# City Council Work Session
# Tuesday, September 15, 2026 at 6:00 PM
# Public Meeting Room

## AGENDA

1. **Call to Order**
2. **Items for Discussion**
   - A. Entry Sign Revised Design
   - B. 2027 Budget Discussion
   - 1. Selected Special Revenue Funds
   - 2. City Hall Roof Replacement
   - C. Third Party Fire Inspections
   - D. Status Update on Performance Standard Development
3. **Future Discussion**
4. **Adjournment**

*(The Council may meet as a group for dinner)*

Please contact the City Administrator’s Office if you need special accommodations while attending this meeting.

Para pedir este documento en otro idioma, envíe un correo electrónico y adjunte el documento a accessibility@faribault.org.

Si aad u codsato dukumeentigan oo ku qoran luqad kale, fadlan e-mail u soo dir oo ku soo lifaaq dukumiintiga accessibility@faribault.org.

# Council Work Session Memorandum

**TO:** Mayor and City Council
**THROUGH:** Jessica Kinser, City Administrator
**FROM:**
**MEETING DATE:** September 15, 2026
**SUBJECT:** Entry Sign Revised Design

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**Discussion:**

In February, we presented a redesigned entryway sign to replace the faded blue signs that are currently at the major entry points of the City (Highway 60, Highway 3, CSAH 21, CSAH 48, St. Paul Avenue). Feedback was provided, and a new design has been prepared by Adam at Sakatah Signs. We are looking for additional feedback or the go-ahead to order the signs for installation, hopefully still in 2026.

**Attachments:**

1. City of Faribault (Gateway Signs) New Design Final


WELCOME TO
FARIBAULT

# Council Work Session Memorandum

**TO:** Mayor and City Council
**THROUGH:** Jessica Kinser, City Administrator
**FROM:**
**MEETING DATE:** September 15, 2026
**SUBJECT:** 2027 Budget Discussion

**Discussion:**

**Attachments:**

Council Work Session Memorandum

| | |
|---|---|
| **TO:** | Mayor and City Council |
| **THROUGH:** | Jessica Kinser, City Administrator |
| **FROM:** | |
| **MEETING DATE:** | September 15, 2026 |
| **SUBJECT:** | Selected Special Revenue Funds |

**Discussion:**
The budget presentation for this meeting will include a few Special Revenue Funds that are not the EDA, HRA, or TIF funds, which will come back at a later time. This will also not include Community and Economic Development or Tax Abatement Funds as these have been presented with the property tax levy discussion.

A special revenue fund is a fund that is used to track a revenue source that must be used for designated purposes, either set by state law or through restrictions created at the local level. The funds that will be presented are the following:

- 210 - Charitable Gambling Fund

The Charitable Gambling Board is budgeted to bring in $40,000 in gambling tax annually, and awards $40,000 in funding to the community each year. The fund has a positive fund balance and continues to earn interest each month.

- 211 - City Rental Property Management

The plan is to close this fund in 2026 and transfer the remaining dollars and projects to be completed to the General Fund to reduce the number of funds being accounted for in 2027. So no budget is proposed for 2027. As a reminder, this fund has collected the rent and paid the expenses for the City's rental property at 16 1st Street SE for a number of years. The funds will be spent in the short term to test for asbestos and, in the longer term, demolition and site restoration. By moving the funds to the General Fund, we can apply a restricted cash label to them to account for other property-related items associated with the next phase of the Community Center.

- 212 - Community Improvement Projects

This fund was established to account for a variety of grants that come to the City which are better and more cleanly/clearly accounted for in a special revenue fund versus the General Fund. For 2027, the only activity shown is related to the budget that is expected to remain on the ReLeaf Grant from the Minnesota DNR.

- 215 - Police Forfeiture Fund

Changes in state law reduced the ability for the Police Department to collect forfeiture funds, so there are no new revenues coming in other than $200 in likely interest earnings on the existing balance. The remaining cash can be used for equipment purchases for the PD, and with no budget established for 2027, a budget amendment will need to be approved by Council should an expenditure be proposed during the course of the year.

- 217 - Library Donation Fund

The Library is proposing to spend $110,000 of the donated funds from the Crandall Estate in 2027. The CIP worksheet is attached for the $60,000 third floor maker space lighting, which will be part of the McKinstry project paid for separately with these funds. The other proposed expenditures are for a partnership with Northfield for utilization of their Bookmobile and for a sound booth for one of the study rooms. The funds are earning interest each month, which is the expected revenue in 2027.

- 225 - Airport Fund

The Airport capital projects are getting shuffled back once again, with the rehab of Runway 12/30 getting moved to 2028 for construction. Funds will be spent in 2027 on the engineering for that project, as well as taxiway realignments that need to occur in order to prevent a plane from ending up on the runway. Operationally, the federal reimbursements along with the rents and other revenues are more than enough to cover the annual operating costs planned for 2027. A budget amendment is needed for 2026 to remove the planned capital expense in 2026 for the runway rehab.

The packet includes the budget summary from the financial software for each of the funds as well as the CIP worksheets for the Library Donation and the Airport Funds. Also included in the packet is a fund balance projection to show the projected 2027 ending balance based on the known 2025 ending balance.

**Attachments:**

1. 9.15.26 Special Revenue Funds
2. SpecRev Project 2027 Fund Balance

# City of Faribault

## NEXT YEAR / CURRENT YEAR BUDGET ANALYSIS

PROJECTION: 20271 2027 Operating Budget FOR PERIOD 99

| ACCOUNTS FOR: Charitable Gambling Board | | 2025 ACTUAL | 2026 ORIG BUD | 2026 REVISED BUD | 2026 ACTUAL | 2026 PROJECTION | 2027 Proposed | PCT CHANGE |
|---|---|---|---|---|---|---|---|---|
| CharGmbl Charitable Gambling Board | | | | | | | | |
| CharGmbl 31420 | CharGmbTax | -54,598.28 | -40,000.00 | -40,000.00 | -30,019.41 | -40,000.00 | -40,000.00 | .0% |
| CharGmbl 36210 | IntInvest | -1,008.86 | -1,500.00 | -1,500.00 | -599.39 | -1,500.00 | -1,500.00 | .0% |
| CharGmbl 36211 | Int MV | -627.10 | .00 | .00 | 123.76 | .00 | .00 | .0% |
| CharGmbl 43090 | ProfSrvc | 20,000.00 | 20,000.00 | 20,000.00 | 20,000.00 | 20,000.00 | 20,000.00 | .0% |
| CharGmbl 43410 | Advertisng | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| CharGmbl 43510 | LegalPubng | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| CharGmbl 44383 | DonCvcOrg | 38,496.80 | 20,000.00 | 20,000.00 | 18,300.00 | 20,000.00 | 20,000.00 | .0% |
| CharGmbl 99999 | Temp | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| TOTAL Charitable Gambling Bo | | 2,262.56 | -1,500.00 | -1,500.00 | 7,804.96 | -1,500.00 | -1,500.00 | .0% |
| | GRAND TOTAL | 2,262.56 | -1,500.00 | -1,500.00 | 7,804.96 | -1,500.00 | -1,500.00 | .0% |

** END OF REPORT - Generated by Jessica Kinser **

# NEXT YEAR / CURRENT YEAR BUDGET ANALYSIS

PROJECTION: 20271 2027 Operating Budget FOR PERIOD 99

| ACCOUNTS FOR: City Rental Prop | | 2025 ACTUAL | 2026 ORIG BUD | 2026 REVISED BUD | 2026 ACTUAL | 2026 PROJECTION | 2027 Proposed | PCT CHANGE |
|---|---|---|---|---|---|---|---|---|
| CityRent City Rental Property Mgmt | | | | | | | | |
| CityRent 36200 | OthMiscRev | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| CityRent 36210 | IntInvest | -3,551.11 | -2,500.00 | -2,500.00 | -1,583.52 | -2,500.00 | .00 | -100.0% |
| CityRent 36211 | Int MV | -1,974.34 | .00 | .00 | 325.89 | .00 | .00 | .0% |
| CityRent 36220 | Rents | -13,313.93 | -13,548.00 | -13,548.00 | -9,596.50 | -13,548.00 | .00 | -100.0% |
| CityRent 36240 | RefReimb | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| CityRent 39200 | Trnsf In | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| CityRent 42010 | Supplies | .00 | 500.00 | 500.00 | .00 | 500.00 | .00 | -100.0% |
| CityRent 43040 | LegalCivil | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| CityRent 43070 | Mgmt Srvc | 1,140.00 | 1,140.00 | 1,140.00 | .00 | 1,140.00 | .00 | -100.0% |
| CityRent 43090 | ProfSrvc | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| CityRent 43410 | Advertisng | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| CityRent 43610 | Ins & Bond | 498.34 | 525.00 | 525.00 | 499.52 | 525.00 | .00 | -100.0% |
| CityRent 43810 | Elec Util | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| CityRent 43820 | Water Util | 392.75 | 450.00 | 450.00 | 256.58 | 450.00 | .00 | -100.0% |
| CityRent 43830 | Gas Util | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| CityRent 43840 | RefuseDisp | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| CityRent 43850 | Sewer Util | 491.96 | 550.00 | 550.00 | 343.26 | 550.00 | .00 | -100.0% |
| CityRent 43860 | StrmWtrUtl | 130.79 | 150.00 | 150.00 | 88.72 | 150.00 | .00 | -100.0% |
| CityRent 44010 | Bldg Maint | 1,100.50 | 3,000.00 | 3,000.00 | 500.05 | 3,000.00 | .00 | -100.0% |
| CityRent 44160 | Rents | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| CityRent 44320 | Bad Debt | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| CityRent 44390 | Taxes Lics | 2,366.00 | 2,500.00 | 2,500.00 | 2,616.00 | 2,500.00 | .00 | -100.0% |
| CityRent 44700 | Interest | 16.40 | .00 | .00 | 4.60 | .00 | .00 | .0% |
| CityRent 99999 | Temp | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| TOTAL City Rental Property M | | -12,702.64 | -7,233.00 | -7,233.00 | -6,545.40 | -7,233.00 | .00 | -100.0% |
| | GRAND TOTAL | -12,702.64 | -7,233.00 | -7,233.00 | -6,545.40 | -7,233.00 | .00 | -100.0% |

** END OF REPORT - Generated by Jessica Kinser **

# City of Faribault

## NEXT YEAR / CURRENT YEAR BUDGET ANALYSIS

PROJECTION: 20271 2027 Operating Budget — FOR PERIOD 99

| ACCOUNTS FOR: Community Improvement Projects | | | | 2025 ACTUAL | 2026 ORIG BUD | 2026 REVISED BUD | 2026 ACTUAL | 2026 PROJECTION | 2027 Proposed | PCT CHANGE |
|---|---|---|---|---|---|---|---|---|---|---|
| ComImp | Community Improvement Projects | | | | | | | | | |
| ComImp | 33160 | 26601 | FedGrants | .00 | .00 | .00 | .00 | .00 | -138,700.00 | .0% |
| ComImp | 33422 | | StGrtAd | .00 | .00 | -290,300.00 | .00 | .00 | .00 | .0% |
| ComImp | 36210 | | IntInvest | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| ComImp | 36211 | | Int MV | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| ComImp | 39200 | | Trnsf In | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| ComImp | 41010 | 26601 | FTEmployee | .00 | .00 | 4,800.00 | .00 | .00 | 2,000.00 | -58.3% |
| ComImp | 42250 | 26601 | PlantMat | .00 | .00 | 7,500.00 | .00 | .00 | 9,800.00 | 30.7% |
| ComImp | 43060 | 26601 | CntrctLabr | .00 | .00 | 278,000.00 | 224,393.34 | .00 | 126,900.00 | -54.4% |
| TOTAL Community Improvement | | | | .00 | .00 | .00 | 224,393.34 | .00 | .00 | .0% |
| GRAND TOTAL | | | | .00 | .00 | .00 | 224,393.34 | .00 | .00 | .0% |

** END OF REPORT - Generated by Jessica Kinser **

City of Faribault

# NEXT YEAR / CURRENT YEAR BUDGET ANALYSIS

PROJECTION: 20271 2027 Operating Budget FOR PERIOD 99

| ACCOUNTS FOR: Forfeiture Fund | | | 2025 ACTUAL | 2026 ORIG BUD | 2026 REVISED BUD | 2026 ACTUAL | 2026 PROJECTION | 2027 Proposed | PCT CHANGE |
|---|---|---|---|---|---|---|---|---|---|
| Forfeit | Forfeiture Fund | | | | | | | | |
| Forfeit | 35101 | Fines | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Forfeit | 35200 | FrftSzAsst | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Forfeit | 36200 | OthMiscRev | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Forfeit | 36210 | IntInvest | -395.91 | -300.00 | -300.00 | -156.24 | -300.00 | -200.00 | -33.3% |
| Forfeit | 36211 | Int MV | -238.06 | .00 | .00 | 31.45 | .00 | .00 | .0% |
| Forfeit | 36240 | RefReimb | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Forfeit | 39200 | Trnsf In | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Forfeit | 42010 | Supplies | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Forfeit | 42210 | VehEqParts | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Forfeit | 42410 | MinorEquip | 3,479.84 | .00 | .00 | .00 | .00 | .00 | .0% |
| Forfeit | 43090 | ProfSrvc | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Forfeit | 44390 | Taxes Lics | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Forfeit | 45400 | Mach&Equip | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Forfeit | 45500 | Vehicles | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Forfeit | 47200 | Trans Out | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Forfeit | 99999 | Temp | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| TOTAL Forfeiture Fund | | | 2,845.87 | -300.00 | -300.00 | -124.79 | -300.00 | -200.00 | -33.3% |
| | | GRAND TOTAL | 2,845.87 | -300.00 | -300.00 | -124.79 | -300.00 | -200.00 | -33.3% |

** END OF REPORT - Generated by Jessica Kinser **

# NEXT YEAR / CURRENT YEAR BUDGET ANALYSIS

PROJECTION: 20271 2027 Operating Budget — FOR PERIOD 99

| ACCOUNTS FOR: Library Estate Donation | | | 2025 ACTUAL | 2026 ORIG BUD | 2026 REVISED BUD | 2026 ACTUAL | 2026 PROJECTION | 2027 Proposed | PCT CHANGE |
|---|---|---|---|---|---|---|---|---|---|
| LibDon | Library Donation | | | | | | | | |
| LibDon | 36210 | IntInvest | -94,062.92 | -100,000.00 | -100,000.00 | -36,308.27 | -100,000.00 | -55,000.00 | -45.0% |
| LibDon | 36211 | Int MV | -48,339.78 | .00 | .00 | 7,308.05 | .00 | .00 | .0% |
| LibDon | 36230 | ContribDon | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| LibDon | 42410 | MinorEquip | 4,996.00 | 4,000.00 | 4,000.00 | .00 | 4,000.00 | 30,000.00 | 650.0% |
| LibDon | 43090 | ProfSrvc | 117.40 | 30,000.00 | 30,000.00 | 172.60 | 30,000.00 | 20,000.00 | -33.3% |
| LibDon | 45200 | BldgImprov | 44,424.06 | 50,000.00 | 50,000.00 | .00 | 50,000.00 | 60,000.00 | 20.0% |
| LibDon | 45300 | Impr Other | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| LibDon | 99999 | Temp | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| TOTAL Library Donation | | | -92,865.24 | -16,000.00 | -16,000.00 | -28,827.62 | -16,000.00 | 55,000.00 | -443.8% |
| | | GRAND TOTAL | -92,865.24 | -16,000.00 | -16,000.00 | -28,827.62 | -16,000.00 | 55,000.00 | -443.8% |

** END OF REPORT - Generated by Jessica Kinser **

# 2027 through 2031
# Capital Improvement Plan
## Faribault, MN
## Sources and Uses of Funds Details

| Source | Project # | 2027 | 2028 | 2029 | 2030 | 2031 |
|---|---|---|---|---|---|---|
| **Library Donation Fund (217)** | | | | | | |
| Beginning Balance | | **3,206,588** | **3,146,588** | **3,146,588** | **3,146,588** | **3,146,588** |
| Revenues and Other Fund Sources | | | | | | |
| *Revenue* | | | | | | |
| *Other Fund Sources* | | | | | | |
| Total Revenues and Other Fund Sources | | 0 | 0 | 0 | 0 | 0 |
| Total Funds available | | **3,206,588** | **3,146,588** | **3,146,588** | **3,146,588** | **3,146,588** |
| Expenditures and Uses | | | | | | |
| *Capital Projects & Equipment* | | | | | | |
| Library | | | | | | |
| Library Third Floor Lighting | LIB 26-02 | 60,000 | 0 | 0 | 0 | 0 |
| | Total | 60,000 | 0 | 0 | 0 | 0 |
| *Other Uses* | | | | | | |
| Total Expenditures and Uses | | 60,000 | 0 | 0 | 0 | 0 |
| Change in Fund Balance | | -60,000 | 0 | 0 | 0 | 0 |
| | **Ending Balance** | **3,146,588** | **3,146,588** | **3,146,588** | **3,146,588** | **3,146,588** |

# NEXT YEAR / CURRENT YEAR BUDGET ANALYSIS

PROJECTION: 20271 2027 Operating Budget FOR PERIOD 99

| ACCOUNTS FOR: Airport | | | 2025 ACTUAL | 2026 ORIG BUD | 2026 REVISED BUD | 2026 ACTUAL | 2026 PROJECTION | 2027 Proposed | PCT CHANGE |
|---|---|---|---|---|---|---|---|---|---|
| Airport | Airport | | | | | | | | |
| Airport | 31010 | Cur Tax | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Airport | 33160 | FedGrants | .00 | -2,050,235.00 | -2,050,235.00 | .00 | -2,050,235.00 | -523,204.00 | -74.5% |
| Airport | 33422 | OthStGrtAd | -36,373.71 | -174,365.00 | -174,365.00 | -23,785.00 | -174,365.00 | -49,812.03 | -71.4% |
| Airport | 34112 | FuelFloFee | -4,037.76 | -3,000.00 | -3,000.00 | -2,296.83 | -3,000.00 | -3,150.00 | 5.0% |
| Airport | 36210 | IntInvest | -22,074.46 | -15,000.00 | -15,000.00 | -8,450.35 | -15,000.00 | -14,400.00 | -4.0% |
| Airport | 36211 | Int MV | -12,660.08 | .00 | .00 | 1,578.33 | .00 | .00 | .0% |
| Airport | 36220 | Rents | -144,372.79 | -155,505.00 | -155,505.00 | -123,963.73 | -155,505.00 | -163,000.00 | 4.8% |
| Airport | 36222 | Leases | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Airport | 36223 | LeaseInter | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Airport | 36230 | ContribDon | -1,409.00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Airport | 36240 | RefReimb | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Airport | 39101 | SaleCA | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Airport | 39200 | Trnsf In | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Airport | 39999 | PriorPdAdj | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Airport | 42010 | Supplies | 271.98 | 400.00 | 400.00 | 804.16 | 400.00 | 400.00 | .0% |
| Airport | 42120 | Motor Fuel | 8,723.53 | 5,500.00 | 5,500.00 | 6,320.98 | 5,500.00 | 5,500.00 | .0% |
| Airport | 42160 | Chem&Prod | .00 | .00 | .00 | 360.95 | .00 | .00 | .0% |
| Airport | 42210 | VehEqParts | 2,860.43 | 3,500.00 | 3,500.00 | 1,244.90 | 3,500.00 | 3,500.00 | .0% |
| Airport | 42230 | Bldg Supp | .00 | .00 | .00 | 14.99 | .00 | .00 | .0% |
| Airport | 42240 | StMaintMat | 452.08 | .00 | .00 | .00 | .00 | .00 | .0% |
| Airport | 42410 | MinorEquip | 1,409.00 | .00 | .00 | 1,009.15 | .00 | .00 | .0% |
| Airport | 43030 | EnginFee | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Airport | 43040 | LegalCivil | 1,329.65 | 500.00 | 500.00 | 777.60 | 500.00 | 500.00 | .0% |
| Airport | 43060 | CntrctLabr | .00 | .00 | .00 | 2,750.00 | .00 | .00 | .0% |
| Airport | 43070 | Mgmt Srvc | 56,165.00 | 44,100.00 | 44,100.00 | 31,587.50 | 44,100.00 | 44,100.00 | .0% |
| Airport | 43090 | ProfSrvc | 10,066.38 | 98,000.00 | 98,000.00 | 109,447.38 | 131,825.00 | 25,110.00 | -74.4% |
| Airport | 43095 | SoftwrSupp | 1,195.00 | 1,050.00 | 1,050.00 | 1,195.00 | 1,050.00 | 1,050.00 | .0% |
| Airport | 43210 | Telephone | .00 | 900.00 | 900.00 | .00 | 900.00 | 900.00 | .0% |
| Airport | 43250 | Other Comm | 2,472.35 | 2,800.00 | 2,800.00 | 1,841.14 | 2,800.00 | 2,000.00 | -28.6% |
| Airport | 43410 | Advertisng | 144.38 | .00 | .00 | .00 | .00 | .00 | .0% |
| Airport | 43510 | LegalPubng | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Airport | 43610 | Ins & Bond | 11,712.14 | 12,000.00 | 12,000.00 | 12,381.65 | 12,000.00 | 12,876.00 | 7.3% |
| Airport | 43810 | Elec Util | 17,283.68 | 18,000.00 | 18,000.00 | 12,241.87 | 18,000.00 | 16,000.00 | -11.1% |
| Airport | 43820 | Water Util | 335.69 | 450.00 | 450.00 | 155.64 | 450.00 | 450.00 | .0% |
| Airport | 43830 | Gas Util | 9,393.35 | 12,000.00 | 12,000.00 | 5,932.41 | 12,000.00 | 10,000.00 | -16.7% |
| Airport | 43840 | RefuseDisp | 1,624.92 | 1,600.00 | 1,600.00 | 1,332.16 | 1,600.00 | 1,700.00 | 6.3% |
| Airport | 43850 | Sewer Util | 264.82 | 325.00 | 325.00 | 136.77 | 325.00 | 325.00 | .0% |
| Airport | 43860 | StrmWtrUtl | 5,187.74 | 5,122.00 | 5,122.00 | 3,284.56 | 5,122.00 | 5,300.00 | 3.5% |
| Airport | 44010 | Bldg Maint | 12,280.25 | 6,500.00 | 181,500.00 | 16,545.96 | 181,500.00 | 5,000.00 | -97.2% |
| Airport | 44030 | P/I R&M | .00 | .00 | .00 | 1,197.09 | .00 | 341,900.00 | .0% |
| Airport | 44040 | MachEqRpr | 232.93 | 5,000.00 | 5,000.00 | 15,166.32 | 5,000.00 | 5,000.00 | .0% |

# NEXT YEAR / CURRENT YEAR BUDGET ANALYSIS

PROJECTION: 20271 2027 Operating Budget FOR PERIOD 99

| ACCOUNTS FOR: Airport | | | 2025 ACTUAL | 2026 ORIG BUD | 2026 REVISED BUD | 2026 ACTUAL | 2026 PROJECTION | 2027 Proposed | PCT CHANGE |
|---|---|---|---|---|---|---|---|---|---|
| Airport 44050 | | EOMaint | .00 | 175,000.00 | .00 | .00 | .00 | .00 | .0% |
| Airport 44160 | | Rents | 377.32 | 200.00 | 200.00 | 478.61 | 200.00 | 200.00 | .0% |
| Airport 44320 | | Bad Debt | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Airport 44325 | | BnkFeeChrg | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Airport 44330 | | DuesSubscr | 150.00 | 150.00 | 150.00 | 558.60 | 150.00 | 150.00 | .0% |
| Airport 44370 | | Misc Chrgs | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Airport 44390 | | Taxes Lics | 5,306.60 | 7,500.00 | 7,500.00 | 5,436.50 | 7,500.00 | 7,500.00 | .0% |
| Airport 44600 | | LoansGrant | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Airport 45100 | | Land | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Airport 45200 | | BldgImprov | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| Airport 45300 | | Impr Other | 92,375.00 | 2,129,927.00 | 2,129,927.00 | .00 | 2,129,927.00 | 150,000.00 | -93.0% |
| Airport 45300 | 26001 | Impr Other | .00 | .00 | .00 | 829,551.77 | .00 | .00 | .0% |
| Airport 45400 | | Mach&Equip | 33,979.32 | .00 | .00 | .00 | .00 | .00 | .0% |
| Airport 99999 | | Temp | .00 | .00 | .00 | .00 | .00 | .00 | .0% |
| TOTAL Airport | | | 54,665.74 | 132,419.00 | 132,419.00 | 904,836.08 | 166,244.00 | -114,105.03 | -186.2% |
| | | GRAND TOTAL | 54,665.74 | 132,419.00 | 132,419.00 | 904,836.08 | 166,244.00 | -114,105.03 | -186.2% |

** END OF REPORT - Generated by Jessica Kinser **

2027 through 2031

# Capital Improvement Plan

Faribault, MN

## Sources and Uses of Funds Details

| Source | Project # | 2027 | 2028 | 2029 | 2030 | 2031 |
|---|---|---|---|---|---|---|
| **Airport Fund (225)** | | | | | | |
| Beginning Balance | | **708,478** | **746,290** | **535,281** | **477,281** | **499,781** |
| Revenues and Other Fund Sources | | | | | | |
| *Revenue* | | | | | | |
| Federal- FAA | | 135,000 | 2,124,081 | 450,000 | 270,000 | 0 |
| Sale of Capital Asset | | 3,000 | 0 | 0 | 0 | 0 |
| State- MnDOT Aeronautics | | 49,812 | 25,000 | 15,000 | 52,500 | 0 |
| | Total | 187,812 | 2,149,081 | 465,000 | 322,500 | 0 |
| *Other Fund Sources* | | | | | | |
| Total Revenues and Other Fund Sources | | 187,812 | 2,149,081 | 465,000 | 322,500 | 0 |
| Total Funds available | | **896,290** | **2,895,371** | **1,000,281** | **799,781** | **499,781** |
| Expenditures and Uses | | | | | | |
| *Capital Projects & Equipment* | | | | | | |
| Airport | | | | | | |
| Master Plan-AGIS | AIR E 27-02 | 0 | 0 | 500,000 | 0 | 0 |
| Mill and Overlay East Taxilane Area | AIR F 29-01 | 0 | 0 | 0 | 300,000 | 0 |
| Rehabiltiation of Runway 12/30 | AIR F 28-03 | 50,000 | 1,418,660 | 0 | 0 | 0 |
| Replacement - 2010 Toro 4110-D Mower #1108 | AIR E 28-01 | 0 | 0 | 23,000 | 0 | 0 |
| Taxiway A Realignment | AIR F 28-01 | 50,000 | 535,730 | 0 | 0 | 0 |
| Taxiway B Realignment | AIR F 28-02 | 50,000 | 405,700 | 0 | 0 | 0 |
| | Total | 150,000 | 2,360,090 | 523,000 | 300,000 | 0 |
| *Other Uses* | | | | | | |
| Total Expenditures and Uses | | 150,000 | 2,360,090 | 523,000 | 300,000 | 0 |
| Change in Fund Balance | | 37,812 | -211,009 | -58,000 | 22,500 | 0 |
| | **Ending Balance** | **746,290** | **535,281** | **477,281** | **499,781** | **499,781** |

| | 2025 Ending Balance | 2026 Revenues | 2026 Expenditures | 2026 Projected Ending Balance | 2027 Proposed Revenues | 2027 Proposed Expenditures | 2027 Projected Ending Balance |
|---|---|---|---|---|---|---|---|
| **210 Charitable Gambling** | 43,626 | 41,500 | 40,000 | **45,126** | 41,500 | 40,000 | **46,626** |
| **211 City Rental Property** | 128,730 | 15,548 | 8,315 | **135,963** | - | - | **135,963** |
| **212 Community Improvement** | - | 290,300 | 290,300 | **-** | 138,700 | 138,700 | **-** |
| **215 Police Forfeiture** | 13,069 | 300 | - | **13,369** | 200 | - | **13,569** |
| **217 Library Donation** | 3,036,968 | 100,000 | 84,000 | **3,052,968** | 55,000 | 110,000 | **2,997,968** |
| **225 Airport** | 695,123 | 2,398,105 | 2,530,524 | **562,704** | 753,566 | 639,461 | **676,809** |

Council Work Session Memorandum

**TO:** Mayor and City Council
**THROUGH:** Jessica Kinser, City Administrator
**FROM:**
**MEETING DATE:** September 15, 2026
**SUBJECT:** City Hall Roof Replacement

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**Discussion:**
A prior discussion about fund 437 — Public Facilities Fund, we mentioned that City Hall needs a new roof and a new electrical supply in 2027 and that we were not going to pursue outside funding in order to complete the $855,000 estimated scope of work. At this time, we have identified funding, and are seeking permission to start moving down a path in 2026 for the work to be completed in early 2027.

**Funding**
Fund 704 — Workers Compensation has an approximate cash balance of $348,000. This was being held open pending workers' comp claims that were City claims before the City joined the League of Minnesota Cities Insurance Trust (LMCIT) for workers' compensation coverage. LMCIT has confirmed these claims are closed and there is no more obligation for the City. Therefore, these one-time funds can be moved elsewhere. The recommendation is to bring a resolution to the City Council to transfer these funds to fund 437 in 2026 and close the Workers Compensation Fund before 12/31/26.

The Workers Compensation Fund alone is not enough to cover the estimated costs for the roof and power supply. We looked further at one bond that is to be paid off in 2027, the 2015A Refunding portion. Overtime, the City has been required to levy 105% of the principal and interest each year to ensure that enough funds are available to make each year's payments. These funds not paid out over time have also been earning interest, so after the final bond payment is made on December 15, 2027, there should be more than $700,000 available.

The bond covenants state that this surplus may be used for any lawful purpose as directed by the City Council. In the past, the surplus bond funds were used for the purpose in which the bonds were borrowed. The refunding portion of the bond refunded prior street improvement bonds. The recommendation is to make a transfer to Fund 437 as of 12/31/2027 of the amount that is needed to pay for the roof and electrical supply, with any remaining funds going towards the Street Improvement Fund (401).

Through the combination of the Workers Comp Fund and the 2015A Refunding Bond Fund, we have the $855,000 needed to complete the estimated scope of work in 2027.

**Next Steps**

We would like to hire ISG to prepare the plans and specifications, bid the project and make an award recommendation for the project. ISG would also be contracted to serve as the City's construction administrator on this project to ensure the work was done to the plans and specifications that they develop. We would like to get this project bid in late 2026 or early 2027 to ensure that the replacement work can be completed as quickly as possible.

If the electrical supply work can be done before the roof, we would also like to get that work done in 2026, knowing that the $348,000 is available for the total project scope.

Staff would bring a resolution and budget amendment to the September 22nd meeting to close fund 704- Workers Comp and transfer all remaining funds to fund 437- Public Facilities Fund. The transfer of funds from the payoff of the 2027A bond would be built into the 2027 budget. Staff is looking for direction that the Council is comfortable proceeding as proposed.

**Attachments:**

# Council Work Session Memorandum

| | |
|---|---|
| **TO:** | Mayor and City Council |
| **THROUGH:** | Jessica Kinser, City Administrator |
| **FROM:** | Dustin Dienst, Director of Fire & Code Services |
| **MEETING DATE:** | September 15, 2026 |
| **SUBJECT:** | Third Party Fire Inspections |

**Discussion:**

The City of Faribault has adopted the State Fire Code which states, in summary, that the intent of the code is to establish minimum requirements that provide a reasonable level of life safety and property protection from the hazards of fire, explosions or dangerous conditions in new and existing buildings.

Installing and maintaining systems to protect life and property is one of the ways the intent of the code is accomplished. These systems are inspected upon installation but, in many instances, ongoing inspections are not performed to ensure that the systems continue to serve their intent. One way to ensure that systems are working is through inspections. Many jurisdictions in Minnesota utilize third party inspections to assist with the daunting task of inspecting the numerous systems out there. These systems are considered as an internet-based tool to track and drive code compliance.

These inspections cost the City nothing; fees are paid by the third party contractor preforming the inspections and vary depending on the company we choose to go with if the Council is in favor of implementing this program.

**Attachments:**

# Council Work Session Memorandum

| | |
|---|---|
| **TO:** | Mayor and City Council |
| **THROUGH:** | Jessica Kinser, City Administrator |
| **FROM:** | |
| **MEETING DATE:** | September 15, 2026 |
| **SUBJECT:** | Status Update on Performance Standard Development |

**Discussion:**

Council Member Barnes asked for an update on the Planning Commission and Environmental Commission's joint work on the development of performance standards related to data centers.

The two boards met jointly on August 17th, to discuss what performance standards are and how the two groups could work together. The plan was for the Environmental Commission to bring back environmental concerns related to the development of data centers for the Planning Commission to consider how to incorporate into land use standards (aka performance standards). The Environmental Commission met on August 24th and created a subcommittee to work on recommendations. The Planning Commission held a work session on the 1st of September to go through the draft standards that were previously presented by staff.

It is expected that the Environmental Commission will have a report from their subcommittee at their September 28th meeting to consider and to take action on recommendations to the Planning Commission at that time. The staff liaison has expressed confidence in having recommendations from the subcommittee ready by the 28th.

The Planning Commission is continuing their discussion and review of the original performance standards presented in June, which will not all be impacted by the work of the Environmental Commission. The Planning Commission is expected to have a refined draft of performance standards by the end of October, with the goal of giving a recommendation and performance standards to the City Council in November.

It is recommended that we proceed with this proposed schedule, as the direction of the Council by resolution was to work on this immediately (attached). Ultimately, Archer is working on revising their EAW. If further regulation is desired, they are unable to comply with additional regulation if it does not exist.

**Attachments:**

1. 2026-207 Authorizing Development of Performance Standards

*State of Minnesota*
*County of Rice*

# *CITY OF FARIBAULT*

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## RESOLUTION #2026-207

### AUTHORIZING THE DEVELOPMENT OF PERFORMANCE STANDARDS FOR DATA CENTERS

***BE IT RESOLVED,*** by the City Council (the "Council") of the City of Faribault, Minnesota (the "City"), as follows:

**Section 1. Recitals**

1.01. Archer Datacenters SPE2, LLC ("Archer") owns real property within the City of Faribault (the "City") on which it proposes to develop a project known as the Archer Datacenters Faribault Campus, including a facility featuring up to 500,000 square feet of data center buildings with associated utilities and parking (the "Project").

1.02. The City Council approved Resolution 2026-206 on July 14, 2026, granting Archer until March 31, 2027, to provide supplemental information to the EAW, for the reasons described further in that Resolution.

1.03. Separate from the Archer Project, the City has considered whether to develop performance standards for data centers under the City's industrial zoning regulations.

1.04. In a June 29, 2026 letter from its legal counsel, Archer requested a March 31, 2027, deadline for completion of the necessary supplemental EAW information, and also requested the City adopt any performance standards for data centers in a timely fashion in order to complete the supplemental EAW information.

1.05. The City Council determines that it is in the public interest to direct City staff to immediately coordinate with the Faribault Planning Commission and Environmental Commission to develop performance standards for data centers in the City.

**Section 2. Incorporation of Recitals.**

2.01. The Recitals in the preamble of this Resolution are incorporated herein as the findings of the City.

**Section 3. Direction to City Staff.**

3.01 City staff is hereby directed to coordinate the development of performance standards for data centers with the Faribault Planning Commission and Environmental Commission.

**Section 4. Effective Date.**

4.01. This Resolution is effective immediately upon its adoption.

**Section 5. Authorization.**

5.01. City staff, the City Attorney, and the City's consultants are authorized to take all necessary actions in order to accomplish the intent of this Resolution.

**Date Adopted:** July 14, 2026.

**Faribault City Council**

Signed by:
Thomas J. Spooner
342D06F4FDA4427...
**Thomas J. Spooner, Mayor**

**ATTEST:**

Signed by:
Jessica L. Kinser
E4D6D96D133342C...
**Jessica L. Kinser, City Administrator**