



# City Council | Agenda

Monday, September 15, 2025 – 3:00 – 5:00 PM

*City Hall – Council Chambers*  
2309 15<sup>th</sup> Street, Gulfport

**3:00 – 5:00 PM**

## **Declaration of Special Call Meeting**

### **Policy Issues**

- 1 Discussion - on the Mayor's proposed Budget for Fiscal Year beginning October 1, 2025 and ending September 30, 2026.
- 2 Resolution - approving and adopting the Budget for Fiscal Year Ending 2026, as finally determined by the City's Governing Authority, and for related purposes.

### **Setting of Next Meeting and Adjournment**



# **MAYOR'S PROPOSED BUDGET**

For the upcoming fiscal year ending  
September 30, 2026

Submitted for City Council on September 12th, 2025

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## City of Gulfport Proposed Budget For the Fiscal Year Ending September 30, 2026

### Summary

In summary, the City of Gulfport has a total of 23 different funds.

- the General Fund;
- 4 enterprise funds;
- 9 special revenue funds;
- 5 capital projects funds;
- 2 debt service funds; and
- 2 internal service funds

With this budget, the City is expected to end September 30, 2026 with an estimated net City-wide fund balance of \$77.8 million. See the summary on the next page and the individual fund details for more information.

Note, that for some individual funds above, if there is a single-year budget deficit (difference between revenues received and expenditures paid in one fiscal year), this does not indicate there are any problems with these respective funds. It just indicates that the City is proposing to spend fund reserves (money acquired in prior fiscal years) in addition to anticipated revenues this year as explained by the value of the estimated ending fund balance.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

**General Fund**

**City of Gulfport, MS  
Proposed Budget Summary  
For the Fiscal Year Ending September 30, 2026**

Fund Name	Proposed Total Revenues	Proposed Total Expenses	Net Surplus / (Deficit)	Net Estimated Fund Balance 9/30/2025	Net Estimated Fund Balance 9/30/2026
General Fund	\$ 76,969,549	\$ 76,561,038	\$ 408,511	\$ 18,942,528	\$ 19,351,039
Enterprise Funds:					
Water Sewer Operating	40,086,675	59,725,003	(19,638,328)	41,787,902	22,149,574
Solid Waste	11,785,000	11,027,578	757,422	1,796,153	2,553,575
Harbor Operations	1,657,500	1,648,602	8,898	118,700	127,598
Harbor Lights	2,115,400	2,115,400	-	259,566	259,566
Special Revenue Funds:					
Disaster Relief	45,000	4,314,958	(4,269,958)	5,282,971	1,013,013
Community Development	11,395,595	11,377,637	17,958	675,900	693,858
Opioid Settlement	-	1,262,928	(1,262,928)	1,262,928	-
Police and Fire Retirement	895,000	895,000	-	-	-
Police Federal Forfeitures and Seizures	-	-	-	-	-
Police County Forfeitures and Seizures	-	134,823	(134,823)	134,823	-
Coastal Narcotics Enforcement Team	-	-	-	-	-
EMS Operations	-	56,266	(56,266)	56,266	-
Fire Rebate	-	1,948,014	(1,948,014)	1,948,014	-
Capital Projects					
Capital Projects - City Govt	27,196,955	34,059,000	(6,862,045)	5,842,564	(1,019,481)
Capital Projects - Water Sewer	22,808,278	26,247,714	(3,439,436)	3,467,692	28,256
Capital Projects - ARPA	19,517,898	39,117,898	(19,600,000)	19,962,729	362,729
Capital Projects - MIMA Bond	21,460,000	49,158,827	(27,698,827)	36,767,565	9,068,738
Capital Projects - MIMA 2018 Use Tax	18,335,491	18,972,369	(636,878)	12,476,140	11,839,262
Debt Service					
Debt Service - Ad Valorem Taxes	6,350,000	6,401,375	(51,375)	4,200,000	4,148,625
Debt Service - MIMA Bond	3,600,000	3,523,500	76,500	1,777,000	1,853,500
Internal Service					
Employee Health Insurance	6,455,000	6,725,000	(270,000)	500,000	230,000
Claims Contingency	3,832,100	2,380,000	1,452,100	5,200,000	5,152,100
<b>Total City Wide Proposed Budget</b>	<b>\$ 274,505,441</b>	<b>\$ 357,652,929</b>	<b>\$ (83,147,488)</b>	<b>\$ 162,459,442</b>	<b>\$ 77,811,953</b>

The General Fund, by definition, records the accumulation of resources and the payment of expenditures for all activities that cannot be accounted for by the other types of funds.

The General Fund accounts for approximately 28% of the City's budgeted revenues and approximately 21% of the City's budgeted expenditures.

Below is the summarized proposed budget followed by the proposed budgets for general fund revenues and all departmental expenditures.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

**City of Gulfport, MS  
General Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	FY2025 Approved Original Budget	FY2025 Estimated Actuals	FY2026 Proposed Original Budget
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Projected Revenues	\$ 72,751,750	\$ 75,024,185	\$ 76,969,549
Total Summarized Fund Expenditures			
Personnel Services	\$ 45,226,348	\$ 44,095,373	\$ 47,209,596
Materials and Supplies	4,842,628	5,227,549	5,033,389
Contractual Services	21,567,291	21,571,844	22,039,030
Capital Outlay	4,000	1,245,895	825,000
Grants, Subsidies, and Allocations	1,067,643	1,096,143	1,254,023
Operating Transfers	-	4,140,121	200,000
Total Summarized Fund Expenditures	<u>\$ 72,707,910</u>	<u>\$ 77,376,926</u>	<u>\$ 76,561,038</u>
Net Operating Surplus / (Deficit)	<u>\$ 43,840</u>	<u>\$ (2,352,741)</u>	\$ 408,511
Beginning Fund Balance, September 30, 2025, estimated			<u>\$ 17,442,528</u>
Cash - In			<u>\$ 1,500,000</u>
Ending Fund Balance, September 30, 2026, estimated			<u>\$ 19,351,039</u>



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

**City of Gulfport, MS  
General Fund Working Budget  
For the Fiscal Year Ending September 30, 2026**

	FY2025 Approved Original Budget	FY2025 Estimated Actuals	Foot Note	FY2026 Proposed Original Budget
<b>Operating Revenues</b>				
Property Tax	\$ 22,800,000	\$ 25,261,411		\$ 26,090,622
Sales Tax	28,900,000	28,776,662		29,639,962
Licenses and Permits	1,750,000	1,764,174		1,774,738
Franchise Fees	4,100,000	4,100,000		4,100,000
Gaming Fees	4,725,000	4,600,000		4,600,000
Grants (Federal, State, Local)	400,000	595,901		400,000
Court Fines	532,500	467,749		467,739
Intergovernmental	2,150,000	2,314,259		2,314,259
Charges for Services	5,200,000	5,074,285		5,502,485
Rents and Leases	175,000	348,077		348,077
Interest Earned	1,400,000	1,260,000		1,260,000
Miscellaneous / Other	226,600	281,096		291,096
Transfers In from Other Funds	392,400	163,570		163,570
Other Financing Sources	250	17,000		17,000
<b>Total Projected Revenues</b>	<b>\$ 72,751,750</b>	<b>\$ 75,024,185</b>		<b>\$ 76,969,549</b>
<b>Operating Expenditures:</b>				
<b>Executive (Mayor)</b>				
Personnel Services	\$ 283,212	\$ 294,073	<b>A</b>	\$ 315,530
Materials and Supplies	2,750	10,300		2,750
Contractual Services	35,000	24,670		32,150
Capital Outlay	4,000	4,000		-
<b>Total Executive (Mayor)</b>	<b>\$ 324,962</b>	<b>\$ 333,043</b>		<b>\$ 350,430</b>
<b>Legislative (Council)</b>				
Personnel Services	\$ 523,557	\$ 567,002	<b>A</b>	\$ 583,895
Materials and Supplies	20,000	11,072		17,000
Contractual Services	410,000	315,139		405,000
Capital Outlay	2,500	1,000		-
Grants, Subsidies, and Allocations	1,067,643	1,096,143	<b>B</b>	1,254,023
<b>Total Legislative (Council)</b>	<b>\$ 2,023,700</b>	<b>\$ 1,990,356</b>		<b>\$ 2,259,918</b>
<b>Judicial (Courts)</b>				
Personnel Services	\$ 1,253,877	\$ 1,117,990	<b>C</b>	\$ 1,158,021
Materials and Supplies	8,500	6,784	<b>D</b>	11,400
Contractual Services	394,340	390,223		400,683
Capital Outlay	-	-		-
<b>Total Judicial (Courts)</b>	<b>\$ 1,656,717</b>	<b>\$ 1,514,997</b>		<b>\$ 1,570,104</b>



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

**City of Gulfport, MS  
General Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	FY2025 Approved Original Budget	FY2025 Estimated Actuals	Foot Note	FY2026 Proposed Original Budget
<b>Legal</b>				
Personnel Services	\$ 1,159,927	\$ 1,129,970		\$ 1,227,239
Materials and Supplies	9,359	4,440		6,625
Contractual Services	338,270	297,682		329,142
Capital Outlay	-	-	<b>E</b>	5,000
<b>Total Legal</b>	<b>\$ 1,507,556</b>	<b>\$ 1,432,092</b>		<b>\$ 1,568,006</b>
<b>General Administration and Finance</b>				
Personnel Services	\$ 1,748,575	\$ 1,783,716	<b>F</b>	\$ 1,869,169
Materials and Supplies	66,950	59,311		72,400
Contractual Services	1,608,973	1,493,732	<b>G</b>	1,312,523
Capital Outlay	-	-		-
<b>Total General Administration and Finance</b>	<b>\$ 3,424,498</b>	<b>\$ 3,336,759</b>		<b>\$ 3,254,092</b>
<b>Information Technology</b>				
Personnel Services	\$ 1,113,190	\$ 1,052,604		\$ 1,085,988
Materials and Supplies	51,000	31,500		42,000
Contractual Services	1,455,036	1,447,752	<b>H</b>	1,729,067
Capital Outlay	-	-		-
<b>Total Information Technology</b>	<b>\$ 2,619,226</b>	<b>\$ 2,531,856</b>		<b>\$ 2,857,055</b>
<b>Police</b>				
Personnel Services	\$ 18,433,841	\$ 18,164,559	<b>I</b>	\$ 20,407,977
Materials and Supplies	1,819,706	1,974,305		1,819,706
Contractual Services	2,685,525	2,910,044		2,723,025
Capital Outlay	-	439,460	<b>J</b>	500,000
<b>Total Police</b>	<b>\$ 22,939,072</b>	<b>\$ 23,488,368</b>		<b>\$ 25,450,708</b>
<b>Fire</b>				
Personnel Services	\$ 13,926,733	\$ 13,462,543		\$ 14,023,595
Materials and Supplies	985,363	1,159,753		990,363
Contractual Services	626,947	667,383		626,147
Capital Outlay	-	34,242		-
<b>Total Fire</b>	<b>\$ 15,539,043</b>	<b>\$ 15,323,921</b>		<b>\$ 15,640,105</b>



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

**City of Gulfport, MS  
General Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	FY2025 Approved Original Budget	FY2025 Estimated Actuals	Foot Note	FY2026 Proposed Original Budget
<b>Public Works</b>				
Personnel Services	\$ 927,805	\$ 903,565		\$ 870,912
Materials and Supplies	913,000	1,155,235	<b>K</b>	1,199,500
Contractual Services	6,483,074	6,737,688		6,981,529
Capital Outlay	-	435,294		310,000
<b>Total Public Works</b>	<b>\$ 8,323,879</b>	<b>\$ 9,231,783</b>		<b>\$ 9,361,942</b>
<b>Engineering</b>				
Personnel Services	\$ 828,816	\$ 737,382	<b>L</b>	\$ 580,437
Materials and Supplies	17,000	16,725		17,000
Contractual Services	2,788,126	2,387,869		2,401,750
Capital Outlay	-	-		10,000
<b>Total Engineering</b>	<b>\$ 3,633,942</b>	<b>\$ 3,141,976</b>		<b>\$ 3,009,187</b>
<b>Leisure Services</b>				
Personnel Services	\$ 2,899,681	\$ 2,826,681		\$ 2,895,215
Materials and Supplies	802,500	663,470		712,845
Contractual Services	4,000,000	3,877,472	<b>M</b>	4,142,015
Capital Outlay	-	331,299		-
<b>Total Leisure Services</b>	<b>\$ 7,702,181</b>	<b>\$ 7,698,923</b>		<b>\$ 7,750,075</b>
<b>Urban Development</b>				
Personnel Services	\$ 1,556,124	\$ 1,566,337	<b>N</b>	\$ 1,615,224
Materials and Supplies	40,000	33,219		36,300
Contractual Services	385,000	751,027	<b>O</b>	598,249
Capital Outlay	-	600		-
<b>Total Urban Development</b>	<b>\$ 1,981,124</b>	<b>\$ 2,351,183</b>		<b>\$ 2,249,773</b>
<b>City Events</b>				
Personnel Services	\$ 150,136	\$ 129,864		\$ 155,520
Materials and Supplies	7,000	5,694		6,000
Contractual Services	106,000	75,461		106,750
Capital Outlay	-	-		-
<b>Total City Events</b>	<b>\$ 263,136</b>	<b>\$ 211,019</b>		<b>\$ 268,270</b>



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

**City of Gulfport, MS  
General Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	FY2025 Approved Original Budget	FY2025 Estimated Actuals	Foot Note	FY2026 Proposed Original Budget
Building Maintenance				
Personnel Services	\$ 420,874	\$ 359,087		\$ 420,874
Materials and Supplies	99,500	95,741		99,500
Contractual Services	251,000	195,702		251,000
Capital Outlay	-	-		-
Total Building Maintenance	<u>\$ 771,374</u>	<u>\$ 650,531</u>		<u>\$ 771,374</u>
Operating Transfers	<u>\$ -</u>	<u>\$ 250,000</u>	<b>P</b>	<u>\$ 200,000</u>
 Total Expenditures	 <u>\$ 72,707,910</u>	 <u>\$ 77,376,926</u>		 <u>\$ 76,561,038</u>
 Net Operating Surplus / (Deficit)	 <u>\$ 43,840</u>	 <u>\$ (2,352,741)</u>		 \$ 408,511
 Beginning Fund Balance, September 30, 2025, estimated				 <u>\$ 17,442,528</u>
 Cash - In				 1,500,000
 Ending Fund Balance, September 30, 2026, estimated				 <u>\$ 19,351,039</u>



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

**City of Gulfport, MS  
General Fund Proposed Budget Footnotes  
For the Fiscal Year Ending September 30, 2026**

<b>A</b>	All of this budget line increase is attributed to an increase in Elected Officials Salary effective 7/1/2025.
<b>B</b>	This line item is approximately \$63k more than last year. This is due to advertising being associated with the grants, subsidies, and allocations being included.
<b>C</b>	Reduced by eliminated funding for 1 Full time employee.
<b>D</b>	Added a Line for Uniforms in the amount of \$3000.00
<b>E</b>	Increased allocation for Computer Equipment
<b>F</b>	Increase due to \$128K from addition of Deputy Clerk and associated Fringe (FICA, PERS, Workman's Comp, Unemployment, & Clinic);
<b>G</b>	Reduction in FY2026 Due to elimination of one-time Election Expenses of \$220K
<b>H</b>	Annual Lease for new phone equipment & Increase in Maintenance Contracts
<b>I</b>	Provides funding to staff of 148 Sworn Officers, add 2 Non-Sworn Officers and 3% increase for Sworn officers in order to support Officer Retention.
<b>J</b>	Capital Outlay for replacement of aging patrol vehicles
<b>K</b>	Requested increase for \$200K in Materials & Supplies for Streets & Drainage; \$117K requested for Traffic Control & Signal Supplies
<b>L</b>	Reduced due to FT employees moved over to Water and Sewer
<b>M</b>	Increase due to Full Year of Consultant Services Contract
<b>N</b>	Increase in Personnel Services line to fund Assistant Director Position
<b>O</b>	Increase allocation for outsourced permit applications contracts and Comp Plan contract
<b>P</b>	Transfer out to Harbor to support operating deficit



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Grants, Subsidies, and Allocations:

This General Fund budget also includes grants, subsidies, and allocations provided to outside organizations as allowed by Mississippi state statutes.

<b>Grants, Subsidies, and Allocations:</b>			
<b>Fiscal Year Ended September 30, 2026</b>			
	<b>FY 2025</b>	<b>Requested</b>	<b>Proposed</b>
Harrison County Library	516,000.00	531,480.00	531,480.00 *
Coast Transit Authority - Operating	418,000.00	466,000.00	466,000.00 *
MVFHA	35,200.00	33,600.00	33,600.00
Gulf Regional Planning	30,943.00	30,943.00	30,943.00
Harrison County Soil & Conservation	15,500.00	15,500.00	15,500.00
Gulf Coast Center for Nonviolence	27,500.00	30,000.00	30,000.00
Women's Resource Center	8,500.00	10,000.00	10,000.00
Disabilty Connection	2,500.00	2,500.00	2,500.00
American Red Cross	7,000.00	7,500.00	7,500.00
Mental Health Association of South MS	15,000.00		15,000.00
NAACP - Scholarship	3,500.00		3,500.00
BGCGC	1,500.00		1,500.00
CASA	10,000.00	10,000.00	10,000.00
TrainTastic	2,500.00	5,000.00	2,500.00
Lynn Meadows Discovery Center	2,500.00	25,000.00	2,500.00
	<b>1,096,143.00</b>	<b>1,167,523.00</b>	<b>1,162,523.00</b>
<b>Advertising</b>			
Gulf Coast Legislative Reception	1,500.00		1,500.00
Cruisin' the Coast	24,000.00		24,000.00
Gulfport Main Street Association			32,000.00
Gumbo Fest	15,000.00	15,000.00	
View the Cruise	10,000.00	10,000.00	
Mistletoe & Main Street	7,000.00	7,000.00	
Team Fusion	3,500.00	3,500.00	3,500.00
HCSD Career & Technial	3,500.00		3,500.00
Junior Auxiliary of Gulfport for the Children -	2,500.00		2,500.00
Center Stage	1,000.00		1,000.00
Port City Bowl	3,500.00		3,500.00
Wreaths for Biloxi National Cemetery	5,000.00		5,000.00
MS Coast Crime Stoppers	3,000.00	5,000.00	5,000.00
	<b>76,500.00</b>		<b>81,500.00</b>
<b>UNOBLIGATED</b>	<b>10,000.00</b>	<b>10000</b>	<b>10,000.00</b>
<b>TOTAL</b>	<b>1,172,643.00</b>	<b>1,177,523.00</b>	<b>1,254,023.00</b>

\* Items are proposed to be paid out as an allocation of Millage in the same manner the Gulport School District is paid for next year (FY2027).



## **Enterprise Funds**

Enterprise funds are used to account for activities where users are charged a fee for the service provided. Enterprise funds use the accrual basis of accounting and act very similar to how a private business would operate.

The City utilizes four enterprise funds:

- Water Sewer Operations – tracks the revenues and expenses related to providing a public water and sewer utility to the citizens of the City.
- Solid Waste – tracks the revenues and expenses related to providing solid waste collection services to the citizens of the City.
- Harbor Operations – tracks the revenues and expenses related to providing boat slip rental, fuel sales, and such at Jones Harbor.
- Harbor Lights – tracks the revenues and expenses related to operating the City’s holiday Harbor Lights show presentation.

The enterprise funds account for approximately 20% of the City’s budgeted revenues and approximately 21% of the City’s budgeted expenses.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Water Sewer Fund

Budgeted revenues and expenses for the Water Sewer Fund are as follows.

**City of Gulfport, MS  
Water Sewer Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	FY2025 Approved Original Budget	FY2025 Estimated Actuals	Foot Note	FY2026 Proposed Original Budget
<b>Operating Revenues</b>				
Charges for Services	\$ 34,000,000	\$ 35,760,375	<b>A</b>	\$ 35,700,000
Rents and Leases	400,000.00	400,000		400,000
Interest Earned	1,650,000	1,700,000		1,600,000
Miscellaneous / Other	1,800,000	2,540,205		2,386,675
Transfers In from Other Funds	520,200			-
<b>Total Projected Revenues</b>	<u>\$ 38,370,200</u>	<u>\$ 40,400,580</u>		<u>\$ 40,086,675</u>
<b>Operating Expenses:</b>				
<b>Utility Billing</b>				
Personnel Services	\$ 1,498,271	\$ 1,296,086		\$ 1,498,271
Materials and Supplies	150,000	91,471		142,800
Contractual Services	4,975,000	4,852,084		4,975,000
Capital Outlay	225,000	220,000		65,000
<b>Total Utility Billing Operations</b>	<u>\$ 6,848,271</u>	<u>\$ 6,459,640</u>		<u>\$ 6,681,071</u>
<b>Water Operations</b>				
Personnel Services	\$ 78,511	\$ 63,458	<b>B</b>	\$ 339,295
Materials and Supplies	2,350,000	2,567,076		2,535,000
Contractual Services	5,914,744	7,027,976		5,847,078
Capital Outlay	405,000	60,000	<b>C</b>	450,000
<b>Total Water Operations</b>	<u>\$ 8,748,255</u>	<u>\$ 9,718,510</u>		<u>\$ 9,171,373</u>
<b>Sewer Operations</b>				
Personnel Services	\$ 75,346	\$ 63,788	<b>D</b>	\$ 243,254
Materials and Supplies	1,305,000	849,913		898,500
Contractual Services	4,772,303	6,824,183		5,696,528
Capital Outlay	350,000	242,875	<b>E</b>	350,000
<b>Total Sewer Operations</b>	<u>\$ 6,502,649</u>	<u>\$ 7,980,759</u>		<u>\$ 7,188,282</u>
<b>HCUA Sewer Treatment</b>				
Contractual Services	\$ 7,690,000	\$ 7,690,000	<b>F</b>	\$ 8,355,650
<b>Total HCUA Sewer Treatment</b>	<u>\$ 7,690,000</u>	<u>\$ 7,690,000</u>		<u>\$ 8,355,650</u>



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

**City of Gulfport, MS  
Water Sewer Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	FY2025 Approved Original Budget	FY2025 Estimated Actuals	Foot Note	FY2026 Proposed Original Budget
	<u>                    </u>	<u>                    </u>		<u>                    </u>
Water Sewer Projects				
Transfer to Capital Projects - Water Sewer	\$ 3,250,000	\$ 3,250,000	<b>G</b>	\$ 20,758,278
Transfer to Capital Projects - ARPA	<u>                    -</u>	<u>                    3,188,683</u>	<b>G</b>	<u>                    2,329,063</u>
Total Water Sewer Projects	<u>\$ 3,250,000</u>	<u>\$ 6,438,683</u>		<u>\$ 23,087,341</u>
 Water Sewer Debt Services				
Debt Service	<u>\$ 5,307,038</u>	<u>\$ 5,305,171</u>		<u>\$ 5,241,286</u>
Total Water Sewer Debt Services	<u>\$ 5,307,038</u>	<u>\$ 5,305,171</u>		<u>\$ 5,241,286</u>
 Total Expenditures	<u>\$ 38,346,213</u>	<u>\$ 43,592,763</u>		<u>\$ 59,725,003</u>
 Net Operating Surplus / (Deficit)	<u>\$ 23,987</u>	<u>\$ (3,192,184)</u>		<u>\$ (19,638,328)</u>
 Beginning Fund Balance, September 30, 2025, estimated				<u>41,787,902</u>
 Ending Fund Balance, September 30, 2026, estimated				<u>\$ 22,149,574</u>



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

**City of Gulfport, MS  
Water Sewer Fund Proposed Budget Footnotes  
For the Fiscal Year Ending September 30, 2026**

<b>A</b>	No rate increase is proposed for this fiscal year.
<b>B</b>	Moving over 2 FTE's, 25% of 3 Staff and 25% of Engineering from Public works to Water to reflect duties and responsibilities with Water and Sewer
<b>C</b>	350K in planned expenses and \$100K for vehicles
<b>D</b>	Moving over 1 FTE, 25% of 3 Staff, and 25% Engineering costs to reflect duties and responsibilities with Water and Sewer
<b>E</b>	Regular Recuring large expenses
<b>F</b>	This line item increase is due to the budgeted increase from Harrison County Utility Authority contract for sewer treatment.
<b>G</b>	Planned Special Allocations to Wards 1,2, & 6 to include: Ward 1 - \$4M - Southwest Gulfport main improvement project phase 1 Ward 2 - \$4M - College Park water main improvement project Ward 6 - \$3M - Klein Road area water main improvement project



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Solid Waste

Budgeted revenues and expenses for the Solid Waste Fund are below.

**City of Gulfport, MS  
Solid Waste Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	FY2025 Approved Original Budget	FY2025 Estimated Actuals	FY2026 Proposed Original Budget
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Operating Revenues			
Charges for Services	\$ 11,000,000	\$ 11,673,534	\$ 11,700,000
Interest Earned	65,000	83,350	85,000
Total Projected Revenues	<u>\$ 11,065,000</u>	<u>\$ 11,756,884</u>	<u>\$ 11,785,000</u>
 Operating Expenses:			
Personnel Services	\$ 88,074	\$ 86,731	\$ 87,304
Contractual Services	10,940,274	10,124,000	10,940,274
Total Expenditures	<u>\$ 11,028,348</u>	<u>\$ 10,210,731</u>	<u>\$ 11,027,578</u>
 Net Operating Surplus / (Deficit)	<u>\$ 36,652</u>	<u>\$ 1,546,153</u>	<u>\$ 757,422</u>
 Beginning Fund Balance, September 30, 2025, estimated			<u>1,796,153</u>
 Ending Fund Balance, September 30, 2026, estimated			<u><u>\$ 2,553,575</u></u>



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Harbor Operations

Budgeted revenues and expenses for the Harbor Operations Fund are below.

**City of Gulfport, MS  
Harbor Operations Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	FY2025 Approved Original Budget	FY2025 Estimated Actuals	Foot Note	FY2026 Proposed Original Budget
<b>Operating Revenues</b>				
Charges for Services	\$ 815,500	\$ 762,892		\$ 821,000
Fuel Sales	450,000	450,000		450,000
Rents and Leases	70,400	77,443		76,400
Interest Earned	3,000	7,321		6,000
Miscellaneous / Other	3,500	2,700		4,100
Transfers In from Other Funds	100,000	350,000	<b>A</b>	300,000
<b>Total Projected Revenues</b>	<b>\$ 1,442,400</b>	<b>\$ 1,650,356</b>		<b>\$ 1,657,500</b>
<b>Operating Expenses:</b>				
Personnel Services	\$ 585,861	\$ 561,924	<b>B</b>	\$ 593,821
Materials and Supplies	172,000	128,358		155,900
Fuel for Resale	400,000	424,794		400,000
Other Services and Charges	459,531	419,279		446,381
Capital Outlay	50,000	57,162	<b>C</b>	52,500
<b>Total Expenditures</b>	<b>\$ 1,667,392</b>	<b>\$ 1,591,518</b>		<b>\$ 1,648,602</b>
<b>Net Operating Surplus / (Deficit)</b>	<b>\$ (224,992)</b>	<b>\$ 58,839</b>		<b>\$ 8,898</b>
Beginning Fund Balance, September 30, 2025, estimated				\$ 118,700
Ending Fund Balance, September 30, 2026, estimated				\$ 127,598



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

**City of Gulfport, MS  
Harbor Operations Fund Proposed Budget Footnotes  
For the Fiscal Year Ending September 30, 2026**

<b>A</b>	\$100K Transfer in from Harbor Lights:\$200K from General Fund to cover operating deficit
<b>B</b>	Status quo salaries; increase from increased health costs
<b>C</b>	\$45K for Maintenance vehicle (truck) & \$7.5K to replace golf cart



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Harbor Lights

Budgeted revenues and expenses for the Harbor Lights Fund are below.

**City of Gulfport, MS  
Harbor Lights Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	<u>FY2025 Approved Original Budget</u>	<u>FY2025 Estimated Actuals</u>	<u>FY2026 Proposed Original Budget</u>
<b>Operating Revenues</b>			
Charges for Services	\$ 1,860,000	\$ 1,442,129	\$ 1,860,000
Sponsorships	225,000	225,000	235,000
Interest Earned	50,000	34,500	20,400
<b>Total Projected Revenues</b>	<u>\$ 2,135,000</u>	<u>\$ 1,701,629</u>	<u>\$ 2,115,400</u>
<b>Operating Expenses:</b>			
Personnel Services	\$ 586,378	\$ 443,164	\$ 608,529
Materials and Supplies	218,500	191,350	226,371
Other Services and Charges	978,600	940,026	1,030,500
Capital Outlay	250,000	189,000	150,000
Transfers To / Out	100,000	100,000	100,000
<b>Total Expenditures</b>	<u>\$ 2,133,478</u>	<u>\$ 1,863,540</u>	<u>\$ 2,115,400</u>
<b>Net Operating Surplus / (Deficit)</b>	<u>\$ 1,522</u>	<u>\$ (161,911)</u>	\$ -
<b>Beginning Fund Balance, September 30, 2025, estimated</b>			<u>\$ 259,566</u>
<b>Ending Fund Balance, September 30, 2026, estimated</b>			<u>\$ 259,566</u>



## **Special Revenue Funds**

Special revenue funds account for the proceeds of specific revenue sources that are restricted or committed to expenditures for specific purposes.

The City utilizes nine special revenue funds:

- Disaster Relief – This fund is used to account for all federal and state grants and contributions that are associated with responding to natural and man-made disasters.
- Community Development – This fund is used to account for HUD grant revenues and contributions received from the federal government that are to be used to support eligible affordable housing, economic, and community development activities.
- Opioid Settlement – This fund is used to account for revenues and expenditures associated with the opioid litigation and settlement.
- Police and Fireman’s Retirement Fund - This fund is used to account for tax revenues legally restricted for funding the police and firemen’s retirement plan. All collections are forwarded to the Public Employee’s Retirement System (PERS) for a closed fire and police retirement system managed by PERS.
- Police Federal Forfeitures and Seizures Fund - This fund is used to account for federal monies seized and forfeited through drug enforcement actions and are specifically restricted for drug enforcement expenditures and other such public safety operations.
- Police County Forfeitures and Seizures Fund - This fund is used to account for county monies seized and forfeited through drug enforcement actions and are specifically restricted for drug enforcement expenditures and other such public safety operations.
- Coastal Narcotics Enforcement Team Fund – This fund is used to account for monies associated with the Coastal Narcotics Enforcement Team task force.
- EMS Operations – This fund is used to account for intergovernmental revenues and the associated expenditures associated with operating our own EMS district.
- Fire Rebate – This fund is used to accumulate and account for intergovernmental revenues and the associated expenditures with fire insurance rebate funds.

The special revenues funds account for approximately 4% of the City’s budgeted revenues and approximately 6% of the City’s budgeted expenditures.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Disaster Relief

Budgeted revenues and expenses for the Disaster Relief Fund are below.

**City of Gulfport, MS  
Disaster Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	<u>FY2025 Approved Original Budget</u>	<u>FY2025 Estimated Actuals</u>	<u>FY2026 Proposed Original Budget</u>
Operating Revenues			
Grants (Federal, State, Local)	\$ -	\$ -	\$ -
Interest Earned	<u>150,000</u>	<u>48,844</u>	<u>45,000</u>
Loan From General Fund	<u>5,000,000</u>	<u>5,000,000</u>	<u>5,000,000</u>
Total Projected Revenues	<u>\$ 5,150,000</u>	<u>\$ 5,048,844</u>	<u>\$ 5,045,000</u>
 Operating Expenses:			
Capital Outlay	<u>\$ 5,445,756</u>	<u>\$ 1,996,723</u>	<u>\$ 4,314,958</u>
Total Expenditures	<u>\$ 5,445,756</u>	<u>\$ 1,996,723</u>	<u>\$ 4,314,958</u>
Net Operating Surplus / (Deficit)	<u>\$ (295,756)</u>	<u>\$ 3,052,122</u>	<u>\$ (4,269,958)</u>
Beginning Fund Balance, September 30, 2025, estimated			<u>\$ 5,282,971</u>
Ending Fund Balance, September 30, 2026, estimated			<u>\$ 1,013,013</u>

Projects associated with these revenues and expenditures are included in the Capital Projects Listing.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Community Development

Budgeted revenues and expenses for the Community Development Fund are below.

**City of Gulfport, MS  
Community Development Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	<u>FY2025 Approved Original Budget</u>	<u>FY2025 Estimated Actuals</u>	<u>FY2026 Proposed Original Budget</u>
Operating Revenues			
Grant Revenue - CDBG	4,150,721	208,601	5,770,272
Grant Revenue - HOME	3,412,207	69,000	5,600,324
Interest Income	25,000	25,000	25,000
Total Projected Revenues	<u>\$ 7,587,928</u>	<u>\$ 302,601</u>	<u>\$ 11,395,595</u>
 Operating Expenses:			
Reimbursable Expenses:			
CDBG - Total Expenditures	4,150,721	-	5,779,363
HOME - Total Expenditures	3,333,075	220,967	5,577,274
Non-Reimbursable Expenses:			
Administrative Costs	25,800	-	21,000
 Total Expenditures	<u>\$ 7,509,596</u>	<u>\$ 220,967</u>	<u>\$ 11,377,637</u>
 Net Operating Surplus / (Deficit)	<u>\$ 78,332</u>	<u>\$ 81,634</u>	\$ 17,958
 Beginning Fund Balance, September 30, 2025, estimated			<u>\$ 675,900</u>
 Ending Fund Balance, September 30, 2026, estimated			<u>\$ 693,858</u>



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Opioid Settlement Fund

Budgeted revenues and expenses for the Opioid Settlement Fund are below.

**City of Gulfport, MS  
Opioid Settlement Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	<u>FY2025 Approved Original Budget</u>	<u>FY2025 Estimated Actuals</u>	<u>FY2026 Proposed Original Budget</u>
<b>Operating Revenues</b>			
Legal Settlement Proceeds	\$ -	\$ -	\$ -
Interest Earned	15,000	49,985	-
<b>Total Projected Revenues</b>	<u>\$ 15,000</u>	<u>\$ 49,985</u>	<u>\$ -</u>
<b>Operating Expenditures:</b>			
Contractual Services	<u>\$ 481,290</u>	<u>\$ -</u>	<u>\$ 1,262,928</u>
<b>Total Expenditures</b>	<u>\$ 481,290</u>	<u>\$ -</u>	<u>\$ 1,262,928</u>
<b>Net Operating Surplus / (Deficit)</b>	<u>\$ (466,290)</u>	<u>\$ 49,985</u>	<u>\$ (1,262,928)</u>
Beginning Fund Balance, September 30, 2025, estimated			<u>\$ 1,262,928</u>
Ending Fund Balance, September 30, 2026, estimated			<u>\$ -</u>

This special revenue fund is used to account for the accumulation and allocation of costs associated with settlement funds from the Mississippi opioid settlement.

To ensure this fund does not over spend the fund balance available at any given time, revenues are purposefully not budgeted and expenditures are budgeted at the fund balance available as part of the original budget process. When settlement funds are received during the fiscal year, a budget amendment will be submitted to increase revenues and increase expenditures to ensure budgeted expenditures will constantly match the fund balance available at that point in time.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Police and Fireman’s Retirement Fund

Budgeted revenues and expenses for the Police and Fireman’s Retirement Fund are below.

**City of Gulfport, MS  
Special Revenues - Public Employees Retirement Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	FY2025 Approved Original Budget	FY2025 Estimated Actuals	FY2026 Proposed Original Budget
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Operating Revenues			
Property Tax	\$ 834,470	\$ 834,470	\$ 895,000
Total Projected Revenues	<u>\$ 834,470</u>	<u>\$ 834,470</u>	<u>\$ 895,000</u>
 Operating Expenses:			
Payments to PERS	<u>\$ 834,470</u>	<u>\$ 834,470</u>	<u>\$ 895,000</u>
Total Expenditures	<u>\$ 834,470</u>	<u>\$ 834,470</u>	<u>\$ 895,000</u>
 Net Operating Surplus / (Deficit)	<u>\$ -</u>	<u>\$ -</u>	\$ -
 Beginning Fund Balance, September 30, 2025, estimated			<u>\$ -</u>
 Ending Fund Balance, September 30, 2026, estimated			<u>\$ -</u>

Note that this is merely a pass-through fund for dedicated ad-valorem tax collections that are remitted to PERS.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Police Federal Forfeiture and Seizure Fund

Budgeted revenues and expenses for the Police Federal Forfeiture and Seizure Fund are below.

**City of Gulfport, MS  
Special Revenues - Federal Police Forfeit Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	FY2025 Approved Original Budget	FY2025 Estimated Actuals	FY2026 Proposed Original Budget
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Operating Revenues			
Intergovernmental Revenues	\$ -	\$ 93,105	\$ -
Interest Earnings	5,000	5,377	-
Operating Transfers	-	20,349	-
Total Projected Revenues	<u>\$ 5,000</u>	<u>\$ 118,831</u>	<u>\$ -</u>
 Operating Expenses:			
Materials and Supplies	\$ 15,000	\$ 330	\$ 15,000
Contractual Services	1,217	-	5,000
Capital Outlay	123,029	11,560	167,029
Total Expenditures	<u>\$ 139,246</u>	<u>\$ 11,890</u>	<u>\$ 187,029</u>
 Net Operating Surplus / (Deficit)	<u>\$ (134,246)</u>	<u>\$ 106,941</u>	<u>\$ (187,029)</u>
 Beginning Fund Balance, September 30, 2025, estimated			<u>\$ 187,029</u>
 Ending Fund Balance, September 30, 2026, estimated			<u>\$ -</u>

This special revenue fund is used to account for the accumulation and allocation of costs associated with federal forfeitures and seizures.

To ensure this fund does not over spend the fund balance available at any given time, revenues are purposefully not budgeted and expenditures are budgeted at the fund balance available as part of the original budget process. When settlement funds are received during the fiscal year, a budget amendment will be submitted to increase revenues and increase expenditures to ensure budgeted expenditures will constantly match the fund balance available at that point in time.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Revenues received throughout the year and the respective corresponding expenditure amounts will be added by budget amendment. This is completely dependent on the size and quantity of drug related enforcement and those related forfeitures and seizures.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Police County Forfeiture and Seizure Fund

Budgeted revenues and expenses for the Police County Forfeiture and Seizure Fund are below.

**City of Gulfport, MS  
Special Revenues - County Police Forfeit Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	FY2025 Approved Original Budget	FY2025 Estimated Actuals	FY2026 Proposed Original Budget
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Operating Revenues			
Intergovernmental Revenues	\$ -	\$ 20,545	\$ -
Interest Earnings	5,000	4,871	-
Transfers In	-	3,996	-
Other Financing Sources	-	94	-
Total Projected Revenues	<u>\$ 5,000</u>	<u>\$ 29,506</u>	<u>\$ -</u>
 Operating Expenses:			
Materials and Supplies	\$ 24,126	\$ 280	\$ 15,000
Contractual Services	35,929	-	5,000
Capital Outlay	100,007	-	114,823
Total Expenditures	<u>\$ 160,062</u>	<u>\$ 280</u>	<u>\$ 134,823</u>
 Net Operating Surplus / (Deficit)	<u>\$ (155,062)</u>	<u>\$ 29,226</u>	<u>\$ (134,823)</u>
 Beginning Fund Balance, September 30, 2025, estimated			<u>\$ 134,823</u>
 Ending Fund Balance, September 30, 2026, estimated			<u>\$ -</u>

This special revenue fund is used to account for the accumulation and allocation of costs associated with county forfeitures and seizures.

To ensure this fund does not over spend the fund balance available at any given time, revenues are purposefully not budgeted and expenditures are budgeted at the fund balance available as part of the original budget process. When settlement funds are received during the fiscal year, a budget amendment will be submitted to increase revenues and increase expenditures to ensure budgeted expenditures will constantly match the fund balance available at that point in time.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Revenues received throughout the year and the respective corresponding expenditure amounts will be added by budget amendment. This is completely dependent on the size and quantity of drug related enforcement and those related forfeitures and seizures.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Coastal Enforcement Narcotics Team Fund

Budgeted revenues and expenditures for the Coastal Enforcement Narcotics Team Fund are below.

**City of Gulfport, MS  
Special Revenues - Coastal Narcotics Enforcement Team (CNET) Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	FY2025 Approved Original Budget	FY2025 Estimated Actuals	FY2026 Proposed Original Budget
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Operating Revenues			
Intergovernmental Revenue	\$ -	\$ 169	\$ -
Interest Earnings	5,000	4,873	-
Total Projected Revenues	<u>\$ 5,000</u>	<u>\$ 5,042</u>	<u>\$ -</u>
 Operating Expenses:			
Materials and Supplies	\$ 24,126	\$ -	\$ 15,000
Capital Outlay	78,791	-	107,654
Total Expenditures	<u>\$ 102,917</u>	<u>\$ -</u>	<u>\$ 122,654</u>
 Net Operating Surplus / (Deficit)	<u>\$ (97,917)</u>	<u>\$ 5,042</u>	<u>\$ (122,654)</u>
 Beginning Fund Balance, September 30, 2025, estimated			<u>\$ 122,654</u>
 Ending Fund Balance, September 30, 2026, estimated			<u><u>\$ -</u></u>

This special revenue fund is used to account for the accumulation and allocation of costs associated with Coastal Narcotics Enforcement Team forfeitures and seizures.

To ensure this fund does not over spend the fund balance available at any given time, revenues are purposefully not budgeted and expenditures are budgeted at the fund balance available as part of the original budget process. When settlement funds are received during the fiscal year, a budget amendment will be submitted to increase revenues and increase expenditures to ensure budgeted expenditures will constantly match the fund balance available at that point in time.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

EMS Operations Fund

Budgeted revenues and expenditures for the EMS Operations Fund are below.

**City of Gulfport, MS  
Special Revenues - EMS Operations Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	FY2025 Approved Original Budget	FY2025 Estimated Actuals	FY2026 Proposed Original Budget
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Operating Revenues			
Intergovernmental Revenues	\$ 40,000	\$ 44,472	\$ -
Interest Earnings	250	1,220	-
Total Projected Revenues	<u>\$ 40,250</u>	<u>\$ 45,692</u>	<u>\$ -</u>
 Operating Expenses:			
Capital Outlay	<u>\$ 84,472</u>	\$ -	\$ 56,266
Total Expenditures	<u>\$ 84,472</u>	<u>\$ -</u>	<u>\$ 56,266</u>
 Net Operating Surplus / (Deficit)	<u>\$ (44,222)</u>	<u>\$ 45,692</u>	\$ (56,266)
 Beginning Fund Balance, September 30, 2025, estimated			<u>\$ 56,266</u>
 Ending Fund Balance, September 30, 2026, estimated			<u><u>\$ -</u></u>

This special revenue fund is used to account for the accumulation and allocation of costs associated with EMS operations .

To ensure this fund does not over spend the fund balance available at any given time, revenues are purposefully not budgeted and expenditures are budgeted at the fund balance available as part of the original budget process. When settlement funds are received during the fiscal year, a budget amendment will be submitted to increase revenues and increase expenditures to ensure budgeted expenditures will constantly match the fund balance available at that point in time.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Fire Rebate Fund

Budgeted revenues and expenditures for the Fire Rebate Fund are below.

**City of Gulfport, MS  
Special Revenues - Fire Rebate Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	<u>FY2025 Approved Original Budget</u>	<u>FY2025 Estimated Actuals</u>	<u>FY2026 Proposed Original Budget</u>
<b>Operating Revenues</b>			
Intergovernmental Revenues	\$ 450,000	\$ -	\$ -
Interest Earnings	60,000	77,738	-
<b>Total Projected Revenues</b>	<u>\$ 510,000</u>	<u>\$ 77,738</u>	<u>\$ -</u>
<b>Operating Expenses:</b>			
Capital Outlay	<u>\$ 1,897,875</u>	\$ -	\$ 1,948,014
<b>Total Expenditures</b>	<u>\$ 1,897,875</u>	<u>\$ -</u>	<u>\$ 1,948,014</u>
<b>Net Operating Surplus / (Deficit)</b>	<u>\$ (1,387,875)</u>	<u>\$ 77,738</u>	\$ (1,948,014)
 Beginning Fund Balance, September 30, 2025, estimated			<u>\$ 1,948,014</u>
 Ending Fund Balance, September 30, 2026, estimated			<u>\$ -</u>

This special revenue fund is used to account for the accumulation and allocation of costs associated with fire rebate money .

To ensure this fund does not over spend the fund balance available at any given time, revenues are purposefully not budgeted and expenditures are budgeted at the fund balance available as part of the original budget process. When settlement funds are received during the fiscal year, a budget amendment will be submitted to increase revenues and increase expenditures to ensure budgeted expenditures will constantly match the fund balance available at that point in time.



## **Capital Projects Fund**

Capital projects funds are used to account for the financial resources used for the acquisition or construction of major capital projects.

The City utilizes five capital projects funds:

- Capital Projects – City Government – This fund is used to account for capital projects funded by either the City or through state-sourced grants such as Tidelands, RESTORE, MDOT, CDBG, and HUD - HOME.
- Capital Projects – Water Sewer – This fund is used to account for capital projects funded primarily by or for the benefit of water and sewer customers.
- Capital Projects – ARPA – This fund is used to account for capital projects funded by the American Rescue Plan Act of 2021.
- Capital Projects – MIMA 2018 Use Tax Bond – This fund is used to account for capital projects funded by the bond proceeds from the \$45 million Series 2021 bond issuance related to the future MIMA use tax receipts.
- MIMA 2018 Use Tax Receipts – This fund is used to account for all use tax receipts associated with the Mississippi Infrastructure and Modernization Act of 2018 and its authorized expenditures for public infrastructure.

The capital projects funds account for approximately 40% of the City's budgeted revenues and approximately 47% of the City's budgeted, expenditures.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Capital Projects – City Government

Budgeted revenues and expenditures for the Capital Projects – City Government Fund are below.

**City of Gulfport, MS  
Capital Projects - Grant and City Gov't Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	<u>FY2026 Proposed Original Budget</u>
Operating Revenues	
Grants (Federal, State, Local)	\$ 26,896,955
Interest Earned	300,000
Total Projected Revenues	<u>\$ 27,196,955</u>
 Operating Expenses:	
Capital Outlay	<u>\$ 34,059,000</u> *
Total Expenditures	<u>\$ 34,059,000</u>
Net Operating Surplus / (Deficit)	<u>\$ (6,862,045)</u>
Beginning Fund Balance, September 30, 2025, estimated	<u>\$ 5,842,564</u>
Ending Fund Balance, September 30, 2026, estimated	<u>\$ (1,019,481)</u>

\* HUD CDBG Entitlement may contribute approximately \$2 million in additional funding towards Public Facilities and Improvements as was approved by City Council in the 2025 Action Plan and 2017-2024 Substantial Amendment on July 22, 2025. Specific projects will be determined with input from the public and Council.

For more information on City Government projects, please see the proceeding list of projects and funding sources.



## City of Gulfport Proposed Budget For the Fiscal Year Ending September 30, 2026

Reconciliation from FY25 Budgeted Projects to FY26 Budgeted Projects				
Project Name	FY 25 Original Budget	FY25 Budget Amendments	Actual FY25 Expenditures	Total FY26 Budgeted Amount
EPA STORMWATER PHASE 2 PROJECTS	100,000	-	-	100,000
TIDELANDS - GULFPORT BOAT LAUNCH	-	67,752	-	67,752
FORREST HEIGHTS BRAINAGE PROJECT	907,110	-	-	907,110
COURTHOUSE RD. BOAT LAUNCH PRJ.	960,622	-	91,573	1,052,195
BAYOU BERNARD JAMES HILL PARK PRJ.	102,134	-	91,890	194,024
DREDGING - BRICKYARD BAYOU	272,766	-	-	272,766
CITY HALL BUILDING IMPROVEMENTS	227,872	-	-	227,872
CITY HALL CONFERENCE ROOM FURNITURE	8,707	-	-	8,707
HARDY BUILDING 2ND FLOOR IMPROVE	4,370	-	-	4,370
CITY WEBSITE	20,190	-	-	20,190
CITY BUILDINGS AIR CONDITIONERS	42,897	(42,897)	-	-
O'NEAL RD WIDEN AT KCS RR	377,478	80,000	245,745	703,223
AQUARIUM-PENGUIN HABITAT	1,335,000	-	-	1,335,000
COFFEE CREEK SEWER REHAB PROJECT	2,497,590	-	45,151	2,542,741
TIDELANDS-RICHARDS BAYOU DREDGING	375,700	212,501	6,500	594,701
TIDELANDS-REMOVABLE RESTROOMS	-	84,000	81,800	165,800
GULFPORT COMMERCE CORRIDOR	20,086,400	-	65,040	20,021,360
CARNEGIE LIBRARY IMPROVEMENT GRANT	115,382	-	106,837	8,545
IT INFRASTRUCTURE IMPROVEMENTS	222,042	(15,020)	28,363	178,659
FIRE STATION 7 REPAIRS	91,300	-	80,749	10,551
HWY 90 SIDEWALK - LEGACY AND DEBUYS	50,000	20,000	63,862	6,138
FIRE STATION 2 REBUILD	11,725	-	13,441	(1,716)
BAYOU VIEW PARK IMPROVEMENTS	13,851	-	-	13,851
WARD 1 CAPITAL IMPROVEMENT PROJECTS	335,000	-	203,909	131,091
WARD 2 CAPITAL IMPROVEMENT PROJECTS	295,000	(20,000)	-	275,000
WARD 3 CAPITAL IMPROVEMENT PROJECTS	335,000	-	193,983	141,017
WARD 4 CAPITAL IMPROVEMENT PROJECTS	335,000	-	-	335,000
WARD 5 CAPITAL IMPROVEMENT PROJECTS	335,000	(106,250)	-	228,750
WARD 6 CAPITAL IMPROVEMENT PROJECTS	335,000	(106,250)	40,853	187,897
WARD 7 CAPITAL IMPROVEMENT PROJECTS	335,000	-	24,255	310,745
SPORTSPLEX CAPITAL IMPROVEMENTS	200,000	-	164,483	35,517
SCHOOL ZONE TRAFIC SAFETY	252,333	-	-	252,333
JONES PARK HARBOR PARKING EXPANSION	1,715,000	-	-	1,715,000
CITY COUNCIL CAPITAL	-	50,000	17,558	32,442
MUNICIPAL COURTS CAPITAL	-	15,700	11,183	4,517
LEGAL CAPITAL	-	10,000	-	10,000
GEN ADMIN POLE BANNERS	-	30,000	-	30,000
GEN ADMIN COMPUTERS AND IPADS	-	30,000	1,201	28,799
IT COMPUTER REFRESH	-	75,000	70,027	4,973
IT CISCO LEASE	-	145,000	-	145,000
IT VEHICLES	-	56,000	-	56,000
IT SURVEILLANCE CAMERA REFRESH	-	281,000	-	281,000
POLICE VEHICLES	-	500,000	497,933	2,067
CENTRAL FIRE STATION IMPROVEMENTS	-	177,000	101,232	75,768
FIRE VEHICLES	-	223,000	175,575	47,425
PUBLIC WORKS DRAINAGE	-	686,399	144,368	542,032
PUBLIC WORKS EQUIPMENT	-	200,378	200,378	-
ENGINEERING COMPUTERS AND IPADS	-	15,000	8,215	6,785
LEISURE SERVICES VEHICLES & EQUIP	-	365,335	186,701	178,634
URBAN DEVELOPMENT VEHICLES	-	70,000	57,300	12,700
CITY EVENTS BUILDING IMPROVEMENTS	-	45,000	40,858	4,142
CITY EVENTS CAPITAL	-	50,000	50,000	-
BUILD MAINT AIR CONDITIONERS	-	400,000	89,972	310,029
BUILD MAINT ELEVATORS	-	200,000	17,596	182,404
BUILD MAINT CAPITAL	-	200,000	198,400	1,600
UNIFIED COMM & CLOUD CONTACT CENTER	-	12,000	-	12,000
CITY HALL UPGRADES	-	42,897	-	42,897
MAYOR YOUTH COUNCIL CONTRIBUTIONS	-	1,601	-	1,601
<b>Total</b>	<b>32,295,469</b>	<b>4,055,145</b>	<b>3,416,930</b>	<b>34,059,000</b>



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Capital Projects – Water Sewer

Budgeted revenues and expenditures for the Capital Projects – Water Sewer Fund are below.

**City of Gulfport, MS  
Capital Projects - Water Sewer Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	<u>FY2025 Approved Original Budget</u>	<u>FY2025 Estimated Actuals</u>	<u>FY2026 Proposed Original Budget</u>
Operating Revenues			
Grants (Federal, State, Local)	\$ 1,600,000	\$ -	\$ 1,600,000
Interest Earned	50,000	15,939	450,000
Transfer from Water Sewer Fund	<u>3,250,000</u>	<u>3,250,000</u>	<u>20,758,278</u>
Total Projected Revenues	<u>\$ 4,900,000</u>	<u>\$ 3,265,939</u>	<u>\$ 22,808,278</u>
 Operating Expenses:			
Capital Outlay	<u>\$ 5,985,639</u>	<u>\$ 496,203</u>	<u>\$ 26,247,714</u>
Total Expenditures	<u>\$ 5,985,639</u>	<u>\$ 496,203</u>	<u>\$ 26,247,714</u>
 Net Operating Surplus / (Deficit)	<u>\$ (1,085,639)</u>	<u>\$ 2,769,736</u>	\$ (3,439,436)
 Beginning Fund Balance, September 30, 2025, estimated			<u>\$ 3,467,692</u>
 Ending Fund Balance, September 30, 2026, estimated			<u>\$ 28,256</u>

For more information on the water sewer projects, please see the following list of projects and funding sources.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

**Capital Projects - Water & Sewer Fund (103)**

Project Name	Reconciliation from FY25 Budgeted Projects to FY26 Budgeted Projects				
	FY 25 Original Budget	FY25 Budget Amendments	Actual FY25 Expenditures	Amount Changed for this Budget	Total FY26 Budgeted Amount
EPA NORTHWOOD HILLS WATER MAIN	2,000,000	-	-	1,000,000	3,000,000
HYDRAULIC MODEL 2024	288,500	-	(77,869)	-	210,631
UTILITY BILLING JONES HARDY BLDG	150,557	-	(158,835)	8,278	-
LEAD COPPER RULE REVISION 2024	296,582	-	(115,163)	-	181,419
TWO NEW WATER WELLS (LOCATION TBD)	3,000,000	-	(129,150)	1,500,000	4,370,850
TURKEY CREEK SEWER INTERCEPTOR IMPROVEMENTS	250,000	-	(15,186)	2,750,000	2,984,814
2026 CITYWIDE LIFT STATION REHAB	-	-	-	10,000,000	10,000,000
2026 WATER-SEWER MASTER PLAN UPDATE	-	-	-	500,000	500,000
2026 CITYWIDE SEWER - CIPP	-	-	-	5,000,000	5,000,000
<b>Total</b>	<b>5,985,639</b>	<b>-</b>	<b>(496,203)</b>	<b>20,758,278</b>	<b>26,247,714</b>



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Capital Projects – ARPA

Budgeted revenues and expenditures for the Capital Projects – ARPA Fund are below.

**City of Gulfport, MS  
Capital Projects - ARPA Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	FY2025 Approved Original Budget	FY2025 Estimated Actuals	FY2026 Proposed Original Budget
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Operating Revenues			
Grants (Federal, State, Local)	\$ 17,892,243	\$ 1,496,584	\$ 16,888,835
Interest Earned	1,080,000	801,815	300,000
Transfer In	-	3,431,408	2,329,063
Total Projected Revenues	<u>\$ 18,972,243</u>	<u>\$ 5,729,807</u>	<u>\$ 19,517,898</u>
 Operating Expenses:			
Capital Outlay	<u>\$ 38,119,992</u>	<u>\$ 5,836,546</u>	<u>\$ 39,117,898</u>
Total Expenditures	<u>\$ 38,119,992</u>	<u>\$ 5,836,546</u>	<u>\$ 39,117,898</u>
Net Operating Surplus / (Deficit)	<u>\$ (19,147,749)</u>	<u>\$ (106,739)</u>	\$ (19,600,000)
Beginning Fund Balance, September 30, 2025, estimated			<u>\$ 19,962,729</u>
Ending Fund Balance, September 30, 2026, estimated			<u>\$ 362,729</u>

For more information on ARPA projects, please see the following list of projects and funding sources.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

**Capital Projects - ARPA (105)**

Project Name	Reconciliation from FY25 Budgeted Projects to FY26 Budgeted Projects				
	FY 25 Original Budget	FY25 Budget Amendments	Actual FY25 Expenditures	Amount Changed for this Budget	Total FY26 Budgeted Amount
MIMA PAVING/INFRASTRUCTURE	2,771,852	242,725	-2,361,633	286,041	938,985
CITYWIDE - LIFT STATION REHABILITATION	6,419,206	2,271,109	-277,061	194,567	8,607,821
DEBUYS ROAD FORCE MAIN	461,808	16,673	-459,653	37,587	56,415
NORTH GULFPORT HEADWORKS	18,235,000	1,381,509	-2,408,199	1,516,824	18,725,134
NORTH GULFPORT WWTP SAND FILTER	10,232,126	37,417	-330,000	850,000	10,789,543
<b>Total</b>	<b>38,119,992</b>	<b>3,949,433</b>	<b>-5,836,546</b>	<b>2,885,019</b>	<b>39,117,898</b>





**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

<b>Capital Projects - MIMA Bond (107)</b>					
<b>Reconciliation from FY25 Budgeted Projects to FY26 Budgeted Projects</b>					
Project Name	FY 25 Original Budget	FY25 Budget Amendments	Actual FY25 Expenditures	Amount Changed for this Budget	Total FY26 Budgeted Amount
INTERCONNECTING GULFPORT BUILD GRANT	24,456,515	-	(39,965)	-	24,416,550
HB1353 DFA MONEY FOR POOLE, CREOSOTE, AND DAN	3,500,000	-	-	-	3,500,000
WARD 1 ASPHALT PAVING	1,000,000	-	(787,805)	-	212,195
WARD 2 ASPHALT PAVING	1,000,000	-	(487,698)	-	512,302
WARD 3 ASPHALT PAVING	1,000,000	-	-	-	1,000,000
WARD 4 ASPHALT PAVING	1,000,000	-	(725,291)	-	274,709
WARD 5 ASPHALT PAVING	1,000,000	-	(79,377)	-	920,623
WARD 6 ASPHALT PAVING	1,000,000	-	(976,646)	-	23,354
WARD 7 ASPHALT PAVING	1,000,000	-	(934,199)	-	65,801
MIMA PAVING ENGINEERING COSTS	-	-	(60,956)	-	(60,956)
CONCRETE ROAD PAVING	16,000,000	-	(1,205,751)	-	14,794,249
CENTENNIAL FIELDS ROAD AND INFRASTRUCTURE	3,500,000	-	-	-	3,500,000
<b>Total</b>	<b>54,456,515</b>	<b>-</b>	<b>(5,297,688)</b>	<b>-</b>	<b>49,158,827</b>



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

MIMA 2018 Use Tax Receipts

Budgeted revenues and expenditures for the MIMA 2018 Use Tax Receipts Fund are below.

**City of Gulfport, MS  
Capital Projects - MIMA Use Tax Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	<u>FY2026 Proposed Original Budget</u>
Operating Revenues	
Use Tax	\$ 3,655,686
Grants (Federal, State, Local)	14,330,491
Interest Earned	350,000
Total Projected Revenues	<u>\$ 18,335,491</u>
 Operating Expenses:	
Capital Outlay	<u>\$ 18,972,369</u>
Total Expenditures	<u>\$ 18,972,369</u>
Net Operating Surplus / (Deficit)	<u>\$ (636,878)</u>
Beginning Fund Balance, September 30, 2025, estimated	<u>\$ 12,476,140</u>
Ending Fund Balance, September 30, 2026, estimated	<u>\$ 11,839,262</u>

For more information on MIMA Use Tax projects, please see the following list of projects and funding sources. These MIMA Use Tax capital outlay expenditures will be used to cover the City’s match on the MIMA-eligible projects.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

<b>Capital Projects - MIMA Use Tax (109)</b>					
Project Name	<b>Reconciliation from FY25 Budgeted Projects to FY26 Budgeted Projects</b>				
	FY 25 Original Budget	FY25 Budget Amendments	Actual FY25 Expenditures	Amount Changed for this Budget	Total FY26 Budgeted Amount
AIRPORT ROAD EXTENSION	5,000,000	-	(55,820)	-	4,944,180
WASHINGTON AVE WIDENING	3,500,000	-	-	-	3,500,000
DEDEAUX RD PHASE II WIDENING - HWY 605 to E of HWY 605	4,700,000	-	(108,965)	-	4,591,035
ONEAL THREE RIVERS WIDENING	550,000	-	-	-	550,000
OLD HWY 49 SIDEWALK	200,000	-	-	200,000	400,000
LONDON ROAD WIDENING	5,575,000	-	(2,687,846)	-	2,887,154
SEAWAY ROAD PED PATH TO 3 RIVERS	-	-	-	1,100,000	1,100,000
22ND ST - 22ND AVE DRAINAGE FY 26	-	-	-	600,000	600,000
2026 DRAINAGE MASTER PLAN UPDATE	-	-	-	400,000	400,000
<b>Total</b>	<b>19,525,000</b>	<b>-</b>	<b>(2,852,631)</b>	<b>2,300,000</b>	<b>18,972,369</b>



## **Debt Service Funds**

Debt service funds record the accumulation of resources and the payment of principal, interest, and administrative fees on long-term debt obligations and certain lease/purchase contractual obligations.

The City utilizes two debt service funds:

- Debt Service – Ad Valorem
- Debt Service – MIMA 2018 Use Tax Bond

Note that debt service associated with water and sewer operations is accounted for within the Water and Sewer Fund.

The debt services funds account for approximately 4% of the City's budgeted revenues and approximately 3% of the City's budgeted expenditures.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Debt Service – Ad Valorem Taxes Fund

Budgeted revenues and expenditures for the Debt Service – Ad Valorem Taxes Fund are below.

Revenue sources for this fund include ad valorem tax revenue and interest income. An ad valorem tax of 6.55 mills provides the majority of the revenue used to pay debt service.

Expenditures for this fund include principal payments and bond redemptions, interest payments, and administrative fee payments.

**City of Gulfport, MS  
Debt Service - Ad Valorem Taxes Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	FY2025 Approved Original Budget	FY2025 Estimated Actuals	FY2026 Proposed Original Budget
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Operating Revenues			
Property Taxes	\$ 6,000,000	\$ 6,050,000	\$ 6,250,000
Interest Earned	60,000	136,000	100,000
Miscellaneous / Other	100,000	-	-
Total Projected Revenues	<u>\$ 6,160,000</u>	<u>\$ 6,186,000</u>	<u>\$ 6,350,000</u>
 Operating Expenses:			
Principal Payments	\$ 2,978,532	\$ 3,065,532	\$ 3,298,984
Interest Payments	2,941,113	2,810,105	3,077,391
Administrative Fees / Other	25,000	26,844	25,000
Total Expenditures	<u>\$ 5,944,645</u>	<u>\$ 5,902,481</u>	<u>\$ 6,401,375</u>
 Net Operating Surplus / (Deficit)	<u>\$ 215,355</u>	<u>\$ 283,519</u>	\$ (51,375)
 Beginning Fund Balance, September 30, 2025, estimated			<u>\$ 4,200,000</u>
 Ending Fund Balance, September 30, 2026, estimated			<u>\$ 4,148,625</u>



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

Debt Service – MIMA Fund

Budgeted revenues and expenditures for the Debt Service – MIMA 2018 Use Tax Bond Fund are below.

Revenue sources for this fund include use tax receipts associated the Mississippi Infrastructure Modernization Act signed into law in 2018 and interest income.

Expenditures for this fund include bond redemptions, interest payments, and administrative fee payments.

**City of Gulfport, MS  
Debt Service - MIMA 2018 Use Tax Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	<u>FY2025 Approved Original Budget</u>	<u>FY2025 Estimated Actuals</u>	<u>FY2026 Proposed Original Budget</u>
Operating Revenues			
Use Tax	\$ 3,500,000	\$ 3,500,000	\$ 3,500,000
Interest Earned	40,000	143,529	100,000
Total Projected Revenues	<u>\$ 3,540,000</u>	<u>\$ 3,643,529</u>	<u>\$ 3,600,000</u>
Operating Expenses:			
Principal Payments	\$ 1,785,000	\$ 1,785,000	\$ 1,875,000
Interest Payments	1,715,000	1,715,000	1,623,500
Administrative Fees / Other	25,000	20,542	25,000
Total Expenditures	<u>\$ 3,525,000</u>	<u>\$ 3,520,542</u>	<u>\$ 3,523,500</u>
Net Operating Surplus / (Deficit)	<u>\$ 15,000</u>	<u>\$ 122,987</u>	\$ 76,500
Beginning Fund Balance, September 30, 2025, estimated			<u>\$ 1,777,000</u>
Ending Fund Balance, September 30, 2026, estimated			<u>\$ 1,853,500</u>



## City of Gulfport Proposed Budget For the Fiscal Year Ending September 30, 2026

**City of Gulfport, Mississippi  
Schedule of Debt Service Payments  
For the fiscal year ending September 30, 2026**

Date	Series	Description	Debt Service - Ad Valorem Fund		Water and Sewer Fund		Debt Service - MIMA Fund		Total
			Principal	Interest	Principal	Interest	Principal	Interest	
10/1/2025	2014	Limited Obligation Bonds	-	5,100.00	-	-	-	-	5,100.00
11/1/2025	2014	General Obligation Refunding Bonds	554,900.00	26,594.88	105,100.00	5,036.37	-	-	691,631.25
11/1/2025	2017	Special Obligation Bonds	1,580,000.00	704,750.00	-	-	-	-	2,284,750.00
11/1/2025	2024	Tax Increment Financing Revenue Bonds	-	51,394.25	-	-	-	-	2,284,750.00
<i>Nov Total</i>			2,134,900.00	782,739.13	105,100.00	5,036.37	-	-	2,976,381.25
12/1/2025	2014A	General Obligation Bonds	960,000.00	130,100.00	840,000.00	113,837.50	-	-	2,043,937.50
12/1/2025	2018	Capital Lease	78,979.44	13,166.83	-	-	-	-	92,146.27
<i>Dec Total</i>			1,038,979.44	143,266.83	840,000.00	113,837.50	-	-	2,136,083.77
1/1/2026	2015	General Obligation Water and Sewer Refunding Bonds	-	-	-	24,862.50	-	-	24,862.50
1/1/2026	2020A	General Obligation Restructuring Bonds	-	24,114.90	-	85,069.70	-	-	109,184.60
1/1/2026	2020B	Taxable General Obligation Restructuring Bonds	-	83,686.17	-	66,131.08	-	-	149,817.25
1/1/2026	2021	Taxable General Obligation Restructuring Bonds	-	175,103.25	-	162,901.00	-	-	338,004.25
<i>Jan Total</i>			-	282,904.32	-	338,964.28	-	-	621,868.60
3/1/2026	2021	Special Obligation Bonds	-	-	-	-	811,825.00	-	811,825.00
4/1/2026	2014	Limited Obligation Bonds	25,000.00	5,100.00	-	-	-	-	30,100.00
5/1/2026	2014	General Obligation Refunding Bonds	-	18,271.38	-	3,459.87	-	-	21,731.25
5/1/2026	2017	Special Obligation Bonds	-	665,250.00	-	-	-	-	665,250.00
5/1/2026	2024	Tax Increment Financing Revenue Bonds	97,000.00	51,394.25	-	-	-	-	665,250.00
<i>May Total</i>			97,000.00	734,915.63	-	3,459.87	-	-	686,981.25
6/1/2026	2014A	General Obligation Bonds	-	115,460.00	-	101,027.50	-	-	216,487.50
7/1/2026	2015	General Obligation Water and Sewer Refunding Bonds	-	-	780,000.00	24,862.50	-	-	804,862.50
7/1/2026	2020A	General Obligation Restructuring Bonds	3,000.00	24,114.90	1,776,000.00	85,069.70	-	-	1,888,184.60
7/1/2026	2020B	Taxable General Obligation Restructuring Bonds	104.43	83,686.17	813,895.57	66,131.08	-	-	963,817.25
7/1/2026	2021	Taxable General Obligation Restructuring Bonds	-	175,103.25	-	162,901.00	-	-	338,004.25
<i>Jul Total</i>			3,104.43	282,904.32	3,369,895.57	338,964.28	-	-	3,994,868.60
9/1/2026		GRC Line of Credit Interest Payment	-	725,000.00	-	-	-	-	725,000.00
9/1/2026	2021	Special Obligation Bonds	-	-	-	-	1,875,000.00	811,825.00	2,686,825.00
<i>Sep Total</i>			-	725,000.00	-	-	1,875,000.00	811,825.00	3,411,825.00
<b>Fiscal Year Total</b>			<b>3,298,983.87</b>	<b>3,077,390.23</b>	<b>4,314,995.57</b>	<b>901,289.80</b>	<b>1,875,000.00</b>	<b>1,623,650.00</b>	<b>15,091,309.47</b>
<b>Fiscal Year Fund Total</b>			<b>6,376,374.10</b>	<b>6,376,374.10</b>	<b>5,216,285.37</b>	<b>5,216,285.37</b>	<b>3,498,650.00</b>	<b>3,498,650.00</b>	<b>15,091,309.47</b>

Debt service payment schedules do not align with the Council Meeting schedule. Issuing payments through the normal Accounts Payable docket approval process will require paying debt service payments well before the payment deadline and missing out on up to 20 days of interest earnings. For example, ten days interest earnings on the total debt service payments equals approximately \$12,500. Issuing debt service payments early will cost the City lost interest earnings.

The Finance Department advises that it is in the best interest of the financial well-being of the City to be able to issue payment from each of the above debt service payments up to five business days prior to each debt service payment due date instead of through the normal Accounts Payable docket approval process. By approving this original budget, the governing body for the City authorizes the Finance Department to issue special checks for each of the above debt service payments no earlier than five business days prior to the respective due date of each of the above debt service payments.



## **Internal Service Funds**

An internal service fund is a fund that primarily provides benefits, goods, or services to other funds, departments, or agencies of the government on a cost-reimbursement basis with the goal of “breaking-even” rather than make a profit.

The City utilizes two internal service funds:

- Employee Group Health Insurance
- Claims Contingency

The internal service funds account for approximately 4% of the City’s budgeted revenues and approximately 3% of the City’s budgeted expenditures.



Employee Group Health Insurance

Budgeted revenues and expenditures for the Employee Group Health Fund are below.

Revenue sources for this fund include employee and employer contributions toward employee health insurance costs and interest income.

Expenditures for this fund include expenses associated with operating a self-insured group health fund such as consultant professional fees, specific stop-loss insurance premiums, and claim payments.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

**City of Gulfport, MS  
Internal Service - Employee Health Insurance Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	FY2025 Approved Original Budget	FY2025 Estimated Actuals	FY2026 Proposed Original Budget
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Operating Revenues			
Contributions	\$ 5,150,000	\$ 5,900,000	\$ 6,290,000
Interest Earned	25,000	30,000	15,000
Miscellaneous / Other	<u>130,000</u>	<u>460,000</u>	<u>150,000</u>
Total Projected Revenues	<u>\$ 5,305,000</u>	<u>\$ 6,390,000</u>	<u>\$ 6,455,000</u>
 Operating Expenses:			
Professional Fees	\$ 200,000	\$ 143,000	\$ 200,000
Specific stop-loss insurance premiums	500,000	515,000	575,000
Claims	<u>4,600,000</u>	<u>5,950,000</u>	<u>5,950,000</u>
Total Expenditures	<u>\$ 5,300,000</u>	<u>\$ 6,608,000</u>	<u>\$ 6,725,000</u>
 Net Operating Surplus / (Deficit)	<u>\$ 5,000</u>	<u>\$ (218,000)</u>	<u>\$ (270,000)</u>
 Beginning Fund Balance, September 30, 2025, estimated			<u>\$ 500,000</u>
 Ending Fund Balance, September 30, 2026, estimated			<u>\$ 230,000</u>



Claims Contingency Fund

Budgeted revenues and expenditures for the Claims Contingency Fund are below.

Revenue sources for this fund include billings to other departments / funds toward workers compensation costs, property casualty costs, and general liability costs, and interest income.

Expenditures for this fund include costs associated with operating a self-insured fund, such as professional fees and claims payments.



**City of Gulfport Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

**City of Gulfport, MS  
Internal Service - Claims Contingency Fund Proposed Budget  
For the Fiscal Year Ending September 30, 2026**

	FY2025 Approved Original Budget	FY2025 Estimated Actuals	FY2026 Proposed Original Budget
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Operating Revenues			
Billings to Other Departments	\$ 3,375,000	\$ 3,685,000	\$ 3,712,100
Interest Earned	100,000	205,000	120,000
Total Projected Revenues	<u>\$ 3,475,000</u>	<u>\$ 3,890,000</u>	<u>\$ 3,832,100</u>
 Operating Expenses:			
Workers Compensation:			
Professional fees	\$ 125,000	\$ 71,000	\$ 125,000
Specific stop-loss insurance premiums & Claims	<u>587,000</u>	<u>863,000</u>	<u>845,000</u>
Total Workers Compensation:	<u>712,000</u>	<u>934,000</u>	<u>970,000</u>
 Casualty and General Liability:			
Professional fees	\$ 51,250	\$ 9,250	\$ 40,000
Specific stop-loss insurance premiums & Claims	<u>2,700,000</u>	<u>2,701,000</u>	<u>1,370,000</u>
Total Casualty and Gen Liab:	<u>\$ 2,751,250</u>	<u>\$ 2,710,250</u>	<u>\$ 1,410,000</u>
 Total Expenditures	<u>3,463,250</u>	<u>3,644,250</u>	<u>2,380,000</u>
 Net Operating Surplus / (Deficit)	<u>\$ 11,750</u>	<u>\$ 245,750</u>	<u>\$ 1,452,100</u>
 Beginning Fund Balance, September 30, 2025, estimated			<u>\$ 5,200,000</u>
 Transfer In/(Out)			<u>\$ (1,500,000)</u>
 Ending Fund Balance, September 30, 2026, estimated			<u>\$ 5,152,100</u>



## **Conclusion**

On behalf of the Administration and the management team, thank you for your time and consideration.

Please refer all questions and comments to the Chief Administrative Officer or the Director of Finance and Accounting.