

Budget Work Session

Fiscal Year 2025-2026

July 22, 2025

Carry Forward Items

Fund	Dept.	Description	Amount
100	Police	BearCat G2 Fully-Armored Tactical Vehicle, F550	317,939
100	Streets	2023 TXDOT HSIP FM 544 program signals and lights	107,970
100	Streets	McCreary/Hensley signal design	12,938
100	Streets	Sachse/Creek Crossing signal design	2,770
100	Streets	Fleet Maintenance Software	23,931
100	Streets	New Dump, Truck Southwest International Trucks, Inc.	127,208
100	Streets	Stormwater Management Plan/SOP	16,895
100	Streets	Year 2 of PCI	74,405
100	Streets	Vehicle Emergency Light Accessories	3,500
100	Combined Services	Vehicle Emergency Light Accessories	9,400
100	Combined Services	Hail Damage Vehicle Repair	369,503
100	Animal Services	Vehicle Equipment	9,100
100	Animal Services	Cattery Kennels	20,588
100	Fire	Parts and Labor for fleet upfitting Unit #512	18,201
100	Fire	Parts and Labor for fleet upfitting Unit #521	13,211
100	Fire	Unit #376 oil leak repairs and oil pan replacement	7,604
100	Fire	Pump and CAFS Testing	6,393
100	EMS	LifePak 35	71,709
100	Communications	911 Recording system	114,252
100	Communications	AIS Server for Recording System	101,066
100	Communications	Parts and Labor for fleet upfitting	11,000
100	Communications	Replacement Headset Base Stations	1,001
100	Library	Library Shelving	6,380
Total General Fund			1,446,964

Carry Forward Items (cont.)

112	4B Parks	Plans - Feasibility Study for Service Center	75,000
112	4B Parks	Plans - Outdoor Restroom/Pavilion BH	21,000
112	4B Parks	Construction - Community Park South Parking	300,000
112	4B Parks	Pickleball Court Shade	575,000
112	4B Parks	Pickleball Court Lighting	59,219
112	4B Parks	Construction - Outdoor Restroom/Pavilion BH	300,000
112	4B Parks	Plans - Founder's Parking	176,500
112	4B Parks	Plans - Community Park Parking	143,500
112	4B Parks	Plans - Braddock Park Conceptual	44,000
Total 4B Parks			1,694,219
611	Engineering	Dogwood Drive water line	40,337
611	Engineering	Stormwater Fee	27,247
611	Utility Admin	Woodbridge/Hensley signal design	9,380
611	Wastewater	Vehicle Emergency Light Accessories	3,500
611	Wastewater	SCADA Upgrades	20,000
611	Water	Vehicle Emergency Light Accessories	3,500
611	Water	Vehicle Emergency Light Accessories	3,500
611	Water	Total Chlorine Analyzers	68,000
611	Water	SCADA Upgrades	70,000
Total Utility Fund			245,464
121	Parks A&I	Murphy-Wylie Trail Connection	35,000

Proposed General Fund Revenue Assumptions

Certified Total Estimated Value as of April 30: \$8,090,102,533

Certified Estimated Value of New Construction as of April 30: \$184,305,381 (equates to \$1,011,953 in revenue)

Proposed Sales Tax Revenue is an 8% increase over FY 2025 Budgeted/Projected (6-month actuals at 50%)

Assumes an estimated voter approval rate of .549063 which includes the 3.5% revenue cap

Includes \$1.8 million for EMS revenue

Projecting a 5% increase for trash revenue

Items Included in Proposed Base Budget

	<u>Amount</u>
5% increase in health insurance	\$229,473
3% average merit increase for General Employees (effective January 2026)	\$328,991
Public Safety step increase	<u>\$266,168</u>
Total General Fund	\$824,632
5% increase in health insurance	\$21,994
3% average merit increase for General Employees (effective January 2026)	<u>\$82,289</u>
Total 4B Sales Tax	\$104,283
5% increase in health insurance	\$32,676
3% average merit increase for General Employees (effective January 2026)	<u>\$93,042</u>
Total Utility Fund	\$125,718

Factors To Consider

\$14,000,000 issuance of 2021 bonds - estimated 1.4 cent increase to the tax rate in 2027

\$6.6 million issuance of PPFCOs - estimated 1.06 increase to the tax rate in 2027

Stormwater Fee Fund

Recommending no draw down of General Fund Fund Balance

Utility Fund Water Rate Study in Process

General Fund Summary

Estimated Beginning Fund Balance - 10/01/25	\$ 23,329,322 (a)
Proposed Revenues FY26 (@ .549063)	68,210,199
Proposed Expenditures Base Budget FY26	(66,946,799)
Recommended Requests (Recurring Expense)	(725,615)
New/Replacement Equipment (One-Time Uses)	(537,785)
Use of Fund Balance	0
Carry Forward Items	<u>\$ (1,446,964) (b)</u>
Estimated Ending Fund Balance 09/30/26	\$ 21,882,358 (c)

a) Assumes 2% of expenditures unspent in FY 2025

b) Carry Forward items moved from 2025 to 2026 budget

c) Estimated Ending Fund Balance is 32% of expenditures

New Recommendations - General Fund

Dept	Description	Amount
Personnel (Recurring)		
5113 - City Secretary	Administrative Assistant (Records Management)	66,435
5132 - Facilities	Custodian	56,704
5155 - Information Technology	IT Specialist - Public Safety	80,178
5211 - Police	Crossing Guards x 2	18,160
5211 - Police	Police Officers x 2	251,329
5211 - Police	Upgrade Bailiff to Warrant Officer	86,666
5231 - Fire	Part Time Fire Inspectors (2)	99,724
5241 - Emer Communications	Dispatch Supervisor - Potential Funding from Interlocal Agreement	-
5241 - Emer Communications	Dispatcher - Potential Funding from Interlocal Agreement	-
5411 - Streets	Equipment Operator I	66,419
Total		\$ 725,615
New/Replacement Equipment (One-Time Uses)		
Various	Recommended Personnel one time expenses (Equipment, uniforms etc.)	62,835
5211 - Police	2 Replacement Tahoes & 1 CID Vehicle	243,300
5211 - Police	New Patrol Tahoe connected to Police Officers	119,650
5251 - Animal Control	Animal Services Vehicle Replacement	107,500
5551 - Library	Interlibrary Loan Service	4,500
Total		\$ 537,785
Total Recommendations		\$ 1,263,400

PPFCO Recommendations

Dept	Description	Amount
Fire	Quint	2,500,000
EMS	Ambulance	645,000
EMS	Lifepak Heart Monitors	300,000
Emer Communications	Replacement Radio Consoles	900,000
Streets	Opticom/Detection Upgrade	900,000
Streets	Dump Truck 4 Yard	111,000
Streets	Traffic Cabinet Standardization	800,000
Streets	School Zone Flashing Lights	500,000
		<hr/> 6,656,000

Utility Fund Summary

Estimated Beginning Fund Balance - 10/01/25	\$ 31,305,442	
Proposed Revenues FY26	35,187,011	(a)
Proposed Expenditures Base Budget FY26	(33,718,609)	
Recommended Requests (Recurring Expense)	(158,316)	
New/Replacement Equipment (One-Time Uses)	(555,000)	
Carry Forward Items	<u>\$ (245,464)</u>	(b)
Estimated Ending Fund Balance 09/30/26	\$ 31,815,064	(c)

a) Assumes 5% water rate increase and 5.5% sewer rate increase per the 2023 rate study. Currently updating water rate study.

b) Carry Forward items moved from 2025 to 2026 budget

c) Policy requirement is 90 days of operating expenditures. Estimated Ending Fund Balance is 337 days

New Recommendations - Utility Fund

Dept	Description	Amount
Personnel (Recurring)		
5712 - Utilities - Water	Fleet Maintenance Technician	73,405
5713 - City Engineer	Engineering Inspector	84,911
Total		\$ 158,316
New/Replacement Equipment (One-Time Uses)		
5712 - Utilities - Water	1 Ton Utility Truck	84,000
5712 - Utilities - Water	Diamond Wire Pipe Cutter	21,000
5712 - Utilities - Water	Utility Trailers 83-inch x 16 ft.	30,000
5713 - City Engineer	Engineering Inspector Vehicle	70,000
5713 - City Engineer	Project Management Software	33,000
5714 - Utilities - Sewer	1 Ton Utility Truck	81,000
5714 - Utilities - Sewer	3/4 Ton Utility Truck	71,000
5714 - Utilities - Sewer	6YD Dump Truck	165,000
Total		\$ 555,000
Total Recommendations		\$ 713,316

4B Sales Tax Fund Summary

Estimated Beginning Fund Balance - 10/01/25	\$ 4,729,629
Proposed Revenues FY26	6,639,138 (a)
Proposed Expenditures Base Budget FY26	(5,893,442)
Recommended Requests (Recurring Expense)	(117,744)
New/Replacement Equipment (One-Time Uses)	(319,350)
Carry Forward Items	<u>\$ (1,694,219) (b)</u>
Estimated Ending Fund Balance 09/30/26	\$ 3,344,012 (c)

a) Total includes sales tax revenue and service fee revenues from the Recreation Center

b) Carry Forward items moved from 2025 to 2026 budget

c) Policy requirement is 25% of budgeted sales tax revenue ($\$5,389,434 \times 25\% = \$1,347,359$)

New Recommendations - 4B Sales Tax Fund

Dept	Description	Amount
Personnel (Recurring)		
5613 - 4B Senior Activities	Upgrade GSS (B) CPC	39,248
5625 - 4B Recreation Center	Upgrade GSS (C) WR FD	39,248
5625 - 4B Recreation Center	Upgrade GSS (D) WRC FD	39,248
Total		\$ 117,744
New/Replacement Equipment (One-Time Uses)		
5613 - 4B Senior Activities	CPC Commercial Refrigerator/Freezer Combo	15,000
5613 - 4B Senior Activities	New Ford Transit (C) CPC	80,000
5614 - 4B Parks	Replace Infield Machine Parks and Athletics	45,000
5614 - 4B Parks	Replace Playground Creekside South	85,000
5614 - 4B Parks	Replace Playground Southbrook Park	70,000
5614 - 4B Parks	Replace Zero Turn Mower Parks and Athletics	15,000
5625 - 4B Recreation Center	Gym Wall Padding	9,350
Total Equipment and One Time Uses		\$ 319,350
Total Requests		\$ 437,094