

ORDINANCE NO. _____

CITY OF MISSION, TEXAS

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF MISSION, TEXAS, AMENDING THE CITY'S FISCAL YEAR 2025-2026 BUDGET TO ESTABLISH THE FINAL FUNDING STRUCTURE BETWEEN THE GENERAL FUND, SOLID WASTE FUND, DRAINAGE ASSESSMENT FUND, AND DEBT SERVICE FUND; AUTHORIZING THE USE OF AVAILABLE DEBT SERVICE FUND BALANCE; AUTHORIZING TRANSFERS AND REIMBURSEMENTS TO THE GENERAL FUND; DECLARING A PUBLIC NECESSITY; PROVIDING FOR CONFORMING BUDGET AND ACCOUNTING ADJUSTMENTS; PROVIDING FOR FILING; PROVIDING FOR SEVERABILITY; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City Council previously adopted the annual budget of the City of Mission for the fiscal year beginning October 1, 2025 and ending September 30, 2026; and

WHEREAS, the City of Mission Home Rule Charter authorizes the City Council to amend the budget and alter appropriations when necessary for municipal purposes and public necessity; and

WHEREAS, the City Council desires to establish the final funding structure for the General Fund, Solid Waste Fund, Drainage Assessment Fund, and Debt Service Fund for Fiscal Year 2025-2026; and

WHEREAS, the City Council finds that the Debt Service Fund has available fund balance that may be utilized for lawful Fiscal Year 2025-2026 debt service requirements; and

WHEREAS, the City Council desires that no Fiscal Year 2025-2026 transfers from the General Fund, Solid Waste Fund, or Drainage Assessment Fund be used to fund the Debt Service Fund and that applicable debt service requirements instead be funded from available Debt Service Fund balance; and

WHEREAS, the City Council further desires to establish the total Fiscal Year 2025-2026 transfer from the Solid Waste Fund to the General Fund and the total Fiscal Year 2025-2026 reimbursement from the Drainage Assessment Fund to the General Fund; and

WHEREAS, the City Council finds and declares that these amendments constitute a public necessity and serve valid municipal and financial purposes.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF MISSION, TEXAS, THAT:

SECTION 1. PUBLIC NECESSITY AND MUNICIPAL PURPOSE

The City Council hereby declares the existence of a public necessity for the budget amendments contained in this Ordinance and finds that the amendments serve valid municipal purposes, including the proper allocation of City resources, accurate financial reporting, and payment of lawful debt service obligations.

SECTION 2. FISCAL YEAR 2025-2026 FUNDING STRUCTURE

The Fiscal Year 2025-2026 Budget is hereby amended to provide for the following final funding structure:

- 1. Debt Service Fund.** No transfer shall be made from the General Fund, Solid Waste Fund, or Drainage Assessment Fund to the Debt Service Fund for Fiscal Year 2025-2026. Available Debt Service Fund balance shall be utilized as necessary to fund Fiscal Year 2025-2026 debt service requirements otherwise supported by such transfers.
- 2. Solid Waste Fund.** The total transfer from the Solid Waste Fund to the General Fund for Fiscal Year 2025-2026 shall be \$1,750,000.
- 3. Drainage Assessment Fund.** The total reimbursement from the Drainage Assessment Fund to the General Fund for Fiscal Year 2025-2026 shall be \$700,000, consistent with the separately authorized reimbursement for eligible drainage-related services.

SECTION 3. CONFORMING BUDGET AND ACCOUNTING ADJUSTMENTS

The City Manager and Finance Director are authorized and directed to make all accounting entries, amendments to revenues and expenditures, transfer adjustments, fund balance adjustments, and revisions to fund summaries, schedules, analyses, and other portions of the Fiscal Year 2025-2026 Budget necessary to implement the funding structure established by this Ordinance.

In the event of any inconsistency between an existing Fiscal Year 2025-2026 budget schedule, fund summary, transfer schedule, or other budget presentation and this Ordinance, the funding amounts and direction established by this Ordinance shall control.

SECTION 4. AVAILABLE RESOURCES AND FINANCIAL REQUIREMENTS

The Finance Director shall ensure that the use of Debt Service Fund balance and all transfers and reimbursements authorized by this Ordinance are supported by available resources and comply with applicable law, debt obligations, bond covenants, reserve requirements, and other applicable financial requirements.

Nothing in this Ordinance shall authorize a transfer or reimbursement that would violate an applicable legal or contractual restriction.

SECTION 5. DEBT SERVICE FUND

The use of available Debt Service Fund balance authorized by this Ordinance is hereby appropriated for the payment of lawful Fiscal Year 2025-2026 debt service requirements.

The elimination of transfers from the General Fund, Solid Waste Fund, and Drainage Assessment Fund to the Debt Service Fund shall not reduce or impair any legally required payment of principal, interest, or other debt service obligation of the City.

SECTION 6. FILING AND RECORDS

The City Manager, Finance Director, and City Secretary are authorized and directed to incorporate the amendments authorized by this Ordinance into the City's official Fiscal Year 2025-2026 Budget and accounting records and to file and maintain the amended budget as required by applicable law.

SECTION 7. SEVERABILITY

If any section, subsection, sentence, clause, phrase, or provision of this Ordinance is held invalid or unconstitutional by a court of competent jurisdiction, such holding shall not affect the validity of the remaining portions of this Ordinance.

SECTION 8. CONFLICT

All provisions of the Fiscal Year 2025-2026 Budget and any prior budget amendments inconsistent with this Ordinance are hereby amended to the extent necessary to give effect to this Ordinance. All provisions not expressly amended herein shall remain in full force and effect.

SECTION 9. EFFECTIVE DATE

This Ordinance shall take effect immediately upon its passage and approval.

PASSED AND APPROVED on this the 25th day of August, 2026.

Norie Gonzalez Garza, Mayor

ATTEST:

Anna Carrillo, City Secretary