



**DRIPPING SPRINGS**  
Texas

**To:** Mayor Bill Foulds, Jr. and City Council, City of Dripping Springs

**From:** Shawn Cox, Deputy City Administrator 

**Date:** June 2, 2026

**RE:** FY 2026 Proposed Budget Amendment #3

**General Fund:**

**Revenues:**

- Balance Forward has increased **\$898,289** (From \$2,221,193 to \$3,119,482)
  - The primary driver for this increase is the carry forward of “Street Improvements” savings from previous fiscal years (FY 2024 & FY 2025).
  - This additional increase in fund balance is due to FY 2025 savings and projects being carried forward:

FY25 Line-Item Savings	
Animal Control	3,400
S&R Park Improvements	<u>29,347</u>
	32,747

**Expenditures:**

- Street Improvements has increased \$529,678 (From \$690,948 to \$1,220,626)
  - This increase is proposed to cover the first year of the next 5-year street improvements program.
- Animal Control has increased **\$3,400** (From \$3,400 to \$6,800)
  - Both the 2025 and 2026 payment were made after the start of the FY 2026 Fiscal year.

**Parks – General Fund:**

**Expenditures:**

- S & R Park Improvements has increased **\$22,885** (From \$15,000 to \$37,885)
  - The proposed increase is for the fencing project at Sports & Rec Park. This project was anticipated to be paid for in FY 2025 but was not finalized until FY 2026. The FY 2025 funding is being brought forward to FY 2026 to cover this proposed increase.

**Dripping Springs Ranch Park Fund:**

**Expenditures:**

- Propane/Natural Gas has increased **\$2,500** (From \$2,500 to \$5,000)
  - Natural gas costs have come in higher than anticipated.

## Utilities Fund:

### **Expenditures:**

- Odor Control has decreased **\$10,000** (From \$35,000 to \$25,000)
  - This reduction will reallocate \$10,000 to Chemicals.
- WWTP Maintenance has decreased **\$20,000** (From \$70,000 to \$50,000)
  - This reduction will reallocate \$20,000 to Chemicals.
- Chemicals has increased **\$30,000** (From \$20,000 to \$50,000)
  - This fiscal year, Utilities began utilizing a different chemical for treatment at the Wastewater Plant. While this new chemical (as recommended by the utilities engineer) serves to keep the plant running more effectively within the permit's guidelines, it does cost slightly more. The requested increase is being covered though reallocating funding from other line items where savings can be anticipated.
- Land Acquisition Funding has been added in the amount of **\$100,000**
  - This funding is being used for easement acquisition.