending of approximately $4.7 million is planned between 2027–2036, with annual amounts varying based on the timing of projects.

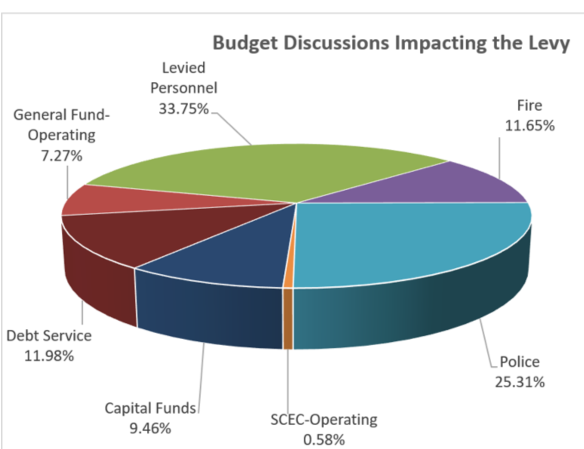
631 - Stormwater Management Fund			
	Noble Road & Grant Lorenz Channel Widening	ST-27-02	$ 266,254
	Catch Basin Reconstruction	STM-99-01	$ 56,000
	Disposal of Street Sweepings	STM-99-02	$ 25,000
	Stormwater Mill & Overlay Activity	STM-99-03	$ 120,000
	Storm Pond Sediment Cleaning & Disposal	STM-99-04	$ 120,000
631 - Stormwater Management Fund Total			$ 587,254

Proposed Budget Impact on Property Tax Levies:

The impact of the discussions to date, and Staff's proposed budget is a 10.28% overall levy increase over the 2026 levy.

	2026	2027	Change in $	Change in %
General Fund Levy:				
Operating Levy	$ 727,169	$ 661,579	$ (65,590)	-9.02%
Personnel	2,815,550	2,944,290	128,740	4.57%
Public Safety Fire JPA Levy + Mound	1,016,151	1,059,511	43,360	4.27%
Public Safety Police JPA levy	1,877,027	2,301,975	424,948	22.64%
Total General Fund Levies	$ 6,435,897	$ 6,967,355	$ 531,458	8.26%
Shorewood Community & Event Center Fund Levy:				
SCEC Operating	$ 76,520	$ 52,667	$ (23,853)	-31.17%
Personnel	$ 68,480	$ 125,010	56,530	82.55%
Total SCEC Fund Levies	$ 145,000	$ 177,677	$ 32,677	22.54%
Capital Fund Levies:				
Park Improvement Capital Fund	$ 305,500	$ 355,500	$ 50,000	16.37%
Equipment Replacement Capital Fund	215,000	275,000	60,000	27.91%
Street Improvement Fund	-	-	-	
Community Infrastructure Fund	50,000	230,000	180,000	360.00%
Total Capital Levies	$ 570,500	$ 860,500	$ 290,000	50.83%
Debt Service Fund Levies:				
2020A G.O. Street Reconstruction Bonds	$ 229,752	$ 227,704	$ (2,048)	-0.89%
2021A G.O. Street Reconstruction Bonds	309,708	306,873	(2,835)	-0.92%
2022A G.O. Street Reconstruction Bonds	288,376	287,517	(859)	-0.30%
2023A G.O. Street Reconstruction Bonds	267,750	267,540	(210)	-0.08%
Total Debt Service Levies	$ 1,095,586	$ 1,089,634	$ (5,952)	-0.54%
Actual Net Levy (Including Fiscal Disparities)	$ 8,246,983	$ 9,095,166	$ 848,183	10.28%

Council has been looking at the City budgets and levy impacts a bit differently this year based on the discussions in January and the approval of the proposed budget calendar. The first budget work session was to establish Council's goals and directives for the 2027 budget. The second budget work session discussed personnel, which is $3,069,300, or 33.75% of the overall levy. This budget work session covered the capital activity of the City, which has $860,500, included in the total levy, and is 9.46% of the levy. Police and Fire are presenting their individual budgets which impact the City's operating levy based upon the joint powers agreements, and is the largest part of the overall levy totaling $3,361,486, and is 36.96% of the overall levy. The Debt Service portion of the levy totaling $1,089,634 is 11.98% of the levy and is based on the bond covenants when the debt was issued.



New in the 2027 proposed budgets are the Staffing changes for SCEC discussed during the last work session and will be further discuss on August 10th. Financing of the Community Infrastructure Fund for Public Works Facility items increase of $180,000 which will be discussed tonight. Finally, the allocation of antenna lease revenue of $225,000 which will be discussed with of the Long-Term Financial Management Plan on August 24th. Antenna lease revenue was a revenue source within the water fund from the time of inception until 2011 & 2012 when these dollars were moved to the general fund to finance a funding gap versus a levy increase at that time. Staff is proposing that these revenues be properly allocated to the water fund as the antennas are located on the water towers, and it is water department staff that work with the lessees as needed. This will aid in the financing of shortfalls within the Water Fund.

Upon completion of review of the requested budgets, the proposed budgets and levies will be presented at the August 24th work session when we discuss all fund budgets within the long-term financial management plan. Based on Council discussion, a proposed levy will then be presented at the City Council meeting on September 14th as the Preliminary Levy, which needs to be certified to Hennepin County by September 30th. From that point forward, the levy can only remain the same or be decreased. It cannot be increased. Hennepin County will use that amount to calculate the preliminary property tax estimates to be utilized in the November Truth-in-Taxation notices they distribute to all property owners.

The median value of a home in Shorewood is $978,310. The City's overall estimated market value increased by 2.8% from 2026 to 2027, including existing value increases and new construction. This average increase in value would increase property tax on a $400,000 home by $28. Based on the proposed budget and estimated tax rate, property owners with no change in market value from payable 2026 to payable 2027 would experience an approximate 7.1% increase, or $66, $5.48 per month, in the City portion of their overall property tax bill. In the event of a market value decrease or increase from payable 2026 to payable 2027, City property taxes would change proportionately.

The following table calculates the estimated property tax impact on residential homesteads that had no market value change from 2026 to 2027:

2027 CITY PROPERTY TAXES (WITH NO MARKET VALUE CHANGE)

Market Value 2027	Homestead Market Value Exclusion 2027	Tax Capacity 2027	City Local Tax Capacity Rate Pay 2027	City Property Taxes 2027	Property Taxes Increase (Decrease)	Percentage Tax Increase (Decrease)
$ 400,000	$ (10,600)	$ 3,894	25.615%	$ 997	$ 66	7.1%
$ 600,000	$ -	$ 6,250	25.615%	$ 1,601	$ 106	7.1%
$ 978,310	$ -	$ 10,979	25.615%	$ 2,812	$ 185	7.1%
$ 1,000,000	$ -	$ 11,250	25.615%	$ 2,882	$ 190	7.1%
$ 1,200,000	$ -	$ 13,750	25.615%	$ 3,522	$ 232	7.1%

The following tables calculate the estimated property tax impact on residential homesteads that had an average market value growth increase of 2.8%, and 5.0% for 2027.

2027 CITY PROPERTY TAXES (WITH MARKET VALUE INCREASE)						
Market Value 2027 ***INCREASE OF 2.80%***	Homestead Market Value Exclusion 2027	Tax Capacity 2027	City Local Tax Capacity Rate Pay 2027	City Property Taxes 2027	Property Taxes Increase (Decrease)	Percentage Tax Increase (Decrease)
$ 411,200	$ (9,500)	$ 4,017	25.615%	$ 1,029	$ 97	10.4%
$ 616,800	$ -	$ 6,460	25.615%	$ 1,655	$ 159	10.7%
$ 1,005,703	$ -	$ 11,321	25.615%	$ 2,900	$ 273	10.4%
$ 1,028,000	$ -	$ 11,600	25.615%	$ 2,971	$ 280	10.4%
$ 1,233,600	$ -	$ 14,170	25.615%	$ 3,630	$ 340	10.3%

2027 CITY PROPERTY TAXES (WITH MARKET VALUE INCREASE)						
Market Value 2027 ***INCREASE OF 5.0%***	Homestead Market Value Exclusion 2027	Tax Capacity 2027	City Local Tax Capacity Rate Pay 2027	City Property Taxes 2027	Property Taxes Increase (Decrease)	Percentage Tax Increase (Decrease)
$ 420,000	$ (8,800)	$ 4,112	25.615%	$ 1,053	$ 122	13.1%
$ 630,000	$ -	$ 6,625	25.615%	$ 1,697	$ 202	13.5%
$ 1,027,226	$ -	$ 11,590	25.615%	$ 2,969	$ 342	13.0%
$ 1,050,000	$ -	$ 11,875	25.615%	$ 3,042	$ 350	13.0%
$ 1,260,000	$ -	$ 14,500	25.615%	$ 3,714	$ 424	12.9%

Strategic Alignment

Fiscal Responsibility

- Align City policies and practices with strategic direction
- Implement best practices to support sound financial management
- Maintain stable and predictable finances over the long-term

Functionally & Financially Sound Infrastructure

- Define standards and goals for infrastructure development
- Plans to finance infrastructure improvements, maintenance, and replacement

Discussion Requested

The impact of the above discussion and the previous work sessions will be included in the long-term financial management plan to be reviewed on August 24th for an all-inclusive look at the potential impact of the City's proposed budgets and provide information for data-driven decisions over the next 10 years. Council should also discuss if there are further items to be adjusted prior to the September 14th council meeting or if the Council has other initiatives for 2027 that involve additional spending.

Again, after the Preliminary Levy is set, the amount can only remain the same or be decreased, it cannot be increased. The final budget work session is scheduled for the final review of all funds, levies, and tax impacts to be discussed at the November 23rd work session. Following will be the December 14th City Council meeting, which will include a budget discussion, a truth-in-taxation public meeting, and Council approval of the final 2027 Budgets, Tax Levies, and 2027-2036 CIP.

Public Engagement:

The City has been actively reviewing ways to improve and strengthen communications with stakeholders. The public is invited to attend all City Council meetings where the budget is discussed and contact council members or city staff. 2027 budget updates will be provided in several ShoreReports and available to view on the City's website at shorewoodmn.gov/citybudget. To receive City budget updates via email, individuals may subscribe to the City Budget email list. The website also contains an online form for all to share input on the City's budget. The four comments received to date are attached.

Shorewood has always encouraged input from the public and is trying various ways to reach out and inform its constituents. We will continue to connect through various activities and messages and evaluate their effectiveness. Tonight, and all budget work sessions, the public is welcome to provide feedback on each budget section as we go through the series of work sessions.

City of Shorewood

2027 Budget Work Session #3

Capital Improvement Plan

JULY 27, 2026

City of Shorewood

Capital Improvement Plan

Schedule Overview

Presentation

Public Engagement

2027 BUDGET

SCHEDULE OVERVIEW

City of Shorewood

January 12 – 2026 Budget Process Debrief

April 27 – #1 - Goal Setting Session/Calendar

June 23 – #2 - Personnel

July 27 - #3 - 2027-2036 CIP

August 24 - #4 – Long-Term Financial Management Plan

September 14 - Approve Preliminary Levy & Master Fee Schedule

November 23 - #5 - Final Review

December 14 - TNT & Final Approvals

2027-2036 Capital Improvement Plan

City of Shorewood

The City is charged with proper maintenance of the Community's infrastructure and assets. Our responsibility to the City is to make critical decisions about the priorities for infrastructure maintenance.

City of Shorewood

2027-2036 Capital Improvement Plan

Special Revenue Fund (201)

Capital Project Funds (402, 403, 404, 405, 450)

Enterprise Funds (601, 611, 631)

City of Shorewood

2027-2036 Capital Improvement Plan

Annual Review

$47,320,023

$4,498,375

2027-2036 CIP By Funding Type

Special Revenue	$1,034,827
Capital	$32,743,848
Enterprise	$13,541,348

City of Shorewood

2027 Capital Items By Source

Funding Source	2027
201 - Community & Event Center	$ 32,021
402 - Park Improvements	$ 350,000
403 - Equipment Replacement Fund	$ 367,600
404 - Street Reconstruction Fund	$2,262,119
450 - Community Infrastructure Fund	$ 230,000
601 - Water Fund	$ 427,881
611 - Sanitary Sewer Fund	$ 241,500
631 - Stormwater Management Fund	$ 587,254
Grand Total	**$4,498,375**

City of Shorewood

Special Revenue Fund

Special Revenue funds are used to account for revenue derived from specific taxes and earmarked revenue sources. They are usually required by MN State Statute or local ordinances to finance particular functions or other activities of government.

City of Shorewood

Special Revenue Fund

- Shorewood Community & Event Center Fund (201)

City of Shorewood

2027 Special Revenue Fund

Shorewood Community & Event Center (201)

2027-2036 $1,034,827

Funding Source	Project	Project #	2027
201 - Community & Event Center			
	Condensing Unit Replacement	SCEC-27-01	$ 7,872
	Kitchen Remodel	SCEC-27-02	$ 24,149
201 - Community & Event Center Total			$ 32,021

Capital Project Funds

Capital Project funds are used to account for the acquisition and construction of major capital facilities other than those financed by enterprise funds.

City of Shorewood

Capital Project Funds

- Park Improvement (402)
- Equipment Replacement (403)
- Street Reconstruction (404)
- MSA Road Reconstruction (405)
- Community Infrastructure (450)

City of Shorewood

2027 Capital Funds

Park Improvement (402)

2027-2036 $2,387,500

Funding Source	Project	Project #	2027
402 - Park Improvements			
	Freeman Park North Playground Renovation	P0112	$ 350,000
402 - Park Improvements Total			$ 350,000

2027 Capital Funds

Equipment Replacement (403)

2027-2036 $3,180,045

Funding Source	Project	Project #	2027
403 - Equipment Replacement Fund			
	Trailer - Parks Light	001	$ 20,000
	Mower - 72" Deck	012	$ 44,000
	Truck - Single Axle Dump Truck CL7	098	$ 280,000
	Chambers Presentation	T-99-83	$ 12,100
	Computer Upgrades	T-99-99	$ 11,500
403 - Equipment Replacement Fund Total			$ 367,600

2027 Capital Funds

Street Reconstruction (404)

2027-2036 $20,976,854

Funding Source	Project	Project #	2027
404 - Street Reconstruction Fund			
	Pavement Maintenance	LR-99-099	$ 320,000
	Mill & Overlay and Striping	LR-99-100	$1,942,119
404 - Street Reconstruction Fund Total			$2,262,119

2027 Capital Funds

MSA Road Reconstruction (405)

2027-2036 $3,480,449

None in 2027

City of Shorewood

2027 Capital Funds

Community Infrastructure (450)

2027-2036 $2,719,000

450 - Community Infrastructure Fund			
	Air Exchange System & Fans (Garage)	CI-26-01	$ 200,000
	PW Facility Schematic	CI-27-02	$ 30,000
450 - Community Infrastructure Fund Total			$ 230,000

City of Shorewood

Enterprise Funds

Enterprise, or proprietary funds, rely on user fees to support the operations, infrastructure, and capital improvements of the funds.

Enterprise Funds

- Water (601)
- Sanitary Sewer (611)
- Stormwater Management (631)
- Recycling (621)

City of Shorewood

2027 Enterprise Funds

Water (601)

2027-2036 $6,048,129

Funding Source	Project	Project #	2027
601 - Water Fund			
	Water & Sanitary Infrastucture Report	W-27-01	$ 35,000
	Mill & Overlay and Striping	LR-99-100	$ 57,881
	Rebuild Well Pump & Add VFD SE Well	W-19-05	$ 80,000
	Rebuild Well Pump Boulder Bridge VT Well	W-22-02	$ 45,000
	Water Meter Replacement Project	W-23-04	$ 10,000
	Water Service Connection Program	W-26-02	$ 200,000
601 - Water Fund Total			$ 427,881

City of Shorewood

2027 Enterprise Funds

Sanitary Sewer (611)

2027-2036 $2,663,648

Funding Source	Project	Project #	2027
611 - Sanitary Sewer Fund			
	Water & Sanitary Infrastucture Report	W-27-01	$ 35,000
	CIP Sewer Repairs Assoc with Roadway Reconst	SS-99-01	$ 56,000
	Televising & Cleaning	SS-99-02	$ 31,500
	Sewer Additional	SS-99-04	$ 29,000
	Infiltration and Inflow Reduction	SS-99-05	$ 90,000
611 - Sanitary Sewer Fund Total			$ 241,500

City of Shorewood

2027 Enterprise Funds

Stormwater Management (631)

2027-2036 $4,829,571

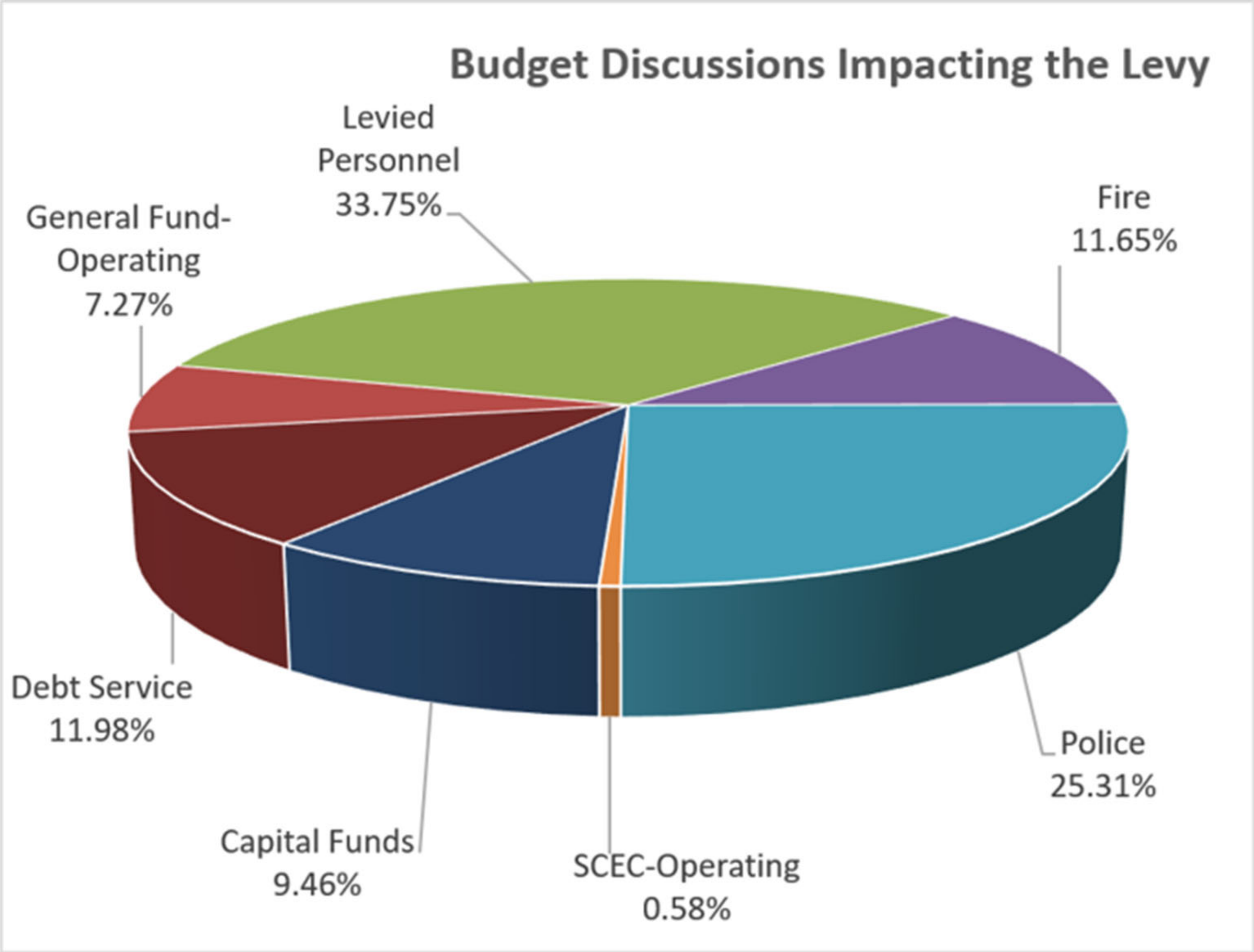
Funding Source	Project	Project #	2027
631 - Stormwater Management Fund			
	Pump - 4' Discharge Trailer Mtd	050	$ 74,700
	Noble Road & Grant Lorenz Channel Widening	ST-27-02	$ 266,254
	Catch Basin Reconstruction	STM-99-01	$ 56,000
	Disposal of Street Sweepings	STM-99-02	$ 25,000
	Stormwater Mill & Overlay Activity	STM-99-03	$ 120,000
	Storm Pond Sediment Cleaning & Disposal	STM-99-04	$ 120,000
631 - Stormwater Management Fund Total			$ 661,954

City of Shorewood

REQUESTED BUDGET LEVY IMPACT

	2026	2027	Change in $	Change in %
General Fund Levy:				
Operating Levy	$ 727,169	$ 661,579	$ (65,590)	-9.02%
Personnel	2,815,550	2,944,290	128,740	4.57%
Public Safety Fire JPA Levy + Mound	1,016,151	1,059,511	43,360	4.27%
Public Safety Police JPA levy	1,877,027	2,301,975	424,948	22.64%
Total General Fund Levies	$ 6,435,897	$ 6,967,355	$ 531,458	8.26%
Shorewood Community & Event Center Fund Levy:				
SCEC Operating	$ 76,520	$ 52,667	$ (23,853)	-31.17%
Personnel	$ 68,480	$ 125,010	56,530	82.55%
Total SCEC Fund Levies	$ 145,000	$ 177,677	$ 32,677	22.54%
Capital Fund Levies:				
Park Improvement Capital Fund	$ 305,500	$ 355,500	$ 50,000	16.37%
Equipment Replacement Capital Fund	215,000	275,000	60,000	27.91%
Street Improvement Fund	-	-	-	
Community Infrastructure Fund	50,000	230,000	180,000	360.00%
Total Capital Levies	$ 570,500	$ 860,500	$ 290,000	50.83%
Debt Service Fund Levies:				
2020A G.O. Street Reconstruction Bonds	$ 229,752	$ 227,704	$ (2,048)	-0.89%
2021A G.O. Street Reconstruction Bonds	309,708	306,873	(2,835)	-0.92%
2022A G.O. Street Reconstruction Bonds	288,376	287,517	(859)	-0.30%
2023A G.O. Street Reconstruction Bonds	267,750	267,540	(210)	-0.08%
Total Debt Service Levies	$ 1,095,586	$ 1,089,634	$ (5,952)	-0.54%
Actual Net Levy (Including Fiscal Disparities)	$ 8,246,983	$ 9,095,166	$ 848,183	10.28%

2027 Budget Discussions Impact on Tax Levy



NEW IN 2027 PROPOSED BUDGETS

Park & Rec/SCEC Staffing

$67,670

Community Infrastructure

$180,000

Antenna Leases

$225,000

2027 Residential Impact

2027 CITY PROPERTY TAXES (WITH NO MARKET VALUE CHANGE)

Market Value 2027	Homestead Market Value Exclusion 2027	Tax Capacity 2027	City Local Tax Capacity Rate Pay 2027	City Property Taxes 2027	Property Taxes Increase (Decrease)	Percentage Tax Increase (Decrease)
$ 400,000	$ (10,600)	$ 3,894	25.615%	$ 997	$ 66	7.1%
$ 600,000	$ -	$ 6,250	25.615%	$ 1,601	$ 106	7.1%
$ 978,310	$ -	$ 10,979	25.615%	$ 2,812	$ 185	7.1%
$ 1,000,000	$ -	$ 11,250	25.615%	$ 2,882	$ 190	7.1%
$ 1,200,000	$ -	$ 13,750	25.615%	$ 3,522	$ 232	7.1%

City of Shorewood

2027 Residential Impact

2027 CITY PROPERTY TAXES (WITH MARKET VALUE INCREASE)

Market Value 2027 *INCREASE OF 2.80%*	Homestead Market Value Exclusion 2027	Tax Capacity 2027	City Local Tax Capacity Rate Pay 2027	City Property Taxes 2027	Property Taxes Increase (Decrease)	Percentage Tax Increase (Decrease)
$ 411,200	$ (9,500)	$ 4,017	25.615%	$ 1,029	$ 97	10.4%
$ 616,800	$ -	$ 6,460	25.615%	$ 1,655	$ 159	10.7%
$ 1,005,703	$ -	$ 11,321	25.615%	$ 2,900	$ 273	10.4%
$ 1,028,000	$ -	$ 11,600	25.615%	$ 2,971	$ 280	10.4%
$ 1,233,600	$ -	$ 14,170	25.615%	$ 3,630	$ 340	10.3%

PUBLIC ENGAGEMENT

Information is available on the City's Budget page on the website.

Home › Government › City Departments › Finance › City Budget

Share your ideas on the City's budget.

Share Your Input on the City Budget

Tell us your priorities, ideas, and feedback to help guide Shorewood's budget decisions using this **online form.**

All budget information is also pushed as individuals sigh up for the City Budget Email List.

Jeanne Schmuck

Finance Director

jschmuck@shorewoodmn.gov

Phone: 952-960-7903

Sign up for City Budget e-mails

City of Shorewood

Discussion

2027-2036 CIP

Long-Term Financial Management Plan

Preliminary Levy

City of Shorewood

2027 Budget Work Session #3

Discussion

JULY 27, 2026

City of Shorewood

2027-2036
CAPITAL IMPROVEMENT PLAN

Proposed July 27, 2026

CITY OF SHOREWOOD
2027-2036 CAPITAL IMPROVEMENT PLAN

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July 27, 2026

Honorable Mayor and City Council Members
Residents of the City of Shorewood

Dear Mayor and City Council:

2027-2036 CAPITAL IMPROVEMENT PLAN OVERVIEW

The 2027-2036 Capital Improvement Plan (CIP) is a coordinated schedule of municipal capital projects, improvements, and purchases for the years 2027 through 2036. This ten-year planning document represents the combined efforts of City Staff, advisory commission, residents, and the City Council. It is intended to alert the Council and residents to the major capital needs on the horizon. The first year of the plan becomes part of the various budgets and relates almost completely to the operating budget that is approved on an annual basis. The remaining years represent an estimate of project and equipment needs and funding capabilities of the City.

A Capital Improvement Program (CIP) is a planning tool and is therefore structured to present a meaningful, long-range perspective of the City's capital needs. The CIP lists significant improvements in infrastructure and equipment that the City should plan for. It becomes a financial planning tool that identifies funding sources and funding availability and helps decision-makers to determine affordability. With the approval or amendment by the Council, the CIP provides an implementation program for Staff to work on.

A CIP should be developed to combine realistic needs with realistic expectations about expenditures and should reflect projects of other units of government (e.g. MnDOT, Hennepin County, watershed districts, etc.), when known, so that opportunities to coordinate City projects can be identified.

Shorewood has developed a philosophy about what is to be included when a CIP is presented. The following points, subject to Council modification, are part of that understanding.

- Projects in Shorewood's CIP are listed with particular care in terms of the likelihood that they will be implemented in the first or second year of the program.
- Projects listed in years three through five of the program identify projects and opportunities that merit further evaluation.
- There are programs for on-going outlays for which individual projects are not well-defined currently. For instance, the City has a pavement management program to assess the

condition of local streets, and it is updated every year. It is acceptable to budget funds for bituminous overlays each year without listing specific streets after the first year.

- Placing a project or outlay in the CIP does not commit the City Council to accomplish it. The Council's normal processes of authorizing studies to be prepared and gaining public comment need to be followed. A CIP listing does not in any way imply a done deal.

The League of Minnesota Cities' Handbook for Minnesota Cities contains the following discussion of Capital Improvement Budgeting.

> "Capital budgeting is a list of needed capital improvements, their order of priority, and the means of financing them. Besides being one of the major tools of planning, a capital budget can provide some or all of the following advantages:
>
> - Keep the public informed of future needs and protect council members from pressure groups seeking projects rated low on the priority list
> - Often reduce or stabilize the tax rate
> - Establish an orderly capital improvement program, preventing the peaks and valleys in a community's debt retirement program
> - Frequently allow a community to move gradually to a pay-as-you-go program of capital expenditure financing for a considerable portion of its improvements
> - Capital improvements take place in a logical and orderly manner, rather than haphazardly
> - Integrate the plans and projects of all city departments and agencies, eliminating conflicting and overlapping projects
> - By ensuring prior consideration for all capital improvements, it helps guarantee ample time for detailed and careful planning of the actual program."
>
> "The City puts improvement projects into a multiple-year capital improvement program on the basis of the established priority. When the council reviews it in light of the community's financial situation, it may find the city should defer some of the projects beyond the improvement period and other projects indefinitely."
>
> "Following this, the budget officer recommends projects for the coming budget year. The recommendations, in effect, become the recommended program."
>
> "Priorities in the capital budget program for the following years remain tentative, and the council should review them annually. At that time, the council should consider the addition of new projects and the deletion of others."

A CIP is not a document set in stone. It is a snapshot of needs, schedule of improvements, and schedule of financing, typically five years into the future, with an additional five years for long-term financial planning. It is intended that the CIP be reviewed and changed as physical conditions, financial conditions, and changes in priorities occur.

FUNDING SOURCES AND FINANCING

Planning for capital improvements requires sound and economical financing. The exact funding method is based on the City's general policies, past practices, legal and practical considerations. The preparation of a ten-year CIP requires City Staff to make material estimates about project scope, costs of labor and materials, future interest rates, and other items. Many times, these estimates come from Staff experience, projections published in other sources, vendor estimates, or a combination of several sources. Generally, the estimates for earlier years are more precise than later years.

Prioritization is a critical part of the CIP process because the City doesn't have enough resources to do all the projects that we would like. Some projects have reliable funding sources, but many do not.

CIP AND COMPREHENSIVE PLAN

The CIP is an implementation program of the City's Comprehensive Plan. Minn. Stat. §462.356 Subd. 2 and City Code 201.07 Subd. 10 provides that the City's Planning Commission is to review the CIP prior to its adoption by the City Council.

On October 6, 2026, the Shorewood Planning Commission will review the proposed CIP and to ensure that the capital projects within the CIP are generally consistent with, and/or generally contemplated by the City's Comprehensive Plan.

SUMMARY

The 2027-2036 Capital Improvement Plan was prepared according to the priorities and direction of the City Council and Staff believes it provides a responsible plan to balance the City's infrastructure needs and financial position.

Respectfully submitted,

Marc Nevinski
City Administrator

Jeanne Schmuck
Finance Director

Matt Morreim
Public Works Director

Andrew Budde
City Engineer

CITY OF SHOREWOOD
COUNTY OF HENNEPIN
STATE OF MINNESOTA

RESOLUTION 26-XXX

A RESOLUTION ADOPTING THE 2027-2036 CAPITAL IMPROVEMENT PLAN AND 2027 CAPITAL PROJECT FUND BUDGETS

WHEREAS, City staff have presented the proposed 2027-2036 Capital Improvement Plan (CIP) and 2027 capital project fund budgets at meetings through December, 2026; and

WHEREAS, the City Council has reviewed the CIP and budgets and made modifications to each that reflect desired community service levels; and

WHEREAS, these budgets represent a reasonable estimate of what needs to be spent to provide the desired service level.

NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SHOREWOOD, MINNESOTA AS FOLLOWS:

1. The 2027-2036 Capital Improvement Plan is hereby adopted as presented with this adoption subject to Planning Commission review and determination of compliance with the Comprehensive Plan.

2. The Park Improvement, Equipment Replacement, Street Reconstruction, MSA, Trail Construction, and Community Infrastructure budgets are hereby adopted as presented.

Adopted by the City Council of Shorewood, Minnesota this 14th day of December 2026.

____
Jennifer Labadie, Mayor

Attest:

____
Sandie Thone, City Clerk

CAPITAL IMPROVEMENTS FISCAL POLICY

GENERAL POLICY

Shorewood's Capital Improvements Program reflects an assessment of the community's needs and its ability to pay for major improvements. It is founded on the policy that reinvestment required for replacement, maintenance, or the increased efficiency of existing systems shall have priority over investments for expansion of existing systems or the provision of new services.

FUNDING PRIORITIES

Capital spending proposals will generally be funded on the following priority basis:

1. Those projects necessary for contributing to the public health and welfare.

2. Those projects which will help to maintain an existing system.

3. Those projects that will make an existing system more efficient.

4. Those projects representing the expansion of an existing system for new service or completely new public facility or service.

FUNDING PRINCIPLES

As a result, the following principles shall govern the implementation of the recommended Capital Improvements Program:

1. The City will make all capital improvements in accordance with the adopted Capital Improvements Program.

2. The City will develop a multi-year plan for Capital Improvements and update it annually.

3. The City will coordinate development of the Capital Improvements Program with development of the annual operating budget. Future optional costs associated with new capital improvements will be projected and included in operation budget forecasts.

City of
Shorewood

To:	Shorewood Mayor & City Council
From:	Shorewood Planning Commission
Date:	October 6, 2026
Subject:	2027-2036 Capital Improvement Program (CIP)

At the October 6, 2026 meeting, the Planning Commission reviewed the proposed 2027-2036 Capital Improvement Program (CIP) pursuant to Minnesota State Statutes 462.356, Subd. 2. and City Code 201.07, Subd. 10.

Findings and Conclusions:

NOW, THEREFORE, in accordance with Minnesota State Statute 462.356, Subd. 2. and City Code 201.07, Subd. 10, the Planning Commission finds that the capital projects within the CIP are generally consistent with, generally implement, and/or are generally contemplated by the City's Comprehensive Plan.

____

Ken Huskins, Chair

ATTEST:

____

Sandie Thone, City Clerk

2027 through 2036
Capital Improvement Plan
Shorewood, Mn

Source	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
201 - Community & Event Center	32,021	122,263	17,880	66,000	31,000	61,200	72,188	70,112	201,656	360,507	**1,034,827**
402 - Park Improvements	350,000	160,000	372,500	635,000	30,000	131,000	64,000	80,000	450,000	115,000	**2,387,500**
403 - Equipment Replacement Fund	367,600	188,245	63,300	257,400	386,800	646,900	336,300	564,300	166,600	202,600	**3,180,045**
404 - Street Reconstruction Fund	2,262,119	475,000	7,457,059	335,000	2,700,657	345,000	2,952,625	355,000	3,229,394	865,000	**20,976,854**
405 - MSA Road Reconstruction Fund			2,319,591		1,160,858						**3,480,449**
450 - Community Infrastructure Fund	230,000	200,000	192,000		1,384,500	682,500	30,000				**2,719,000**
601 - Water Fund	427,881	461,250	345,813	419,000	339,554	380,000	377,266	390,000	2,230,965	676,400	**6,048,129**
611 - Sanitary Sewer Fund	241,500	314,325	219,727	226,465	233,288	240,202	247,213	254,323	417,739	268,866	**2,663,648**
631 - Stormwater Management Fund	587,254	407,500	1,238,397	222,500	651,420	237,500	395,000	252,500	420,000	267,500	**4,679,571**
Outside Funding		150,000									**150,000**
GRAND TOTAL	4,498,375	2,478,583	12,226,267	2,161,365	6,918,077	2,724,302	4,474,592	1,966,235	7,116,354	2,755,873	47,320,023

2027 through 2036
Capital Improvement Plan
Shorewood, Mn

Department	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
201 - Community & Event Center	32,021	122,263	17,880	66,000	31,000	61,200	72,188	70,112	201,656	360,507	**1,034,827**
402 - Park Capital Improvement	350,000	160,000	372,500	635,000	30,000	131,000	64,000	80,000	450,000	115,000	**2,387,500**
403 - Equipment Replacement	367,600	390,745	63,300	257,400	386,800	646,900	336,300	564,300	166,600	202,600	**3,382,545**
404 - Street Reconstruction	2,320,000	825,000	7,753,844	335,000	2,771,011	345,000	3,030,191	355,000	3,314,910	865,000	**21,914,956**
405 - MSA Construction			2,980,016		1,442,278						**4,422,294**
450 - Community Infrastructure	230,000	200,000	192,000		1,384,500	682,500	30,000				**2,719,000**
601 - Water	405,000	360,000	282,000	419,000	269,200	380,000	299,700	390,000	2,145,449	676,400	**5,626,749**
611 - Sanitary Sewer	206,500	213,075	219,727	226,465	233,288	240,202	247,213	254,323	417,739	268,866	**2,527,398**
631 - Stormwater Management	587,254	207,500	345,000	222,500	370,000	237,500	395,000	252,500	420,000	267,500	**3,304,754**
GRAND TOTAL	**4,498,375**	**2,478,583**	**12,226,267**	**2,161,365**	**6,918,077**	**2,724,302**	**4,474,592**	**1,966,235**	**7,116,354**	**2,755,873**	**47,320,023**

Department	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
201 - Community & Event Center												
Condensing Unit Replacement	*SCEC-27-01*	7,872	8,163	8,455								**24,490**
Kitchen Remodel	*SCEC-27-02*	24,149										**24,149**
Tables & Chairs Replacement	*SCEC-28-01*		114,100									**114,100**
Water Softener Replacement	*SCEC-29-02*			9,425								**9,425**
Fire System Updates (Panel replacements & compressor)	*SCEC-30-01*				66,000							**66,000**
Building Tuckpointing	*SCEC-31-01*					31,000						**31,000**
Exterior Door Replacement	*SCEC-32-01*						61,200					**61,200**
Furnace Replacement (x5)	*SCEC-33-01*							72,188				**72,188**
Activity Room Remodel	*SCEC-35-01*									201,656		**201,656**
Hallway & Lobby Renovation	*SCEC-36-01*								36,260			**36,260**
Restroom Renovation (Men's & Women's)	*SCEC-36-02*								33,852			**33,852**
Banquet Room Renovation	*SCEC-36-03*										113,533	**113,533**
Banquet Room Sound System	*SCEC-36-04*										43,750	**43,750**
Banquet Room Room Divider Replacement	*SCEC-36-05*										70,000	**70,000**
Conference Room Renovation	*SCEC-36-06*										133,224	**133,224**
201 - Community & Event Center Total		**32,021**	**122,263**	**17,880**	**66,000**	**31,000**	**61,200**	**72,188**	**70,112**	**201,656**	**360,507**	**1,034,827**
201 - Community & Event Center		32,021	122,263	17,880	66,000	31,000	61,200	72,188	70,112	201,656	360,507	**1,034,827**
Source Grand Total		**32,021**	**122,263**	**17,880**	**66,000**	**31,000**	**61,200**	**72,188**	**70,112**	**201,656**	**360,507**	**1,034,827**
402 - Park Capital Improvement												
Freeman Park North Playground Renovation	*P0112*	350,000										**350,000**
Freeman Park Volleyball Court Renovation	*P0113*							18,000				**18,000**
Freeman Park Picnic Shelter Replacement	*P0114*								80,000			**80,000**
Cathcart Park Full Court Basketball Replacement	*P0203*		50,000									**50,000**
Cathcart Park Bituminous Trail Repair - 250 LF	*P0204*		25,000									**25,000**
Cathcart Park Playground Replacement	*P0205*			350,000								**350,000**

Department	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
Cathcart Park Tennis Court Replacement	*P0206*										95,000	**95,000**
Badger Park Tennis Court Resurfacing	*P0303*										20,000	**20,000**
Manor Park Tennis Court Resurfacing + Fence and Retaining Wall Replacement	*P0406*		85,000									**85,000**
Manor Park Volleyball Court Renovation	*P0407*							18,000				**18,000**
Manor Park Playground Replacement + Sign Replacement	*P0408*									450,000		**450,000**
Silverwood Park Bituminous Trail Repair - 310 LF	*P0504*					30,000						**30,000**
Silverwood Park Half Basketball Court	*P0505*							28,000				**28,000**
South Shore Park Trail Improvements	*P0703*				100,000							**100,000**
South Shore Park Pickleball Courts w/ Lighting (2)	*P0704*				140,000							**140,000**
South Shore Park Picnic Shelter	*P0705*				80,000							**80,000**
South Shore Park Full Basketball Court w/ Lights	*P0706*				75,000							**75,000**
South Shore Park Ornamental Fencing	*P0707*				20,000							**20,000**
South Shore Park Parking Lot Renovation	*P0708*				130,000							**130,000**
South Shore Park Circulation + Plaza Spaces	*P0709*				60,000							**60,000**
South Shore Park Plantings	*P0710*				30,000							**30,000**
South Shore Park Fitness Stations (5)	*P0711*						60,000					**60,000**
South Shore Park Park Lighting	*P0712*						18,000					**18,000**
South Shore Park Kiosk	*P0713*						6,000					**6,000**
South Shore Park Interpretive Signage	*P0714*						7,000					**7,000**
South Shore Park Gateway Element/ Public Art	*P0715*						15,000					**15,000**
South Shore Park Water Line, Spigot, and Drinking Fountain	*P0716*						25,000					**25,000**
Gideon Glen Park Interpretive Sign Improvements (3)	*P0901*			22,500								**22,500**
402 - Park Capital Improvement Total		**350,000**	**160,000**	**372,500**	**635,000**	**30,000**	**131,000**	**64,000**	**80,000**	**450,000**	**115,000**	**2,387,500**
402 - Park Improvements		350,000	160,000	372,500	635,000	30,000	131,000	64,000	80,000	450,000	115,000	**2,387,500**
Source Grand Total		**350,000**	**160,000**	**372,500**	**635,000**	**30,000**	**131,000**	**64,000**	**80,000**	**450,000**	**115,000**	**2,387,500**

403 - Equipment Replacement

Department	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
Trailer - Parks Light	*001*	20,000										**20,000**
Trailer - Streets Heavy	*002*									60,000		**60,000**

Department	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
Truck - Single Axle Dump Truck CL7	*004*					260,000						**260,000**
Truck - Single Axle Dump Truck CL7	*005*						270,200					**270,200**
Truck - 4x4 Utility Truck CL5	*007*		202,500									**202,500**
Truck - Single Axle Dump Truck CL7	*009*								325,000			**325,000**
Truck - Pickup CL2B	*010*				56,000							**56,000**
Truck - Pickup CL2A	*011*					48,500						**48,500**
Mower - 72" Deck	*012*	44,000									55,400	**99,400**
Truck - 4x4 Dump Truck CL5	*014*							161,000				**161,000**
Mower - 72" Deck	*016*			49,200								**49,200**
Truck - 4x4 Forestry Truck CL5	*017*						200,000					**200,000**
Brush Chipper	*018*							85,000				**85,000**
Toolcat - Multi-Purpose Vehicle	*019*		120,000									**120,000**
Truck - 4x4 Pickup CL3	*021*							60,000				**60,000**
Equipment - Field Rake	*023*										30,000	**30,000**
Truck - 4x4 Pickup CL2B	*024*								64,700			**64,700**
Mower - 96" Deck	*025*						90,000					**90,000**
Truck - 4x4 Pickup (Bldg. Off.) CL2A	*027*						56,600					**56,600**
Mower - Brush w/Tracks	*030*								40,000			**40,000**
Trailer - Streets Medium	*059*		40,000									**40,000**
Truck - 4x4 Pickup CL3	*090*										68,000	**68,000**
Vibratory Roller	*096*					65,600						**65,600**
Skid Steer Loader	*097*									90,500		**90,500**
Truck - Single Axle Dump Truck CL7	*098*	280,000										**280,000**
City Hall Building Generator	*102*								121,000			**121,000**
Toolcat - Multi-Purpose Vehicle	*105*				125,000							**125,000**
Color Copier Replacement	*T-13-03*				16,000			17,000				**33,000**
800 Mhz Radio Replacement	*T-19-01*				36,000							**36,000**
Chambers Audio	*T-99-80*										35,000	**35,000**
Chambers Video Controls	*T-99-81*		16,445									**16,445**
Chambers Cameras	*T-99-82*				12,000							**12,000**
Chambers Presentation	*T-99-83*	12,100					15,000					**27,100**
Chambers Computer/IT	*T-99-84*			2,000			2,100			2,200		**6,300**
Computer Upgrades	*T-99-99*	11,500	11,800	12,100	12,400	12,700	13,000	13,300	13,600	13,900	14,200	**128,500**
403 - Equipment Replacement Total		**367,600**	**390,745**	**63,300**	**257,400**	**386,800**	**646,900**	**336,300**	**564,300**	**166,600**	**202,600**	**3,382,545**
403 - Equipment Replacement Fund		367,600	188,245	63,300	257,400	386,800	646,900	336,300	564,300	166,600	202,600	**3,180,045**
601 - Water Fund			101,250									**101,250**

Department	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
611 - Sanitary Sewer Fund			101,250									**101,250**
Source Grand Total		**367,600**	**390,745**	**63,300**	**257,400**	**386,800**	**646,900**	**336,300**	**564,300**	**166,600**	**202,600**	**3,382,545**
404 - Street Reconstruction												
Pavement Maintenance	*LR-99-099*	320,000	325,000	330,000	335,000	340,000	345,000	350,000	355,000	360,000	365,000	**3,425,000**
Mill & Overlay and Striping	*LR-99-100*	2,000,000		2,204,999		2,431,011		2,680,191		2,954,910		**12,271,111**
Manor Road Resurfacing Led by Greenwood	*ST-26-01*		500,000									**500,000**
Local Share TH7 Improvements	*ST-29-03*			3,828,845								**3,828,845**
Anthony Terrace & Vine Street Reclaim or Mill & Overlay	*ST-29-04*			90,000								**90,000**
Galpin Lake Rd/Trail	*ST-29-05*			1,300,000								**1,300,000**
Yellowstone Trail - Country Club to Lake Linden	*T015*										500,000	**500,000**
404 - Street Reconstruction Total		**2,320,000**	**825,000**	**7,753,844**	**335,000**	**2,771,011**	**345,000**	**3,030,191**	**355,000**	**3,314,910**	**865,000**	**21,914,956**
404 - Street Reconstruction Fund		2,262,119	475,000	7,051,890	335,000	2,700,657	345,000	2,952,625	355,000	3,229,394	865,000	**20,571,685**
601 - Water Fund		57,881		63,813		70,354		77,566		85,516		**355,130**
631 - Stormwater Management Fund			200,000	638,141								**838,141**
Outside Funding			150,000									**150,000**
Source Grand Total		**2,320,000**	**825,000**	**7,753,844**	**335,000**	**2,771,011**	**345,000**	**3,030,191**	**355,000**	**3,314,910**	**865,000**	**21,914,956**
405 - MSA Construction												
Chaska Road Trail	*ST-27-01*			810,338								**810,338**
Vinehill Road Improv (partner with Minnetonka)	*ST-29-02*			2,169,678		1,442,278						**3,611,956**
405 - MSA Construction Total		**0**	**0**	**2,980,016**	**0**	**1,442,278**	**0**	**0**	**0**	**0**	**0**	**4,422,294**
404 - Street Reconstruction Fund				405,169								**405,169**
405 - MSA Road Reconstruction Fund				2,319,591		1,160,858						**3,480,449**
631 - Stormwater Management Fund				255,256		281,420						**536,676**
Source Grand Total		**0**	**0**	**2,980,016**	**0**	**1,442,278**	**0**	**0**	**0**	**0**	**0**	**4,422,294**
450 - Community Infrastructure												
Air Exchange System & Fans (Garage/ Shop)	*CI-26-03*	200,000										**200,000**
Radiant Heat (Garage/Shop)	*CI-27-01*		200,000									**200,000**
PW Facility Schematic	*CI-27-02*	30,000										**30,000**
Rehab Floor (Garage/Shop)	*CI-28-01*			192,000								**192,000**
Office/Employee Area (new)-PW	*CI-30-01*					1,072,500						**1,072,500**

Department	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
Office/Employee Area (old)-PW	*CI-30-02*					312,000						**312,000**
Mechanics Bay	*CI-31-01*						520,000					**520,000**
Heated Storage-PW	*CI-31-02*						162,500					**162,500**
Council Chambers/Conference Room Carpet/Painting	*CI-32-01*							30,000				**30,000**
450 - Community Infrastructure Total		**230,000**	**200,000**	**192,000**	**0**	**1,384,500**	**682,500**	**30,000**	**0**	**0**	**0**	**2,719,000**

Source		2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
450 - Community Infrastructure Fund		230,000	200,000	192,000		1,384,500	682,500	30,000				**2,719,000**
Source Grand Total		**230,000**	**200,000**	**192,000**	**0**	**1,384,500**	**682,500**	**30,000**	**0**	**0**	**0**	**2,719,000**

601 - Water

Department	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
Truck - 4x4 Pickup (Utility Truck) CL2A	*022*							64,700				**64,700**
Air Compressor - Ingersall Rand 185	*038*					34,200						**34,200**
Generator - Generac 163 KW Trailer Mtd	*071*										276,400	**276,400**
Rebuild Well Pump & Add VFD SE Well	*W-19-05*	80,000										**80,000**
Rebuild Well Pump Amesbury VT Well	*W-20-05*		25,000									**25,000**
Rebuild Well Pump Badger VT Well	*W-21-02*			47,000								**47,000**
Rebuild Well Pump Boulder Bridge VT Well	*W-22-02*	45,000										**45,000**
Rebuild Well Pump Amesbury Submersible Well	*W-23-01*				49,000							**49,000**
Water Meter Replacement Project	*W-23-04*	10,000	10,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000	**300,000**
Water Service Connection Program	*W-26-02*	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000	**2,000,000**
Water & Sanitary Infrastucture Report	*W-27-01*	70,000										**70,000**
Amesbury Watermain	*W-30-01*									1,910,449		**1,910,449**
Watermain Mill & Overlay Activity	*W-99-01*		125,000		135,000		145,000		155,000		165,000	**725,000**
601 - Water Total		**405,000**	**360,000**	**282,000**	**419,000**	**269,200**	**380,000**	**299,700**	**390,000**	**2,145,449**	**676,400**	**5,626,749**

Source		2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
601 - Water Fund		370,000	360,000	282,000	419,000	269,200	380,000	299,700	390,000	2,145,449	676,400	**5,591,749**
611 - Sanitary Sewer Fund		35,000										**35,000**
Source Grand Total		**405,000**	**360,000**	**282,000**	**419,000**	**269,200**	**380,000**	**299,700**	**390,000**	**2,145,449**	**676,400**	**5,626,749**

611 - Sanitary Sewer

Department	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
Public Works Building Generator	*083*									156,200		**156,200**
CIP Sewer Repairs Assoc with Roadway Reconstr	*SS-99-01*	56,000	57,500	59,000	60,500	62,000	63,500	65,000	66,500	68,000	69,500	**627,500**
Televising & Cleaning	*SS-99-02*	31,500	33,075	34,727	36,465	38,288	40,202	42,213	44,323	46,539	48,866	**396,198**
Sewer Additional	*SS-99-04*	29,000	30,000	31,000	32,000	33,000	34,000	35,000	36,000	37,000	38,000	**335,000**

Department	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
Infiltration and Inflow Reduction	*SS-99-05*	90,000	92,500	95,000	97,500	100,000	102,500	105,000	107,500	110,000	112,500	**1,012,500**
611 - Sanitary Sewer Total		**206,500**	**213,075**	**219,727**	**226,465**	**233,288**	**240,202**	**247,213**	**254,323**	**417,739**	**268,866**	**2,527,398**
611 - Sanitary Sewer Fund		206,500	213,075	219,727	226,465	233,288	240,202	247,213	254,323	417,739	268,866	**2,527,398**
Source Grand Total		**206,500**	**213,075**	**219,727**	**226,465**	**233,288**	**240,202**	**247,213**	**254,323**	**417,739**	**268,866**	**2,527,398**
631 - Stormwater Management												
Noble Road & Grant Lorenz Channel Widening	*ST-27-02*	266,254										**266,254**
Catch Basin Reconstruction	*STM-99-01*	56,000	57,500	59,000	60,500	62,000	63,500	65,000	66,500	68,000	69,500	**627,500**
Disposal of Street Sweepings	*STM-99-02*	25,000	25,000	26,000	27,000	28,000	29,000	30,000	31,000	32,000	33,000	**286,000**
Stormwater Mill & Overlay Activity	*STM-99-03*	120,000		130,000		140,000		150,000		160,000		**700,000**
Storm Pond Sediment Cleaning & Disposal	*STM-99-04*	120,000	125,000	130,000	135,000	140,000	145,000	150,000	155,000	160,000	165,000	**1,425,000**
631 - Stormwater Management Total		**587,254**	**207,500**	**345,000**	**222,500**	**370,000**	**237,500**	**395,000**	**252,500**	**420,000**	**267,500**	**3,304,754**
631 - Stormwater Management Fund		587,254	207,500	345,000	222,500	370,000	237,500	395,000	252,500	420,000	267,500	**3,304,754**
Source Grand Total		**587,254**	**207,500**	**345,000**	**222,500**	**370,000**	**237,500**	**395,000**	**252,500**	**420,000**	**267,500**	**3,304,754**
GRAND TOTAL		**4,498,375**	**2,478,583**	**12,226,267**	**2,161,365**	**6,918,077**	**2,724,302**	**4,474,592**	**1,966,235**	**7,116,354**	**2,755,873**	**47,320,023**

SPECIAL REVENUE

SHOREWOOD COMMUNITY AND EVENT CENTER FUND (201)

Fund Mission

This fund was established to account for the resources accumulated from events and activities held at the City's community center, and the payment of expenditures related to operations of the community center. The City has committed charges for services revenues for operations. Property taxes support the community center when fees generated from facility rental are not sufficient to cover expenses.

Fund Description/Services

The Shorewood Community & Event Center (SCEC) is nestled in the woods right next to Shorewood City Hall and Badger Park to provide recreational services and programs. The City partners with the South Shore Senior Partners to provide Senior programming. The SCEC offers multiple room rentals, with spaces for birthday parties, graduations, weddings, receptions, memorials, HOA meetings, teleconferencing, dances, and more.

Fund Goals

- Implement recommendations provided by the SCEC Task Force.
- Increase rental income while decreasing expenditures to achieve 70% cost recovery.
- Maintain a functional facility by performing routine maintenance and providing incremental building updates.

Fund Performance Measures

Performance Measure	2024 Actual	2025 Actual	2026 Projected	2027 Estimated
Total Rental Income	$66,075	$82,269	$82,000	$85,000
Total Facility Rentals	371	432	440	500
Cost Recovery – 70% Target	38.86%	48.68%	49%	55%

Revenue/Expenditures

Description	Actual 2024	Actual 2025	Budget 2026	Proposed Budget 2027	Budget Change 2027	Percentage Change 2027
REVENUES						
Taxes	$ -	$ 122,000	$ 145,000	$ 177,677	$ 32,677	22.54%
Charges for Services	66,286	82,269	68,000	82,000	14,000	20.59%
Miscellaneous	3,040	5,364	3,150	2,500	(650)	-20.63%
TOTAL REVENUES	$ 69,326	$ 209,634	$ 216,150	$ 262,177	$ 46,027	21.29%
EXPENDITURES						
Personnel Services	$ 88,701	$ 113,363	$ 68,480	$ 125,010	$ 56,530	82.55%
Supplies	33,093	22,145	29,340	31,010	1,670	5.69%
Other Services and Charges	35,326	38,992	54,210	54,051	(159)	-0.29%
Capital Outlay	21,280	5,995	21,500	32,021	10,521	48.93%
TOTAL EXPENDITURES	$ 178,401	$ 180,496	$ 173,530	$ 242,092	$ 68,562	39.51%
BEGINNING FUND BALANCE	$ 74,514	$ (34,561)	$ (5,423)	$ 37,197		
Net Change in Fund Balance	(109,075)	29,138	42,620	20,085		
ENDING FUND BALANCE	$ (34,561)	$ (5,423)	$ 37,197	$ 57,282		

Source	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
201 - Community & Event Center												
Condensing Unit Replacement	*SCEC-27-01*	7,872	8,163	8,455								**24,490**
Kitchen Remodel	*SCEC-27-02*	24,149										**24,149**
Tables & Chairs Replacement	*SCEC-28-01*		114,100									**114,100**
Water Softener Replacement	*SCEC-29-02*			9,425								**9,425**
Fire System Updates (Panel replacements & compressor)	*SCEC-30-01*				66,000							**66,000**
Building Tuckpointing	*SCEC-31-01*					31,000						**31,000**
Exterior Door Replacement	*SCEC-32-01*						61,200					**61,200**
Furnace Replacement (x5)	*SCEC-33-01*							72,188				**72,188**
Activity Room Remodel	*SCEC-35-01*									201,656		**201,656**
Hallway & Lobby Renovation	*SCEC-36-01*								36,260			**36,260**
Restroom Renovation (Men's & Women's)	*SCEC-36-02*								33,852			**33,852**
Banquet Room Renovation	*SCEC-36-03*										113,533	**113,533**
Banquet Room Sound System	*SCEC-36-04*										43,750	**43,750**
Banquet Room Room Divider Replacement	*SCEC-36-05*										70,000	**70,000**
Conference Room Renovation	*SCEC-36-06*										133,224	**133,224**
201 - Community & Event Center Total		**32,021**	**122,263**	**17,880**	**66,000**	**31,000**	**61,200**	**72,188**	**70,112**	**201,656**	**360,507**	**1,034,827**
GRAND TOTAL		**32,021**	**122,263**	**17,880**	**66,000**	**31,000**	**61,200**	**72,188**	**70,112**	**201,656**	**360,507**	**1,034,827**

CAPITAL IMPROVEMENT

SUMMARY

Capital Funds

Capital Projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by enterprise funds. Details of these funds can be found in the 10-Year Capital Improvement Plan.

Fund Description/Services

Park Capital Improvement Fund - This fund accounts for parkland acquisition and other capital improvements in the City parks.

Equipment Replacement Fund - This fund was established to account for various capital acquisitions for the City governmental funds. This fund was developed in order to eliminate fluctuations in departmental operating budgets from year to year due to capital outlay purchases.

Street Reconstruction Fund - This fund was established for the purpose of funding the periodic reconstruction of City streets and roadways.

MSA Road Reconstruction Fund - This fund was established to account for the accumulation of Municipal State Aid (MSA) to fund the periodic reconstruction of MSA designated roads.

Community Infrastructure Fund - This fund was established to account for various capital improvement projects that may be financed without the need to issue bonds.

Revenue/Expenditures

Description	Park Improvement Fund (402)	Equipment Replacement Fund (403)	Street Improvement Fund (404)	Municipal State Aid Fund (405)	Community Infrastructure Fund (450)	Total Capital Funds
REVENUES						
Taxes	$ 355,500	$ 275,000	$ -	$ -	$ 230,000	$ 860,500
Park Dedication Fees	-	-	-	-	-	-
Municipal State Aid	-	-	-	1,072,000	-	1,072,000
Miscellaneous	2,230	920	65,510	468,580	-	537,240
Transfers In	-	-	-	-	-	-
TOTAL REVENUES	$ 357,730	$ 275,920	$ 65,510	$ 1,540,580	$ 230,000	$ 2,469,740
EXPENDITURES						
Supplies	$ -	$ -	$ -	$ -	$ -	$ -
Other Services and Charges	-	-	-	-	30,000	30,000
Capital Outlay	350,000	367,600	2,262,119	-	200,000	3,179,719
TOTAL EXPENDITURES	$ 350,000	$ 367,600	$ 2,262,119	$ -	$ 230,000	$ 3,209,719
BEGINNING FUND BALANCE	$ 1,075,025	$ 161,995	$ 3,033,135	$ 42,126	$ 39,549	
Net Change in Fund Balance	7,730	(91,680)	(2,196,609)	1,540,580	-	
ENDING FUND BALANCE	$ 1,082,755	$ 70,315	$ 836,526	$ 1,582,706	$ 39,549	

CAPITAL IMPROVEMENT

PARK IMPROVEMENT CAPITAL FUND (402)

Fund Mission

This fund was established to account for the resources accumulated from events and activities held at the City's community center, and the payment of expenditures related to operations of the community center. The City has committed charges for services revenues for operations. Property taxes support the community center when fees generated from facility rental are not sufficient to cover expenses.

Fund Description/Services

The Park Improvement Capital Fund provides for major facilities and equipment for City parks. Fees collected from new subdivision development and transfers from the General Fund are dedicated for the development and improvement of City parks.

Revenue/Expenditures

Description	Actual 2024	Actual 2025	Budget 2026	Proposed Budget 2027	Budget Change 2027	Percentage Change 2027
REVENUES						
Taxes	$ 128,000	$ 135,000	$ 305,500	$ 355,500	$ 50,000	16.37%
Park Dedication Fees	112,500	97,600	-	-	-	
Miscellaneous	321,979	67,873	2,230	2,230	-	0.00%
Transfers In	150,000	-	-	-	-	
TOTAL REVENUES	$ 712,479	$ 300,473	$ 307,730	$ 357,730	$ 50,000	16.25%
EXPENDITURES						
Supplies	$ -	$ -	$ -	$ -	$ -	
Other Services and Charges	23,688	42,191	-	-	-	
Capital Outlay	45,120	-	45,000	350,000	305,000	677.78%
TOTAL EXPENDITURES	$ 68,808	$ 42,191	$ 45,000	$ 350,000	$ 305,000	677.78%
BEGINNING FUND BALANCE	$ (89,658)	$ 554,013	$ 812,295	$ 1,075,025		
Net Change in Fund Balance	643,671	258,282	262,730	7,730		
ENDING FUND BALANCE	$ 554,013	$ 812,295	$ 1,075,025	$ 1,082,755		

Source	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
402 - Park Improvements												
Freeman Park North Playground Renovation	*P0112*	350,000										**350,000**
Freeman Park Volleyball Court Renovation	*P0113*							18,000				**18,000**
Freeman Park Picnic Shelter Replacement	*P0114*								80,000			**80,000**
Cathcart Park Full Court Basketball Replacement	*P0203*		50,000									**50,000**
Cathcart Park Bituminous Trail Repair - 250 LF	*P0204*		25,000									**25,000**
Cathcart Park Playground Replacement	*P0205*			350,000								**350,000**
Cathcart Park Tennis Court Replacement	*P0206*										95,000	**95,000**
Badger Park Tennis Court Resurfacing	*P0303*										20,000	**20,000**
Manor Park Tennis Court Resurfacing + Fence and Retaining Wall Replacement	*P0406*		85,000									**85,000**
Manor Park Volleyball Court Renovation	*P0407*							18,000				**18,000**
Manor Park Playground Replacement + Sign Replacement	*P0408*									450,000		**450,000**
Silverwood Park Bituminous Trail Repair - 310 LF	*P0504*					30,000						**30,000**
Silverwood Park Half Basketball Court	*P0505*							28,000				**28,000**
South Shore Park Trail Improvements	*P0703*				100,000							**100,000**
South Shore Park Pickleball Courts w/ Lighting (2)	*P0704*				140,000							**140,000**
South Shore Park Picnic Shelter	*P0705*				80,000							**80,000**
South Shore Park Full Basketball Court w/ Lights	*P0706*				75,000							**75,000**
South Shore Park Ornamental Fencing	*P0707*				20,000							**20,000**
South Shore Park Parking Lot Renovation	*P0708*				130,000							**130,000**
South Shore Park Circulation + Plaza Spaces	*P0709*				60,000							**60,000**
South Shore Park Plantings	*P0710*				30,000							**30,000**
South Shore Park Fitness Stations (5)	*P0711*						60,000					**60,000**

Source	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
South Shore Park Park Lighting	*P0712*						18,000					**18,000**
South Shore Park Kiosk	*P0713*						6,000					**6,000**
South Shore Park Interpretive Signage	*P0714*						7,000					**7,000**
South Shore Park Gateyway Element/ Public Art	*P0715*						15,000					**15,000**
South Shore Park Water Line, Spigot, and Drinking Fountain	*P0716*						25,000					**25,000**
Gideon Glen Park Interpretive Sign Improvements (3)	*P0901*			22,500								**22,500**
402 - Park Improvements Total		**350,000**	**160,000**	**372,500**	**635,000**	**30,000**	**131,000**	**64,000**	**80,000**	**450,000**	**115,000**	**2,387,500**
GRAND TOTAL		350,000	160,000	372,500	635,000	30,000	131,000	64,000	80,000	450,000	115,000	2,387,500

CAPITAL IMPROVEMENT

EQUIPMENT REPLACEMENT CAPITAL FUND (403)

Fund Mission

This fund was established for the purpose of funding the replacement of capital equipment.

Fund Description/Services

The Equipment Replacement Capital Fund is supported by Property Taxes and there have been transfers from the General Fund over the years as well. These sources provide for the accumulation of funds for acquisition and replacement of equipment utilized in City operations and infrastructure.

Revenue/Expenditures

Description	Actual 2024	Actual 2025	Budget 2026	Proposed Budget 2027	Budget Change 2027	Percentage Change 2027
REVENUES						
Taxes	$ 128,000	$ 165,000	$ 215,000	$ 275,000	$ 60,000	27.91%
Sale of Capital Assets	3,854	123,508	-	-	-	
Miscellaneous	11,815	3,117	920	920	-	0.00%
Transfers In	-	400,000	-	-	-	
TOTAL REVENUES	$ 143,669	$ 691,625	$ 215,920	$ 275,920	$ 60,000	27.79%
EXPENDITURES						
Buildings & Structures	$ 30,901	$ 605,897	$ -	$ -	$ -	
Machinery & Equipment	113,193	344,994	74,900	344,000	269,100	359.28%
Furniture & Fixtures	-	242	11,200	23,600	12,400	110.71%
TOTAL EXPENDITURES	$ 144,094	$ 951,132	$ 86,100	$ 367,600	$ 281,500	326.95%
BEGINNING FUND BALANCE	$ 292,108	$ 291,682	$ 32,175	$ 161,995		
Net Change in Fund Balance	(426)	(259,507)	129,820	(91,680)		
ENDING FUND BALANCE	$ 291,682	$ 32,175	$ 161,995	$ 70,315		

Source	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
403 - Equipment Replacement Fund												
Trailer - Parks Light	*001*	20,000										**20,000**
Trailer - Streets Heavy	*002*									60,000		**60,000**
Truck - Single Axle Dump Truck CL7	*004*					260,000						**260,000**
Truck - Single Axle Dump Truck CL7	*005*						270,200					**270,200**
Truck - Single Axle Dump Truck CL7	*009*								325,000			**325,000**
Truck - Pickup CL2B	*010*				56,000							**56,000**
Truck - Pickup CL2A	*011*					48,500						**48,500**
Mower - 72" Deck	*012*	44,000									55,400	**99,400**
Truck - 4x4 Dump Truck CL5	*014*							161,000				**161,000**
Mower - 72" Deck	*016*			49,200								**49,200**
Truck - 4x4 Forestry Truck CL5	*017*						200,000					**200,000**
Brush Chipper	*018*							85,000				**85,000**
Toolcat - Multi-Purpose Vehicle	*019*		120,000									**120,000**
Truck - 4x4 Pickup CL3	*021*							60,000				**60,000**
Equipment - Field Rake	*023*										30,000	**30,000**
Truck - 4x4 Pickup CL2B	*024*								64,700			**64,700**
Mower - 96" Deck	*025*						90,000					**90,000**
Truck - 4x4 Pickup (Bldg. Off.) CL2A	*027*						56,600					**56,600**
Mower - Brush w/Tracks	*030*								40,000			**40,000**
Trailer - Streets Medium	*059*		40,000									**40,000**
Truck - 4x4 Pickup CL3	*090*										68,000	**68,000**
Vibratory Roller	*096*					65,600						**65,600**
Skid Steer Loader	*097*									90,500		**90,500**
Truck - Single Axle Dump Truck CL7	*098*	280,000										**280,000**
City Hall Building Generator	*102*								121,000			**121,000**
Toolcat - Multi-Purpose Vehicle	*105*				125,000							**125,000**
Color Copier Replacement	*T-13-03*				16,000			17,000				**33,000**
800 Mhz Radio Replacement	*T-19-01*				36,000							**36,000**
Chambers Audio	*T-99-80*										35,000	**35,000**
Chambers Video Controls	*T-99-81*		16,445									**16,445**
Chambers Cameras	*T-99-82*				12,000							**12,000**
Chambers Presentation	*T-99-83*	12,100					15,000					**27,100**
Chambers Computer/IT	*T-99-84*			2,000			2,100			2,200		**6,300**

Source	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
Computer Upgrades	*T-99-99*	11,500	11,800	12,100	12,400	12,700	13,000	13,300	13,600	13,900	14,200	**128,500**
403 - Equipment Replacement Fund Total		**367,600**	**188,245**	**63,300**	**257,400**	**386,800**	**646,900**	**336,300**	**564,300**	**166,600**	**202,600**	**3,180,045**
GRAND TOTAL		**367,600**	**188,245**	**63,300**	**257,400**	**386,800**	**646,900**	**336,300**	**564,300**	**166,600**	**202,600**	**3,180,045**

CAPITAL IMPROVEMENT

STREET RECONSTRUCTION CAPITAL FUND (404)

Fund Mission

This fund was established for the purpose of funding the periodic maintenance, upgrade, and reconstruction of City streets and roadways.

Fund Description/Services

The Street Improvement Capital Fund is supported by Property Tax Levy, Bond Proceeds. There have also been transfers periodically to supplement the fund with general operating surplus. The City's strategy to finance projects has been to bond. Bonds were issued from 2020-2023 to finance various projects within the fund, the City's outstanding debt will essentially grow larger each year until the first bonds issued in 2020 are paid off.

Revenue/Expenditures

Description	Actual 2024	Actual 2025	Budget 2026	Proposed Budget 2027	Budget Change 2027	Percentage Change 2027
REVENUES						
Taxes	$ 128,000	$ 170,500	$ -	$ -	$ -	
Miscellaneous	181,602	615,646	65,510	65,510	-	0.00%
Bond Proceeds	-	-	-	-	-	
Transfers In	-	-	-	-	-	
TOTAL REVENUES	$ 309,602	$ 786,146	$ 65,510	$ 65,510	$ -	0.00%
EXPENDITURES						
Supplies	$ -	$ -	$ -	$ -	$ -	
Other Services and Charges	415,240	629,140	-	-	-	
Capital Outlay	996,244	1,703,227	315,000	2,262,119	1,947,119	618.13%
Transfers Out	-	-	-	-	-	
TOTAL EXPENDITURES	$ 1,411,484	$ 2,332,367	$ 315,000	$ 2,262,119	$ 1,947,119	618.13%
BEGINNING FUND BALANCE	$ 5,930,729	$ 4,828,846	$ 3,282,625	$ 3,033,135		
Net Change in Fund Balance	(1,101,883)	(1,546,221)	(249,490)	(2,196,609)		
ENDING FUND BALANCE	$ 4,828,846	$ 3,282,625	$ 3,033,135	$ 836,526		

Source	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
404 - Street Reconstruction Fund												
Pavement Maintenance	*LR-99-099*	320,000	325,000	330,000	335,000	340,000	345,000	350,000	355,000	360,000	365,000	**3,425,000**
Mill & Overlay and Striping	*LR-99-100*	1,942,119		2,141,186		2,360,657		2,602,625		2,869,394		**11,915,981**
Manor Road Resurfacing Led by Greenwood	*ST-26-01*		150,000									**150,000**
Chaska Road Trail	*ST-27-01*			405,169								**405,169**
Local Share TH7 Improvements	*ST-29-03*			3,190,704								**3,190,704**
Anthony Terrace & Vine Street Reclaim or Mill & Overlay	*ST-29-04*			90,000								**90,000**
Galpin Lake Rd/Trail	*ST-29-05*			1,300,000								**1,300,000**
Yellowstone Trail - Country Club to Lake Linden	*T015*										500,000	**500,000**
404 - Street Reconstruction Fund Total		**2,262,119**	**475,000**	**7,457,059**	**335,000**	**2,700,657**	**345,000**	**2,952,625**	**355,000**	**3,229,394**	**865,000**	**20,976,854**
GRAND TOTAL		**2,262,119**	**475,000**	**7,457,059**	**335,000**	**2,700,657**	**345,000**	**2,952,625**	**355,000**	**3,229,394**	**865,000**	**20,976,854**

City of Shorewood

2028 Manor Road Project

BOLTON & MENK
Real People. Real Solutions.

PROJECT SCOPE

- Greenwood has initiated planning for improvements to Manor Road from Excelsior Boulevard to St. Albans Bay Road and has proposed pavement reclamation
- Shorewood is reviewing potential drainage improvements on its side of the roadway, and range from improving the existing bituminous flume or adding curb and gutter and storm sewer.

FUNDING

- City of Greenwood
- City of Shorewood

BUDGET

- Greenwood = $150,000
- Shorewood = $500,000 ($350,000 Storm Sewer, $150,000 Roadway)

ANTICIPATED SCHEDULE ASSUMING FUNDING

	2025	2026	2027	2028
Scoping				
Design				
Construction				

ISSUES/OPPORTUNITIES

- Manor Road only serves one Shorewood resident's driveway.
- There have not been drainage related complaints in the area, but staff see the project as an opportunity to improve drainage so that it requires less maintenance. Currently, the bituminous swale fills with leaves and sediment where water sheet flows over the roadway. A new storm sewer outlet to the lake/wetland could potentially be added through a parcel of land owned by Greenwood.
- According to the 2025 Pavement Management Plan, Manor Road has a Pavement Condition Score of 91%, requires high maintenance, and has high road use. Greenwood is planning to complete soil borings in the fall of 2025 which will provide better insight on reclamation versus mill and overlay.

Version 2: 7/27/2026

City of Shorewood

2029 Galpin Lake Road & Chaska Road Trails

BOLTON & MENK
Real People. Real Solutions.

PROJECT SCOPE

- Construct new eight-foot-wide trails from Chaska Road to the existing signal system at Oak Street, County Road 19, and State Highway 7.
- Provide a continuous pedestrian and bicycle route connecting Chanhassen to Excelsior.
- The ongoing TH 7 Corridor Study may be a significant factor in determining the project scope.

FUNDING

- Shorewood-Municipal State Aid Funds
- MnDOT
- Local Funds
- Potential Grants (DNR, MnDOT, Safe Routes to School)

BUDGET

- TH 7 to Chanhassen: $940,000–$1,330,000
- Chaska Road to Galpin Lake Road: $810,000
- Other Improvements/Changes Due to TH 7 Corridor Study: Unknown

ANTICIPATED SCHEDULE ASSUMING FUNDING

	2026	2027	2028	2029
Project Scoping				
Final Design				
Construction				

ISSUES/OPPORTUNITIES

- In 2024, the City of Chanhassen completed a trail connection on the east side of Galpin Lake Road extending to the municipal boundary.
- MnDOT is currently conducting a TH 7 Corridor Study to evaluate safety and operational improvements along the entire corridor, from I-494 east to St. Bonifacius west.
- Segments of trails could be completed as separate projects or coordinated with MnDOT's 2029 Pavement Preservation Project.
- A potential solution involves converting Galpin Lake Road from TH 7 to Mayflower Road into a one-way northbound route. Two-way traffic would be rerouted onto Mayflower Road and Chaska Road. An eight-foot-wide trail or boardwalk could be extended from Chanhassen to Mayflower Road, and then the existing southbound lane would be converted to a northbound lane and the current northbound lane converted up to TH 7 for pedestrian and bicycle use.
- Conversion of Galpin Lake Road to a single northbound lane would require a variance from Municipal State Aid Rules and may not be approved. If not approved, the MSA route may need to be changed to Mayflower Road and Chaska Road.
- Staff is evaluating various delineators to safely separate pedestrians from vehicles and still provide adequate access to driveways. The various options currently include striping, tube delineators, concrete curbs, and possibly others.

Version 2: 7/27/2026

CAPITAL IMPROVEMENT

MUNICIPAL STATE AID CAPITAL FUND (405)

Fund Mission

This fund was established to account for the accumulation of Municipal State Aid (MSA) to fund the periodic reconstruction of MSA designated roads.

Fund Description/Services

The MSA Street Improvement Capital Fund is supported by Municipal State Aid (MSA) Funds. The MSA Street program is administered through the State of Minnesota's Department of Transportation. The funds are used for the maintenance, upgrade, and reconstruction of City streets and roadways designated on the City's MSA system.

Revenue/Expenditures

Description	Actual 2024	Actual 2025	Budget 2026	Proposed Budget 2027	Budget Change 2027	Percentage Change 2027
REVENUES						
Taxes	$ -	$ -	$ -	$ -	$ -	
Municipal State Aid	-	-	1,072,000	1,072,000	-	0.00%
Miscellaneous	1,639	1,575	468,580	468,580	-	0.00%
Transfers In	-	-	-	-	-	
TOTAL REVENUES	$ 1,639	$ 1,575	$ 1,540,580	$ 1,540,580	$ -	0.00%
EXPENDITURES						
Supplies	$ -	$ -	$ -	$ -	$ -	
Other Services and Charges	-	-	-	-	-	
Capital Outlay	-	-	1,540,000	-	(1,540,000)	-100.00%
TOTAL EXPENDITURES	$ -	$ -	$ 1,540,000	$ -	$ (1,540,000)	-100.00%
BEGINNING FUND BALANCE	$ 38,332	$ 39,971	$ 41,546	$ 42,126		1.40%
Net Change in Fund Balance	1,639	1,575	580	1,540,580		
ENDING FUND BALANCE	$ 39,971	$ 41,546	$ 42,126	$ 1,582,706		

Source	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
405 - MSA Road Reconstruction Fund												
Chaska Road Trail	*ST-27-01*			405,169								**405,169**
Vinehill Road Improv (partner with Minnetonka)	*ST-29-02*			1,914,422		1,160,858						**3,075,280**
405 - MSA Road Reconstruction Fund Total		**0**	**0**	**2,319,591**	**0**	**1,160,858**	**0**	**0**	**0**	**0**	**0**	**3,480,449**
GRAND TOTAL		**0**	**0**	**2,319,591**	**0**	**1,160,858**	**0**	**0**	**0**	**0**	**0**	**3,480,449**

City of Shorewood

2029 Galpin Lake Road & Chaska Road Trails

BOLTON & MENK
Real People. Real Solutions.

PROJECT SCOPE

- Construct new eight-foot-wide trails from Chaska Road to the existing signal system at Oak Street, County Road 19, and State Highway 7.
- Provide a continuous pedestrian and bicycle route connecting Chanhassen to Excelsior.
- The ongoing TH 7 Corridor Study may be a significant factor in determining the project scope.

FUNDING

- Shorewood-Municipal State Aid Funds
- MnDOT
- Local Funds
- Potential Grants (DNR, MnDOT, Safe Routes to School)

BUDGET

- TH 7 to Chanhassen: $940,000–$1,330,000
- Chaska Road to Galpin Lake Road: $810,000
- Other Improvements/Changes Due to TH 7 Corridor Study: Unknown

ANTICIPATED SCHEDULE ASSUMING FUNDING

	2026	2027	2028	2029
Project Scoping				
Final Design				
Construction				

ISSUES/OPPORTUNITIES

- In 2024, the City of Chanhassen completed a trail connection on the east side of Galpin Lake Road extending to the municipal boundary.
- MnDOT is currently conducting a TH 7 Corridor Study to evaluate safety and operational improvements along the entire corridor, from I-494 east to St. Bonifacius west.
- Segments of trails could be completed as separate projects or coordinated with MnDOT's 2029 Pavement Preservation Project.
- A potential solution involves converting Galpin Lake Road from TH 7 to Mayflower Road into a one-way northbound route. Two-way traffic would be rerouted onto Mayflower Road and Chaska Road. An eight-foot-wide trail or boardwalk could be extended from Chanhassen to Mayflower Road, and then the existing southbound lane would be converted to a northbound lane and the current northbound lane converted up to TH 7 for pedestrian and bicycle use.
- Conversion of Galpin Lake Road to a single northbound lane would require a variance from Municipal State Aid Rules and may not be approved. If not approved, the MSA route may need to be changed to Mayflower Road and Chaska Road.
- Staff is evaluating various delineators to safely separate pedestrians from vehicles and still provide adequate access to driveways. The various options currently include striping, tube delineators, concrete curbs, and possibly others.

Version 2: 7/27/2026

City of Shorewood

2029 Vine Hill Road Improvements

BOLTON & MENK
Real People. Real Solutions.

PROJECT SCOPE

- Mill and overlay with spot street repairs
- Sidewalk and trail improvements
- Possibly add concrete curb and gutter on west side to accommodate sidewalk/trails
- Spot utility repairs to watermain, sanitary sewer, and storm sewer where needed
- Project led and administered by Shorewood

FUNDING

- Shorewood, Minnetonka, Chanhassen all utilizing Municipal State Aid Funds

BUDGET

- City of Shorewood: $1.4M – $2.3M
- City of Minnetonka: $1.05M
- City of Chanhassen: $90k

SCHEDULE

	2025	2026	2027	2028	2029
Project Scoping					
Final Design					
Construction					

ISSUES/OPPORTUNITIES

- Pavement rating = 46/100
- Street, sidewalk/trails, and drainage must meet Municipal State Aid Standards
- Sidewalk/Trails:
  - ◊ ADA compliance
  - ◊ Rehab current width, enlarge to 8-foot trails, include turf boulevard?
    - » Wider trails and boulevards require easement acquisition
  - ◊ Coordination between all cities on size, location, connectivity, and maintenance
- On street bike accommodations
- Underlying sanitary sewer and watermain are not due for replacement
- Riley/Purgatory/Bluff Creek Watershed – project crosses Purgatory Creek
- Future 2031 Vine Hill Road project from Delton Ave to Kingswood Terrace
  - ◊ Led and administered by Minnetonka
  - ◊ Adding trail to east side
  - ◊ Add lighted pedestrian crossing at Kingswood Terrace

Version 2: 7/27/2026

CAPITAL IMPROVEMENT

COMMUNITY INFRASTRUCTURE CAPITAL FUND (450)

Fund Mission

This fund was established to account for various capital improvement public facilities projects that may be financed without the need to issue bonds.

Fund Description/Services

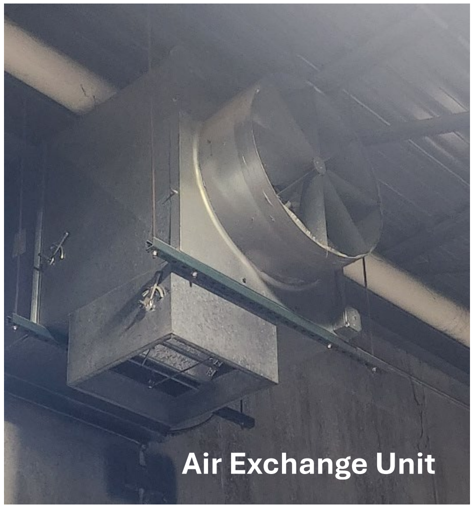
The Community Infrastructure Capital Fund provides for the accumulation of funds for acquisition, maintenance, and replacement of public facilities within the City.

Revenue/Expenditures

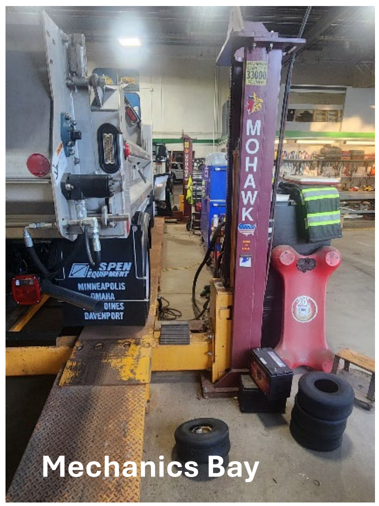
Description	Actual 2024	Actual 2025	Budget 2026	Proposed Budget 2027	Budget Change 2027	Percentage Change 2027
REVENUES						
Taxes	$ -	$ -	$ 50,000	$ 230,000	$ 180,000	360.00%
Miscellaneous	89,049	3,207	-	-	-	
Transfers In	-	-	-	-	-	
TOTAL REVENUES	$ 89,049	$ 3,207	$ 50,000	$ 230,000	$ 180,000	360.00%
EXPENDITURES						
Supplies	$ -	$ -	$ -	$ -	$ -	
Other Services and Charges	-	-	-	30,000	30,000	
Capital Outlay	88,158	-	245,000	200,000	(45,000)	-18.37%
TOTAL EXPENDITURES	$ 88,158	$ -	$ 245,000	$ 230,000	$ (15,000)	-6.12%
BEGINNING FUND BALANCE	$ 230,452	$ 231,343	$ 234,549	$ 39,549		-83.14%
Net Change in Fund Balance	891	3,207	(195,000)	-		
ENDING FUND BALANCE	$ 231,343	$ 234,549	$ 39,549	$ 39,549		

Source	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
450 - Community Infrastructure Fund												
Air Exchange System & Fans (Garage/ Shop)	*CI-26-03*	200,000										**200,000**
Radiant Heat (Garage/Shop)	*CI-27-01*		200,000									**200,000**
PW Facility Schematic	*CI-27-02*	30,000										**30,000**
Rehab Floor (Garage/Shop)	*CI-28-01*			192,000								**192,000**
Office/Employee Area (new)-PW	*CI-30-01*					1,072,500						**1,072,500**
Office/Employee Area (old)-PW	*CI-30-02*					312,000						**312,000**
Mechanics Bay	*CI-31-01*						520,000					**520,000**
Heated Storage-PW	*CI-31-02*						162,500					**162,500**
Council Chambers/Conference Room Carpet/Painting	*CI-32-01*							30,000				**30,000**
450 - Community Infrastructure Fund Total		**230,000**	**200,000**	**192,000**	**0**	**1,384,500**	**682,500**	**30,000**	**0**	**0**	**0**	**2,719,000**
GRAND TOTAL		**230,000**	**200,000**	**192,000**	**0**	**1,384,500**	**682,500**	**30,000**	**0**	**0**	**0**	**2,719,000**

2027-2032 Public Works Facility Improvements


Air Exchange Unit


Forced Air Heating Unit



Mechanics Bay


Garage Area

Sign area

PROJECT SCOPE

- Update outdated air exchange system and fans in the public works garage.
- Upgrade the outdated heating units in the public works garage to a radiant heat system.
- Construct an addition to the existing public works building along with renovating the existing building to include expanded office space, employee area and restroom/locker rooms.
- Construct an addition to the existing public works equipment shop to include an additional mechanics bay.
- Construct an addition to the existing public works building to include heated storage.

FUNDING

- Shorewood - General fund and enterprise utility funds.

BUDGET/SCHEDULE

• Air exchange system & fans (garage) – 2027:	$200,000
• Radiant heat (garage) – 2028:	$200,000
• Rehab floor (garage) – 2029:	$192,000
• PW building addition & renovation – 2031:	$1,384,500
• Mechanic's bay – 2032:	$520,000
• Heated storage – 2032:	$162,500

ISSUES/OPPORTUNITIES

- In 2023, the City conducted a public works facility study that showed a significant deficiency in office, work and storage space.
- Since the original public works building was built, the department (fleet and personnel) has more than doubled in size.
- The facility heating units and air exchange systems is original to the building and requires a compliance upgrade.
- Garage heating is done through inefficient forced air units.

ENTERPRISE

WATER FUND (601)

Fund Mission

This fund is used to account for the activities of the City water system. To provide a safe, clean, uninterrupted supply of drinking water to all City residents connected to the municipal water system.

Fund Description/Services

The municipal water fund is responsible for operation and maintenance of six (6) well systems, including all pumps and well houses, maintenance of water towers, and extension of new water-main and construction of new water facilities, as necessary. This fund provides for the operation of the water system so that a continuous quality supply of water is furnished to customers at a reasonable cost. The water supply is maintained at proper pressure levels and bacteria free. Metering devices are also maintained to account for usage. The primary services provided by this fund are production and distribution of potable water for the residents, businesses, and institutions in the City of Shorewood. The distribution system also provides the general fire protection system (hydrants) for the City and is also responsible for City utility locates under the Gopher State One Call system.

Fund Goals

- Begin implementation of asset management system.
- Continue to maintain current infrastructure, including valve exercising, water tower cleaning, hydrant flushing, etc.
- Implement Council objectives to provide more fund sustainability.
- Update wellhead protection plan.

Fund Performance Measures

Performance Measure	2024 Actual	2025 Actual	2026 Projected	2027 Estimated
Exercise every valve once per year (% of valves)	20%	25%	25%	25%
Minimize non-read water meters (each)	200-300	10	5	5
Fix watermain breaks w/ minimal disruption	5	6	9	5

Revenue/Expenses

Description	Actual 2024	Actual 2025	Budget 2026	Proposed Budget 2027	Budget Change 2027	Percentage Change 2027
REVENUES						
Utility Revenue	$ 763,277	$ 932,550	$ 1,160,502	$ 1,279,860	$ 119,358	10.29%
Water Connection Fees	85,300	91,950	90,618	50,000	(40,618)	-44.82%
Utility Permit Fees	2,760	1,860	-	-	-	
Water Meter Sales	16,438	8,775	10,000	10,000	-	0.00%
Miscellaneous Revenue	100,536	154,423	10,200	260,000	24,800	2449.02%
TOTAL REVENUES & OTHER FINANCING SOURCES	$ 968,311	$ 1,189,559	$ 1,271,320	$ 1,599,860	$ 103,540	25.84%
EXPENSES						
Personnel Services	$ 361,313	$ 346,755	$ 357,220	$ 365,280	$ 8,060	2.26%
Supplies	114,692	96,783	132,900	132,800	(100)	-0.08%
Other Services and Charges	596,575	272,654	867,000	951,000	84,000	9.69%
Non-Operating	133,399	180,195	1,030,490	280,531	(749,959)	-72.78%
TOTAL EXPENSES	$ 1,205,979	$ 896,387	$ 2,387,610	$ 1,729,611	$ (657,999)	-27.56%
BEGINNING NET POSITION	$ 7,578,047	$ 7,340,378	$ 7,633,550	$ 6,517,260		
Change in Net Position	(237,669)	293,172	(1,116,290)	(129,751)		
ENDING NET POSITION	$ 7,340,378	$ 7,633,550	$ 6,517,260	$ 6,387,509		

*Net Position includes Net Investment in Capital Assets

Source	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
601 - Water Fund												
Truck - 4x4 Utility Truck CL5	*007*		101,250									**101,250**
Truck - 4x4 Pickup (Utility Truck) CL2A	*022*							64,700				**64,700**
Air Compressor - Ingersall Rand 185	*038*					34,200						**34,200**
Generator - Generac 163 KW Trailer Mtd	*071*										276,400	**276,400**
Mill & Overlay and Striping	*LR-99-100*	57,881		63,813		70,354		77,566		85,516		**355,130**
Rebuild Well Pump & Add VFD SE Well	*W-19-05*	80,000										**80,000**
Rebuild Well Pump Amesbury VT Well	*W-20-05*		25,000									**25,000**
Rebuild Well Pump Badger VT Well	*W-21-02*			47,000								**47,000**
Rebuild Well Pump Boulder Bridge VT Well	*W-22-02*	45,000										**45,000**
Rebuild Well Pump Amesbury Submersible Well	*W-23-01*				49,000							**49,000**
Water Meter Replacement Project	*W-23-04*	10,000	10,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000	**300,000**
Water Service Connection Program	*W-26-02*	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000	200,000	**2,000,000**
Water & Sanitary Infrastucture Report	*W-27-01*	35,000										**35,000**
Amesbury Watermain	*W-30-01*									1,910,449		**1,910,449**
Watermain Mill & Overlay Activity	*W-99-01*		125,000		135,000		145,000		155,000		165,000	**725,000**
601 - Water Fund Total		**427,881**	**461,250**	**345,813**	**419,000**	**339,554**	**380,000**	**377,266**	**390,000**	**2,230,965**	**676,400**	**6,048,129**
GRAND TOTAL		427,881	461,250	345,813	419,000	339,554	380,000	377,266	390,000	2,230,965	676,400	6,048,129

ENTERPRISE

SANITARY SEWER FUND (611)

Fund Mission

This fund is used to account for the activities of the City sanitary sewer system.

Fund Description/Services

The Sanitary Sewer Fund finances the operation and maintenance of the City's wastewater collection, including fourteen sanitary sewer lift stations throughout the system. As well as cleaning, televising and repairing sewer mains to control inflow and infiltration. Sewage treatment is performed by Metropolitan Council Environmental Services (MCES) and is provided for in this area.

Fund Goals

- Begin implementation of asset management system.
- Continue to maintain current infrastructure, including sewer cleaning, etc.
- Begin maintenance and repair of sewer structures and castings to reduce I&I.

Fund Performance Measures

Performance Measure	2024 Actual	2025 Actual	2026 Projected	2027 Estimated
Clean 20% of the sanitary sewer system	20%	20%	20%	20%
Reconstruct, fix, or seal sanitary casting structure to improve I&I.	N/A	122	8	70
Clean and televise 10% of sanitary sewer system outside of road accessible locations	N/A	15%	10%	10%

Revenue/Expenses

Description	Actual 2024	Actual 2025	Budget 2026	Proposed Budget 2027	Budget Change 2027	Percentage Change 2027
REVENUES						
Utility Revenue	$ 1,481,058	$ 1,762,696	$ 2,276,649	$ 2,344,945	$ 68,296	3.00%
Sewer Connection Fees	1,200	23,140	5,000	5,000	-	0.00%
Utility Permit Fees	120	-	1,000	1,000	-	0.00%
Miscellaneous Revenue	67,185	54,044	24,000	46,000	22,000	91.67%
TOTAL REVENUES & OTHER FINANCING SOURCES	$ 1,549,563	$ 1,839,880	$ 2,306,649	$ 2,396,945	$ 90,296	3.91%
EXPENSES						
Personnel Services	$ 309,284	$ 290,149	$ 301,135	$ 308,335	$ 7,200	2.39%
Supplies	18,424	7,665	17,200	16,800	(400)	-2.33%
MCES SAC Payables Charges	1,076,772	1,074,424	1,200,217	1,179,366	(20,851)	-1.74%
Other Services and Charges	253,504	148,810	280,300	331,300	51,000	18.19%
Non-Operating	95,073	120,011	291,990	292,365	375	0.13%
TOTAL EXPENSES	$ 1,753,056	$ 1,641,059	$ 2,090,842	$ 2,128,166	$ 37,324	1.79%
BEGINNING NET POSITION	$ 3,635,589	$ 3,432,096	$ 3,630,917	$ 3,846,724		
Change in Net Position	(203,493)	198,821	215,807	268,779		
ENDING NET POSITION	$ 3,432,096	$ 3,630,917	$ 3,846,724	$ 4,115,503		

*Net Position includes Net Investment in Capital Assets

Source	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
611 - Sanitary Sewer Fund												
Truck - 4x4 Utility Truck CL5	*007*		101,250									**101,250**
Public Works Building Generator	*083*									156,200		**156,200**
CIP Sewer Repairs Assoc with Roadway Reconstr	*SS-99-01*	56,000	57,500	59,000	60,500	62,000	63,500	65,000	66,500	68,000	69,500	**627,500**
Televising & Cleaning	*SS-99-02*	31,500	33,075	34,727	36,465	38,288	40,202	42,213	44,323	46,539	48,866	**396,198**
Sewer Additional	*SS-99-04*	29,000	30,000	31,000	32,000	33,000	34,000	35,000	36,000	37,000	38,000	**335,000**
Infiltration and Inflow Reduction	*SS-99-05*	90,000	92,500	95,000	97,500	100,000	102,500	105,000	107,500	110,000	112,500	**1,012,500**
Water & Sanitary Infrastucture Report	*W-27-01*	35,000										**35,000**
611 - Sanitary Sewer Fund Total		**241,500**	**314,325**	**219,727**	**226,465**	**233,288**	**240,202**	**247,213**	**254,323**	**417,739**	**268,866**	**2,663,648**
GRAND TOTAL		**241,500**	**314,325**	**219,727**	**226,465**	**233,288**	**240,202**	**247,213**	**254,323**	**417,739**	**268,866**	**2,663,648**

ENTERPRISE

STORMWATER MANAGEMENT FUND (631)

Fund Mission

This fund is used to account for the activities of the City Stormwater Management system.

Fund Description/Services

The Stormwater Management Fund is utilized to provide the operation, maintenance and repair of the stormwater conveyance system, including 14 miles of infrastructure, including catch basins, drainage ditches, and retention posts. As well as implementation of the city-wide Stormwater Pollution Prevention Program (SWPPP) for compliance with the NPDES Municipal Separate Storm Sewer System (MS4) permit program, which authorized the City to discharge stormwater runoff. Infrastructure and stormwater facilities are properly maintained to manage, convey, and treat stormwater runoff. In addition, infrastructure improvements are constructed and repaired as deemed necessary.

Fund Goals

- Begin implementation of asset management system.
- Continue to manage existing stormwater features through maintenance activities, including pond cleaning, street sweeping, storm drain cleaning, etc.
- Continue to be in compliance with federal, state and local agencies, including the city's MS4 permit.

Fund Performance Measures

Performance Measure	2024 Actual	2025 Actual	2026 Projected	2027 Estimated
Number of catch basins cleaned	N/A	25	50	50
Provide communication related to stormwater quality & best management practices	N/A	0	4	4-6
Inspect inlets & outlets of storm ponds. Clean as needed for proper functionality	N/A	N/A	20%	20%

Revenue/Expenses

Description	Actual 2024	Actual 2025	Budget 2026	Proposed Budget 2027	Budget Change 2027	Percentage Change 2027
REVENUES						
Utility Revenue	$ 544,516	$ 598,150	$ 890,000	$ 1,210,360	$ 320,360	36.00%
Franchise Fees	324,387	-	-	-	-	
Miscellaneous Revenue	39,127	50,026	246,500	10,000	(236,500)	-95.94%
TOTAL REVENUES & OTHER FINANCING SOURCES	$ 908,030	$ 648,175	$ 1,136,500	$ 1,220,360	$ 83,860	7.38%
EXPENSES						
Personnel Services	$ 85,757	$ 85,600	$ 96,580	$ 98,420	$ 1,840	1.91%
Supplies	7,776	4,404	9,800	9,550	(250)	-2.55%
Other Services and Charges	233,640	116,702	260,450	253,550	(6,900)	-2.65%
Non-Operating	302,106	200,944	961,765	694,679	(267,086)	-27.77%
TOTAL EXPENSES	$ 629,279	$ 407,650	$ 1,328,595	$ 1,056,199	$ (272,396)	-20.50%
BEGINNING NET POSITION	$ 5,360,239	$ 5,638,991	$ 5,879,516	$ 5,687,421		
Change in Net Position	278,752	240,525	(192,095)	164,161		
ENDING NET POSITION	$ 5,638,991	$ 5,879,516	$ 5,687,421	$ 5,851,582		

*Net Position includes Net Investment in Capital Assets

Source	Project #	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	Total
631 - Stormwater Management Fund												
Manor Road Resurfacing Led by Greenwood	*ST-26-01*		200,000									**200,000**
Noble Road & Grant Lorenz Channel Widening	*ST-27-02*	266,254										**266,254**
Vinehill Road Improv (partner with Minnetonka)	*ST-29-02*			255,256		281,420						**536,676**
Local Share TH7 Improvements	*ST-29-03*			638,141								**638,141**
Catch Basin Reconstruction	*STM-99-01*	56,000	57,500	59,000	60,500	62,000	63,500	65,000	66,500	68,000	69,500	**627,500**
Disposal of Street Sweepings	*STM-99-02*	25,000	25,000	26,000	27,000	28,000	29,000	30,000	31,000	32,000	33,000	**286,000**
Stormwater Mill & Overlay Activity	*STM-99-03*	120,000		130,000		140,000		150,000		160,000		**700,000**
Storm Pond Sediment Cleaning & Disposal	*STM-99-04*	120,000	125,000	130,000	135,000	140,000	145,000	150,000	155,000	160,000	165,000	**1,425,000**
631 - Stormwater Management Fund Total		**587,254**	**407,500**	**1,238,397**	**222,500**	**651,420**	**237,500**	**395,000**	**252,500**	**420,000**	**267,500**	**4,679,571**
GRAND TOTAL		587,254	407,500	1,238,397	222,500	651,420	237,500	395,000	252,500	420,000	267,500	4,679,571

City of Shorewood

2027 Noble Road & Grant Lorenz Channel Improvements

BOLTON & MENK
Real People. Real Solutions.

PROJECT SCOPE

- Channel capacity will be increased upstream and downstream of Noble Road by removal of sediment & clearing of trees/brush within the channel. Drainage and Utility Easements would be acquired from approximately four to seven properties.

FUNDING

- Shorewood

BUDGET

- City of Shorewood:
  - ◊ Channel cleaning upstream and downstream of Noble Road = $266,000

SCHEDULE

	2026	2027	2028
Project Scoping			
Final Design			
Construction			

ISSUES/OPPORTUNITIES

- The future Channel Stabilization project is not included in the proposed schedule or budget and is not currently identified in the Capital Improvement Plan.
- Noble Road has a pavement rating of 58 out of 100 and is planned for milling and overlay. A watermain could be added in 10 to 15 years.
- The project area is located within the Minnehaha Creek Watershed.
- The Grant Lorenz Channel falls under the jurisdiction of the U.S. Army Corps of Engineers. Significant impacts, such as hard armoring, channel widening, or realignment, will require 12 to 18 months for permitting. Smaller impacts, including bioengineered stabilization and limited sediment removal, will require approximately six months for permitting.
- Large wetlands in the area are under the jurisdiction of the Minnesota Department of Natural Resources (MnDNR).
- Channel widening would affect approximately four to seven properties, while the future Channel Stabilization project will impact five properties. Drainage and Utility Easement acquisition will be required for nine to twelve properties.
- For the future Channel Stabilization project, properties adjacent to Grant Lorenz Road can be addressed individually and do not require cooperation from neighboring parcels.
- Increasing stream capacity will require cooperation from all neighboring property owners to be successful.

Version 2: 7/27/2026

City of Shorewood

2028 Manor Road Project

BOLTON & MENK
Real People. Real Solutions.

PROJECT SCOPE

- Greenwood has initiated planning for improvements to Manor Road from Excelsior Boulevard to St. Albans Bay Road and has proposed pavement reclamation
- Shorewood is reviewing potential drainage improvements on its side of the roadway, and range from improving the existing bituminous flume or adding curb and gutter and storm sewer.

FUNDING

- City of Greenwood
- City of Shorewood

BUDGET

- Greenwood = $150,000
- Shorewood = $500,000 ($350,000 Storm Sewer, $150,000 Roadway)

ANTICIPATED SCHEDULE ASSUMING FUNDING

	2025	2026	2027	2028
Scoping				
Design				
Construction				

ISSUES/OPPORTUNITIES

- Manor Road only serves one Shorewood resident's driveway.
- There have not been drainage related complaints in the area, but staff see the project as an opportunity to improve drainage so that it requires less maintenance. Currently, the bituminous swale fills with leaves and sediment where water sheet flows over the roadway. A new storm sewer outlet to the lake/wetland could potentially be added through a parcel of land owned by Greenwood.
- According to the 2025 Pavement Management Plan, Manor Road has a Pavement Condition Score of 91%, requires high maintenance, and has high road use. Greenwood is planning to complete soil borings in the fall of 2025 which will provide better insight on reclamation versus mill and overlay.

Version 2: 7/27/2026

Jeanne Schmuck

From:	noreply@civicplus.com
Sent:	Saturday, June 13, 2026 6:51 PM
To:	Jeanne Schmuck; Finance
Subject:	Online Form Submittal: 2027 City Budget Feedback

2027 City Budget Feedback

Help Shape Shorewood's Budget Priorities

The City of Shorewood is developing its upcoming budget, and we want to hear from you. Your feedback helps City leadership understand community priorities and make informed decisions about services, infrastructure, and investments.

Your input will be reviewed and considered as part of the budget planning process.

- Share what matters most to you
- Suggest areas for investment or cost savings
- Help guide future city services

Thank you for taking the time to share your perspective and help shape Shorewood's future.

Tell us your priorities, ideas, and feedback to help guide Shorewood's budget decisions.	No more than 5-7% tax increase each year. Less consultants, more employee and resident input. I got a huge hike in water utilities this year - more than $400. Don't raise utilities again. Keep doing good work in parks and snow removal. Communications have improved this past year - keep it up.
Would you like to be contacted about your feedback?	*Field not completed.*
If yes, please include your name and contact information:	*Field not completed.*

Email not displaying correctly? View it in your browser.

Jeanne Schmuck

From: noreply@civicplus.com
Sent: Thursday, July 2, 2026 1:05 PM
To: Jeanne Schmuck; Finance
Subject: Online Form Submittal: 2027 City Budget Feedback

2027 City Budget Feedback

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Thank you for taking the time to share your perspective and help shape Shorewood's future.

Tell us your priorities, ideas, and feedback to help guide Shorewood's budget decisions.	1. Reduce spending. 2. Reduce taxes. 3. Give people who bought a home withy a well a break. We don't have $10K to change to city water. Our water bills have doubled. 4. Road noise from Hwy 7 on the backside of Chaska blvd is so loud we no longer use our deck. Much of the day its now over 80db. For this year's election these are what we're looking for in a candidate.
Would you like to be contacted about your feedback?	*Field not completed.*
If yes, please include your name and contact information:	*Field not completed.*

Jeanne Schmuck

From:	noreply@civicplus.com
Sent:	Thursday, July 2, 2026 3:19 PM
To:	Jeanne Schmuck
Subject:	Online Form Submittal: 2027 City Budget Feedback

2027 City Budget Feedback

Help Shape Shorewood's Budget Priorities

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- Help guide future city services

Thank you for taking the time to share your perspective and help shape Shorewood's future.

Tell us your priorities, ideas, and feedback to help guide Shorewood's budget decisions.	Environmental stewardship: I'd like to see more programs that discourage people from spraying pesticides and herbicides, but instead incorporating more natural ways to maintain their lawns and gardens. This will help protect our waterways and animals and ecosystems. In fact, given our name, Shorewood, it would be nice to see us positioned as a leader in environmental stewardship for both the woods, shores, and waterways. I recently moved here from Minneapolis and I'm surprised at how far behind we are as a community in terms of using alternative environmentally friendly methods in our yards, and it's shocking to me considering how many ponds, lakes and other natural habitats are around here. I'd really like to see money spent on bringing Sherwood into the current century with the leading edge of environmental stewardship. This takes a commitment of dollars and resources and I really love to see a significant dollar amount of the budget dedicated to this.

I would also like to see the city contract with a collector who will pick up compost with our trash. I realize that some of the rules have changed recently and we got dropped by curbside who will no longer pick up our compost. This is a really important program in helping divert waste from landfills.

I'd like to see more sidewalks in Shorewood neighborhoods and better accessibility for our aging population and our population with disabilities. I live just off of near mountain boulevard and that is the street that really needs sidewalks.

In the meantime, because we don't have sidewalks, I'd like to see more safety signage and speed limit signage, encouraging cars to slow down through the neighborhoods. Since the roads are shared with pedestrians, human and dog, it would also be nice to see some markings on the roads that create a bit of a visual "shoulder" on our neighborhood streets to help guide cars to be aware that there would be pedestrians around any curve. We have many blind curves where I live and it's quite dangerous when out walking during busy traffic times.

I'd like to see more incentives for the types of housing that seniors can age into. Many of my neighbors who are retired have expressed their concern and sadness that they may not be able to stay in the neighborhood because they're in a house that is too big for them but there's nothing smaller for them to move to that would keep them in the neighborhood and keep them connected to their support network.

Because Shorewood is so connected to Minnetonka, Deephaven, Excelsior and other cities, I would like to see an effort to create a joint citizen service line where we can call into one number for things that we might notice in any of those cities as we're driving through them. Currently. I have to call each City separately to report potholes, downed power lines, and anything else I might see when I'm driving around. I'd like to see a joint effort where all of the area cities band together and have one single place where everything can be called in and then efficiently sent to each respective City department.

Would you like to be contacted about your feedback?	No
If yes, please include your name and contact information:	*Field not completed.*

Jeanne Schmuck

From:	noreply@civicplus.com
Sent:	Monday, July 6, 2026 4:08 PM
To:	Jeanne Schmuck
Subject:	Online Form Submittal: 2027 City Budget Feedback

2027 City Budget Feedback

Help Shape Shorewood's Budget Priorities

The City of Shorewood is developing its upcoming budget, and we want to hear from you. Your feedback helps City leadership understand community priorities and make informed decisions about services, infrastructure, and investments.

Your input will be reviewed and considered as part of the budget planning process.

- Share what matters most to you
- Suggest areas for investment or cost savings
- Help guide future city services

Thank you for taking the time to share your perspective and help shape Shorewood's future.

Tell us your priorities, ideas, and feedback to help guide Shorewood's budget decisions.	Simply maintain what we have in Shorewood - roads, parks and services. Stop wasting money on consultants who will never tell you "stay the course". They justify their fees and must come up with big projects that we don't need. Shorewood is a virtually fully developed and stable community. We don't need more firetrucks or firemen, or police cars and officers, or fancier equipment in the parks. Stop raising fees and taxes. Find ways to cut the budgets and reduce our fees and taxes. Stop trying to be Minnetonka or Chanhassen or Plymouth. We are a small, semi-rural, landlocked community and your budget decisions are harming many older, retired residents who have lived here for 30, 40, 50, 60 or more years.
Would you like to be contacted about your feedback?	No