



Wylie City Council

AGENDA REPORT

Department: Finance
Prepared By: Melissa Brown

Account Code: _____

Subject

Consider, and act upon, Ordinance No. 2025-30 amending Wylie's Code of Ordinances, Ordinance No. 2021-17 as amended, Appendix A (Comprehensive Fee Schedule), Section I (Water and Sewer Fees), Subsection B (Water Rates), and Subsection C (Sewage Collection and Treatment Rates).

Recommendation

Motion to approve the Item as presented.

Discussion

On July 22, 2025, Council approved the water and sewer rate study prepared by NewGen Strategies & Solutions. The study incorporated the Water and Sewer Capital Improvements Plan (CIP) for five years, outstanding debt service and future bond issuances, the estimated wholesale water rate increases and sewer treatment increases from the North Texas Municipal Water District, the transfer to the general fund, and future utility fund staffing needs. The study showed current water and sewer rates would be insufficient to meet financial targets from FY2027 onward. Two scenarios were presented for Council's consideration. Scenario 1 was a level increase in sewer rates of 5.15% for water and wastewater. Scenario 2 had a higher increase in sewer rates of 6.5% and a water rate increase of 3.5%. Council chose Scenario 1 and the attached ordinance incorporates the 5.15% increase for water and sewer rates.

The FY2026 proposed budget is based on a water rate increase of 5.15% and a wastewater increase of 5.15%. Staff recommends approval of the ordinance.