City of Rockwall

FY 2026– 2027

Proposed Budget

This budget will raise more revenue from property taxes than last year's budget by an amount of $38,111, which is a .1414 percent increase from last year's budget. The property tax revenue to be raised from new property added to the tax roll this year is $829,840.

	Tax Year 2025 FY2026	Tax Year 2026 FY2027
No New Revenue Tax Rate	.234687 / 100 assessed value	.258007/ 100 assessed value
No New Revenue M&O Tax Rate	.153098 / 100 assessed value	.158294 / 100 assessed value
Voter Approval Tax Rate	.266367 / 100 assessed value	.262700 / 100 assessed value
Debt Rate	.099344 / 100 assessed value	.089150 / 100 assessed value

Total City Debt Obligations Secured by a Tax Rate: $87,963,650

City of Rockwall
The New Horizon

August 18, 2026

Mayor Tim McCallum
Members of the Rockwall City Council
City of Rockwall, Texas

Mayor McCallum and Councilmembers:

The following pages outline the Proposed Budget for the City of Rockwall for the upcoming fiscal year, October 1, 2026 to September 30, 2027. The budget includes the revenues and expenses the City anticipates over the next year, and has been prepared in conformity with the City Charter requirements and our conservative approach to preparing the annual operating budget.

As always, the City aims to provide exceptional services and the resources and amenities to accommodate the growth of our community, while also maintaining a low tax rate relative to our surrounding communities. City staff has compiled this budget in accordance with fiscally conservative principles, while continuing to try to meet the needs of our growing City.

2026 has been a time of great volatility and uncertainty in the local, state, and national economy with much slower growth than compared to the last several years. While we optimistically projected a 6% growth in sales tax revenue for FY2026 we will likely end the year closer to 2.5% overall increase. Construction related revenues are meeting budget projections but housing starts are not as strong as the prior year. Cities across the state are struggling to fill budget gaps that developed as revenues did not materialize as expected.

The City’s proposed operating budget was challenging to prepare in light of the uncertainty. It is always difficult to know with any certainty when revenues will grow again. Our goal with this proposed budget is to continue to provide residents and businesses with outstanding public safety and amenities while focusing on street maintenance needs.

Proposed Tax Rate

This budget proposes a tax rate of 25.8007 cents per hundred dollars of assessed value. The assessed value for fiscal year 2027 is 11,092,200,961 which is a 2.42% increase over the prior current year. The growth is entirely attributable to the new growth in property values as existing values stayed flat or decreased slightly. This is the first year in many that we've experienced this. The Central Appraisal District has prepared the mandatory truth in taxation calculations and the proposed 25.8007 cent rate is the "no new revenue rate". The current tax rate is 25.75 cents and the proposed rate will generate only $38,011 in new property tax dollars.

Approximately 65% of the proposed tax rate is dedicated to operations and maintenance in the General Fund, and 35% will be allocated to debt service.

The following terms are used when discussing the property tax rate and associated calculations. The No New Revenue Rate ("NNR") is the rate that keeps tax revenues from existing properties the same as the preceding year. The estimated NNR rate for the upcoming fiscal year is 25.8007 cents per hundred dollars of assessed value. The Voter Approved Tax Rate ("VAR") allows for a tax rate of 26.2700 as the highest rate a council can impose without prior approval by voters. Cities may add any portion of the unused VAR for a fiscal year to the VAR of the following year. This privilege extends for up to three years but is not anticipated in the proposed budget.

The average taxable value for a single-family homestead is $484,079 and is reported to us by the Central Appraisal District. This is an increase of 2.35% from the previous year's average of $472,950. With a property tax rate of 25.8007 cents, the city property tax paid on the average single-family home will be $1,249. This is an increase of $30 from the previous year's average residential tax bill. While the average homestead value grew predominately due to higher home prices on new development by adopting the no-new revenue rate the city's property tax revenues is only increasing $38,111 in total. Homeowners over the age of 65 enjoy a frozen tax bill. They do not pay any more in property taxes whether the home's value or the tax rate changes. Approximately 17% of our assessed value is in senior homesteads.

For perspective, if the City were to elect to apply the unused VAR to this fiscal year it would lead to an additional $429,809 dollars in revenue but would be $22 additional dollars on the average tax bill. This additional revenue could be put to good use to increase street maintenance contracts as an example.

Projected General Fund Revenues

General fund revenues for this fiscal year are projected to total $59,130,800, an increase of .9% from the prior budget. The local sales tax rate is 2.00%, the maximum allowed by state law. Of that amount, 1.5% is allocated to the City's general fund and 0.5% to the economic development corporation.

FY2026 has been an unusually volatile year for sales tax growth. A situation that has been shared by cities across the state. Each month we receive reporting from the Comptroller's office and have seen swings up and down each month with no clear pattern. Our five-year average annual growth in sales tax has been 8% or better for many years. Our fifteen-year averages have been at least 7% growth. We optimistically projected a 6% growth in sales tax for FY2026 but that has not materialized. We should end the fiscal year with an approximate 2.42% growth rate. With the openings of HEB and IKEA during the fiscal year we do not have any new major retail openings expected in FY2027. New retail developments are in the early planning stages and will be seeking Council approvals over the coming year but they will not impact our revenue outlook yet. In light of this and the uncertain national economy we are projecting only a modest increase of 2.5%.

Other Revenues

Calendar year 2025 was a strong year for housing starts but 2026 has moderated from there. We saw 525 new housing starts in 2025 but are on track to see approximately 386 in 2026. With new subdivisions previously approved and now breaking ground on the south side of the City we anticipate housing starts will be strong next year. The report of permits issued is included in the first Council meeting agenda of each month. Staff reviewed our cost of providing service to the development community and Council increased permit fees in spring 2026 which is reflected in higher antipated permit fees in the proposed budget.

Franchise fees are flat or decreasing generally. Telephone and Cable franchise fees continue to drop each year. Electric and Gas franchise fees are of course weather dependent. The garbage franchise fee is 5% of the rates charged to both residential and commercial.

In addition, other revenues supporting the General Fund are generated from sources such as mixed beverage tax, Court fines and fees, and fees charged to other governmental entities. The city has benefited from fire staffing grants over the last 5 budget years but the last grant period will end in March 2027.

Proposed General Fund Expenditures

The General Fund accounts for any expenditures related to traditional government services, such as Administration, Public Safety, Parks and Recreation, Engineering, and Municipal Court.

Operating expenditures in the general fund total $55,371,700, a 1.79% increase from the prior year budget. The available ending fund balance for fiscal year 2027 is projected to be $27,316,157, leaving 183 days or 6.12 months of expenditures in reserve. The City's policy allows for reserves in excess of 3.5 months of recurring expenditures be available for use to fund capital projects, capital equipment, or other one-time purchases. This year's budget reserve is solidly within the City's overall policy. Reserves of this size will allow the City to build the new fire station #1 from reserves rather than paying debt service.

The single largest expense a service organization such as a City has is the compensation of our employees. Economic conditions have been unstable for the last year and are not anticipated to stabilize in the next few months. We know the cost for day to day goods and services has a significant impact on our ability to retain employees. We have employees who drive significant distances and bear the increased cost of fuel in their daily commutes. Many of our employees are long-tenured and have marketable knowledge and skills we certainly don't want to lose. The Police department began the fiscal year with 4 openings for Patrol Officers. We've hired a number of new officers but also had some retire or change careers so we continue to have 4 open position.

As we prepared the proposed budget, Human Resources again surveyed our market cities. After several years of aggressive salary increases we've seen a slowing. Fewer cities are proposing any sort of market or COLA adjustments to their pay plans. Certainly, none are universally offering any across the board increases. We all compete against each other for the same group of people interested in government jobs – especially police work. After the raises in officer pay last year we remain very close to our market averages. Higher police ranks are within 4% - 6% under the market average compensation for those positions. Fire salaries remain 5% or more below market and while we were able to make some strides in their pay plan in FY2026 funds are not available to offer any market adjustment in the FY2027 proposed budget.

Our employees work within a grade and step pay plan which provides a degree of certainty that good job performance will result in a prescribed merit increase of 4% to civilian employees and 5% to police and fire personnel. After reaching the top step in their respective grade the employee's pay plan include a concept that we call "top-out" pay. An annual lump sum of either 4% or 5% dependent on good job performance. Because those are annual recurring they do not affect the total operating budget. Only the intermediate step increases have an impact which is outlined below.

Police merit adjustment	5.0%	$60,784
Fire merit adjustment	5.0%	$81,416
Civilian employees	4.0%	$160,506

Personnel Additions:

- <u>None – two years in a row –</u> several positions within the Police department were requested but none were funded.

Increased Expenses:

- <u>Auto and Property insurance</u> premiums are increasing for everyone across Texas and the City is no exception. We've not received our annual coverage renewal yet but anticipate 10% increases. The insurance premiums are included in the Finance and Utility Billing operating budgets.
- <u>Cellular data – phones – air cards</u> are being added to front line fire engines and each patrol officer will be assigned a city issued phone. These are crucial to providing good customer service. As we have added phone service or data packages or vehicle gps devices over previous budget years each department reflected the expense in various line items within their budget. This year we've standardized the coding so some budgets will appear to have increased but that is not the case. Only Fire and Patrol are adding phone service costs to their proposed budgets.

- <u>Employee Health Coverage</u>: We provide medical, dental, and vision coverage for our employees and their families. Each employee pays a share of the premiums and the bulk of the funding comes from transfers from the General Fund and Water/Sewer Fund. Having experienced three years of high claims experience we are seeing a cooling this year in the large claims. We purchase stop-loss coverage to limit our claims exposure to the first $105,000 of claims per claimant. We pay the claims and are then reimbursed by the stop-loss carrier. The transfers from both funds has been increased in the amended as well as proposed budgets as we have exhausted our reserves in the Employee Benefits Fund.

- Major Equipment Purchases:

The Police department will purchase 7 patrol vehicles in the coming year. The Street department will replace sand spreaders on our dump truck fleet. While we have only a few days of real winter weather each year the need to sand icy roads must be managed.

While the proposed budget accounts for the most-anticipated needs of each department, revenue patterns and expenditures are monitored throughout the budget period to allow for spending adjustments where needed.

Water and Sewer Fund

The City anticipates entering FY2027 with $8,595,116 in the Water and Wastewater Fund's working capital balance. Revenues are expected to be $46,912,450 with $42,337,800 in expected expenses before health insurance transfers.

The Fund's balance allows for 74 days of reserve for operating expenses. This is slightly ahead of the City's policy of 60 days of working capital in reserve. This reserve balance while adequate by policy will need to be increased in order to allow funding for future projects to ensure that the City's infrastructure continues to support the Water and Wastewater needs of our residents and businesses.

The most notable Water and Wastewater expense in the proposed budget are determined by the NTMWD and account for 72% of our total expenditures.

In Water Operations, we will maintain the required levels of testing and system maintenance to keep water flowing at appropriate pressures and water quality. There are some routine cost increases expected and minor equipment replacements but no new projects are funded in the proposed budget. NTMWD is proposing an increase in treated water due in large part to the increasing cost of chemicals and personnel along with the debt service associated with Bois d' Arc lake and treatment plant. While it is not finalized until the Board meets in September the projected increase is 8.7%.

Sewer Operations includes $468,250 for continuation of the Capacity Monitoring (CMOM) inspection which is an EPA program and takes a ten-year cycle to complete before it starts over again. As each testing year is completed a list of necessary manhole repair projects is developed and pursued in the next year. The largest portion of the Sewer Operations budget is attributable to the debt service for the interceptor line that carries wastewater from Rockwall to the Mesquite treatment plant as well as the operation of the Buffalo Creek treatment plant. Having closed the Squabble Creek treatment plant in 2026 we anticipate the Buffalo plant remaining open a few more years.

Recreation Development Fund

The Recreation Development Fund has revenue from fees from the recreation programs and concession agreements with the marinas, which operate in the takeline. The funds are used to support the creation of new parks and recreation programs and enhancement of parks amenities. The proposed budget includes funds for adding shade structures near the recently updated Harry Myers Sprayground and adding additional amenities at Breezy Hill and Caruth Lakes Parks. We recently acquired land adjacent to Gloria Williams Park and will be adding a pavilion and parking for the pool, park, and basketball court.

The City's baseball and softball league revenues are included in the Recreation Development fund and a portion of the expenses are included there as well. The staff necessary to run the leagues and keep the fields in top shape are included in the General Fund. We plan to better match those revenues to the associated expenses in the proposed budget.

Future Projects – alternate funding sources

Ridge Road Median Improvements: We have been awarded a TxDOT Green Ribbon grant to do major updates to many of the medians on Ridge Road north of I-30. Bids have been received and a contract award is expected soon. The grant funding will cover the full cost of the project. If any unforeseen expenses arise then we will propose Council use Tree Mitigation funds to cover those.

Fire Station #1: Chief Cullins is continuing his evaluation of station building projects around the metroplex. We have acquired the property for the new Station #1 and will be presenting recommendations to the Council to proceed in a Design-Build procurement method to complete the project. We will use focus groups in the Fire Department on the design of the station and include the needs of the surrounding neighborhood in the design to ensure it is complimentary to the properties around it.

Rock Wall: The study and uncovering of the Rock Wall, Arch, and Well will be undertaken with hotel occupancy tax funds for which historic renovation is an allowed use. We've found a geologist willing to guide this project and will be including the exploratory work in the proposed budget when the HOT subcommittee makes their funding recommendations in September.

Lofland Park Historic Train playground: Parks Director, Travis Sales has met with the park's neighbors to research a new playground that would be both enjoyed by children and a reminder of the area's heritage along the proposed Interurban rail. We plan to work with the Art in Public Places committee to include art features which tell the story of that heritage. While the scope is being finalized it is difficult to include a correct figure in the proposed budget. Funding is available in the Recreation Development Fund to bring the project to completion when the scope is fully developed.

Parking for Harry Myers Park: We will continue to work with surrounding property owners to develop additional parking which is needed both day-to-day and for our large annual events. No firm plans are included in the budget but will be brought back to Council as they develop.

Conclusion

The above sections highlight the major portions of the FY2027 proposed budget. The department directors provided their assistance with the development of this budget. Their support in the completion of this lengthy project and their desire to run an efficient and effective operation providing top quality service to our citizens is unmatched in our area. They are tasked to find ways to do more with less each budget year. The Finance Department staff principally Misty Farris worked many hours to prepare the presentation format of the budget and these efforts must be recognized both in the budget setting process and then throughout the year to assist the departments in their purchasing needs and managing their budgets. City staff and directors look forward to working with the Council in further development, approval, and implementation of this budget.

Respectfully submitted,

Mary Smith

Mary Smith

City Manager

Taxpayer Impact Statement - For a median-valued homestead property, the following table shows a property tax bill comparison under various scenarios (per $100 dollars of assessed value).

	Current Rate	**No New Revenue Rate**	**Proposed Rate**
Tax Year	2025	2026	2026
Fiscal Year	FY2026	FY2027	FY2027
Average Homestead Value	$472,950	$484,079	$484,079
Tax Rate	.2575	.258007	.258007
Estimated Taxes	$1,217	$1,248	$1,248

2026 Tax Rate Calculation Worksheet
Taxing Units Other Than School Districts or Water Districts

Form 50-856

CITY OF ROCKWALL	972-771-7700
Taxing Unit Name	Phone *(area code and number)*
385 South Goliad St Rockwall TX 75087	www.rockwall.com
Taxing Unit's Address, City, State, ZIP Code	Taxing Unit's Website Address

GENERAL INFORMATION: Tax Code Section 26.04(c) requires an officer or employee designated by the governing body to calculate the no-new-revenue (NNR) tax rate and voter-approval tax rate for the taxing unit. These tax rates are expressed in dollars per $100 of taxable value calculated. The calculation process starts after the chief appraiser delivers to the taxing unit the certified appraisal roll and the estimated values of properties under protest. The designated officer or employee shall certify that the officer or employee has accurately calculated the tax rates and used values shown for the certified appraisal roll or certified estimate. The officer or employee submits the rates to the governing body by Aug. 7 or as soon thereafter as practicable.

School districts do not use this form, but instead use Comptroller Form 50-859 *Tax Rate Calculation Worksheet, School District without Chapter 313 and JETI Agreements* or Comptroller Form 50-884 *Tax Rate Calculation Worksheet, School District with Chapter 313 and JETI Agreements.*

Water districts as defined under Water Code Section 49.001(1) do not use this form, but instead use Comptroller Form 50-858 *Water District Voter-Approval Tax Rate Worksheet for Low Tax Rate and Developing Districts* or Comptroller Form 50-860 *Developed Water District Voter-Approval Tax Rate Worksheet.*

The Comptroller's office provides this worksheet to assist taxing units in determining tax rates. The information provided in this worksheet is offered as technical assistance and not legal advice. Taxing units should consult legal counsel for interpretations of law regarding tax rate preparation and adoption.

Taxing units must include a hyperlink to a document that evidences the accuracy of each entry in the worksheet other than an entry making a mathematical calculation.[1] Source materials must contain data for all worksheets used, including supplemental worksheets.

Insert hyperlink:

https://drive.google.com/file/d/1HjxPQoOVRxohzZKvI3qZ9WARBZJZC13y/view?usp=sharing

SECTION 1: No-New-Revenue Tax Rate

The NNR tax rate enables the public to evaluate the relationship between taxes for the prior year and for the current year based on a tax rate that would produce the same amount of taxes (no new taxes) if applied to the same properties that are taxed in both years. When appraisal values increase, the NNR tax rate should decrease.

The NNR tax rate for a county is the sum of the NNR tax rates calculated for each type of tax the county levies.

While uncommon, it is possible for a taxing unit to provide an exemption for only maintenance and operations taxes. In this case, the taxing unit will need to calculate the NNR tax rate separately for the maintenance and operations tax and the debt tax, then add the two components together.

Line	No-New-Revenue Tax Rate Worksheet	Amount/Rate
1.	**Prior year total taxable value.** Enter the amount of the prior year taxable value on the prior year tax roll today. Include any adjustments since last year's certification; exclude Tax Code Section 25.25(d) one-fourth and one-third over-appraisal corrections from these adjustments. Exclude any property value subject to an appeal under Chapter 42 as of July 25 (will add undisputed value in Line 6). This total includes the taxable value of homesteads with tax ceilings (will deduct in Line 2) and the captured value for tax increment financing (adjustment is made by deducting TIF taxes, as reflected in Line 17).[2]	$ 10,774,708,587
2.	**Prior year tax ceilings.** Counties, cities and junior college districts. Enter the prior year total taxable value of homesteads with tax ceilings. These include the homesteads of homeowners age 65 or older or disabled. Other taxing units enter 0. If your taxing unit adopted the tax ceiling provision last year or a prior year for homeowners age 65 or older or disabled, use this step.[3]	$ 1,695,511,949
3.	**Preliminary prior year adjusted taxable value.** Subtract Line 2 from Line 1.	$ 9,079,196,638
4.	**Prior year total adopted tax rate.**	$ 0.257500 /$100
5.	**Prior year taxable value lost because court appeals of ARB decisions reduced the prior year's appraised value.**	
	A. Original prior year ARB values: .... $ 355,613,250	
	B. Prior year values resulting from final court decisions: .... - $ 331,105,856	
	C. Prior year value loss. Subtract B from A.[4]	$ 24,507,394

[1] Tex. Tax Code §§5.07(g)(4) and 26.04(d-1)
[2] Tex. Tax Code §26.012(14)
[3] Tex. Tax Code §26.012(14)
[4] Tex. Tax Code §26.012(13)

Line	No-New-Revenue Tax Rate Worksheet	Amount/Rate
6.	**Prior year taxable value subject to an appeal under Chapter 42, as of July 25.** **A. Prior year ARB certified value:** .... $ 0 **B. Prior year disputed value:** .... - $ 0 **C. Prior year undisputed value.** Subtract B from A. [5]	$ 0
7.	**Prior year Chapter 42 related adjusted values.** Add Line 5C and Line 6C.	$ 24,507,394
8.	**Prior year taxable value, adjusted for actual and potential court-ordered adjustments.** Add Line 3 and Line 7.	$ 9,103,704,032
9.	**Prior year taxable value of property in territory the taxing unit deannexed after Jan. 1 of the prior year.** Enter the prior year value of property in deannexed territory. [6]	$ 0
10.	**Prior year taxable value lost because property first qualified for an exemption in the current year.** If the taxing unit increased an original exemption, use the difference between the original exempted amount and the increased exempted amount. Do not include value lost due to freeport, goods-in-transit, temporary disaster exemptions. Note that lowering the amount or percentage of an existing exemption in the current year does not create a new exemption or reduce taxable value. **A. Absolute exemptions.** Use prior year market value: .... $ 17,831,847 **B. Partial exemptions.** Current year exemption amount or current year percentage exemption times prior year value: .... + $ 121,319,248 **C. Value loss.** Add A and B. [7]	$ 139,151,095
11.	**Prior year taxable value lost because property first qualified for agricultural appraisal (1-d or 1-d-1), timber appraisal, recreational/ scenic appraisal or public access airport special appraisal in the current year.** Use only properties that qualified for the first time in the current year; do not use properties that qualified in the prior year. **A. Prior year market value:** .... $ 0 **B. Current year productivity or special appraised value:** .... - $ 0 **C. Value loss.** Subtract B from A. [8]	$ 0
12.	**Total adjustments for lost value.** Add Lines 9, 10C and 11C.	$ 139,151,095
13.	**Prior year captured value of property in a TIF.** Enter the total value of the prior year captured appraised value of property taxable by a taxing unit in a tax increment financing zone for which the prior year taxes were deposited into the tax increment fund. [9] If the taxing unit has no captured appraised value in line 18D, enter 0.	$ 251,055,420
14.	**Prior year total value.** Subtract Line 12 and Line 13 from Line 8.	$ 8,713,497,517
15.	**Adjusted prior year total levy.** Multiply Line 4 by Line 14 and divide by $100.	$ 22,437,256
16.	**Taxes refunded for years preceding the prior tax year.** Enter the amount of taxes refunded by the taxing unit for tax years preceding the prior tax year. Types of refunds include court decisions, Tax Code Section 25.25(b) and (c) corrections and Tax Code Section 31.11 payment errors. Do not include refunds for the prior tax year. This line applies only to tax years preceding the prior tax year. [10]	$ 35,964
17.	**Adjusted prior year levy with refunds.** Add Lines 15 and 16. [11]	$ 22,473,220

[5] Tex. Tax Code §26.012(13)
[6] Tex. Tax Code §26.012(15)
[7] Tex. Tax Code §26.012(15)
[8] Tex. Tax Code §26.012(15)
[9] Tex. Tax Code §26.03(c)
[10] Tex. Tax Code §26.012(13)
[11] Tex. Tax Code §26.012(13) and (15)

Line	No-New-Revenue Tax Rate Worksheet	Amount/Rate
18.	**Total current year taxable value on the current year certified appraisal roll today.** This value includes only certified values or certified estimate of values and includes the total taxable value of homesteads with tax ceilings (will deduct in Line 20). These homesteads include homeowners age 65 or older or disabled. [12] **A. Certified values:** .... $ 11,092,200,961 **B. Counties:** Include railroad rolling stock values certified by the Comptroller's office: .... + $ 0 **C. Pollution control and energy storage system exemption:** Deduct the value of property exempted for the current tax year for the first time as pollution control or energy storage system property: .... - $ 0 **D. Tax increment financing:** Deduct the current year captured appraised value of property taxable by a taxing unit in a tax increment reinvestment zone for which the current year taxes will be deposited into the tax increment fund. Do not include any new property value that will be included in Line 24 below. [13] Adjustments to the taxable value must be calculated separately for each reinvestment zone using Form 50-110.[14] Enter the total from Form 50-110 .... - $ 247,323,713 **E. Total current year value.** Add A and B, then subtract C and D.	$ 10,844,877,248
19.	**Total value of properties under protest or not included on certified appraisal roll.** [15] **A. Current year taxable value of properties under protest.** The chief appraiser certifies a list of properties still under ARB protest. The list shows the appraisal district's value and the taxpayer's claimed value, if any, or an estimate of the value if the taxpayer wins. For each of the properties under protest, use the lowest of these values. Enter the total value under protest. [16] .... $ 28,654,930 **B. Current year value of properties not under protest or included on certified appraisal roll.** The chief appraiser gives taxing units a list of those taxable properties that the chief appraiser knows about but are not included in the appraisal roll certification. These properties also are not on the list of properties that are still under protest. On this list of properties, the chief appraiser includes the market value, appraised value and exemptions for the preceding year and a reasonable estimate of the market value, appraised value and exemptions for the current year. Use the lower market, appraised or taxable value (as appropriate). Enter the total value of property not on the certified roll. [17] .... + $ 0 **C. Total value under protest or not certified.** Add A and B.	$ 28,654,930
20.	**Current year tax ceilings.** Counties, cities and junior colleges enter current year total taxable value of homesteads with tax ceilings. These include the homesteads of homeowners age 65 or older or disabled. Other taxing units enter 0. If your taxing unit adopted the tax ceiling provision in the prior year or a previous year for homeowners age 65 or older or disabled, use this step.[18]	$ 1,841,602,525
21.	**Anticipated contested value.** Affected taxing units enter the contested taxable value for all property that is subject to anticipated substantial litigation. [19] An affected taxing unit is wholly or partly located in a county that has a population of less than 500,000 and is located on the Gulf of Mexico.[20] If completing this line, the taxing unit must include supporting documentation in Section 9.[21] Taxing units that are not affected, enter 0.	$ 0
22.	**Current year total taxable value.** Add Lines 18E and 19C, then subtract Lines 20 and 21.[22]	$ 9,031,929,653
23.	**Total current year taxable value of properties in territory annexed after Jan. 1, of the prior year.** Include both real and personal property. Enter the current year value of property in territory annexed. [23]	$ 0
24.	**Total current year taxable value of new improvements and new personal property located in new improvements.** New means the item was not on the appraisal roll in the prior year. An improvement is a building, structure, fixture or fence erected on or affixed to land. New additions to existing improvements may be included if the appraised value can be determined. New personal property in a new improvement must have been brought into the taxing unit after Jan. 1, of the prior year and be located in a new improvement. New improvements **do** include property on which a tax abatement agreement has expired for the current year. [24]	$ 321,634,831

[12] Tex. Tax Code §§26.012(6) and 26.04(c-2)
[13] Tex. Tax Code §26.03(c)
[14] Tex. Tax Code §26.03(e)
[15] Tex. Tax Code §26.01(c) and (d)
[16] Tex. Tax Code §26.01(c)
[17] Tex. Tax Code §26.01(d)
[18] Tex. Tax Code §26.012(6)(B)
[19] Tex. Tax Code §§26.012(6)(C) and 26.012(1-b)
[20] Tex. Tax Code §26.012(1-a)
[21] Tex. Tax Code §26.04(d-3)
[22] Tex. Tax Code §26.012(6)
[23] Tex. Tax Code §26.012(17)
[24] Tex. Tax Code §26.012(17)

Line	No-New-Revenue Tax Rate Worksheet	Amount/Rate
25.	**Total adjustments to the current year taxable value.** Add Lines 23 and 24.	$ 321,634,831
26.	**Adjusted current year taxable value.** Subtract Line 25 from Line 22.	$ 8,710,294,822
27.	**Current year NNR tax rate.** Divide Line 17 by Line 26 and multiply by $100. [25]	$ 0.258007 /$100
28.	**COUNTIES ONLY.** Add together the NNR tax rates for each type of tax the county levies. The total is the current year county NNR tax rate. [26]	$ 0 /$100

Voter Approval Tax Rate

The voter-approval tax rate is the highest tax rate that a taxing unit may adopt without holding an election to seek voter approval of the tax rate. The type of taxing unit will determine the rate components that apply to a taxing units' overall voter-approval tax rate.

The voter-approval tax rate for a county is the sum of the voter-approval tax rates calculated for each type of tax the county levies. In most cases the voter-approval tax rate exceeds the no-new-revenue tax rate, but occasionally decreases in a taxing unit's debt service will cause the NNR tax rate to be higher than the voter-approval tax rate.

SECTION 2: Maintenance and Operations (M&O) and Debt Tax Rate Worksheet

This section calculates two components of the voter-approval tax rate:

1. **Maintenance and Operations (M&O) Tax Rate:** The M&O portion is the tax rate that is needed to raise the same amount of taxes that the taxing unit levied in the prior year plus the applicable percentage allowed by law. This rate accounts for such things as salaries, utilities and day-to-day operations.
2. **Debt Rate:** The debt rate includes the minimum dollar amount required to be paid toward debt service for the current year.[27] This rate accounts for principal and interest on bonds and other debt secured by property tax revenue.

Line	M&O and Debt Tax Rate Worksheet	Amount/Rate
29.	**Prior year M&O tax rate.** Enter the prior year M&O tax rate.	$ 0.158156 /$100
30.	**Prior year taxable value, adjusted for actual and potential court-ordered adjustments.** Enter the amount in Line 8 of the *No-New-Revenue Tax Rate Worksheet.*	$ 9,103,704,032
31.	**Total prior year M&O levy.** Multiply Line 29 by Line 30 and divide by $100.	$ 14,398,054
32.	**Adjusted prior year levy for calculating NNR M&O rate.**	
	A. M&O taxes refunded for years preceding the prior tax year. Enter the amount of M&O taxes refunded in the preceding year for taxes before that year. Types of refunds include court decisions, Tax Code Section 25.25(b) and (c) corrections and Tax Code Section 31.11 payment errors. Do not include refunds for tax year 2025. This line applies only to tax years preceding the prior tax year. . . . . + $ 22,873	
	B. Prior year taxes in TIF. Enter the amount of taxes paid into the tax increment fund for a reinvestment zone as agreed by the taxing unit. If the taxing unit has no current year captured appraised value in Line 18D, enter 0. . . . . – $ 632,997	
	C. Prior year transferred function. If discontinuing all of a department, function or activity and transferring it to another taxing unit by written contract, enter the amount spent by the taxing unit discontinuing the function in the 12 months preceding the month of this calculation. If the taxing unit did not operate this function for this 12-month period, use the amount spent in the last full fiscal year in which the taxing unit operated the function. The taxing unit discontinuing the function will subtract this amount in D below. The taxing unit receiving the function will add this amount in D below. Other taxing units enter 0. . . . . +/- $ 0	
	D. Prior year M&O levy adjustments. Subtract B from A. For taxing unit with C, subtract if discontinuing function and add if receiving function. . . . . $ -610,124	
	E. Add Line 31 to 32D.	$ 13,787,930.00
33.	**Adjusted current year taxable value.** Enter the amount in Line 26 of the *No-New-Revenue Tax Rate Worksheet.*	$ 8,710,294,822
34.	**Current year NNR M&O rate (unadjusted).** Divide Line 32E by Line 33 and multiply by $100.	$ 0.158294 /$100

[25] Tex. Tax Code §26.04(c)
[26] Tex. Tax Code §26.04(d)
[27] Tex. Tax Code §26.012(3)

Line	M&O and Debt Tax Rate Worksheet		Amount/Rate
35.	**Rate adjustment for state criminal justice mandate.** [28]		
	A. Current year state criminal justice mandate. Enter the amount spent by a county in the previous 12 months providing for the maintenance and operation cost of keeping inmates in county-paid facilities after they have been sentenced. Do not include any state reimbursement received by the county for the same purpose.	$ 0	
	B. Prior year state criminal justice mandate. Enter the amount spent by a county in the 12 months prior to the previous 12 months providing for the maintenance and operation cost of keeping inmates in county-paid facilities after they have been sentenced. Do not include any state reimbursement received by the county for the same purpose. Enter zero if this is the first time the mandate applies.	– $ 0	
	C. Subtract B from A and divide by Line 33 and multiply by $100.	$ 0.000000 /$100	
	D. Enter the rate calculated in C. If not applicable, enter 0.		$ 0 /$100
36.	**Rate adjustment for indigent health care expenditures.** [29]		
	A. Current year indigent health care expenditures. Enter the amount paid by a taxing unit providing for the maintenance and operation cost of providing indigent health care for the period beginning on July 1, of the prior tax year and ending on June 30, of the current tax year, less any state assistance received for the same purpose..	$ 0	
	B. Prior year indigent health care expenditures. Enter the amount paid by a taxing unit providing for the maintenance and operation cost of providing indigent health care for the period beginning on July 1, 2024 and ending on June 30, 2025, less any state assistance received for the same purpose..	– $ 0	
	C. Subtract B from A and divide by Line 33 and multiply by $100.	$ 0.000000 /$100	
	D. Enter the rate calculated in C. If not applicable, enter 0.		$ 0 /$100
37.	**Rate adjustment for county indigent defense compensation.** [30]		
	A. Current year indigent defense compensation expenditures. Enter the amount paid by a county to provide appointed counsel for indigent individuals and fund the operations of a public defender's office under Article 26.044, Code of Criminal Procedure for the period beginning on July 1, of the prior tax year and ending on June 30,of the current tax year, less any state grants received by the county for the same purpose..	$ 0	
	B. Prior year indigent defense compensation expenditures. Enter the amount paid by a county to provide appointed counsel for indigent individuals and fund the operations of a public defender's office under Article 26.044, Code of Criminal Procedure for the period beginning on July 1, 2024 and ending on June 30, 2025, less any state grants received by the county for the same purpose.	$ 0	
	C. Subtract B from A and divide by Line 33 and multiply by $100.	$ 0.000000 /$100	
	D. Multiply B by 0.05 and divide by Line 33 and multiply by $100..	$ 0.000000 /$100	
	E. Enter the lesser of C and D. If not applicable, enter 0.		$ 0 /$100
38.	**Rate adjustment for county hospital expenditures.** [31]		
	A. Current year eligible county hospital expenditures. Enter the amount paid by the county or municipality to maintain and operate an eligible county hospital for the period beginning on July 1, of the prior tax year and ending on June 30, of the current tax year.	$ 0	
	B. Prior year eligible county hospital expenditures. Enter the amount paid by the county or municipality to maintain and operate an eligible county hospital for the period beginning on July 1, 2024 and ending on June 30, 2025.	$ 0	
	C. Subtract B from A and divide by Line 33 and multiply by $100.	$ 0.000000 /$100	
	D. Multiply B by 0.08 and divide by Line 33 and multiply by $100..	$ 0.000000 /$100	
	E. Enter the lesser of C and D, if applicable. If not applicable, enter 0.		$ 0 /$100

[28] Tex. Tax Code §26.044
[29] Tex. Tax Code §26.0441
[30] Tex. Tax Code §26.0442
[31] Tex. Tax Code §26.0443

Line	M&O and Debt Tax Rate Worksheet	Amount/Rate
39.	**Rate adjustment for defunding municipality.** This adjustment only applies to a municipality that is considered to be a defunding municipality for the current tax year under Chapter 109, Local Government Code. Chapter 109, Local Government Code only applies to municipalities with a population of more than 250,000 and includes a written determination by the Office of the Governor. See Tax Code Section 26.0444 for more information. **A. Amount appropriated for public safety in the prior year.** Enter the amount of money appropriated for public safety in the budget adopted by the municipality for the preceding fiscal year. . . . . $ 0 **B. Expenditures for public safety in the prior year.** Enter the amount of money spent by the municipality for public safety during the preceding fiscal year . . . . . $ 0 **C.** Subtract B from A and divide by Line 33 and multiply by $100 . . . . . $ 0.000000/$100 **D.** Enter the rate calculated in C. If not applicable, enter 0.	$ 0/$100
40.	**Adjusted current year NNR M&O rate.** Add Lines 34, 35D, 36D, 37E, and 38E. Subtract Line 39D.	$ 0.158294/$100
41.	**Adjustment for prior year sales tax specifically to reduce property taxes.** Cities, counties and hospital districts that collected and spent additional sales tax on M&O expenses in the prior year should complete this line. These entities will deduct the sales tax gain rate for the current year in Section 3. Other taxing units, enter zero. **A.** Enter the amount of additional sales tax collected and spent on M&O expenses in the prior year, if any. Counties must exclude any amount that was spent for economic development grants from the amount of sales tax spent . . . . . $ 9,416,027.00 **B.** Divide Line 41A by Line 33 and multiply by $100 . . . . . $ 0.108102/$100 **C.** Add Line 41B to Line 40.	$ 0.266396/$100
42.	**Current year voter-approval M&O rate.** Enter the rate as calculated by the appropriate scenario below. **Special Taxing Unit.** If the taxing unit qualifies as a special taxing unit, multiply Line 41C by 1.08. **- or -** **Other Taxing Unit.** If the taxing unit does not qualify as a special taxing unit, multiply Line 41C by 1.035.	$ 0.275719/$100
D42.	***Disaster Line 42 (D42):*** **Current year voter-approval M&O rate for taxing unit affected by disaster declaration.** [32] If the taxing unit is located in an area declared a disaster area and at least one person is granted an exemption under Tax Code Section 11.35 for property located in the taxing unit, the governing body may direct the person calculating the voter-approval tax rate to calculate a rate equal to the lesser of: **A.** The voter-approval tax rate calculated in the manner provided for a special taxing unit. Multiply line 41C by 1.08 [33] . . . . . $ 0.000000/$100 **- or -** **B.** The voter-approval M&O tax rate calculated in the manner provided for a taxing unit other than a special taxing unit plus the disaster relief rate. [34] Complete Section 5 through Line 68 to complete D42(B). a. Enter the **disaster relief cost.** . . . . . $ 0 b. **Disaster relief rate**. Divide Line D42(B)(a) by Line 26 and multiply by 100 . . . . . $ 0.000000/$100 c. Add Line D42(B)(b) to Line 42. . . . . . $ 0.275719/$100 d. Enter the **current year unused increment rate** from Line 68 . . . . . $ 0.003476/$100 e Add Line D42(c) to Line D42(d). . . . . . $ 0.279195/$100 The taxing unit shall continue to calculate the voter-approval tax rate in this manner until the earlier of: 1) the first year in which total taxable value on the certified appraisal roll exceeds the total taxable value of the tax year in which the disaster occurred; or 2) the third tax year after the tax year in which the disaster occurred. **C.** Enter Line D42(A) if less than Line D42(B)(e). If Line D42(B)(e) is less than line D42(A), enter Line D42(B)(c). [35] If the taxing unit does not qualify, do not complete Disaster Line 42 (Line D42).	$ 0.000000/$100

[32] Tex. Tax Code §26.042
[33] Tex. Tax Code §26.042(a-2)(1)
[34] Tex. Tax Code §§26.042(a-1) and 26.042(a-2)(2)
[35] Tex. Tax Code §26.042(a-2)

Line	M&O and Debt Tax Rate Worksheet	Amount/Rate
43.	**Total current year debt to be paid with property taxes and additional sales tax revenue.** Debt means the interest and principal that will be paid on debts that: **(1)** are paid by property taxes; **(2)** are secured by property taxes; **(3)** are scheduled for payment over a period longer than one year; and **(4)** are not classified in the taxing unit's budget as M&O expenses. **A.** **Debt** also includes contractual payments to other taxing units that have incurred debts on behalf of this taxing unit, if those debts meet the four conditions above. Include only amounts that will be paid from property tax revenue. Do not include appraisal district budget payments. If the governing body of a taxing unit authorized or agreed to authorize a bond, warrant, certificate of obligation, or other evidence of indebtedness on or after Sept. 1, 2021, verify if it meets the amended definition of debt before including it here. [36] Enter debt amount . . . . . $ 9,633,097.00 **B.** Subtract **unencumbered fund amount** used to reduce total debt. . . . . – $ 0 **C.** Subtract **certified amount spent from sales tax to reduce debt** (enter zero if none) . . . . . – $ 0 **D.** Subtract **amount paid** from other resources . . . . . – $ 0 **E.** **Adjusted debt.** Subtract B, C and D from A.	$ 9,633,097.00
44.	**Certified prior year excess debt collections.** Enter the amount certified by the collector. [37]	$ 1,549,672
45.	**Adjusted current year debt.** Subtract Line 44 from Line 43E.	$ 8,083,425.00
46.	**Current year anticipated collection rate.** **A.** Enter the current year anticipated collection rate certified by the collector. [38] . . . . . 100.00 % **B.** Enter the prior year actual collection rate. . . . . 100.51 % **C.** Enter the 2024 actual collection rate. . . . . 100.39 % **D.** Enter the 2023 actual collection rate. . . . . 100.61 % **E.** If the anticipated collection rate in A is lower than actual collection rates in B, C and D, enter the lowest collection rate from B, C and D. If the anticipated rate in A is higher than at least one of the rates in the prior three years, enter the rate from A. Note that the rate can be greater than 100%. [39]	100.39 %
47.	**Current year debt adjusted for collections.** Divide Line 45 by Line 46E.	$ 8,052,022.11
48.	**Current year total taxable value.** Enter the amount on Line 22 of the *No-New-Revenue Tax Rate Worksheet.*	$ 9,031,929,653
49.	**Current year debt rate.** Divide Line 47 by Line 48 and multiply by $100.	$ 0.089150 /$100
50.	**Current year voter-approval M&O rate plus current year debt rate.** Add Lines 42 and 49.	$ 0.364869 /$100
D50.	***Disaster Line 50 (D50):*** **Current year voter-approval M&O and debt tax rate for taxing unit affected by disaster declaration.** Complete this line if the taxing unit calculated the voter-approval M&O tax rate in the manner provided by Line D42. Add Line D42(C) and 49.	$ 0.000000 /$100
51.	**COUNTIES ONLY.** Add together the voter-approval M&O and debt tax rates for each type of tax the county levies. The total is the current year county voter-approval M&O and debt tax rate.	$ 0 /$100

[36] Tex. Tax Code §26.012(7)
[37] Tex. Tax Code §§26.012(10) and 26.04(b)
[38] Tex. Tax Code §26.04(b))
[39] Tex. Tax Code §26.04(h), (h-1) and (h-2)

SECTION 3: Adjustments for Additional Sales Tax to Reduce Property Taxes

Cities, counties and hospital districts may levy a sales tax specifically to reduce property taxes. Local voters by election must approve imposing or abolishing the additional sales tax. If approved, the taxing unit must reduce its NNR and voter-approval tax rates to offset the expected sales tax revenue.

This section should only be completed by a county, city or hospital district that is required to adjust its NNR tax rate and/or voter-approval tax rate because it adopted the additional sales tax.

Line	Additional Sales and Use Tax Worksheet	Amount/Rate
52.	**Taxable Sales.** For taxing units that adopted the sales tax in November of the prior tax year or May of the current tax year, enter the Comptroller's estimate of taxable sales for the previous four quarters.[40] Estimates of taxable sales may be obtained through the Comptroller's Allocation Historical Summary webpage. Taxing units that adopted the sales tax before November of the prior year, enter 0.	$ 0
53.	**Estimated sales tax revenue.** Counties exclude any amount that is or will be spent for economic development grants from the amount of estimated sales tax revenue. [41] **Taxing units that adopted the sales tax in November of the prior tax year or in May of the current tax year.** Multiply the amount on Line 52 by the sales tax rate (.01, .005 or .0025, as applicable) and multiply the result by .95. [42] **- or -** **Taxing units that adopted the sales tax before November of the prior year.** Enter the sales tax revenue for the previous four quarters. Do not multiply by .95.	$ 9,541,844
54.	**Current year total taxable value.** Enter the amount from Line 22 of the *No-New-Revenue Tax Rate Worksheet.*	$ 9,031,929,653
55.	**Sales tax adjustment rate.** Divide Line 53 by Line 54 and multiply by $100.	$ 0.105645 /$100
56.	**Current year NNR tax rate, unadjusted for sales tax.**[43] Enter the rate from Line 27 or 28, as applicable, on the *No-New-Revenue Tax Rate Worksheet*.	$ 0.258007 /$100
57.	**Current year NNR tax rate, adjusted for sales tax.** **Taxing units that adopted the sales tax in November the prior tax year or in May of the current tax year.** Subtract Line 55 from Line 56. Skip to Line 58 if you adopted the additional sales tax before November of the prior tax year.	$ 0.152362 /$100
58.	**Current year voter-approval tax rate, unadjusted for sales tax.**[44] Enter the rate from Line 50, Line D50 (disaster) or Line 51 (counties) as applicable, of the *M&O and Debt Tax Rate Worksheet*.	$ 0.364869 /$100
59.	**Current year voter-approval tax rate, adjusted for sales tax.** Subtract Line 55 from Line 58.	$ 0.259224 /$100

SECTION 4: Adjustment for Pollution Control

A taxing unit may raise its rate for M&O funds used to pay for a facility, device or method for the control of air, water or land pollution. This includes any land, structure, building, installation, excavation, machinery, equipment or device that is used, constructed, acquired or installed wholly or partly to meet or exceed pollution control requirements. The taxing unit's expenses are those necessary to meet the requirements of a permit issued by the Texas Commission on Environmental Quality (TCEQ). The taxing unit must provide the tax assessor with a copy of the TCEQ letter of determination that states the portion of the cost of the installation for pollution control.

This section should only be completed by a taxing unit that uses M&O funds to pay for a facility, device or method for the control of air, water or land pollution.

Line	Adjustment for Pollution Control Requirements Worksheet	Amount/Rate
60.	**Certified expenses from the Texas Commission on Environmental Quality (TCEQ).** Enter the amount certified in the determination letter from TCEQ. [45] The taxing unit shall provide its tax assessor-collector with a copy of the letter. [46]	$ 0
61.	**Current year total taxable value.** Enter the amount from Line 22 of the *No-New-Revenue Tax Rate Worksheet.*	$ 9,031,929,653
62.	**Additional rate for pollution control.** Divide Line 60 by Line 61 and multiply by $100.	$ 0.000000 /$100
63.	**Current year voter-approval tax rate, adjusted for pollution control.** Add Line 62 to one of the following lines (as applicable): Line 50, Line D50 (disaster), Line 51 (counties) or Line 59 (taxing units with the additional sales tax).	$ 0.259224 /$100

[40] Tex. Tax Code §26.041(d)
[41] Tex. Tax Code §26.041(i)
[42] Tex. Tax Code §26.041(d)
[43] Tex. Tax Code §26.04(c)
[44] Tex. Tax Code §26.04(c)
[45] Tex. Tax Code §26.045(d)
[46] Tex. Tax Code §26.045(i)

SECTION 5: Unused Increment Rate

The unused increment rate is the rate equal to the sum of the prior 3 years Foregone Revenue Amounts divided by the current taxable value. [47] The Foregone Revenue Amount for each year is equal to that year's adopted tax rate subtracted from that year's voter-approval tax rate adjusted to remove the unused increment rate multiplied by that year's current total value. [48]

The difference between the adopted tax rate and adjusted voter-approval tax rate is considered zero in the following scenarios:

- a tax year in which a taxing unit affected by a disaster declaration calculates the tax rate under Tax Code Section 26.042; [49]
- a tax year in which the municipality is a defunding municipality, as defined by Tax Code Section 26.0501(a); [50] or
- after Jan. 1, 2022, a tax year in which the comptroller determines that the county implemented a budget reduction or reallocation described by Local Government Code Section 120.002(a) without the required voter approval. [51]

This section should only be completed by a taxing unit that does not meet the definition of a special taxing unit. [52]

Line	Unused Increment Rate Worksheet	Amount/Rate
64.	**Year 3 Foregone Revenue Amount. Subtract the 2025 unused increment rate and 2025 actual tax rate from the 2025 voter-approval tax rate. Multiply the result by the 2025 current total value**	
	A. Voter-approval tax rate (Line 69)	$ 0.266367 /$100
	B. Unused increment rate (Line 68)	$ 0.006857 /$100
	C. Subtract B from A	$ 0.259510 /$100
	D. Adopted Tax Rate	$ 0.257500 /$100
	E. Subtract D from C	$ 0.002010 /$100
	F. 2025 Total Taxable Value (Line 61)	$ 8,915,628,739
	G. Multiply E by F and divide the results by $100. If the number is less than zero, enter zero.	$ 179,204.13
65.	**Year 2 Foregone Revenue Amount. Subtract the 2024 unused increment rate and 2024 actual tax rate from the 2024 voter-approval tax rate. Multiply the result by the 2024 current total value**	
	A. Voter-approval tax rate (Line 68)	$ 0.264434 /$100
	B. Unused increment rate (Line 67)	$ 0.015411 /$100
	C. Subtract B from A	$ 0.249023 /$100
	D. Adopted Tax Rate	$ 0.247450 /$100
	E. Subtract D from C	$ 0.001573 /$100
	F. 2024 Total Taxable Value (Line 60)	$ 8,569,136,261
	G. Multiply E by F and divide the results by $100. If the number is less than zero, enter zero.	$ 134,792.51
66.	**Year 1 Foregone Revenue Amount. Subtract the 2023 unused increment rate and 2023 actual tax rate from the 2023 voter-approval tax rate. Multiply the result by the 2023 current total value**	
	A. Voter-approval tax rate (Line 67)	$ 0.295058 /$100
	B. Unused increment rate (Line 66)	$ 0.025772 /$100
	C. Subtract B from A	$ 0.269286 /$100
	D. Adopted Tax Rate	$ 0.270245 /$100
	E. Subtract D from C	$ -0.000959 /$100
	F. 2023 Total Taxable Value (Line 60)	$ 7,835,048,023
	G. Multiply E by F and divide the results by $100. If the number is less than zero, enter zero.	$ 0.00
67.	**Total Foregone Revenue Amount.** Add Lines 64G, 65G and 66G	$ 313,996.640000
68.	**2026 Unused Increment Rate.** Divide Line 67 by Line 22 of the *No-New-Revenue Rate Worksheet*. Multiply the result by 100	$ 0.003476 /$100
69.	**Total 2026 voter-approval tax rate.** Add Line 68 to one of the following lines (as applicable): Line 50, Line D50 (only if Line D42(B) was used), Line 51 (counties), Line 59 (taxing units with additional sales tax) or Line 63 (taxing units with pollution)	$ 0.262700 /$100

[47] Tex. Tax Code §26.013(b)
[48] Tex. Tax Code §26.013(a)(1-a), (1-b), and (2)
[49] Tex. Tax Code §§26.04(c)(2)(A) and 26.042(a)
[50] Tex. Tax Code §26.0501(a) and (c)
[51] Tex. Local Gov't Code §120.007(d)
[52] Tex. Local Gov't Code §26.04(c)(2)(B)

SECTION 6: De Minimis Rate

The de minimis rate is the rate equal to the sum of the no-new-revenue maintenance and operations rate, the rate that will raise $500,000, and the current debt rate for a taxing unit. [53]

This section should only be completed by a taxing unit that is a municipality of less than 30,000 or a taxing unit that does not meet the definition of a special taxing unit. [54]

Line	De Minimis Rate Worksheet	Amount/Rate
70.	**Adjusted current year NNR M&O tax rate.** Enter the rate from Line 40 of the *M&O and Debt Tax Rate Worksheet.*	$ 0 /$100
71.	**Current year total taxable value.** Enter the amount on Line 22 of the *No-New-Revenue Tax Rate Worksheet.*	$ 0
72.	**Rate necessary to impose $500,000 in taxes.** Divide $500,000 by Line 71 and multiply by $100.	$ 0.000000 /$100
73.	**Current year debt rate.** Enter the rate from Line 49 of the *M&O and Debt Tax Rate Worksheet.*	$ 0 /$100
74.	**De minimis rate.** Add Lines 70, 72 and 73.	$ 0.000000 /$100

SECTION 7: Adjustment for Emergency Revenue Rate

In the tax year after the end of the disaster calculation time period detailed in Tax Code Section 26.042(a), a taxing unit that calculated its voter-approval tax rate in the manner provided for a special taxing unit due to a disaster must calculate its emergency revenue rate and reduce its voter-approval tax rate for that year. [55]

This section will apply to a taxing unit other than a special taxing unit that:

- directed the designated officer or employee to calculate the voter-approval tax rate of the taxing unit in the manner provided for a special taxing unit in the prior year; and
- the current year is the first tax year in which the total taxable value of property taxable by the taxing unit as shown on the appraisal roll for the taxing unit submitted by the assessor for the taxing unit to the governing body exceeds the total taxable value of property taxable by the taxing unit on January 1 of the tax year in which the disaster occurred or the disaster occurred four years ago.

Note: This section does not apply if a taxing unit is continuing to calculate its voter-approval tax rate in the manner provided for a special taxing unit because it is still within the disaster calculation time period detailed in Tax Code Section 26.042(a) because it has not met the conditions in Tax Code Section 26.042(a)(1) or (2).

Line	Emergency Revenue Rate Worksheet	Amount/Rate
75.	**2025 adopted tax rate.** Enter the rate in Line 4 of the *No-New-Revenue Tax Rate Worksheet.*	$ 0 /$100
76.	**Adjusted 2025 voter-approval tax rate.** Use the taxing unit's Tax Rate Calculation Worksheets from the prior year(s) to complete this line. [56] If a disaster occurred in 2025 and the taxing unit calculated its 2025 voter-approval tax rate using a multiplier of 1.08 on Disaster Line 42 (D42) of the 2025 worksheet due to a disaster, complete the applicable sections or lines of *Form 50-856-a, Adjusted Voter-Approval Tax Rate for Taxing Units in Disaster Area Calculation Worksheet.* **- or -** If a disaster occurred prior to 2025 for which the taxing unit continued to calculate its voter-approval tax rate using a multiplier of 1.08 on Disaster Line 42 (D42) in 2025, complete form 50-856-a, *Adjusted Voter-Approval Tax Rate for Taxing Units in Disaster Area Calculation Worksheet* to recalculate the voter-approval tax rate the taxing unit would have calculated in 2025 if it had generated revenue based on an adopted tax rate using a multiplier of 1.035 in the years following the disaster. [57] Enter the final adjusted 2025 voter-approval tax rate from the worksheet.	$ 0 /$100
77.	**Increase in 2025 tax rate due to disaster.** Subtract Line 76 from Line 75.	$ 0.000000 /$100
78.	**Adjusted 2025 taxable value.** Enter the amount in Line 14 of the *No-New-Revenue Tax Rate Worksheet.*	$ 0
79.	**Emergency revenue.** Multiply Line 77 by Line 78 and divide by $100.	$ 0
80.	**Adjusted current year taxable value.** Enter the amount in Line 26 of the *No-New-Revenue Tax Rate Worksheet.*	$ 0
81.	**Emergency revenue rate.** Divide Line 79 by Line 80 and multiply by $100. [58]	$ 0.000000 /$100
82.	**Current year voter-approval tax rate, adjusted for emergency revenue.** Subtract Line 81 from one of the following lines (as applicable): Line 50, Line D50 (disaster), Line 51 (counties), Line 59 (taxing units with the additional sales tax), Line 63 (taxing units with pollution control) or Line 69 (taxing units with the unused increment rate).	$ 0.000000 /$100

[53] Tex. Tax Code §26.012(8-a)
[54] Tex. Tax Code §26.063(a)(1)
[55] Tex. Tax Code §26.042(b)
[56] Tex. Tax Code §26.042(c)
[57] Tex. Tax Code §26.042(b)
[58] Tex. Tax Code §26.042(b)

SECTION 8: Total Tax Rate

Indicate the applicable total tax rates as calculated above.

No-new-revenue tax rate. .... $ 0.258007 /$100
As applicable, enter the current year NNR tax rate from: Line 27, Line 28 (counties), or Line 57 (adjusted for sales tax).

Indicate the line number used: 27

Voter-approval tax rate........ $ 0.262700 /$100
As applicable, enter the current year voter-approval tax rate from: Line 50, Line D50 (disaster), Line 51 (counties), Line 59 (adjusted for sales tax), Line 63 (adjusted for pollution control), Line 69 (adjusted for unused increment), or Line 82 (adjusted for emergency revenue).

Indicate the line number used: 69

De minimis rate......... $ 0.000000 /$100
If applicable, enter the current year de minimis rate from Line 74.

SECTION 9: Addendum

An affected taxing unit that enters an amount described by Tax Code Section 26.012(6)(C) in line 21 must include the following as an addendum:

1. Documentation that supports the exclusion of value under Tax Code Section 26.012(6)(C); and
2. Each statement submitted to the designated officer or employee by the property owner or entity as required by Tax Code Section 41.48(c)(2) for that tax year.

Insert hyperlinks to supporting documentation:

SECTION 10: Taxing Unit Representative Name and Signature

Enter the name of the person preparing the tax rate as authorized by the governing body of the taxing unit. By signing below, you certify that you are the designated officer or employee of the taxing unit and have accurately calculated the tax rates using values that are the same as the values shown in the taxing unit's certified appraisal roll or certified estimate of taxable value, in accordance with requirements in the Tax Code. [59]

print here Kevin Passons
Printed Name of Taxing Unit Representative

sign here
Taxing Unit Representative

08/17/2026
Date

Reset Print

[59] Tex. Tax Code §26.04(c-2) and (d-2)

City of Rockwall
The New Horizon

MEMORANDUM

TO: Mary Smith, City Manager

FROM: Jeffrey Widmer, Director of Building Inspections and Code Enforcement

DATE: August 15, 2026

SUBJECT: Population Estimates

COG reported our 1/1/2026 population as 54,744. In keeping with adopted policy, we have calculated the population estimate for 1/1/2027. We averaged 32 single-family permits per month from 10/1/25 – 6/30/26. Typically, we have taken a conservative approach and assumed we will continue to issue the same average number of permits for the remainder of the calendar year. Using this premise, we will estimate year-end to be about 384 single-family homes completed. COG recognizes 2.883 residents per single-family dwelling and an occupancy factor of .945 in the City of Rockwall. COG recognizes 2.014 residents per multi-family unit with an occupancy rate of .934 although we do not have any which will be completed this year.

1/1/26 COG Population Estimate	54,744	
384 X 2.883 X .945 =	1,046	Single family
0 X 2.014 X .934 =	0	Multi-family
1/1/27 Population Estimate	55,790	1.9% increase

Using this methodology the City 1/1/2027 population may be 55,790

Budget History

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
Tax Rates	0.4236	0.4021	0.387990	0.370000	0.350000	0.292678	0.270245	0.247450	0.257500	0.258007
Total Taxable Value	5,238,256,063	5,693,209,277	6,048,494,454	6,429,002,080	6,882,070,760	8,300,009,655	8,964,484,128	10,027,241,584	10,830,198,253	11,092,200,961
General Fund Budget	36,066,050	37,905,500	39,048,300	39,127,400	43,439,150	45,876,150	48,441,750	51,755,400	54,397,600	55,371,700
Population Estimated	43,750	44,110	45,010	45,740	47,579	51,171	52,128	53,474	54,992	55,790
# Employees/Thousand	6.42	6.71	6.73	6.62	6.83	6.55	6.74	6.59	6.43	6.34
Employee Levels										
General Fund										
Administration										
City Manager	1	1	1	1	1	1	1	1	1	1
Asst.City Manager	2	2	2	2	2	1	1	1	1	1
Director of Admin Svcs	1	1	1	1	---	---	1	1	1	1
City Secretary	1	1	1	1	1	1	1	1	1	1
Executive Secretary	1	1	1	1	1	1	1	1	1	1
Asst to City Secretary	1	1	1	1	1	1	1	1	1	1
PIO/Marketing Manager	---	---	---	---	1	1	1	1	1	1
Main Street Manager	1	1	1	1	1	1	1	1	1	1
Tourism Manager	---	---	---	---	---	---	---	---	1	1
	8	**8**	**8**	**8**	**8**	**7**	**8**	**8**	**9**	**9**
Human Resources										
Director of Human Resource	---	---	---	---	1	1	1	1	1	1
Organizational Developmen	1	1	1	1	---	---	---	---	---	---
HR Specialist/Analyst	2	2	2	2	2	2	2	2	2	2
Receptionist/Secretary	1	1	1	1	1	1	1	1	1	1
	4	**4**	**4**	**4**	**4**	**4**	**4**	**4**	**4**	**4**
Information Technology										
Information Technology Dire	---	---	---	---	---	1	1	---	---	---
Information Technology Mar	---	---	---	---	---	---	---	1	1	1
Systems Administrator II	---	---	---	---	---	1	1	1	1	1
Public Safety Administrator	---	---	---	---	---	1	1	---	---	---
Sr. Public Safety IT Analyst	---	---	---	---	---	---	---	---	1	1
Public Safety IT Analyst	---	---	---	---	---	1	1	2	1	1
Network Technician	---	---	---	---	---	1	1	1	1	1
	0	**0**	**0**	**0**	**0**	**5**	**5**	**5**	**5**	**5**
Internal Operations										
Internal Operations Director	1	1	---	---	1	---	---	---	---	---
Facilities Superintendent	1	1	1	1	1	1	1	1	1	1
Network Administrator	1	1	1	1	---	---	---	---	---	---
Network Technician	1	2	2	2	2	---	---	---	---	---
PIO/Marketing Manager	1	1	1	1	---	---	---	---	---	---
Internal Operations Crewlea	---	---	---	---	---	1	1	1	1	1
Building Maint. Technician	3	3	3	3	3	2	2	2	2	2
Secretary/Coordinator	1	1	1	1	1	1	1	1	1	1
Lead Custodian	2	2	2	2	2	2	2	2	2	2
Custodian	4	4	4	4	4	4	4	4	4	4
	15	**16**	**15**	**15**	**14**	**11**	**11**	**11**	**11**	**11**

Budget History

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
Finance										
Finance Director	---	---	---	---	---	1	1	1	1	1
Senior Accountant	1	1	1	1	1	---	---	---	---	---
Purchasing Agent	1	1	1	1	1	1	1	1	1	1
Accounting/Payroll	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5
Inventory Control Clerk	1	1	1	1	1	1	1	1	1	1
	5.5	**5.5**	**5.5**	**5.5**	**5.5**	**5.5**	**5.5**	**5.5**	**5.5**	**5.5**
Court										
Court Administrator	1	1	1	1	1	1	1	1	1	1
Lead Court Clerk	---	---	---	---	---	1	---	---	---	---
Deputy Clerk	4	4	4	4	4	3	3	3	3	3
Juvenile Case Manager	---	---	---	---	---	---	0.5	0.5	0.5	0.5
	5	**5**	**5**	**5**	**5**	**5**	**4.5**	**4.5**	**4.5**	**4.5**
Fire										
Fire Chief	1	1	1	1	1	1	1	1	1	1
Assistant Fire Chief	1	1	1	1	1	1	1	1	1	1
Fire Marshal/Asst Chief	1	1	1	1	1	1	1	1	1	1
FF Division Chief	---	---	---	---	---	---	1	1	1	1
Senior Fire Inspector	1	1	1	1	1	1	1	1	1	1
Fire Inspector	2	2	2	2	2	2	2	2	2	2
Coordinator	1	1	1	1	1	1	1	1	1	1
Administrative Asst.	1	1	1	1	1	1	1	1	1	1
Batalion Chief	---	1	1	1	1	1	3	3	3	3
Captain	3	6	9	9	12	12	12	12	12	12
Driver/Operator	18	15	12	12	12	12	12	12	12	12
Firefighter	---	6	9	9	18	21	30	30	30	30
	29	**36**	**39**	**39**	**51**	**54**	**66**	**66**	**66**	**66**
Police										
Administration										
Chief	1	1	1	1	1	1	1	1	1	1
Asst. Chief	1	1	1	1	1	1	1	1	1	1
Captain	1	1	1	1	1	1	1	1	1	1
Lieutenant	4	4	4	4	4	4	5	5	5	5
Training Coordinator	---	---	---	---	1	1	1	1	1	1
Clerical	1	1	1	1	1	1	1	1	1	1
	8	**8**	**8**	**8**	**9**	**9**	**10**	**10**	**10**	**10**
Dispatch										
Manager	---	---	---	---	---	1	1	1	1	1
Supervisor	3	3	3	3	3	3	3	3	3	3
Comm. Spec.	12	12	12	12	12	12	12	11	11	11
	15	**15**	**15**	**15**	**15**	**16**	**16**	**15**	**15**	**15**
Patrol										
Sergeant	8	8	7	7	7	7	7	8	8	8
Patrol	44	43	42	42	46	48	48	47	47	47
Crime Analyst					1	1	1	1	1	1
	52	**51**	**49**	**49**	**54**	**56**	**56**	**56**	**56**	**56**

Budget History

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
CID										
Sergeant	2	2	3	3	3	3	3	3	3	3
Investigator	6	6	6	6	8	8	8	8	8	8
Investigator - Narcotics/Dep	2	2	4	4	4	4	4	4	4	4
Records/Evid. Tech	1	1	1	1	1	1	1	1	1	1
PSO/Crime Scene Tech.	1	1	1	1	1	1	1	1	1	1
Admin Assistant	---	---	---	---	---	---	1	1	1	1
	12	**12**	**15**	**15**	**17**	**17**	**18**	**18**	**18**	**18**
Community Services										
Sergeant	1	2	2	2	2	2	2	2	2	2
Mental Health Officer	---	---	---	---	---	---	---	1	1	1
Patrol Officer/SRO	6	9	9	9	9	11	11	13	13	13
Patrol Officer/Crime Prev.	2	2	2	2	2	2	3	3	3	3
	9	**13**	**13**	**13**	**13**	**15**	**16**	**19**	**19**	**19**
Warrants										
Warrant Officer	2	2	2	2	2	2	2	2	2	2
Warrants Clerk	1	1	1	1	1	1	1	---	---	---
	3	**3**	**3**	**3**	**3**	**3**	**3**	**2**	**2**	**2**
Records										
(Transitioned from Pol-Admin and CID beginning FY 06-07)										
Personnel Sgt	1	1	1	1	1	1	1	1	1	1
Computer Manager	1	1	1	1	1	---	---	---	---	---
Network Technician	1	1	1	1	1	---	---	---	---	---
Records Clerk	3	3	3	3	3	3	3	3	3	3
	6	**6**	**6**	**6**	**6**	**4**	**4**	**4**	**4**	**4**
POLICE DEPT TOTALS	**105.00**	**108.00**	**109.00**	**109.00**	**117.00**	**120.00**	**123.00**	**124.00**	**124.00**	**124.00**
Sworn	**82.00**	**84.00**	**85.00**	**85.00**	**92.00**	**95.00**	**97.00**	**101.00**	**101.00**	**101.00**
Planning										
Director	1	1	1	1	1	1	1	1	1	1
Senior Planner	1	1	1	1	---	---	1	1	2	2
Planner	1	1	---	---	2	2	1	1	---	---
P&Z Manager	---	1	1	1	---	---	---	---	---	---
GIS Coordinator/Supv	1	1	1	1	1	1	1	1	1	1
Planning/Zoning Coord.	1	1	1	1	1	1	1	1	1	1
GIS Analyst	---	---	---	---	1	1	1	1	1	1
GIS Techinician	2	2	2	2	1	1	1	1	1	1
Planning Technician	---	---	---	---	---	1	1	1	1	1
Intern - Admin	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
	7.5	**8.5**	**7.5**	**7.5**	**7.5**	**8.5**	**8.5**	**8.5**	**8.5**	**8.5**
Neighborhood Improvement										
Code Enforcement Supv.	1	1	1	1	1	1	1	1	1	1
Code Enforcement Officer	3	3	3	3	3	3	3	3	3	3
Code Enforcement Coord.	1	1	1	1	1	1	1	1	1	1
	5	**5**	**5**	**5**	**5**	**5**	**5**	**5**	**5**	**5**
Inspections										
Building Official	1	1	1	1	1	1	1	1	1	1
Building Inspection Supv.	1	1	1	1	1	1	1	1	1	1
Plans Examiner	1	1	1	1	1	1	1	1	1	1
Building Inspector	3	3	3	3	3	3	3	3	3	3
Permit Technician	2	2	2	2	2	2	2	2	2	2
	8	**8**	**8**	**8**	**8**	**8**	**8**	**8**	**8**	**8**

Budget History

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
Parks										
Superintendent	1	1	1	1	1	1	1	1	1	1
Field Supervisor	1	1	1	1	1	1	1	1	1	1
Crew Leader	2	3	3	4	4	4	4	4	4	4
Equip. Operator	4	3	3	2	2	2	2	2	2	2
Athletic Tech	---	---	---	---	---	---	---	---	1	1
Irrigaton Tech	1	1	1	1	1	1	1	1	1	1
Maint. Worker	10	10	14	14	14	14	14	14	13	13
	19	**19**	**23**	**23**	**23**	**23**	**23**	**23**	**23**	**23**
Harbor										
Crew Leader	1	1	1	1	1	1	1	1	1	1
Maint. Worker	1	1	1	1	1	1	3	3	3	3
	2	**2**	**2**	**2**	**2**	**2**	**4**	**4**	**4**	**4**
Recreation										
Director	1	1	1	1	1	1	1	1	1	1
Recreation Superintendent	1	1	1	1	1	1	1	1	1	1
PARD Manager	---	---	---	---	---	---	---	---	---	---
Athletics & Special Program	1	1	1	1	1	1	1	1	1	1
Special Events Supervisor	---	---	---	---	1	1	1	1	2	2
Recreation Coordinator	1	1	1	1	1	2	2	2	1	1
Secretary	1	1	1	1	1	1	1	1	1	1
Recreation Assistant	1	1	1	1	1	1	1	1	1	1
	6	**6**	**6**	**6**	**7**	**8**	**8**	**8**	**8**	**8**
Animal Services										
Crew Leader	1	1	1	1	1	1	1	1	1	1
Officer	2	2	2	2	2	2	2	2	2	2
	3	**3**	**3**	**3**	**3**	**3**	**3**	**3**	**3**	**3**
Streets										
Superintendent	1	1	1	1	1	1	1	1	1	1
Field Supervisor	1	2	2	2	2	2	2	2	2	2
Equip. Operator II	3	3	3	3	3	3	3	3	3	3
Equip. Operator I	---	---	---	---	---	---	---	---	---	---
Crew Leader	2	1	1	1	1	1	1	1	1	1
Streets & Drainage Coordin	---	---	---	---	---	1	1	1	1	1
Special Operations Inspecto	---	---	---	---	1	1	1	1	1	1
Maint. Worker	3	3	3	3	3	3	3	3	3	3
Sign Technician	2	2	2	2	2	2	2	2	2	2
	12	**12**	**12**	**12**	**13**	**14**	**14**	**14**	**14**	**14**
Engineering										
Engineer/P.W. Director	1	1	1	1	1	1	1	1	1	1
Assistant City Engineer	---	---	---	---	1	1	1	1	1	1
Civil Engineer	2	2	2	2	1	1	1	1	1	1
Technician/Designer	---	---	---	---	---	---	---	---	---	---
Contstruction Insp Supervis	---	---	---	---	---	1	1	1	1	1
Dev. Serv. Coord.	1	1	1	1	1	1	1	1	1	1
Inspector	5	5	5	5	5	4	4	4	4	4
	9	**9**	**9**	**9**	**9**	**9**	**9**	**9**	**9**	**9**
Total General Fund	**243.00**	**255.00**	**261.00**	**261.00**	**282.00**	**292.00**	**309.50**	**310.50**	**311.50**	**311.50**

Budget History

	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
Water and Sewer Fund										
Utility Billing										
Util. Billing Supervisor	1	1	1	1	1	1	1	1	1	1
Field Supervisor	1	1	1	1	1	1	1	1	1	1
Billing Clerk/Cust.Serv.Rep.	1	1	1	1	1	1	1	1	1	1
Cashier/Cust.Serv.Rep.	2	2	2	2	2	2	2	2	2	2
Meter Reader	3	3	3	3	4	4	4	4	4	4
	8	**8**	**8**	**8**	**9**	**9**	**9**	**9**	**9**	**9**
Water Operations										
Water/WW Manager	1	1	1	1	1	1	1	1	1	1
Operations Mgr/Field Super	1	1	1	1	1	1	1	1	1	1
Sr. Production Technician	1	1	1	1	1	1	1	1	---	---
Production Technician III	---	---	---	---	---	---	---	---	1	1
Production Technician II	---	---	---	---	---	---	---	1	---	---
Production Technician I	1	2	2	2	2	2	1	---	1	1
Equip.Operator	1	1	2	2	2	2	2	2	2	2
Crew Leader	2	2	2	2	2	2	2	2	2	2
Fire Hydration Tech	2	2	2	2	2	2	2	2	2	2
Maint. Worker	4	4	4	4	4	4	4	4	4	4
Water Quality Tech	2	2	2	2	2	2	2	2	2	2
Public Works Coord	1	1	1	1	1	1	1	1	1	1
	16	**17**	**18**	**18**	**18**	**18**	**17**	**17**	**17**	**17**
Sewer Operation										
Operations Mgr/Field Super	1	1	1	1	1	1	1	1	1	1
Production Tech Field Supe	1	1	1	1	1	1	1	1	1	1
Production Technician III	2	3	3	3	3	3	3	1	1	1
Production Technician II	---	---	---	---	---	---	---	1	1	1
Production Technician I	---	---	---	---	---	---	---	1	1	1
Equip. Operator	2	2	2	2	2	2	2	2	2	2
Crew Leader	2	2	2	2	2	2	2	2	2	2
Maint. Worker	4	5	5	5	5	5	5	5	5	5
FOG Agent	1	1	1	1	1	1	1	1	1	1
Infiltration Tech.	1	1	1	1	1	1	1	1	1	1
	14	**16**	**16**	**16**	**16**	**16**	**16**	**16**	**16**	**16**
Total Water/Sewer	**38**	**41**	**42**	**42**	**43**	**43**	**42**	**42**	**42**	**42**
Total Employees	**281.00**	**296.00**	**303.00**	**303.00**	**325.00**	**335.00**	**351.50**	**352.50**	**353.50**	**353.50**

City of Rockwall
The New Horizon

MEMORANDUM

TO: **Mayor and Council Members**

FROM: **Mary Smith, City Manager**

DATE: **August 10, 2026**

SUBJECT: **Ad Valorem Taxes**

The certified assessed value is $11,092,200,961 and includes senior values of $1,841,602,525 and new improvements of $321,634,831. The certified value reflects an increase of 2.42% over the prior year which is entirely attributable to new growth with a (.55%) reduction in values of existing properties.

A tax rate of 25.8007 cents per hundred dollars of assessed value was used to prepare the 2026-27 Proposed Annual Budget. The rate for FY2026 was 25.75 cents.

The City's debt service rate is calculated to be 8.9150 cents and will allow principal and interest payments on existing debt.

The proposed operations rate would be 16.8857 cents for a proposed combined rate of 25.8007 cents per hundred dollars of assessed value. A penny on the tax rate generates $925,598. Our No New Revenue Tax Rate is 25.8007 cents and the Voter Approval Rate is 26.27 cents. The nominal difference between the NNR and the VAR is .4693 cents per hundred dollars of assessed value. If Council wants to consider that rate then there would be an additional $434,306 in property taxes to the General Fund.

These terms are explained below.

No New Revenue Rate (formerly known as the Effective Rate) – is the rate needed to collect the same tax dollars as FY26. The formula then allows for new growth to be taxed without pushing the City over the VAR. This is the first time in many years that the NNR is higher than the current rate.

Voter Approval Rate – is the rate over which the City would need to hold an election to ratify the tax rate. The legislature allows up to 3.5% increase in revenue for maintenance and operations. Anything over that amount requires an election. This was formerly known as the Rollback Rate.

Debt Issuance

With the issuance of $28,000,000 in FY2026 we anticipate work on those projects during the coming 24-months and do not anticipate any new issuance in FY2026-27.

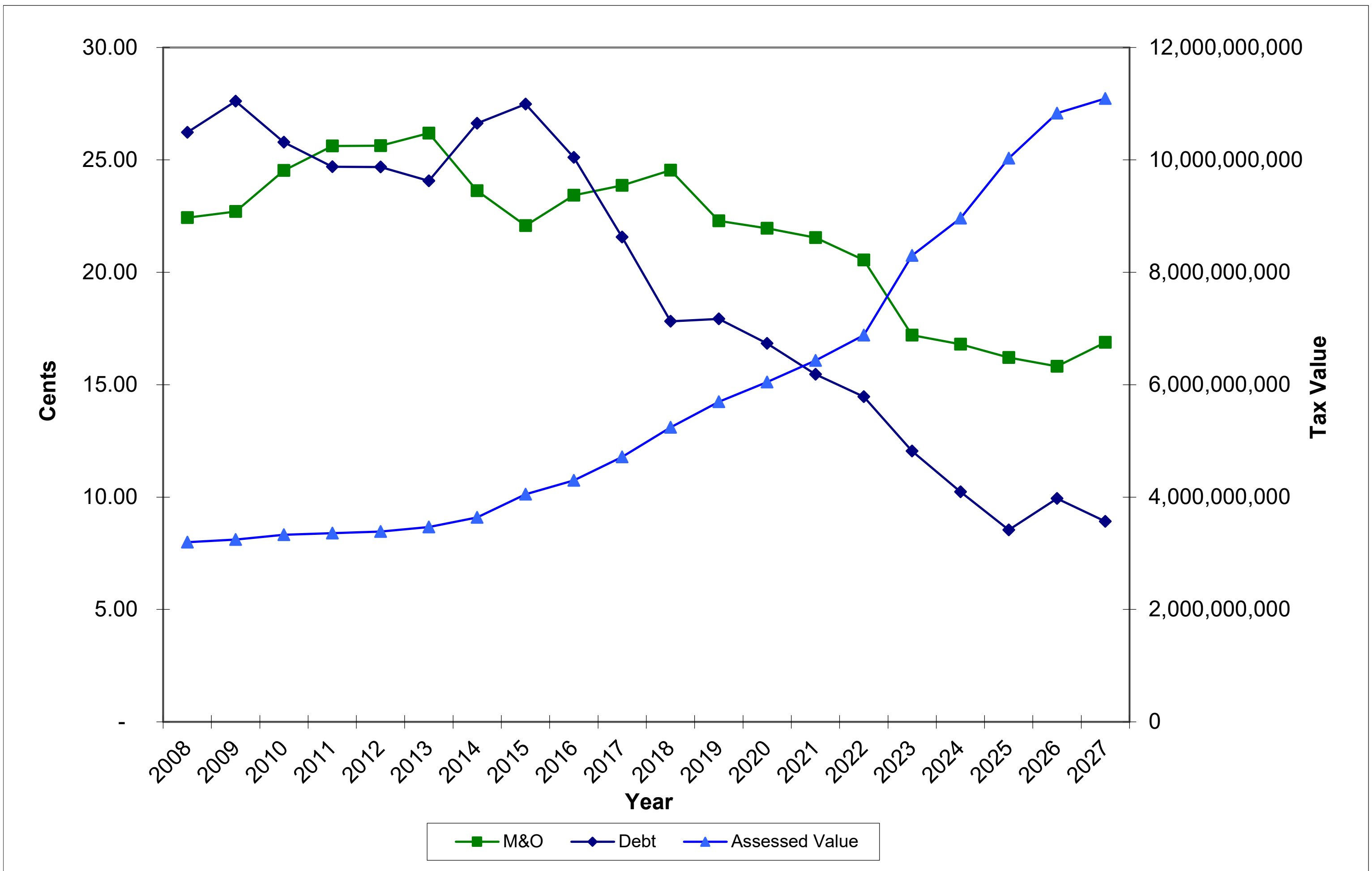
Public Hearings and Rate Adoption

The Truth in Taxation procedures requires one public hearing if the tax rate increases revenue by an amount over the amount calculated as the No New Revenue rate. If the Council chooses to move forward with the proposed tax rate then we would not need to hold a public hearing on the tax rate. If the Council was willing to adopt a rate between the NNR and the VAR then we would hold a public hearing on September 8th.

The City Charter requires a public hearing on the proposed budget, which can be conducted at the September 8th Council meeting and will be advertised as such. Adoption of the tax rate and budget will be included on the September 21st Council agenda.

Historical Tax Information

Fiscal Year	Assessed Value	% inc	M&O	Debt	Total	Collection Rate	NNR Rate	Voter Approval Rate
2008	3,197,045,052	16.33%	22.43	26.22	48.65	99.60%	40.59	48.72
2009	3,242,344,081	1.42%	22.70	27.61	50.31	99.49%	47.88	52.32
2010	3,329,794,624	2.70%	24.53	25.78	50.31	99.45%	51.36	51.22
2011	3,357,317,663	0.83%	25.62	24.69	50.31	100.94%	51.86	52.64
2012	3,387,038,427	0.89%	25.63	24.68	50.31	99.72%	51.28	53.14
2013	3,467,380,383	2.37%	26.19	24.06	50.25	99.58%	50.25	52.64
2014	3,637,881,664	4.92%	23.63	26.62	50.25	99.43%	51.3700	55.0200
2015	4,050,756,693	11.35%	22.07	27.48	49.55	99.44%	49.5500	51.9800
2016	4,297,271,069	6.09%	23.42	25.11	48.53	99.56%	48.5300	49.3800
2017	4,714,674,107	9.71%	23.86	21.57	45.43	99.40%	45.4345	45.4373
2018	5,238,256,063	11.11%	24.54	17.82	42.36	99.86%	42.3671	42.3729
2019	5,693,209,277	8.69%	22.29	17.92	40.21	99.85%	40.2197	43.8897
2020	6,048,494,054	6.24%	21.9590	16.84	38.7990	99.72%	38.7990	40.8528
2021	6,429,002,080	12.92%	21.5400	15.46	37.0000	99.32%	37.3302	37.3910
2022	6,882,070,760	7.05%	20.5416	14.4584	35.0000	99.14%	35.3611	36.5161
2023	8,300,009,655	20.60%	17.2000	12.05	29.2500	100.61%	29.2678	29.9109
2024	8,964,484,128	8.01%	16.7945	10.23	27.0245	100.39%	27.0245	29.5058
2025	10,027,241,584	11.86%	16.2053	8.5397	24.7450	100.51%	24.7450	24.9023
2026	10,830,198,253	8.01%	15.8156	9.9344	25.7500	100.00%	23.4687	26.6367
2027	11,092,200,961	2.42%	16.8857	8.915	25.8007	100.00%	25.8007	26.2700



SUMMARY OF OPERATIONS

Fund

04 Debt Service

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Total Revenues	9,813,906	10,813,600	10,578,600	9,597,500
Total Expenditures	8,762,864	10,045,700	11,298,700	9,638,100
Excess Revenues Over (Under) Expenditures	1,051,042	767,900	(720,100)	(40,600)
Net Other Financing Sources (Uses)	-	-	-	-
Net Gain (Loss)	1,051,042	767,900	(720,100)	(40,600)
Fund Balance - Beginning	5,541,354	6,845,704	6,592,396	5,872,296
Fund Balance - Ending	6,592,396	7,613,604	5,872,296	5,831,696

SUMMARY OF REVENUES

Fund
04 Debt Service

Account	Description	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
4001	Interest Earnings	242,712	95,000	280,000	150,000
4100	Current Taxes	8,215,551	10,178,600	10,178,600	9,327,500
4105	Delinquent Taxes	51,369	70,000	70,000	70,000
4110	Penalty & Interest	36,950	50,000	50,000	50,000
4674	Roadway Impact Fees	1,267,324	420,000	-	-
Total Revenues		9,813,906	10,813,600	10,578,600	9,597,500

SUMMARY OF EXPENDITURES

Fund

04 Debt Service

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Debt Service	8,762,864	10,045,700	11,298,700	9,638,100
Total Expenditures	8,762,864	10,045,700	11,298,700	9,638,100

LONG TERM DEBT

Fund	Department	Division
04 Debt Service	90 Finance	11 Long Term Debt

Account	Description	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
750	Admin. Fees	7,250	5,000	8,000	5,000
752	Bonds - Principal	6,220,000	6,995,000	8,995,000	6,450,000
754	Bonds - Interest	2,416,764	2,925,650	2,175,650	3,062,400
768	Certificates - Principal	85,000	90,000	90,000	95,000
770	Certificates - Interest	33,850	30,050	30,050	25,700
Total Debt Service		8,762,864	10,045,700	11,298,700	9,638,100

City of Rockwall
The New Horizon

MEMORANDUM

TO: Mayor and Council Members

FROM: Mary Smith, City Manager

DATE: August 10, 2026

SUBJECT: Harbor Debt Analysis

The Appraisal District has reported the certified assessed values in the Harbor Tax Increment Financing Zone. Valuations totaled $262,177,356, resulting in a captured value of $247,323,713. This is a valuation decrease of (1.5%). Taxes on the captured value are revenues to the Zone. The City has committed 100% of taxes on the captured value to the TIF. City property taxes to the Zone should total $638,112 but are dependent on the final adopted tax rate.

100% of the City's sales tax generated in the TIF is revenue to the zone. Sales taxes in the TIF are on pace to be up 4.7% as we complete FY2026. This is significantly lower than then 22.2% increase we experienced in FY2025. Sales taxes projections for fiscal year 2027 will anticipate a 2.5% increase in revenue over the prior year.

The City issued debt in FY2026 to undertake several large maintenance improvement projects including the complete rebuild of the damaged docks and addition of an attenuator, lining the fountains and some additional parking. The issue was structured to match revenue streams and only extended the life of the debt service by 5 years with final payoff in 2036. All maintenance projects are anticipated to be completed by the end of calendar 2026.

SUMMARY OF OPERATIONS

Fund

05 Harbor Debt Service

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Total Revenues	1,105,297	1,085,500	1,137,500	1,088,100
Total Expenditures	1,169,314	1,061,850	1,061,850	1,198,400
Excess Revenues Over (Under) Expenditures	(64,017)	23,650	75,650	(110,300)
Net Other Financing Sources (Uses)	-	-	-	-
Net Gain (Loss)	(64,017)	23,650	75,650	(110,300)
Fund Balance - Beginning	513,569	356,769	449,552	525,202
Fund Balance - Ending	449,552	380,419	525,202	414,902

SUMMARY OF REVENUES

Fund

05 Harbor Debt Service

Account	Description	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
4100	Current Taxes	620,049	646,500	646,500	638,100
4150	Sales Taxes	406,001	364,000	416,000	450,000
4155	Beverage Sales Taxes	79,247	75,000	75,000	-
Total Revenues		1,105,297	1,085,500	1,137,500	1,088,100

SUMMARY OF EXPENDITURES

Fund

05 Harbor Debt Service

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Debt Service	1,169,314	1,061,850	1,061,850	1,198,400
Total Expenditures	1,169,314	1,061,850	1,061,850	1,198,400

LONG TERM DEBT

Fund

05 Harbor Debt Service

Account	Description	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
768	Certificates - Principal	985,000	900,000	900,000	885,000
770	Certificates - Interest	184,314	161,850	161,850	313,400
Total Debt Service		1,169,314	1,061,850	1,061,850	1,198,400

SUMMARY OF OPERATIONS

Fund

01 General

	Actual 24-25	Budgeted 25-26	Amended 25-26	Adopted 26-27
Total Revenues	57,730,773	58,587,000	58,269,950	59,130,800
Total Operating Expenditures	52,952,618	54,397,600	54,172,150	55,371,700
Capital Reserve Expenditures	-		1,471,500	-
Excess Revenues Over (Under) Expenditures	4,778,155	4,189,400	2,626,300	3,759,100
Net Other Financing Sources (Uses)	(4,321,550)	(4,155,000)	(3,953,100)	(3,700,000)
Net Gain (Loss)	456,605	34,400	(1,326,800)	59,100
				-
Fund Balance - Beginning	28,127,252	27,447,503	28,583,857	27,257,057
Fund Balance - Ending	28,583,857	27,481,903	27,257,057	27,316,157

SUMMARY OF REVENUES

Fund

01 General

Account	Description	Actual 2,025	Budgeted 2,026	Amended 2,026	Adopted 27
4100	Current Taxes	15,599,882	16,204,300	16,204,300	17,243,100
4105	Delinquent Taxes	79,512	80,000	90,000	80,000
4110	Penalty & Interest	64,112	60,000	70,000	65,000
	Total Property Taxes	15,743,506	16,344,300	16,364,300	17,388,100
4150	Sales Taxes	28,248,084	29,976,000	28,976,000	29,654,100
4155	Beverage Taxes	399,327	455,000	455,000	475,000
	Total Sales Taxes	28,647,411	30,431,000	29,431,000	30,129,100
4201	Electrical Franchise	2,240,741	2,400,000	2,325,000	2,400,000
4203	Telephone Franchise	51,958	50,000	41,000	30,000
4205	Gas Franchise	872,113	850,000	1,055,000	1,000,000
4207	Cable TV Franchise	201,318	210,000	210,000	195,000
4209	Garbage Franchise	500,209	525,000	545,000	576,500
	Total Franchise Fees	3,866,339	4,035,000	4,176,000	4,201,500
4250	Park & Recreation Fees	31,031	35,000	35,000	40,000
4251	Municipal Pool Fees	7,299	10,000	10,000	10,000
4253	Center Rentals	10,128	15,000	15,000	15,000
4255	Harbor Rentals	-	1,000	1,000	1,000
4270	Code Enforcement Fees	14,044	20,000	38,000	20,000
4280	Zoning Request Fees	107,280	60,000	95,000	102,000
4283	Construction Inspection	1,387,559	660,000	1,030,000	900,000
4288	Beverage Permits	21,635	-	-	-
4295	Fire - Plans Review	5,250	6,000	6,000	6,000
	Total Fees	1,584,226	807,000	1,230,000	1,094,000

SUMMARY OF REVENUES

Fund

01 General

Account	Description	Actual 2,025	Budgeted 2,026	Amended 2,026	Adopted 27
4300	Building Permits	1,823,484	1,600,000	1,800,000	2,025,000
4302	Fence Permits	30,375	25,000	25,000	30,000
4304	Electrical Permits	35,738	40,000	40,000	35,000
4306	Plumbing Permits	80,775	70,000	75,000	75,000
4308	Mechanical Permits	29,875	35,000	35,000	35,000
4310	Daycare Center Permits	5,630	-	5,950	5,950
4312	Health Permits	128,736	145,000	150,000	154,000
4314	Sign Permits	21,050	25,000	25,000	25,000
4320	Miscellaneous Permits	81,376	100,000	140,000	125,000
4418	Short-Term Rental Permits	8,000	5,000	3,000	2,000
	Total Permits	2,245,039	2,045,000	2,298,950	2,511,950
4400	Court Fines	351,503	360,000	360,000	360,000
4402	Court Fees	93,002	100,000	100,000	90,000
4404	Warrant Fees	29,287	30,000	30,000	33,500
4406	Court Deferral Fees	151,913	150,000	150,000	150,000
4408	Animal Registration Fees	4,160	5,000	5,000	4,000
4414	Alarm Fees and Fines	53,336	55,000	55,000	58,000
	Total Municipal Court	683,201	700,000	700,000	695,500
4001	Interest Earnings	1,410,792	1,000,000	700,000	480,000
4007	Sale of Supplies	-	500	500	500
4010	Auction/Scrap Proceeds	2,353	10,000	120,000	20,000
4019	Miscellaneous	52,356	100,000	115,000	100,000
4460	Lease Revenue	56,458	63,600	63,600	69,950
4480	Tower Leases	26,114	29,000	49,000	49,000
4680	Developer Contributions	57,500	57,500	57,500	-
	Total Miscellaneous	1,605,573	1,260,600	1,105,600	719,450
4500	Grant Proceeds	1,762,674	1,237,000	1,237,000	651,000
4510	School Patrol	1,178,133	1,278,600	1,278,600	1,307,200
4520	County Contracts	1,689	1,000	1,000	1,000
4530	City Contracts	412,982	447,500	447,500	432,000
	Total Intergovernmental	3,355,478	2,964,100	2,964,100	2,391,200
Total Revenues		57,730,773	58,587,000	58,269,950	59,130,800

SUMMARY OF OPERATING TRANSFERS

Fund

01 General

	Actual 24-25	Budgeted 25-26	Amended 25-26	Adopted 26-27
Other Financing Sources				
Operating Transfers In:				
From Water & Sewer	500,000	500,000	500,000	500,000
From Court Fees	10,000	10,000	10,000	10,000
From Recreational Development	-	-	-	150,000
From Hotel Occupancy Tax Fund	-	-	201,900	230,000
From Siren Fee Fund	38,000	-	-	-
Total Other Financing Sources	548,000	510,000	711,900	890,000
Other Financing Uses				
Operating Transfers Out:				
To Employee Benefit Fund (Ins.)	4,000,000	4,000,000	4,000,000	4,000,000
To Workers Compensation Fund	250,000	350,000	350,000	350,000
To Tech. Replacement Fund	315,000	315,000	315,000	240,000
To Fire Equipment Fund	304,550	-	-	-
Total Other Financing Uses	4,869,550	4,665,000	4,665,000	4,590,000
Net Other Financing Sources (Uses)	(4,321,550)	(4,155,000)	(3,953,100)	(3,700,000)

SUMMARY OF EXPENDITURES

Fund

01 General

Dept.	Div.		Actual 25	Budgeted 26	Amended 26	Adopted 27
10	01	Mayor/Council	172,248	161,600	161,600	165,000
10	05	Administration	2,514,803	2,504,650	4,085,850	2,796,900
10	06	Administrative Services	511,108	528,900	462,100	517,250
10	07	Information Technology	1,110,277	1,217,800	1,217,800	1,338,100
10	09	Internal Operations	2,216,799	2,480,250	2,545,450	2,431,500
15	11	Finance	1,017,155	1,326,350	1,163,850	1,408,250
15	15	Municipal Court	566,822	580,750	574,650	589,450
20	25	Fire Operations	9,021,883	9,284,850	9,490,400	9,368,050
20	29	Fire Marshal	810,764	857,200	848,200	848,200
30	31	Police Administration	1,836,531	2,015,850	2,007,050	2,027,700
30	32	Communications	1,855,379	1,819,050	1,863,950	1,913,850
30	33	Patrol	9,914,541	9,502,000	9,895,800	9,729,550
30	34	CID	2,719,320	2,731,350	2,792,350	2,867,850
30	35	Community Services	2,690,414	2,803,050	2,950,050	2,886,650
30	36	Warrants	229,964	239,250	231,050	239,150
30	37	Records	389,631	416,750	388,550	390,700
40	41	Planning	1,045,779	1,064,800	1,049,800	1,114,150
40	42	Neighborhood Improv.	574,523	594,050	613,050	630,700
40	43	Building Inspections	932,885	1,006,800	965,600	967,000
45	45	Parks	3,786,971	3,814,600	3,670,900	3,662,400
45	46	Harbor O&M	800,868	818,650	787,650	778,500
45	47	Recreation	1,226,474	1,279,800	1,234,200	1,269,600
45	48	Animal Services	743,497	761,650	762,650	761,000
50	53	Engineering	1,261,520	1,341,050	1,318,050	1,351,100
50	59	Streets	5,002,462	5,246,550	4,563,050	5,319,100
			52,952,618	54,397,600	55,643,650	55,371,700
Less Capital Reserve			-	-	1,471,500	-
Total Operating Expenditures			52,952,618	54,397,600	54,172,150	55,371,700

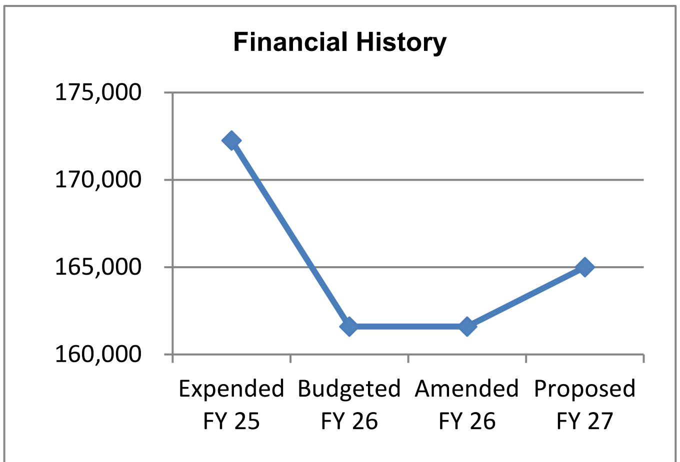
DIVISION SUMMARY

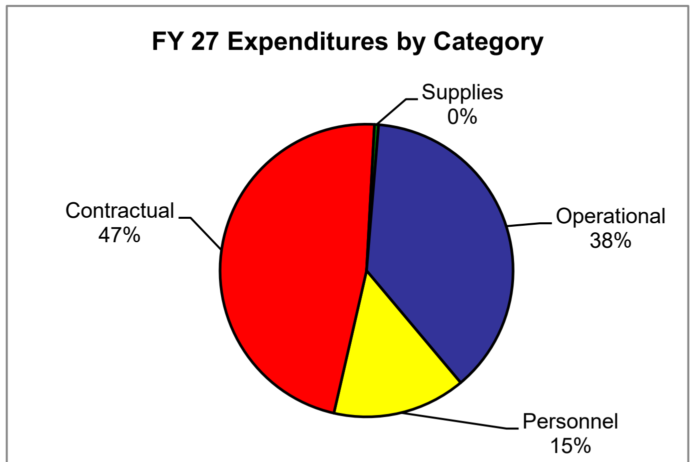
Fund	Division	Department
01 General	10 General Government	01 Mayor/Council

Expenditure Summary

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	24,221	24,250	24,250	24,250
Contractual	71,688	74,600	74,600	78,000
Supplies	2,872	1,250	1,250	750
Operational	73,467	61,500	61,500	62,000
Total	172,248	161,600	161,600	165,000

Activity Trends





Fund	**Division**	**Department**
01 General Fund	10 General Government	01 Mayor/Council

G/L Account		**2025 Actual Amount**	**2026 Adopted Budget**	**2026 Amended Budget**	**2027 City Manager Approved**
PERSONNEL SERVICES					
100	SALARIES & WAGES	22,500	22,500	22,500	22,500
120	FICA & MEDICARE EXPENSE	1,721	1,750	1,750	1,750
	PERSONNEL SERVICES Totals	24,221	24,250	24,250	24,250
CONTRACTUAL					
221	INSURANCE-PUBLIC OFFICIAL	68,565	71,600	71,600	75,000
231	SERVICE MAINTENANCE CONTRACTS	3,123	3,000	3,000	3,000
	CONTRACTUAL Totals	71,688	74,600	74,600	78,000
SUPPLIES					
310	PRINTING & BINDING	369	500	500	-
347	GENERAL MAINTENANCE SUPPLIES	2,503	750	750	750
	SUPPLIES Totals	2,872	1,250	1,250	750
OPERATIONS					
402	YOUTH ADVISORY COUNCIL	3,802	3,500	3,500	3,500
404	ELECTION EXPENSES	17,763	15,000	18,000	19,000
410	DUES & SUBSCRIPTIONS	15,151	14,000	14,000	14,000
420	AWARDS	10,508	10,000	10,000	8,500
428	MEETING EXPENSES	3,096	3,000	3,000	3,000
430	TUITION & TRAINING	4,775	4,000	4,000	4,000
436	TRAVEL	18,372	12,000	9,000	10,000
	OPERATIONS Totals	73,467	61,500	61,500	62,000
	MAYOR/COUNCIL Totals	**172,248**	**161,600**	**161,600**	**165,000**

DIVISION SUMMARY

Fund	**Division**	**Department**
01 General	10 General Government	05 Administration

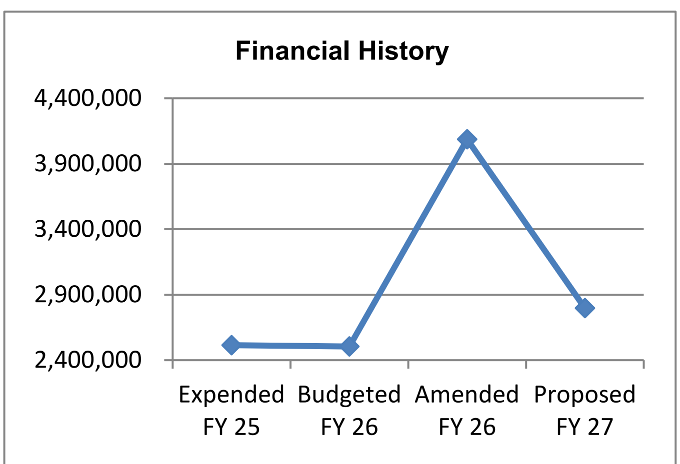
Expenditure Summary

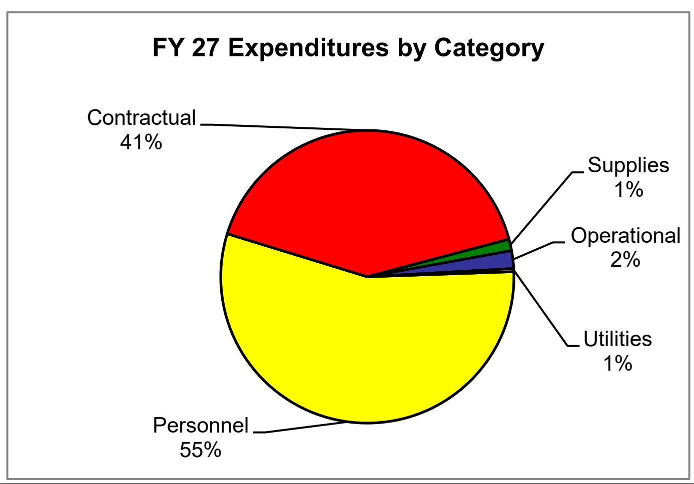
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	1,346,287	1,378,000	1,460,000	1,546,900
Contractual	1,060,491	1,030,650	1,120,700	1,150,000
Supplies	28,181	33,500	33,500	35,500
Operational	62,905	55,000	61,450	55,000
Utilities	6,939	7,500	7,500	9,500
Total	2,514,803	2,504,650	4,085,850	2,796,900

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
City Manager	-	1	1
Assistant City Manager	-	1	1
Director of Administrative Services	-	1	1
City Secretary / Assistant to the City Manager	29	1	1
Main Street / Community Relations Manager	22	1	1
PIO / Marketing Manager	22	1	1
Tourism Manager	22	1	1
Executive Secretary	18	1	1
Assistant to the City Secretary	15	1	1

Activity Trends





Fund	**Division**	**Department**
01 General Fund	10 General Government	05 Administration

G/L Account		**2025 Actual Amount**	**2026 Adopted Budget**	**2026 Amended Budget**	**2027 City Manager Approved**
PERSONNEL SERVICES					
100	SALARIES & WAGES	1,067,697	1,091,050	1,154,850	1,227,000
113	EDUCATION/CERTIFICATE PAY	2,000	2,000	2,000	2,000
114	LONGEVITY PAY	6,810	7,300	7,300	7,800
120	FICA & MEDICARE EXPENSE	74,355	75,800	80,300	86,050
122	T.M.R.S. RETIREMENT EXPENSE	195,425	201,850	215,550	224,050
	PERSONNEL SERVICES Totals	1,346,287	1,378,000	1,460,000	1,546,900
CONTRACTUAL					
207	APPRAISAL & COLLECTION	315,897	347,500	353,500	376,450
208	EMERGENCY SERVICES CORP	91,557	80,000	71,300	88,600
211	LEGAL	228,854	205,000	205,000	205,000
213	CONSULTING FEES	203,279	75,000	93,000	35,000
231	SERVICE MAINTENANCE CONTRACTS	18,774	14,000	14,000	12,000
233	NEWSPAPER NOTICES - ADVERTISING	3,039	4,000	4,000	4,000
234	MARKETING	-	-	74,750	75,000
236	COMMUNITY SERVICES	197,466	206,650	206,650	251,650

Notes:	Community Projects
$158,158 Star Transit ($26,533 due to increased hours)	
80,000 Meals on Wheels ($20,000 increase)	
3,500 Parade and Parachute Jump Support	
10,000 Boys/Girls Club ($5,000 increased not funded)	
$251,658 Total	
CITY MANAGER'S COMMENTS: Approved	

243	PARKING LOT	-	95,000	95,000	98,800
254	RECORDING FEES	1,625	3,500	3,500	3,500
	CONTRACTUAL Totals	1,060,491	1,030,650	1,120,700	1,150,000
SUPPLIES					
301	OFFICE SUPPLIES	3,065	3,000	3,000	3,000
310	PRINTING & BINDING	24,952	30,000	30,000	32,000
347	GENERAL MAINTENANCE SUPPLIES	163	500	500	500
	SUPPLIES Totals	28,181	33,500	33,500	35,500

Fund	Division	Department
01 General Fund	10 General Government	05 Administration

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
OPERATIONS					
410	DUES & SUBSCRIPTIONS	15,418	13,000	13,000	13,000
415	RECRUITING EXPENSES	103	-	-	-
422	EMPLOYEE ACTIVITIES	14,618	15,000	15,000	15,000
428	MEETING EXPENSES	6,251	5,000	5,000	5,000
430	TUITION & TRAINING	5,700	5,000	6,450	5,000
436	TRAVEL	20,814	17,000	22,000	17,000
	OPERATIONS Totals	62,905	55,000	61,450	55,000
UTILITIES					
507	CELLULAR TELEPHONE	6,939	7,500	7,500	9,500
	UTILITIES Totals	6,939	7,500	7,500	9,500
CAPITAL					
601	LAND	-	-	1,402,700	-
603	BUILDINGS	10,000	-	-	-
	CAPITAL Totals	10,000	-	1,402,700	-
	ADMINISTRATION Totals	**2,514,803**	**2,504,650**	**4,085,850**	**2,796,900**

DIVISION SUMMARY

Fund	Division	Department
01 General	10 General Government	06 Human Resources

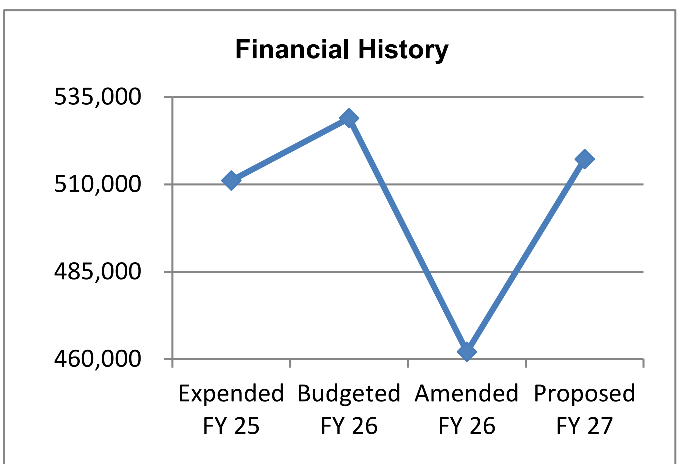
Expenditure Summary

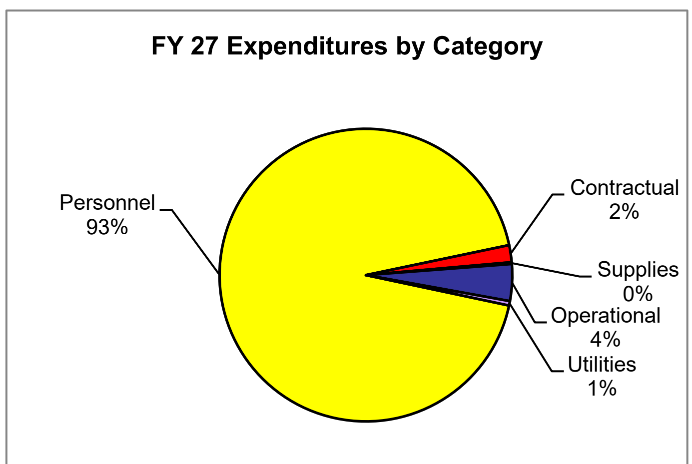
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	474,001	482,900	438,100	483,000
Contractual	8,920	9,500	9,500	9,750
Supplies	983	1,500	1,500	1,000
Operational	24,787	32,500	10,500	21,000
Utilities	2,418	2,500	2,500	2,500
Total	511,108	528,900	462,100	517,250

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Director of Human Resources	-	1	1
HR Analyst	20	2	2
Administrative Secretary	11	1	1

Activity Trends





Fund	**Division**	**Department**
01 General Fund	10 General Government	06 Human Resources

G/L Account		**2025 Actual Amount**	**2026 Adopted Budget**	**2026 Amended Budget**	**2027 City Manager Approved**
PERSONNEL SERVICES					
100	SALARIES & WAGES	366,676	378,500	346,500	377,100
112	INCENTIVE PAY	4,718	6,000	6,000	6,000
113	EDUCATION/CERTIFICATE PAY	2,600	2,600	2,600	4,000
114	LONGEVITY PAY	810	1,050	1,050	1,050
120	FICA & MEDICARE EXPENSE	27,531	28,950	26,150	28,850
122	T.M.R.S. RETIREMENT EXPENSE	61,126	63,800	53,800	64,000
128	UNEMPLOYMENT INSURANCE	10,542	2,000	2,000	2,000
	PERSONNEL SERVICES Totals	474,001	482,900	438,100	483,000
CONTRACTUAL					
231	SERVICE MAINTENANCE CONTRACTS	8,920	9,500	9,500	9,750
	CONTRACTUAL Totals	8,920	9,500	9,500	9,750
SUPPLIES					
301	OFFICE SUPPLIES	736	1,000	1,000	500
347	GENERAL MAINTENANCE SUPPLIES	247	500	500	500
	SUPPLIES Totals	983	1,500	1,500	1,000
OPERATIONS					
410	DUES & SUBSCRIPTIONS	1,969	1,000	1,000	1,000
415	RECRUITING EXPENSES	1,192	1,000	1,000	1,000
420	AWARDS	8,040	9,500	9,500	9,000
430	TUITION & TRAINING	1,692	3,000	1,000	2,000
432	EDUCATION REIMBURSEMENT	3,450	7,000	2,000	3,000
435	EMPLOYEE DEVELOPMENT	3,500	5,000	(5,000)	-
436	TRAVEL	4,944	6,000	1,000	5,000
	OPERATIONS Totals	24,787	32,500	10,500	21,000
UTILITIES					
507	CELLULAR TELEPHONE	2,418	2,500	2,500	2,500
	UTILITIES Totals	2,418	2,500	2,500	2,500
	HUMAN RESOURCES Totals	**511,108**	**528,900**	**462,100**	**517,250**

DIVISION SUMMARY

Fund	Division	Department
01 General	10 General Government	07 Information Technology

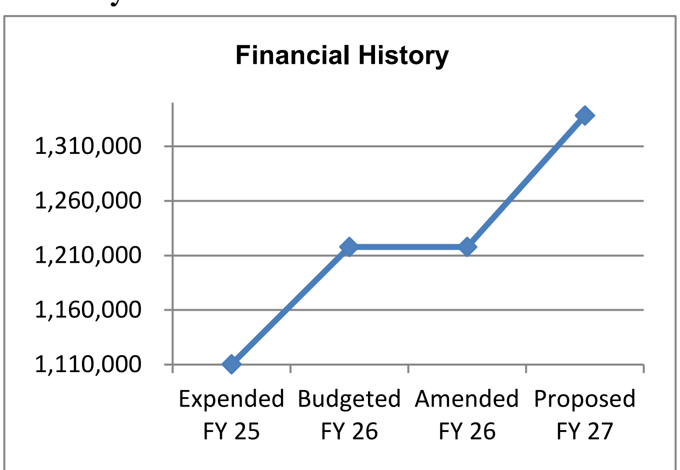
Expenditure Summary

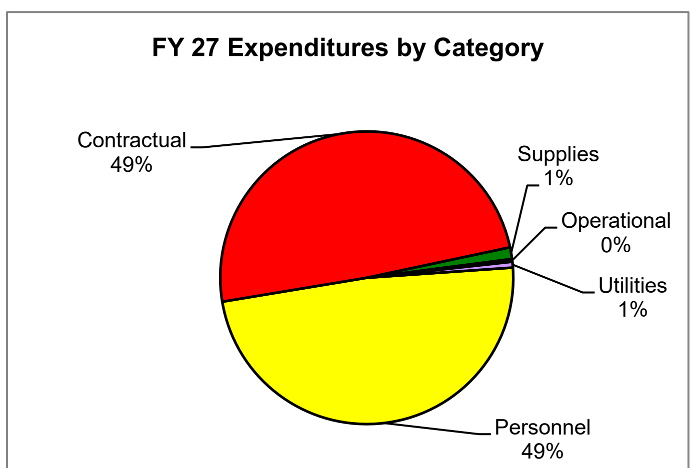
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	572,140	634,150	634,150	648,900
Contractual	521,261	552,700	552,700	659,500
Supplies	10,410	20,200	20,200	17,200
Operational	2,132	6,000	6,000	4,000
Utilities	4,335	4,750	4,750	8,500
Total	1,110,277	1,217,800	1,217,800	1,338,100

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Information Technology Manager	33	1	1
Systems Administrator II	27	1	1
Sr. Public Safety IT Analyst	22	1	1
Public Safety IT Analyst	20	1	1
Network Technician	20	1	1

Activity Trends





Fund	**Division**	**Department**
01 General Fund	10 General Government	07 Information Technology

G/L Account		**2025 Actual Amount**	**2026 Adopted Budget**	**2026 Amended Budget**	**2027 City Manager Approved**
PERSONNEL SERVICES					
100	SALARIES & WAGES	458,904	507,450	507,450	518,500
114	LONGEVITY PAY	2,095	2,400	2,400	2,700
120	FICA & MEDICARE EXPENSE	35,090	38,800	38,800	39,700
122	T.M.R.S. RETIREMENT EXPENSE	76,052	85,500	85,500	88,000
	PERSONNEL SERVICES Totals	572,140	634,150	634,150	648,900
CONTRACTUAL					
217	IT SERVICE	521,261	552,700	552,700	659,500

Notes: Granicus Upgrades

Granicus(Swagit) – Closed Captioning and Transcription
IT staff are requesting the addition of a closed-captioning module to the live meeting streaming system. This enhancement would provide real-time captions, enabling individuals who are deaf or hard of hearing to follow meeting content more effectively.
In addition, IT staff are requesting audio transcription services for live meetings. This functionality would generate a complete, searchable transcript of each meeting, improving accessibility and transparency while also providing a valuable reference resource for internal staff.

Closed Captioning: One Time hardware/install: $16,145
Recurring: $4,983
Transcription recurring: $8,081

CITY MANAGER'S COMMENTS: Disapproved

Notes: Zoom Phone Cloud

Zoom Phone Cloud
The City's current Mitel phone system is approaching end-of-life, creating increasing risks related to supportability, reliability, and long-term maintenance. As vendor support and hardware availability become more limited, the potential for service disruptions and increased security exposure. City staff regularly experience site wide and system wide outages due to the age of our current Mitel system. Replacing the existing platform now will help ensure continued business continuity while reducing the risks associated with aging infrastructure. Zoom Phone provides a modern, cloud-based telephony solution that delivers significantly enhanced functionality compared to our current system. Key benefits include simplified administration, support for remote employees, advanced call routing capabilities, voicemail transcription, call recording options, integrated video conferencing, and enhanced reporting and analytics. The solution also offers greater scalability, allowing the organization to easily add users and locations without requiring additional on-premises infrastructure.
$39,000 – Annual Recurring (a reduction in the Internal Operations budget)
$15,000 – One time cost to cover transitional overlap in IO budget.

Endpoint Protection(Security) - $10,000 increase
Cloud Security - $23,000

CITY MANAGER'S COMMENTS: Approved

	CONTRACTUAL Totals	521,261	552,700	552,700	659,500

Fund	Division	Department
01 General Fund	10 General Government	07 Information Technology

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
SUPPLIES					
301	OFFICE SUPPLIES	54	200	200	200
303	COMPUTER SUPPLIES	9,207	18,000	18,000	15,000
321	UNIFORMS	721	1,000	1,000	1,000
347	GENERAL MAINTENANCE SUPPLIES	427	1,000	1,000	1,000
	SUPPLIES Totals	10,410	20,200	20,200	17,200
OPERATIONS					
430	TUITION & TRAINING	562	3,000	3,000	2,000
436	TRAVEL	1,570	3,000	3,000	2,000
	OPERATIONS Totals	2,132	6,000	6,000	4,000
UTILITIES					
507	CELLULAR TELEPHONE	4,335	4,750	4,750	8,500
	UTILITIES Totals	4,335	4,750	4,750	8,500
	INFORMATION TECHNOLOGY Totals	**1,110,277**	**1,217,800**	**1,217,800**	**1,338,100**

DIVISION SUMMARY

Fund	Division	Department
01 General	10 General Government	09 Internal Operations

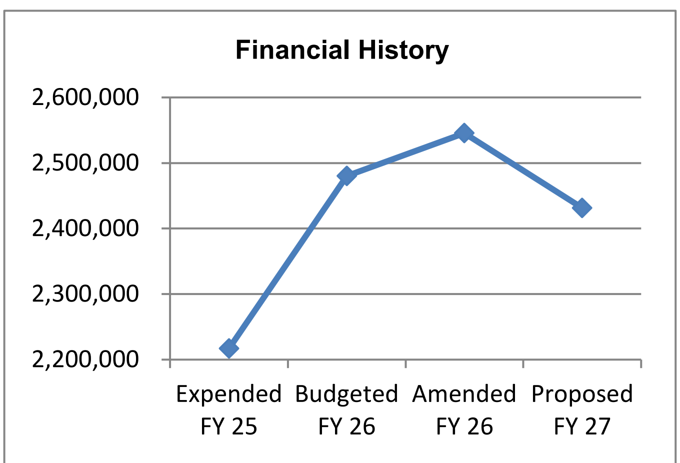
Expenditure Summary

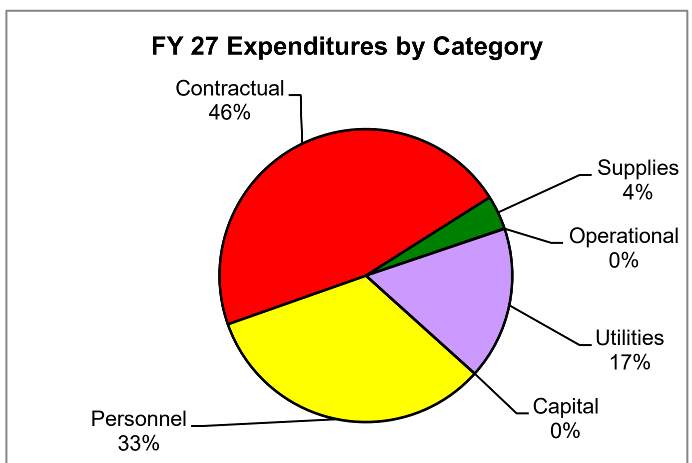
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	852,498	799,950	787,150	801,150
Contractual	832,099	1,211,600	1,226,600	1,128,550
Supplies	84,092	90,500	90,500	91,400
Operational	1,465	1,000	1,000	800
Utilities	408,665	377,200	440,200	409,600
Capital	37,980	-	-	-
Total	2,216,799	2,480,250	2,545,450	2,431,500

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Facilities Superintendent	25	1	1
Internal Operations Crewleader	17	1	1
Internal Operations Coordinator	15	1	1
Building Maintenance Technician	12	2	2
Lead Custodian	11	2	2
Custodian	7	4	4

Activity Trends





Fund	Division	Department
01 General Fund	10 General Government	09 Internal Operations

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
PERSONNEL SERVICES					
100	SALARIES & WAGES	663,177	630,600	612,600	630,450
109	SALARIES & WAGES-OVERTIME	12,902	5,000	10,200	5,000
113	EDUCATION/CERTIFICATE PAY	300	300	300	300
114	LONGEVITY PAY	10,794	9,500	9,500	10,050
120	FICA & MEDICARE EXPENSE	51,225	48,250	48,250	48,350
122	T.M.R.S. RETIREMENT EXPENSE	114,099	106,300	106,300	107,000
	PERSONNEL SERVICES Totals	852,498	799,950	787,150	801,150
CONTRACTUAL					
213	CONSULTING FEES	1,835	2,000	2,000	2,000
231	SERVICE MAINTENANCE CONTRACTS	456,652	447,000	447,000	368,050
237	UNIFORM SERVICE	4,655	5,000	5,000	4,500
240	EQUIPMENT REPAIRS	18,131	25,000	25,000	20,000
242	EQUIPMENT RENTAL & LEASE	-	600	600	500
243	BUILDING / PARKING LEASES	126,173	545,000	535,000	546,500

Notes: Public Safety South Campus

Public Safety South Campus – multiple divisions of the PD, Fire Administration, Fire Marshal's office.
$460,743 Rent
72,000 Taxes
11,000 Insurance
2,650 CAM Fees:
$546,393

CITY MANAGER'S COMMENTS: Approved

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
244	BUILDING REPAIRS	207,498	175,000	200,000	175,000
246	VEHICLE REPAIRS	7,028	4,000	4,000	4,000
272	JANITORIAL SERVICES	10,127	8,000	8,000	8,000
	CONTRACTUAL Totals	832,099	1,211,600	1,226,600	1,128,550
SUPPLIES					
301	OFFICE SUPPLIES	397	500	500	400
323	SMALL TOOLS	775	2,000	2,000	2,000
331	FUEL & LUBRICANTS	15,102	14,000	14,000	17,000
345	CLEANING SUPPLIES	28,627	32,000	32,000	30,000
347	GENERAL MAINTENANCE SUPPLIES	39,190	42,000	42,000	42,000
	SUPPLIES Totals	84,092	90,500	90,500	91,400

Fund	Division	Department
01 General Fund	10 General Government	09 Internal Operations

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
OPERATIONS					
415	RECRUITING EXPENSES	83	-	-	-
430	TUITION & TRAINING	338	500	500	400
436	TRAVEL	1,045	500	500	400
	OPERATIONS Totals	1,465	1,000	1,000	800
UTILITIES					
501	ELECTRICITY	264,561	228,000	228,000	260,000
507	CELLULAR TELEPHONE	5,658	6,200	6,200	6,600
508	TELEPHONE SERVICE	37,919	40,000	100,000	40,000
510	NATURAL GAS SERVICE	34,705	31,000	34,000	31,000
513	WATER	65,822	72,000	72,000	72,000
	UTILITIES Totals	408,665	377,200	440,200	409,600
CAPITAL					
617	RADIO EQUIPMENT	37,980	-	-	-
	CAPITAL Totals	37,980	-	-	-
	INTERNAL OPERATIONS Totals	**2,216,799**	**2,480,250**	**2,545,450**	**2,431,500**

DIVISION SUMMARY

Fund	Division	Department
01 General	15 Finance	11 Fiscal Services

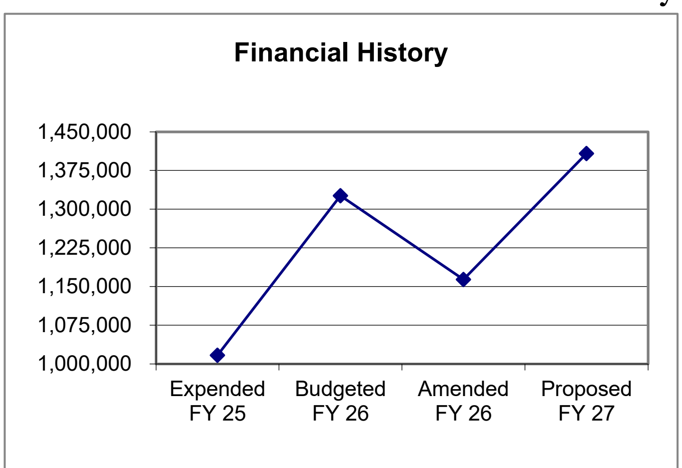
Expenditure Summary

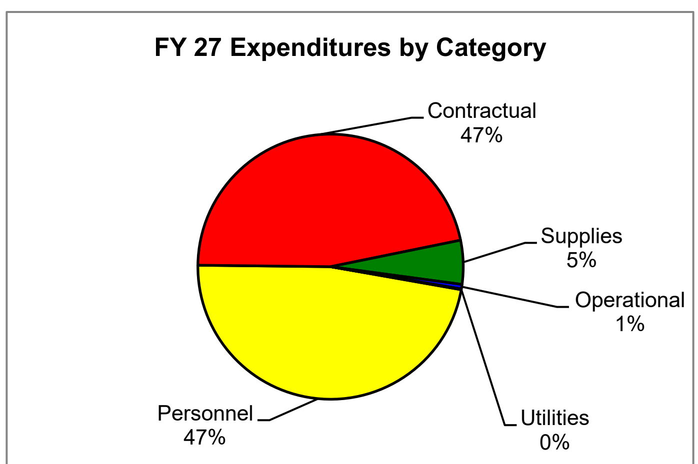
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	420,141	613,400	454,400	667,500
Contractual	525,083	631,700	623,200	656,500
Supplies	56,563	70,250	75,250	75,250
Operational	14,111	9,750	9,750	7,750
Utilities	1,257	1,250	1,250	1,250
Total	1,017,155	1,326,350	1,163,850	1,408,250

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Director of Finance	-	1	1
Purchasing Agent	25	1	1
Finance Clerk - Payroll	20	1	1
Inventory Clerk	14	1	1
Finance Clerk - A/P	14	1.5	1.5

Activity Trends





Fund	Division	Department
01 General Fund	15 Finance	11 Fiscal Services

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
PERSONNEL SERVICES					
100	SALARIES & WAGES	337,653	491,200	366,200	534,600
109	SALARIES & WAGES-OVERTIME	436	300	300	300
113	EDUCATION/CERTIFICATE PAY	800	800	800	800
114	LONGEVITY PAY	3,850	4,200	4,200	4,400
120	FICA & MEDICARE EXPENSE	24,800	37,500	27,500	40,900
122	T.M.R.S. RETIREMENT EXPENSE	52,602	79,400	55,400	86,500
	PERSONNEL SERVICES Totals	420,141	613,400	454,400	667,500
CONTRACTUAL					
210	AUDITING	39,380	42,000	41,000	45,000
223	INSURANCE-SURETY BONDS	504	500	500	500
225	INSURANCE-AUTOMOBILES	137,374	149,000	155,000	160,000
227	INSURANCE-REAL PROPERTY	130,639	167,650	151,650	168,000
228	INSURANCE-CLAIMS & DEDUCTIBLES	37,015	35,000	35,000	35,000
229	INSURANCE-LIABILITY	86,196	99,550	99,550	101,000
231	SERVICE MAINTENANCE CONTRACTS	91,113	95,000	95,000	102,000
233	NEWSPAPER NOTICES - ADVERTISING	-	500	1,000	500
235	BANK CHARGES	2,862	-	2,000	2,000
242	EQUIPMENT RENTAL & LEASE	-	42,500	42,500	42,500
	CONTRACTUAL Totals	525,083	631,700	623,200	656,500
SUPPLIES					
301	OFFICE SUPPLIES	1,893	2,000	2,000	2,000
305	COPY MACHINE SUPPLIES	31,399	38,000	38,000	38,000
307	POSTAGE	23,074	28,000	33,000	33,000
310	PRINTING & BINDING	197	1,500	1,500	1,500
347	GENERAL MAINTENANCE SUPPLIES	-	750	750	750
	SUPPLIES Totals	56,563	70,250	75,250	75,250
OPERATIONS					
410	DUES & SUBSCRIPTIONS	2,599	1,750	1,750	1,750
430	TUITION & TRAINING	5,482	5,000	5,000	3,000
436	TRAVEL	6,030	3,000	3,000	3,000
	OPERATIONS Totals	14,111	9,750	9,750	7,750
UTILITIES					
507	CELLULAR TELEPHONE	1,257	1,250	1,250	1,250
	UTILITIES Totals	1,257	1,250	1,250	1,250
	FINANCE Totals	**1,017,155**	**1,326,350**	**1,163,850**	**1,408,250**

DIVISION SUMMARY

Fund	Division	Department
01 General	15 Finance	15 Municipal Court

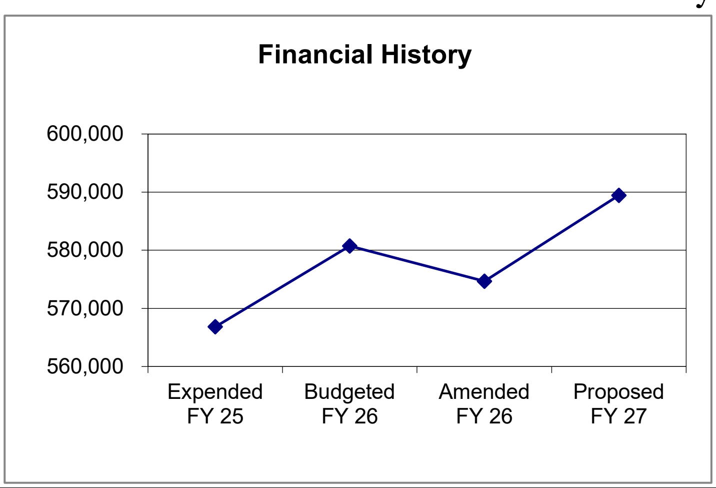
Expenditure Summary

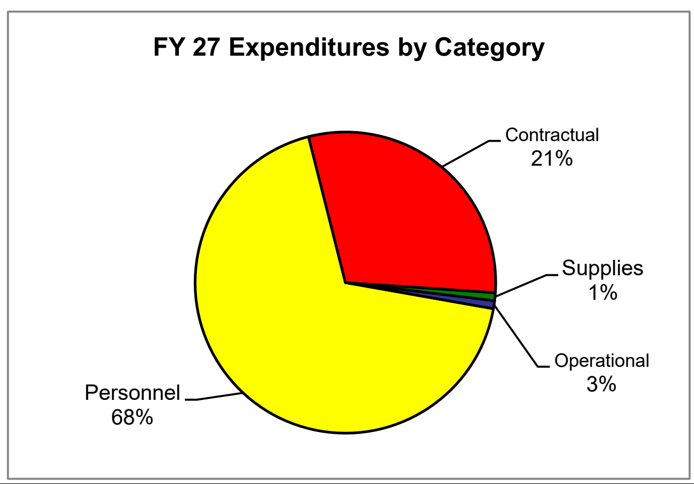
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	371,072	394,150	388,050	402,450
Contractual	184,755	175,600	175,600	177,000
Supplies	6,623	5,000	5,000	5,000
Operational	4,373	6,000	6,000	5,000
Capital	-	-	-	-
Total	566,822	580,750	574,650	589,450

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Municipal Court Clerk Supervisor	23	1	1
Juvenile Case Manager	16	0.5	0.5
Deputy Municipal Court Clerk	14	3	3

Activity Trends





Fund	Division	Department
01 General Fund	15 Finance	15 Municipal Court

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
PERSONNEL SERVICES					
100	SALARIES & WAGES	298,997	312,500	311,500	318,550
113	EDUCATION/CERTIFICATE PAY	1,800	1,800	1,800	1,800
114	LONGEVITY PAY	3,005	3,300	3,300	3,600
120	FICA & MEDICARE EXPENSE	22,700	23,900	23,900	24,400
122	T.M.R.S. RETIREMENT EXPENSE	44,570	52,650	47,550	54,100
	PERSONNEL SERVICES Totals	371,072	394,150	388,050	402,450
CONTRACTUAL					
211	LEGAL	152,122	145,000	145,000	145,000
231	SERVICE MAINTENANCE CONTRACTS	32,633	29,600	29,600	31,000
240	EQUIPMENT REPAIRS	-	500	500	500
242	EQUIPMENT RENTAL & LEASE	-	500	500	500
	CONTRACTUAL Totals	184,755	175,600	175,600	177,000
SUPPLIES					
301	OFFICE SUPPLIES	2,635	2,000	2,000	2,000
310	PRINTING & BINDING	3,988	2,250	2,250	2,250
347	GENERAL MAINTENANCE SUPPLIES	-	750	750	750
	SUPPLIES Totals	6,623	5,000	5,000	5,000
OPERATIONS					
407	JURY EXPENSE	780	1,000	1,000	1,000
410	DUES & SUBSCRIPTIONS	-	500	500	500
430	TUITION & TRAINING	2,471	2,000	2,000	2,000
436	TRAVEL	1,122	2,500	2,500	1,500
	OPERATIONS Totals	4,373	6,000	6,000	5,000
	MUNICIPAL COURT Totals	**566,822**	**580,750**	**574,650**	**589,450**

DIVISION SUMMARY

Fund	Division	Department
01 General	20 Fire	25 Fire Operations

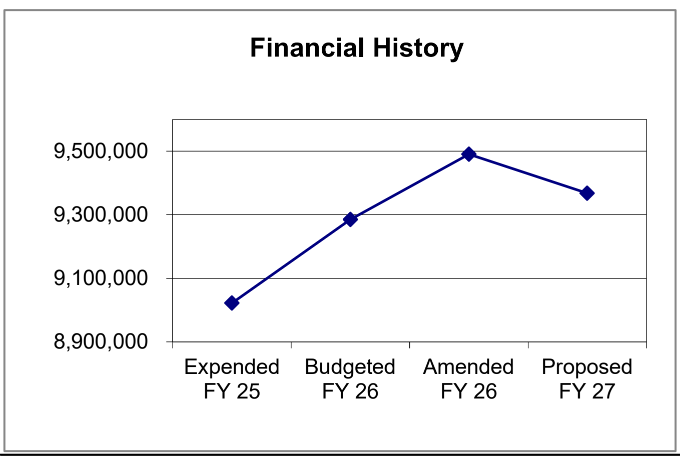
Expenditure Summary

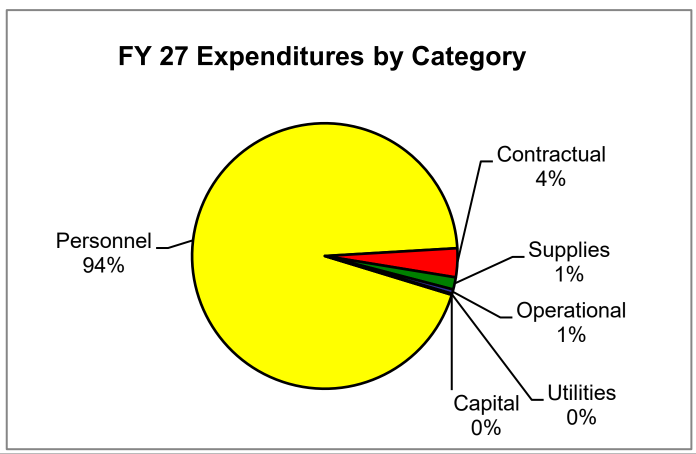
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	8,520,830	8,736,900	8,930,650	8,837,800
Contractual	314,899	359,400	363,900	329,350
Supplies	113,141	128,050	128,050	139,100
Operational	58,095	56,200	56,200	49,600
Utilities	4,185	4,300	4,300	12,200
Capital	10,733	-	7,300	-
Total	9,021,883	9,284,850	9,490,400	9,368,050

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Fire Chief	-	1	1
Assistant Fire Chief	34	1	1
Division Chief	F9	1	1
Batallion Chief	F9	3	3
Captain/Drivers	F8	12	12
Driver/Engineer	F6	12	12
Firefighter	F5	30	30
Administrative Assistant	15	1	1

Activity Trends





Fund	Division	Department
01 General Fund	20 Fire	25 Fire Operations

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
PERSONNEL SERVICES					
100	SALARIES & WAGES	6,144,988	6,434,650	6,434,650	6,468,100
109	SALARIES & WAGES-OVERTIME	532,685	450,000	565,000	500,000
113	EDUCATION/CERTIFICATE PAY	112,608	117,600	109,600	108,100
114	LONGEVITY PAY	47,978	51,250	51,250	43,450
115	VOLUNTEER-INCENTIVE PAY	39,900	17,250	-	-
120	FICA & MEDICARE EXPENSE	514,221	518,800	540,800	533,050
122	T.M.R.S. RETIREMENT EXPENSE	1,125,181	1,142,700	1,222,700	1,182,700
126	VOLUNTEER PENSION	3,270	4,650	6,650	2,400
	PERSONNEL SERVICES Totals	8,520,830	8,736,900	8,930,650	8,837,800
CONTRACTUAL					
222	DISABILITY INSURANCE	34,735	-	-	-
231	SERVICE MAINTENANCE CONTRACTS	105,752	187,050	187,050	152,000
237	UNIFORM SERVICE	3,806	2,500	2,500	3,000
240	EQUIPMENT REPAIRS	6,962	21,850	21,850	21,850
242	EQUIPMENT RENTAL & LEASE	-	-	-	-
246	VEHICLE REPAIRS	163,644	148,000	152,500	152,500

Notes:	Increased Repairs

Recommend an increase to account for anticipated increases in repair costs, including parts and labor.

CITY MANAGER'S COMMENTS: Approved

	CONTRACTUAL Totals	314,899	359,400	363,900	329,350
SUPPLIES					
301	OFFICE SUPPLIES	213	1,500	1,500	1,500
310	PRINTING & BINDING	-	300	300	-
321	UNIFORMS	12,764	14,350	14,350	17,200

Notes:	Uniforms

An increase is requested due to industry-wide increases in uniform costs and the department's commitment to maintaining a high professional appearance standard. Historically, uniforms were replaced on a biennial schedule; however, the department is requesting flexibility to replace uniforms on an as-needed basis, with internal safeguards in place to prevent unnecessary purchases, in order to ensure personnel maintain serviceable and professional uniforms. We are also requesting $1700 for the replacement of one aging class A uniform and one aging winter coat.

CITY MANAGER'S COMMENTS: Approved

323	SMALL TOOLS	1,435	3,000	3,000	3,000
331	FUEL & LUBRICANTS	51,310	55,000	55,000	63,500
347	GENERAL MAINTENANCE SUPPLIES	7,353	9,900	9,900	9,900
379	FIRE FIGHTING SUPPLIES	40,067	44,000	44,000	44,000
	SUPPLIES Totals	113,141	128,050	128,050	139,100

Fund	Division	Department
01 General Fund	20 Fire	25 Fire Operations

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
OPERATIONS					
410	DUES & SUBSCRIPTIONS	16,958	17,500	17,500	9,300
415	RECRUITING EXPENSES	584	-	-	-
430	TUITION & TRAINING	21,255	22,000	22,000	22,000
436	TRAVEL	19,297	16,700	16,700	18,300

Notes: Travel

Funding is requested to support professional development and additional specialized training opportunities for department personnel. Specifically, the department would like to send two members to the Texas Fire Chiefs Association Company Officer Academy and one member to an Electric Vehicle/Lithium-Ion Battery response tactics class.

These training opportunities will enhance leadership development, expand technical knowledge related to emerging fire service hazards, and demonstrate the department's ongoing commitment to professional development/training.

CITY MANAGER'S COMMENTS: Approved

	OPERATIONS Totals	58,095	56,200	56,200	49,600
UTILITIES					
507	CELLULAR TELEPHONE	4,185	4,300	4,300	12,200

Notes: Cell Phones for Apparatus

Request an additional $3,250 to equip fire apparatus with department-issued cell phones. This will prevent personnel from being required to use personal phones for department business and operational communications. Apparatus crews routinely need phone access to contact callers for additional information or clarification, confirm appointments for smoke alarm installations, coordinate inspections or other public service activities, etc. Providing department-owned phones will improve operational efficiency and reduce reliance on personal devices for official business.

CITY MANAGER'S COMMENTS: Approved

	UTILITIES Totals	4,185	4,300	4,300	12,200
CAPITAL					
617	RADIO EQUIPMENT	-	-	7,300	-
623	VEHICLES	10,733	-	-	-
	CAPITAL Totals	10,733	-	7,300	-
	FIRE OPERATIONS Totals	**9,021,883**	**9,284,850**	**9,490,400**	**9,368,050**

DIVISION SUMMARY

Fund	Division	Department
01 General	20 Fire	29 Fire Marshal

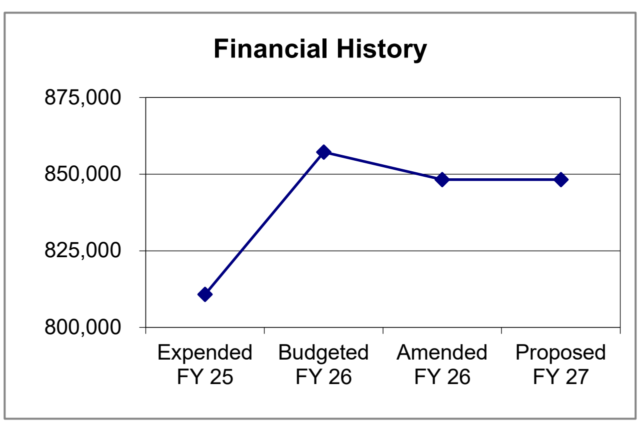
Expenditure Summary

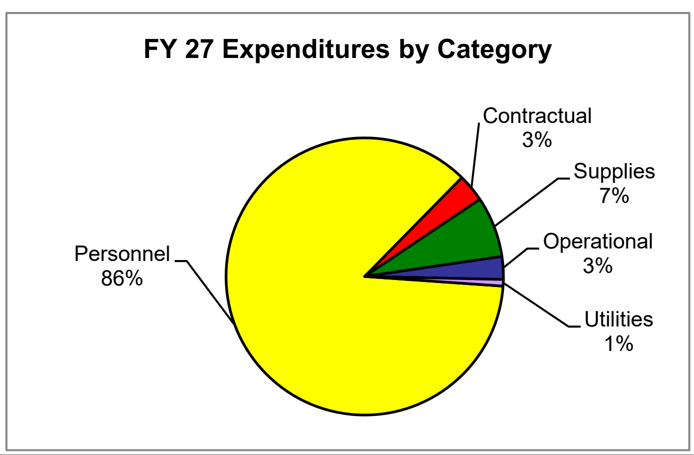
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	707,566	731,000	731,000	731,500
Contractual	24,300	30,500	30,500	27,500
Supplies	53,642	65,200	56,200	60,200
Operational	20,270	25,500	25,500	22,500
Utilities	4,985	5,000	5,000	6,500
Total	810,764	857,200	848,200	848,200

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Fire Marshal	34	1	1
Senior Fire Inspector-Captain	FM8	1	1
Fire Inspector/Investigator/Educator	FM6	2	2
Fire Marshal's Office Coordinator	12	1	1

Activity Trends





Fund	Division	Department
01 General Fund	20 Fire	29 Fire Marshal

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
PERSONNEL SERVICES					
100	SALARIES & WAGES	547,277	568,550	568,550	569,750
109	SALARIES & WAGES-OVERTIME	10,490	10,000	10,000	8,000
113	EDUCATION/CERTIFICATE PAY	9,600	9,600	9,600	9,600
114	LONGEVITY PAY	3,235	3,550	3,550	3,850
120	FICA & MEDICARE EXPENSE	42,841	43,500	43,500	43,600
122	T.M.R.S. RETIREMENT EXPENSE	94,124	95,800	95,800	96,700
	PERSONNEL SERVICES Totals	707,566	731,000	731,000	731,500
CONTRACTUAL					
231	SERVICE MAINTENANCE CONTRACTS	20,333	22,500	22,500	19,500
237	UNIFORM SERVICE	1,751	2,000	2,000	2,000
240	EQUIPMENT REPAIRS	69	500	500	500
242	EQUIPMENT RENTAL & LEASE	-	-	-	-
246	VEHICLE REPAIRS	2,147	5,000	5,000	5,000
261	CRIME SCENE SERVICES	-	500	500	500
	CONTRACTUAL Totals	24,300	30,500	30,500	27,500
SUPPLIES					
301	OFFICE SUPPLIES	820	1,500	1,500	1,500
310	PRINTING & BINDING	143	1,000	1,000	1,000
321	UNIFORMS	1,854	3,500	3,500	3,500
331	FUEL & LUBRICANTS	8,138	8,000	8,000	8,000
347	GENERAL MAINTENANCE SUPPLIES	-	-	-	-
373	INVESTIGATION SUPPLIES	2,757	3,000	3,000	3,000
374	EXPLORER PROGRAM SUPPLIES	11,671	12,000	12,000	10,000
376	CANINE EXPENSE	2,791	3,500	3,500	3,500
378	FIRE PREVENTION SUPPLIES	21,970	30,700	21,700	27,700
379	FIRE FIGHTING SUPPLIES	3,498	2,000	2,000	2,000
	SUPPLIES Totals	53,642	65,200	56,200	60,200

Fund	**Division**	**Department**
01 General Fund	20 Fire	29 Fire Marshal

G/L Account		**2025 Actual Amount**	**2026 Adopted Budget**	**2026 Amended Budget**	**2027 City Manager Approved**
OPERATIONS					
410	DUES & SUBSCRIPTIONS	2,406	3,000	3,000	3,000
420	AWARDS	7,450	7,500	7,500	7,500
430	TUITION & TRAINING	2,149	5,000	5,000	3,500
436	TRAVEL	8,265	10,000	10,000	8,500
	OPERATIONS Totals	20,270	25,500	25,500	22,500
UTILITIES					
507	CELLULAR TELEPHONE	4,985	5,000	5,000	6,500
	UTILITIES Totals	4,985	5,000	5,000	6,500
	FIRE MARSHAL Totals	**810,764**	**857,200**	**848,200**	**848,200**

DIVISION SUMMARY

Fund	Division	Department
01 General	30 Police	31 Administration

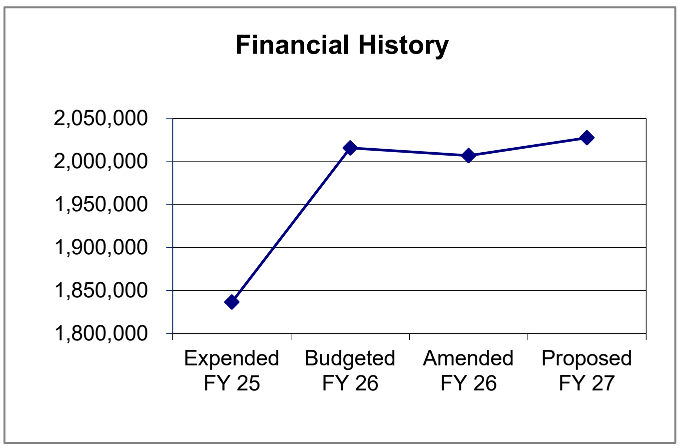
Expenditure Summary

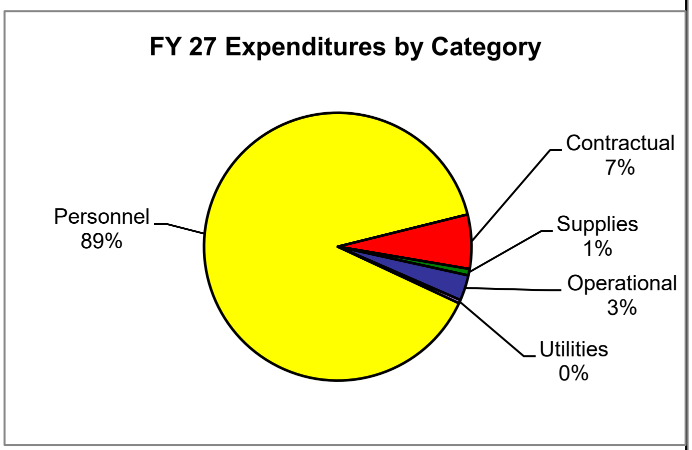
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	1,642,332	1,809,300	1,824,500	1,808,400
Contractual	103,178	115,250	106,250	132,700
Supplies	16,360	15,500	15,500	15,800
Operational	66,357	67,500	52,500	62,500
Utilities	8,304	8,300	8,300	8,300
Total	1,836,531	2,015,850	2,007,050	2,027,700

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Police Chief	-	1	1
Assistant Police Chief	34	1	1
Captain	P9	1	1
Lieutenant	P8	5	5
Training Coordinator	P5	1	1
Executive Secretary	15	1	1

Activity Trends





Fund	Division	Department
01 General Fund	30 Police	31 Administration

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
PERSONNEL SERVICES					
100	SALARIES & WAGES	1,222,863	1,380,800	1,377,100	1,368,900
109	SALARIES & WAGES-OVERTIME	62,775	50,000	50,000	50,000
113	EDUCATION/CERTIFICATE PAY	24,054	27,800	27,800	26,000
114	LONGEVITY PAY	11,937	12,400	13,300	13,850
120	FICA & MEDICARE EXPENSE	99,776	105,650	108,650	108,650
122	T.M.R.S. RETIREMENT EXPENSE	220,926	232,650	247,650	241,000
	PERSONNEL SERVICES Totals	1,642,332	1,809,300	1,824,500	1,808,400
CONTRACTUAL					
213	CONSULTING FEES	-	24,000	-	24,000
226	INSURANCE-LAW ENFORCEMENT	72,738	67,550	67,550	70,000
231	SERVICE MAINTENANCE CONTRACTS	6,637	2,000	2,000	2,000
237	UNIFORM SERVICE	2,000	1,200	1,200	1,200
240	EQUIPMENT REPAIRS	-	500	500	500
246	VEHICLE REPAIRS	14,244	10,000	10,000	10,000
263	COUNTY JAIL CONTRACT	7,560	10,000	25,000	25,000

Notes:	Increased Jail Cost
We request an increase of $5,000 in this line item. Over the past 5 years there has been an overall increase in 383% in arrests resulting in additional cost to incarcerate and house our prisoners. CITY MANAGER'S COMMENTS: Approved	

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
	CONTRACTUAL Totals	103,178	115,250	106,250	132,700
SUPPLIES					
301	OFFICE SUPPLIES	1,290	1,500	1,500	1,500
310	PRINTING & BINDING	1,278	1,500	1,500	1,500
321	UNIFORMS	3,900	2,000	2,000	2,000
331	FUEL & LUBRICANTS	8,290	9,000	9,000	9,300
347	GENERAL MAINTENANCE SUPPLIES	1,601	1,500	1,500	1,500
	SUPPLIES Totals	16,360	15,500	15,500	15,800
OPERATIONS					
410	DUES & SUBSCRIPTIONS	7,231	5,500	5,500	5,500
420	AWARDS	4,766	5,000	5,000	5,000

Fund	**Division**	**Department**
01 General Fund	30 Police	31 Administration

G/L Account		**2025 Actual Amount**	**2026 Adopted Budget**	**2026 Amended Budget**	**2027 City Manager Approved**
430	TUITION & TRAINING	32,230	45,000	30,000	40,000
436	TRAVEL	22,129	12,000	12,000	12,000
	OPERATIONS Totals	66,357	67,500	52,500	62,500
UTILITIES					
507	CELLULAR TELEPHONE	8,304	8,300	8,300	8,300
	UTILITIES Totals	8,304	8,300	8,300	8,300
	POLICE ADMINISTRATION Totals	**1,836,531**	**2,015,850**	**2,007,050**	**2,027,700**

DIVISION SUMMARY

Fund	**Division**	**Department**
01 General	30 Police	32 Communications

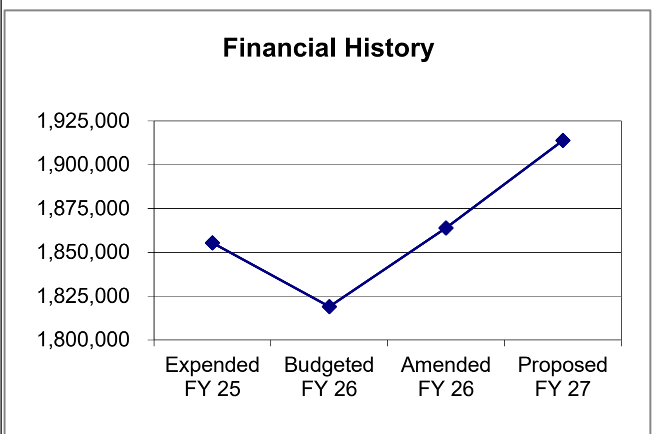
Expenditure Summary

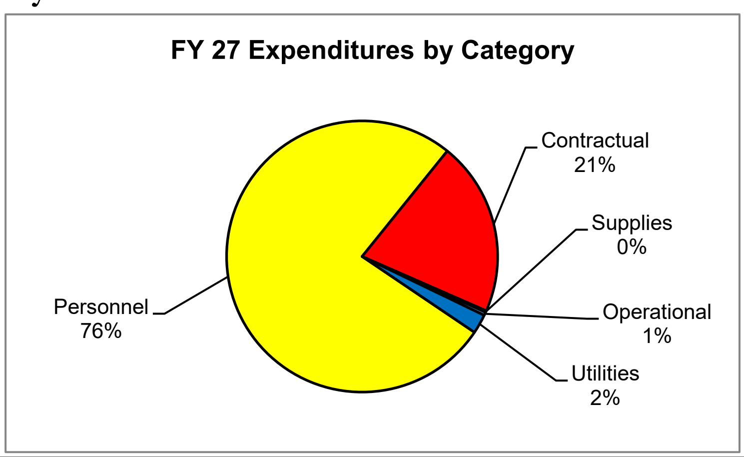
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	1,439,090	1,406,850	1,451,750	1,461,650
Contractual	403,569	395,000	395,000	397,000
Supplies	4,505	4,200	4,200	3,700
Operational	3,928	9,000	9,000	7,500
Utilities	4,287	4,000	4,000	44,000
Total	1,855,379	1,819,050	1,863,950	1,913,850

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Communications Manager	23	1	1
Communications Supervisor	20	3	3
Communications Specialist	17	11	11

Activity Trends





Fund	**Division**	**Department**
01 General Fund	30 Police	32 Communications

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
PERSONNEL SERVICES					
100	SALARIES & WAGES	886,341	1,029,000	944,000	1,049,050

Notes: Additional Dispatcher

The Rockwall Police Department Communications Center is requesting the addition of 1 Telecommunicator position.

The Communications Center is currently allocated 11 Telecommunicators, 3 Supervisors and 1 Manager position. Since 2015 the Communications Center has experienced significant growth in workload and operational responsibilities. During this period, the overall 9-1-1 call volume has increased by 88% along with a 292% increase in Rockwall Fire Department call volume. The City of Heath, which is served by the Communications Center, has experienced an 82% increase in police calls for service and a 58% increase in fire-related calls in the same period. Communication Center Personnel responsibilities have evolved from conventional call taking and radio operations to complex tasks such as serving as Hostage/Crisis Negotiators and drone operators as the Department prepares for the drone as a first responder initiative. These specialized roles provide critical support to the Patrol Division and enhance the department’s operational capabilities.

The addition of a Telecommunicator position would provide critical staffing support to address the increasing workload and expand operational responsibilities while improving staffing levels during peak call-volume periods, support special events, and reduce reliance on mandatory overtime while helping manage communication center operations and manpower affected by training, vacations and unforeseen circumstances such as FMLA. Current staffing levels often hinders Communication Center employees from taking leave without requiring another employee to work overtime on their scheduled day off. Increasing staffing would provide greater scheduling flexibility, improve employee wellness and retention, and ensure the Communications Center can continue to provide efficient and effective service to the public and partner agencies.

Salary and Benefits $73,461

CITY MANAGER’S COMMENTS: Disapproved

109	SALARIES & WAGES-OVERTIME	247,727	100,000	200,000	100,000
113	EDUCATION/CERTIFICATE PAY	21,408	19,500	23,000	22,800
114	LONGEVITY PAY	5,539	6,200	6,200	6,900
120	FICA & MEDICARE EXPENSE	87,631	78,750	88,150	87,900
122	T.M.R.S. RETIREMENT EXPENSE	190,444	173,400	190,400	195,000
	PERSONNEL SERVICES Totals	1,439,090	1,406,850	1,451,750	1,461,650

Fund	**Division**	**Department**
01 General Fund	30 Police	32 Communications

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
CONTRACTUAL					
231	SERVICE MAINTENANCE CONTRACTS	403,569	395,000	395,000	397,000

Notes: Software Additions

We request an increase in this line item for the annual renewal for Lexipol. This application was approved last year to overhaul and digitize our policies. This product has provided us a tool to appropriately manage policies, recommends legally backed updates to keep us in compliance with state and federal law changes, enhances compliance with Texas Best Practices, and makes the distribution and acknowledgement of policies more efficient. The end goal of this tool is to ultimately lower operational risks and help to mitigate civil liability. The recurring cost for this software is $29,000.

The Rockwall Police Department Communications Center is requesting an additional $16,217 to fund the Recording Solution Annual Maintenance Contract with Vista Com. This system records all incoming and outgoing radio traffic as well as all administrative and 9-1-1 telephone calls. This is a necessary and vital component of Communications Center operations. The software/hardware was upgraded two years ago and funded through a NCT 911 grant, which has now expired. The remaining warranty covers through July 31, 2026. Continued maintenance is essential to ensure reliable recording for civil and criminal proceedings, regulatory compliance, and timely incident review and.

CITY MANAGER'S COMMENTS: Approved

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
	CONTRACTUAL Totals	403,569	395,000	395,000	397,000
SUPPLIES					
301	OFFICE SUPPLIES	298	600	600	600
310	PRINTING & BINDING	20	100	100	100
321	UNIFORMS	1,947	2,500	2,500	2,000
347	GENERAL MAINTENANCE SUPPLIES	2,240	1,000	1,000	1,000
	SUPPLIES Totals	4,505	4,200	4,200	3,700
OPERATIONS					
415	RECRUITING EXPENSES	-	1,000	1,000	1,000
430	TUITION & TRAINING	320	5,500	5,500	4,000
436	TRAVEL	3,608	2,500	2,500	2,500
	OPERATIONS Totals	3,928	9,000	9,000	7,500
UTILITIES					
507	CELLULAR TELEPHONE	4,287	4,000	4,000	44,000
	UTILITIES Totals	4,287	4,000	4,000	44,000
	COMMUNICATIONS Totals	**1,855,379**	**1,819,050**	**1,863,950**	**1,913,850**

DIVISION SUMMARY

Fund	Division	Department
01 General	30 Police	33 Patrol

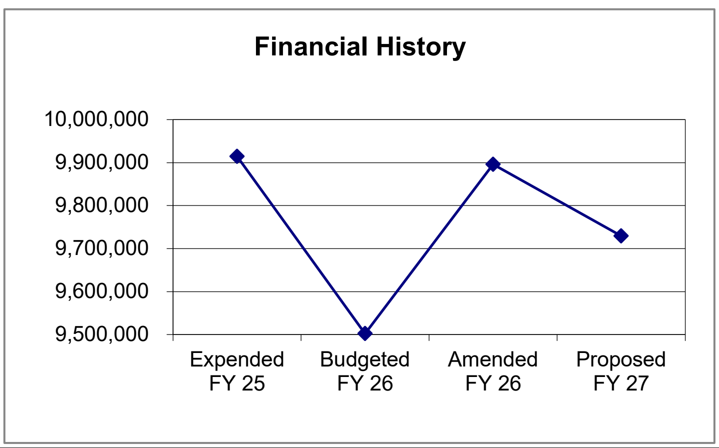
Expenditure Summary

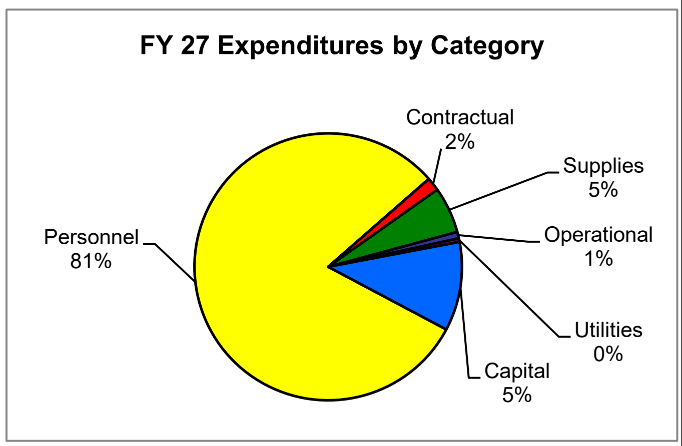
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	8,013,578	7,755,400	8,046,400	7,859,150
Contractual	314,560	159,500	159,500	158,000
Supplies	494,365	512,050	457,050	546,050
Operational	100,507	76,000	71,000	76,000
Utilities	17,863	16,950	16,950	42,450
Capital	973,667	982,100	1,144,900	1,047,900
Total	9,914,541	9,502,000	9,895,800	9,729,550

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Patrol Sergeant	P7	8	8
Patrol Officer	P5	47	47
Crime Analyst	19	1	1

Activity Trends





Fund	**Division**	**Department**
01 General Fund	30 Police	33 Patrol

G/L Account		**2025 Actual Amount**	**2026 Adopted Budget**	**2026 Amended Budget**	**2027 City Manager Approved**
PERSONNEL SERVICES					
100	SALARIES & WAGES	5,433,079	5,812,550	5,632,550	5,777,850

Notes: Add Patrol Officers

We request the addition of two police officer positions to increase staffing within the Patrol Division. The City of Rockwall continues to experience population growth, and the increasing complexity of calls for service often requires additional personnel and extended response times to resolve incidents effectively. No new patrol officer positions have been added during the past four budget cycles. Between calendar years 2021 and 2025, the patrol division experienced a 383% increase in on-view arrest case filings at the Rockwall County DA's office which in turn translates to more time spent on report writing, evidence submission, and court appearances; along with a direct reduction on discretionary time. In the same time period, P&Z reports our population increased 18.5% and total calls for service increased 52.9%. With Texas Best Practices re-recognition slated for Spring of 2027, the next 9 months will require ongoing training required for recertification. As the department's workforce has become younger, FMLA utilization has increased. Additionally, several officers continue to serve in the military reserves, resulting in scheduled absences for drill weekends and a known extended deployment that is pending. Both have a direct impact on available staffing hours. Adding two patrol officer positions will help achieve the department's goal of increasing minimum patrol staffing, maintaining a high level of service and above-average response times, mitigating the impacts of increased traffic and development, and will support proactive policing efforts that enhance public safety for residents and visitors.

Salary and Benefits per position $110,503
CITY MANAGER'S COMMENTS: Disapproved

		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
108	OVERTIME-STEP	86,679	50,000	110,000	50,000
109	SALARIES & WAGES-OVERTIME	827,688	350,000	636,000	400,000
113	EDUCATION/CERTIFICATE PAY	95,971	95,150	95,150	84,200
114	LONGEVITY PAY	21,503	23,650	23,650	26,000
120	FICA & MEDICARE EXPENSE	483,233	444,650	474,650	472,600
122	T.M.R.S. RETIREMENT EXPENSE	1,065,426	979,400	1,074,400	1,048,500
	PERSONNEL SERVICES Totals	8,013,578	7,755,400	8,046,400	7,859,150
CONTRACTUAL					
231	SERVICE MAINTENANCE CONTRACTS	3,273	2,500	2,500	2,500
240	EQUIPMENT REPAIRS	2,661	6,000	6,000	4,500
242	EQUIPMENT RENTAL & LEASE	-	1,000	1,000	1,000
246	VEHICLE REPAIRS	308,626	150,000	150,000	150,000
	CONTRACTUAL Totals	314,560	159,500	159,500	158,000

Fund	Division	Department
01 General Fund	30 Police	33 Patrol

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
SUPPLIES					
301	OFFICE SUPPLIES	275	1,000	1,000	1,000
310	PRINTING & BINDING	4,032	3,900	3,900	3,900
315	TRAINING SUPPLIES	87,078	115,000	75,000	115,000
321	UNIFORMS	193,897	188,250	158,250	188,250
331	FUEL & LUBRICANTS	186,130	180,000	195,000	214,000
347	GENERAL MAINTENANCE SUPPLIES	9,853	15,900	15,900	15,900
374	POLICE EXPLORER PROGRAM	340	2,000	2,000	2,000
376	POLICE CANINE EXPENSE	12,761	6,000	6,000	6,000
	SUPPLIES Totals	494,365	512,050	457,050	546,050
OPERATIONS					
410	DUES & SUBSCRIPTIONS	250	500	500	500
415	RECRUITING EXPENSES	40,996	15,500	10,500	15,500
430	TUITION & TRAINING	44,282	45,000	45,000	45,000
436	TRAVEL	14,979	15,000	15,000	15,000
	OPERATIONS Totals	100,507	76,000	71,000	76,000
UTILITIES					
507	CELLULAR TELEPHONE	17,863	16,950	16,950	42,450

Notes: Cell Phones for Officers

We request an increase to this line item to provide all sworn personnel with department-issued mobile devices. This request includes funding for both cellular service and a Mobile Device Management (MDM) platform. Public safety technology vendors are increasingly developing applications designed for mobile platforms to improve operational efficiency. Examples include evidence submission systems, electronic citation applications, Computer-Aided Dispatch (CAD) applications, and policy management software. Providing each officer with a department-issued device will enhance operational effectiveness while maintaining a clear separation between personal and official communications. It will also improve data security, facilitate management of department applications through the MDM platform, and reduce the need for officers to conduct work-related activities on personal devices. The MDM platform also allows the devices to be CJIS-compliant, which is required before utilizing applications that have access to protected information. $18,000 would cover the monthly cellular service costs and $7,500 covers the monthly cost for the MDM service per line.

CITY MANAGER'S COMMENTS: Approved

		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
	UTILITIES Totals	17,863	16,950	16,950	42,450

Fund	Division	Department
01 General Fund	30 Police	33 Patrol

G/L Account	2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
CAPITAL				
617 RADIO EQUIPMENT	-	-	-	43,500

Notes: Replacement Radios

We request funds to begin replacing obsolete mobile radios. 70% of the mobile radios that are currently installed in vehicles across our fleet are a model that has been deemed obsolete and no longer serviceable by L3 Harris. While the vendor has worked to stockpile parts and continues to offer repair of this model, there will be a day in the near future when they are no longer able to provide service for this radio model. The newer model radios that have been installed in new builds over the last 3 or 4 years were tri-band so they could be compatible with VHF, UHF, and 700/800 MHz trunked radio systems. As a majority of neighboring agencies have moved to a 700/800 MHz systems, we learned that it is now feasible to utilize a single band mobile radio which is almost half the cost of a tri-band radio without creating significant interoperability concerns. Command staff has taken a 2-pronged approach to this replacement initiative that involves replacing 10-radios per year in the current fleet of newer cars while simultaneously replacing the obsolete radio when old squad cars are decommissioned for auction and new squads are approved. We believe we can complete the full replacement in a 2 to 3 year time frame. The amount requested for this year’s replacements is $43,500 which includes the radio purchase and installation costs.

CITY MANAGER'S COMMENTS: Approved

Fund	**Division**	**Department**
01 General Fund	30 Police	33 Patrol

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
623	VEHICLES	957,198	959,600	1,122,400	981,900

Notes: Commercial Vehicle Enforcement

$163,500 The Traffic Division requests funds for the purchase of one new police service Tahoe to be specially outfitted and utilized for Commercial Motor Vehicle Enforcement. A study of crashes from 1/1/2022 to present revealed a total of 534 CMV-related crashes that fell within our jurisdiction. 18% of those crashes resulted in some level of reported injury and four were fatalities. Between 2022 and 2025, CMV crashes rose a total of 42%. A Commercial Motor Vehicle Enforcement officer would receive free training from TXDOT which would equip them to both effectively investigate CMV crashes and to proactively enforce weight and equipment violations during roadside inspections. After conferring with neighboring cities regarding the state CMV program I learned that starting in year 2 of operation, any expenses related to a CMV enforcement position would be self-funding from fine revenue.

CITY MANAGER'S COMMENTS: Disapproved. After further research we do not qualify for the state program until the next Census.

Notes: Replacement Fleet Vehicles

$1,262,400 The Patrol Division requests funds for the purchase of ten new patrol vehicles consisting of seven Chevrolet Tahoes and three Ford Explorers. Six vehicles have been downed and are awaiting auction and 5 others are being considered in the upcoming year for removal from the fleet due to mileage exceeding 100,000 miles, increasing repair costs, and extended down times. The department continues to experience lengthy vehicle delivery timelines and difficulties securing reliable upfitter services, resulting in longer replacement cycles and increased reliance on the existing patrol fleet. The increased utilization of the existing fleet due to vehicles downed for repairs or awaiting upfitting has accelerated wear and reduced life span of the existing patrol fleet. Funding for these replacement vehicles will help maintain fleet readiness, ensure adequate vehicle availability for patrol operations, and support the department's ability to provide consistent public safety services while accounting for ongoing procurement and upfitting delays. The total cost for vehicle procurement, upfitting and equipment and the figures reflect a 10% overage for unforeseen price increases as allowable by Buy Board.

CITY MANAGER'S COMMENTS: Approved to purchase only 7 vehicles this fiscal year.

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
624	POLICE EQUIPMENT	55	-	-	-
624	SWAT EQUIPMENT	16,414	22,500	22,500	22,500
	CAPITAL Totals	973,667	982,100	1,144,900	1,047,900
	PATROL Totals	**9,914,541**	**9,502,000**	**9,895,800**	**9,729,550**

DIVISION SUMMARY

Fund	Division	Department
01 General	30 Police	34 CID

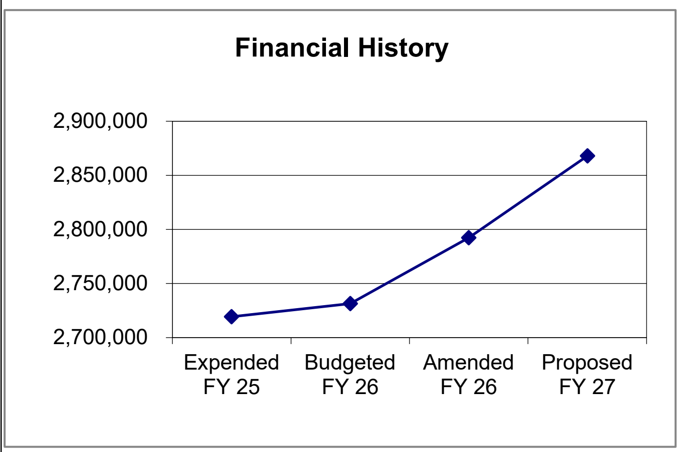
Expenditure Summary

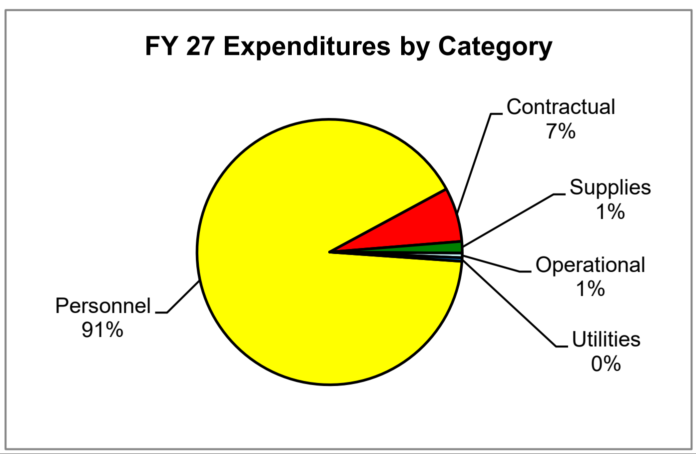
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	2,484,452	2,492,600	2,553,600	2,610,000
Contractual	163,512	167,900	167,900	189,000
Supplies	39,436	41,000	41,000	40,500
Operational	16,865	17,500	17,500	16,000
Utilities	15,054	12,350	12,350	12,350
Total	2,719,320	2,731,350	2,792,350	2,867,850

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Sergeant	P7	3	3
Investigator	P5	8	8
Investigator - Narcotics	P5	4	4
Administrative Assistant	12	1	1
Public Safety Officer/Crime Scene Tech.	14	1	1
Property and Evidence Technician	14	1	1

Activity Trends





Fund	**Division**	**Department**
01 General Fund	30 Police	34 Criminal Investigations

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
PERSONNEL SERVICES					
100	SALARIES & WAGES	1,605,273	1,841,900	1,736,900	1,844,300

Notes: (2) Detective Positions

We request the addition of two (2) Detective positions, plus all necessary equipment costs. To address increasing investigative demand for secondary Criminal Investigative response. Over the past several years, the Division has experienced a marked increase in complex Investigations which require significant man-hours and expertise. This includes increases in Part I and Part 2 Offenses. Overall, the Criminal Investigation Division demand has increased 10% from 2021 to current. Internet Crimes Against Children, Juvenile Crimes, Financial Fraud and Crimes Against the Elderly all require significant specialized computer forensic training. Internet Crimes Against Children investigations alone have grown 67% 2023 to present, while the number of forensic examinations of electronic devices grew 82%. In the current year 1,917 individual electronic devices and 234 terabytes of data, have been analyzed To meet current and future need and to maintain a high level of criminal victim customer service, it is necessary to grow the division to maintain a sufficient number of detectives to keep up with growing demand.

Salary and Benefits per position $134,128
Vehicles (2) $76000
Equipment $16,000

CITY MANAGER'S COMMENTS: Disapproved

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
109	SALARIES & WAGES-OVERTIME	345,828	150,000	262,000	200,000
113	EDUCATION/CERTIFICATE PAY	42,146	35,000	44,000	46,400
114	LONGEVITY PAY	13,365	14,450	14,450	15,950
120	FICA & MEDICARE EXPENSE	148,338	140,900	150,900	156,400
122	T.M.R.S. RETIREMENT EXPENSE	329,503	310,350	345,350	346,950
	PERSONNEL SERVICES Totals	2,484,452	2,492,600	2,553,600	2,610,000
CONTRACTUAL					
231	SERVICE MAINTENANCE CONTRACTS	117,659	128,900	128,900	142,000

Notes: Software Licensing and Renewal

We request a one-time increase to purchase a 3-year software and hardware renewal/warranty for the FARO Laser Scanner. Purchase for this device was approved in the FY2021 budget and any related annual renewals and warranties have expired. This tool remains essential for the forensic documentation of serious-injury and fatal crash scenes. It has become a mainstay in the production of accurate, reliable exhibits for court proceedings and is critical for documenting and reconstructing violent crime scenes; e.g., capital murder, aggravated assaults. The total amount requested is $17,100 which includes 3 years worth of license renewals for the SCENE and Zone 3d software as well as warranty and maintenance coverage for the device itself.

CITY MANAGER'S COMMENTS: Approved

Fund	Division	Department
01 General Fund	30 Police	34 Criminal Investigations

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
237	UNIFORM SERVICE	11,850	12,000	12,000	15,000
246	VEHICLE REPAIRS	10,607	12,000	12,000	12,000
261	CRIME SCENE SERVICES	23,397	15,000	15,000	20,000

Notes:	Increased Service Level
We request an increase of $5,000 in this line item. The department has seen more than a 25% increase in the number of drug arrests and case filings over the past 5 years. In addition, the majority of these cases require field testing kits to be utilized and outside laboratory testing to verify the illegal substances for court proceedings. CITY MANAGER'S COMMENTS: Approved	

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
	CONTRACTUAL Totals	163,512	167,900	167,900	189,000
SUPPLIES					
301	OFFICE SUPPLIES	2,262	2,500	2,500	2,500
321	UNIFORMS	5,875	4,500	4,500	3,500
331	FUEL & LUBRICANTS	18,692	20,000	20,000	20,500
347	GENERAL MAINTENANCE SUPPLIES	508	500	500	500
373	INVESTIGATION SUPPLIES	12,099	13,500	13,500	13,500
	SUPPLIES Totals	39,436	41,000	41,000	40,500
OPERATIONS					
410	DUES & SUBSCRIPTIONS	245	1,000	1,000	1,000
415	RECRUITING EXPENSES	230	-	-	-
430	TUITION & TRAINING	9,034	10,000	10,000	8,500
436	TRAVEL	7,356	6,000	6,000	6,000
447	DRUG TESTING	-	500	500	500
	OPERATIONS Totals	16,865	17,500	17,500	16,000
UTILITIES					
507	CELLULAR TELEPHONE	15,054	12,350	12,350	12,350
	UTILITIES Totals	15,054	12,350	12,350	12,350
	CRIMINAL INVESTIGATIONS Totals	**2,719,320**	**2,731,350**	**2,792,350**	**2,867,850**

DIVISION SUMMARY

Fund	**Division**	**Department**
01 General	30 Police	35 Community Services

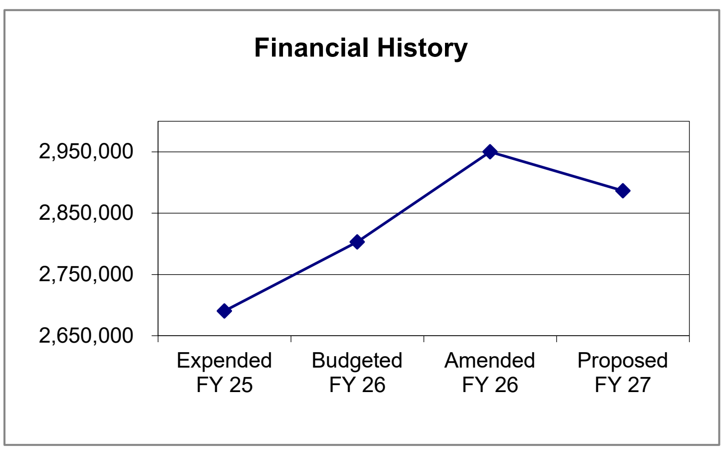
Expenditure Summary

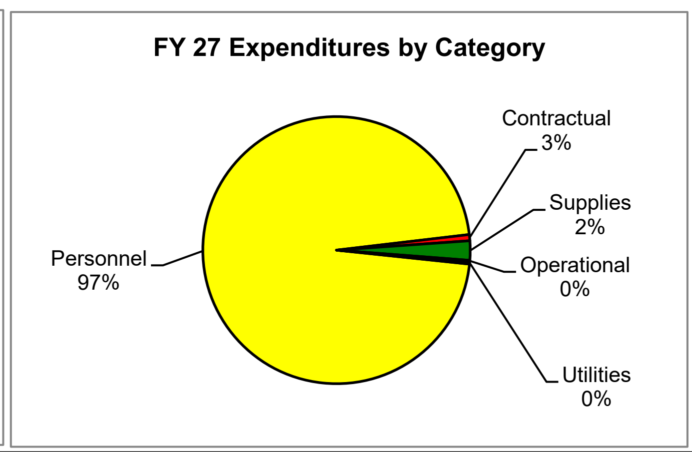
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	2,528,565	2,685,100	2,832,100	2,784,700
Contractual	72,928	21,500	21,500	21,500
Supplies	74,191	83,050	83,050	67,550
Operational	4,964	4,000	4,000	3,500
Utilities	9,766	9,400	9,400	9,400
Total	2,690,414	2,803,050	2,950,050	2,886,650

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Sergeant - Juvenile/Crime Prevention	P7	2	2
School Resource Officer	P5	13	13
Crime Prevention Officer	P5	3	3
Mental Health Officer	P5	1	1

Activity Trends





Fund	**Division**	**Department**
01 General Fund	30 Police	35 Community Services

G/L Account		**2025 Actual Amount**	**2026 Adopted Budget**	**2026 Amended Budget**	**2027 City Manager Approved**
PERSONNEL SERVICES					
100	SALARIES & WAGES	1,778,230	2,072,800	2,072,800	2,058,000
109	SALARIES & WAGES-OVERTIME	206,884	50,000	155,000	125,000
113	EDUCATION/CERTIFICATE PAY	40,446	38,950	38,950	47,600
114	LONGEVITY PAY	15,530	15,500	15,500	16,600
120	FICA & MEDICARE EXPENSE	151,939	158,600	167,600	167,000
122	T.M.R.S. RETIREMENT EXPENSE	335,536	349,250	382,250	370,500
	PERSONNEL SERVICES Totals	2,528,565	2,685,100	2,832,100	2,784,700
CONTRACTUAL					
240	EQUIPMENT REPAIRS	821	500	500	500
246	VEHICLE REPAIRS	72,106	21,000	21,000	21,000
	CONTRACTUAL Totals	72,928	21,500	21,500	21,500
SUPPLIES					
301	OFFICE SUPPLIES	407	500	500	500
310	PRINTING & BINDING	-	300	300	300
321	UNIFORMS	24,067	24,450	24,450	24,450
331	FUEL & LUBRICANTS	26,560	30,000	30,000	26,500
347	GENERAL MAINTENANCE SUPPLIES	1,421	2,800	2,800	2,800
370	COP PROGRAM SUPPLIES	5,498	7,500	7,500	500
371	CRIME PREVENTION SUPPLIES	14,720	15,000	15,000	10,000
372	CPA PROGRAM SUPPLIES	1,518	2,500	2,500	2,500
	SUPPLIES Totals	74,191	83,050	83,050	67,550
OPERATIONS					
410	DUES & SUBSCRIPTIONS	370	600	600	600
430	TUITION & TRAINING	3,599	3,000	3,000	2,500
436	TRAVEL	995	400	400	400
	OPERATIONS Totals	4,964	4,000	4,000	3,500
UTILITIES					
507	CELLULAR TELEPHONE	9,766	9,400	9,400	9,400
	UTILITIES Totals	9,766	9,400	9,400	9,400
	COMMUNITY SERVICES Totals	**2,690,414**	**2,803,050**	**2,950,050**	**2,886,650**

DIVISION SUMMARY

Fund	Division	Department
01 General	30 Police	36 Warrants

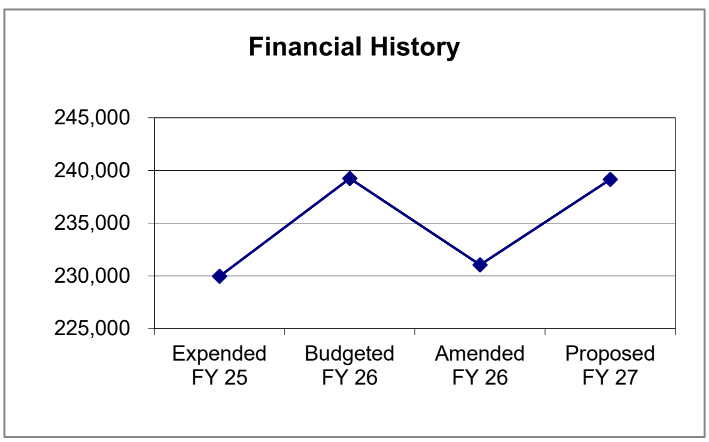
Expenditure Summary

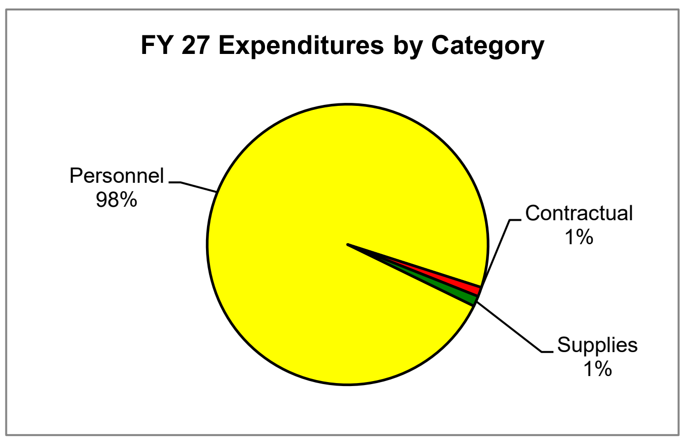
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	224,231	234,200	226,000	233,700
Contractual	2,881	2,600	2,600	2,600
Supplies	2,852	2,450	2,450	2,850
Total	229,964	239,250	231,050	239,150

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Warrant Officers (2) P-T	P5	1	1
Bailiff (2) P-T	P5	1	1

Activity Trends





Fund	Division	Department
01 General Fund	30 Police	36 Warrants

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
PERSONNEL SERVICES					
100	SALARIES & WAGES	206,525	215,250	207,050	215,250
109	SALARIES & WAGES-OVERTIME	-	500	500	-
114	LONGEVITY PAY	1,698	1,950	1,950	1,950
120	FICA & MEDICARE EXPENSE	16,008	16,500	16,500	16,500
	PERSONNEL SERVICES Totals	224,231	234,200	226,000	233,700
CONTRACTUAL					
231	SERVICE-MAINTENANCE CONTRACTS	2,244	900	900	900
240	EQUIPMENT REPAIRS	107	200	200	200
246	VEHICLE REPAIRS	530	1,500	1,500	1,500
	CONTRACTUAL Totals	2,881	2,600	2,600	2,600
SUPPLIES					
301	OFFICE SUPPLIES	-	150	150	150
310	PRINTING & BINDING	-	300	300	300
321	UNIFORMS	1,650	500	500	500
331	FUEL & LUBRICANTS	1,201	1,500	1,500	1,900
	SUPPLIES Totals	2,852	2,450	2,450	2,850
	WARRANTS Totals	**229,964**	**239,250**	**231,050**	**239,150**

DIVISION SUMMARY

Fund	Division	Department
01 General	30 Police	37 Records

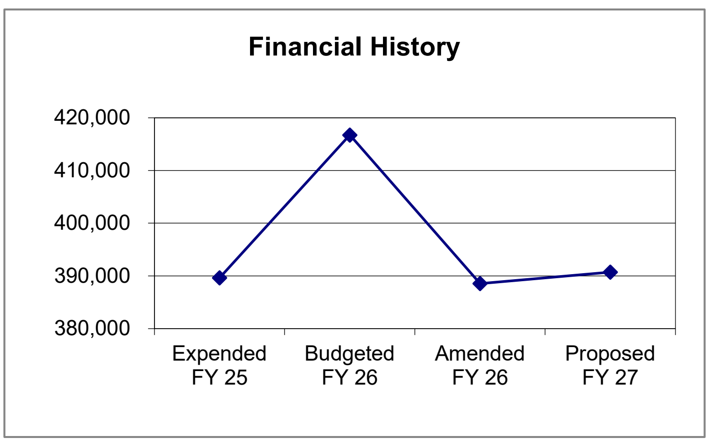
Expenditure Summary

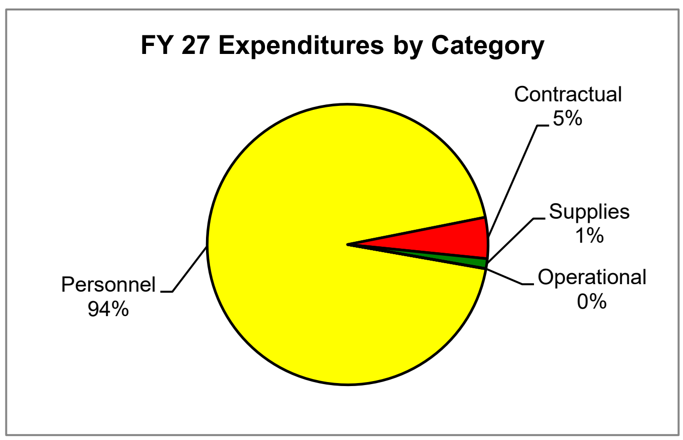
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	384,199	384,400	356,200	367,650
Contractual	2,564	29,500	29,500	18,500
Supplies	2,497	2,750	2,750	4,450
Operational	371	100	100	100
Total	389,631	416,750	388,550	390,700

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Personnel Sergeant	P7	1	1
Records Clerk	12	3	3

Activity Trends





Fund	Division	Department
01 General Fund	30 Police	37 Police Records

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
PERSONNEL SERVICES					
100	SALARIES & WAGES	291,144	297,450	277,450	286,450
109	SALARIES & WAGES-OVERTIME	11,180	7,500	2,500	3,500
113	EDUCATION/CERTIFICATE PAY	4,000	2,600	2,600	3,400
114	LONGEVITY PAY	3,745	4,000	4,000	3,750
120	FICA & MEDICARE EXPENSE	22,830	22,750	21,250	21,950
122	T.M.R.S. RETIREMENT EXPENSE	51,300	50,100	48,400	48,600
	PERSONNEL SERVICES Totals	384,199	384,400	356,200	367,650
CONTRACTUAL					
231	SERVICE MAINTENANCE CONTRACTS	2,564	28,000	28,000	17,000
240	EQUIPMENT REPAIRS	-	500	500	500
246	VEHICLE REPAIRS	-	1,000	1,000	1,000
	CONTRACTUAL Totals	2,564	29,500	29,500	18,500
SUPPLIES					
301	OFFICE SUPPLIES	709	750	750	750
310	PRINTING & BINDING	147	200	200	200
331	FUEL & LUBRICANTS	1,641	1,800	1,800	3,500
	SUPPLIES Totals	2,497	2,750	2,750	4,450
OPERATIONS					
410	DUES & SUBSCRIPTIONS	371	100	100	100
	OPERATIONS Totals	371	100	100	100
	POLICE RECORDS Totals	**389,631**	**416,750**	**388,550**	**390,700**

DIVISION SUMMARY

Fund	Division	Department
01 General	40 Community Development	41 Planning & Zoning

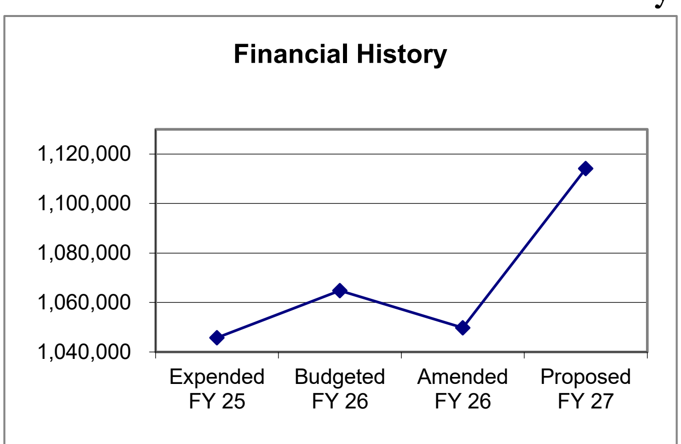
Expenditure Summary

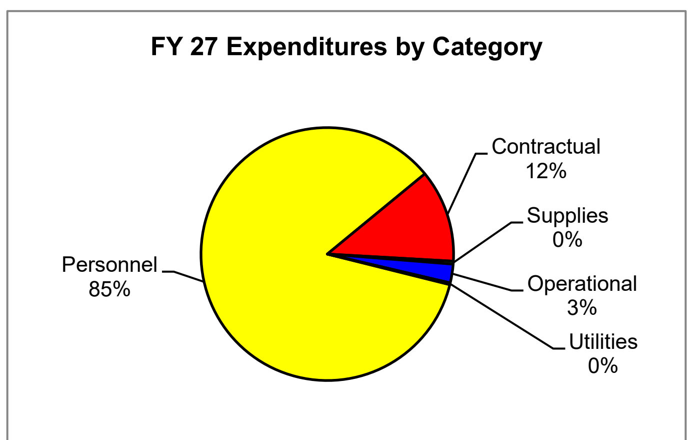
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	913,457	930,800	920,800	948,850
Contractual	100,201	97,350	97,350	132,000
Supplies	4,570	4,600	4,600	4,200
Operational	26,329	30,750	25,750	26,600
Utilities	1,222	1,300	1,300	2,500
Total	1,045,779	1,064,800	1,049,800	1,114,150

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Planning and Zoning Director	-	1	1
GIS Supervisor	24	1	1
Senior Planner	24	2	2
GIS Analyst	20	1	1
GIS Technician	16	1	1
Planning Technician	16	1	1
Planning Coordinator	12	1	1

Activity Trends





Fund	Division	Department
01 General Fund	40 Development Services	41 Planning & Zoning

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
PERSONNEL SERVICES					
100	SALARIES & WAGES	728,069	739,850	730,850	753,200
109	SALARIES & WAGES-OVERTIME	3,626	2,500	2,500	2,500
113	EDUCATION/CERTIFICATE PAY	3,200	3,200	3,200	3,200
114	LONGEVITY PAY	3,530	4,000	4,000	4,500
120	FICA & MEDICARE EXPENSE	54,919	56,600	55,600	57,600
122	T.M.R.S. RETIREMENT EXPENSE	120,114	124,650	124,650	127,850
	PERSONNEL SERVICES Totals	913,457	930,800	920,800	948,850
CONTRACTUAL					
213	CONSULTING FEES	34,730	25,000	25,000	50,000

Notes:	CityWorks Migration

$25,00 for Upgrade of CityWorks
Currently, the CityWorks software (which supports all development services departments) needs to be upgraded from V15.89 (which is currently 2 versions behind) to Unity. Unity is the most current version and moves the platform to a cloud based solution. This will allow for the City to receive free upgrades from Trimble in the future, which could have some cost savings from hosting the software on our own servers. This will also alleviate the need for certain software, which has been removed from this years budget under the Service Maintenance Contracts account (e.g. Crystal Reports). The upgrade is a one time cost.

CITY MANAGER'S COMMENTS: Approved

Notes:	LIDAR

$7,601.64 for LIDAR inside the City limits (ETJ would be an additional $4,524.60). The typical cost of LIDAR is $12,000.00; however, this year TXDOT is participating in NCTCOG LIDAR, which brings the total cost down.

CITY MANAGER'S COMMENTS: Approved

231	SERVICE MAINTENANCE CONTRACTS	57,897	65,350	65,350	75,000

Notes:	ESRI Price Increase

Due to the City's current population, the ESRI ArcGIS for Small Government Software is increasing from $40,000 to $60,300 (a total increase of $20,300). This software currently supports all development services departments and public safety departments.

CITY MANAGER'S COMMENTS: Approved

233	NEWSPAPER NOTICES - ADVERTISING	7,455	7,000	7,000	7,000
242	EQUIPMENT RENTAL & LEASE	119	-	-	-
	CONTRACTUAL Totals	100,201	97,350	97,350	132,000

Fund	Division	Department
01 General Fund	40 Development Services	41 Planning & Zoning

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
SUPPLIES					
301	OFFICE SUPPLIES	1,147	1,600	1,600	1,200
310	PRINTING & BINDING	1,053	1,000	1,000	1,000
347	GENERAL MAINTENANCE SUPPLIES	2,370	2,000	2,000	2,000
	SUPPLIES Totals	4,570	4,600	4,600	4,200
OPERATIONS					
410	DUES & SUBSCRIPTIONS	3,420	4,750	4,750	4,600
428	MEETING EXPENSES	4,129	4,500	4,500	4,500
430	TUITION & TRAINING	5,621	8,500	8,500	6,500
436	TRAVEL	13,160	13,000	8,000	11,000
	OPERATIONS Totals	26,329	30,750	25,750	26,600
UTILITIES					
507	CELLULAR TELEPHONE	1,222	1,300	1,300	2,500
	UTILITIES Totals	1,222	1,300	1,300	2,500
	PLANNING Totals	**1,045,779**	**1,064,800**	**1,049,800**	**1,114,150**

DIVISION SUMMARY

Fund	Division	Department
01 General	40 Community Development	42 Neighborhood Improvement

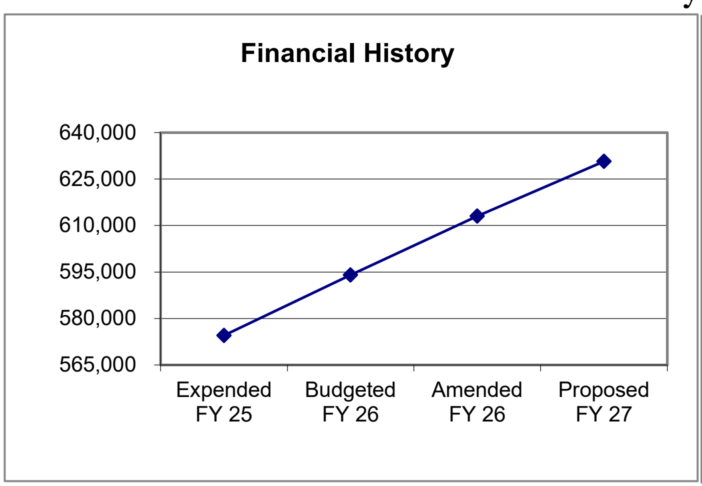
Expenditure Summary

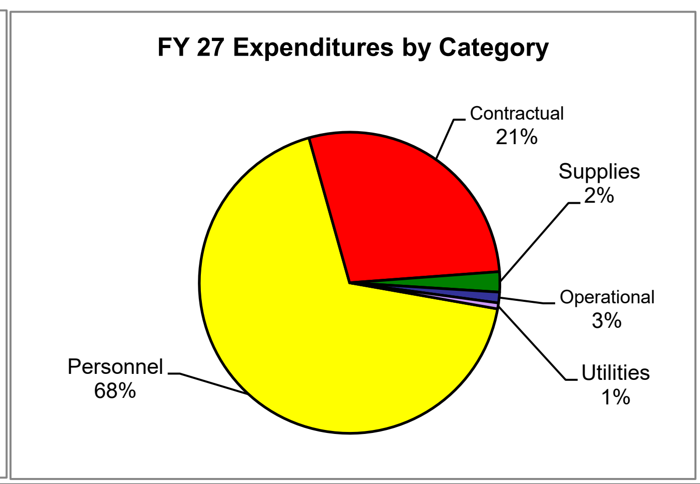
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	405,026	426,350	410,350	428,000
Contractual	149,691	141,750	176,750	177,750
Supplies	11,360	15,000	15,000	13,700
Operational	5,513	8,450	8,450	7,250
Utilities	2,933	2,500	2,500	4,000
Total	574,523	594,050	613,050	630,700

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
NIS Field Supervisor	21	1	1
NIS Representative	16	3	3
NIS Coordinator	12	1	1

Activity Trends





Fund	Division	Department
01 General Fund	40 Development Services	42 Neighborhood Impr. Services

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
PERSONNEL SERVICES					
100	SALARIES & WAGES	323,094	338,800	325,800	339,750
109	SALARIES & WAGES-OVERTIME	592	1,000	1,000	1,000
113	EDUCATION/CERTIFICATE PAY	-	600	600	300
114	LONGEVITY PAY	2,635	2,950	2,950	3,300
120	FICA & MEDICARE EXPENSE	24,853	25,900	25,900	26,000
122	T.M.R.S. RETIREMENT EXPENSE	53,853	57,100	54,100	57,650
	PERSONNEL SERVICES Totals	405,026	426,350	410,350	428,000
CONTRACTUAL					
213	CONSULTING FEES	-	-	-	-
231	SERVICE MAINTENANCE CONTRACTS	1,156	1,000	1,000	1,000
240	EQUIPMENT REPAIRS	470	250	250	250
242	EQUIPMENT RENTAL & LEASE	-	500	500	500
246	VEHICLE REPAIRS	3,009	5,000	5,000	5,000
255	CODE ENFORCEMENT CONTRACT	11,627	17,000	22,000	17,000
256	HEALTH INSPECTION SERVICE	133,430	118,000	148,000	154,000

Notes:	Increased Fees
Per recent agreement with Bluebonnet Sanitarian Pros LLC. CITY MANAGER'S COMMENTS: Approved	

	CONTRACTUAL Totals	149,691	141,750	176,750	177,750
SUPPLIES					
301	OFFICE SUPPLIES	1,819	2,500	2,500	2,500
310	PRINTING & BINDING	967	1,000	1,000	1,000
321	UNIFORMS	961	1,750	1,750	1,250
323	SMALL TOOLS	88	750	750	750
325	SAFETY SUPPLIES	108	500	500	500
331	FUEL & LUBRICANTS	7,417	8,000	8,000	7,200
347	GENERAL MAINTENANCE SUPPLIES	-	500	500	500
	SUPPLIES Totals	11,360	15,000	15,000	13,700
OPERATIONS					
410	DUES & SUBSCRIPTIONS	2,621	3,250	3,250	3,250
415	RECRUITING EXPENSES	-	-	-	-
430	TUITION & TRAINING	1,440	3,200	4,700	2,500
436	TRAVEL	1,451	2,000	500	1,500
	OPERATIONS Totals	5,513	8,450	8,450	7,250

Fund	Division	Department
01 General Fund	40 Development Services	42 Neighborhood Impr. Services

G/L Account	2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
UTILITIES				
507 CELLULAR TELEPHONE	2,933	2,500	2,500	4,000
UTILITIES Totals	2,933	2,500	2,500	4,000
NIS Totals	**574,523**	**594,050**	**613,050**	**630,700**

DIVISION SUMMARY

Fund		Division		Department
01 General	40	Community Development	43	Building Inspections

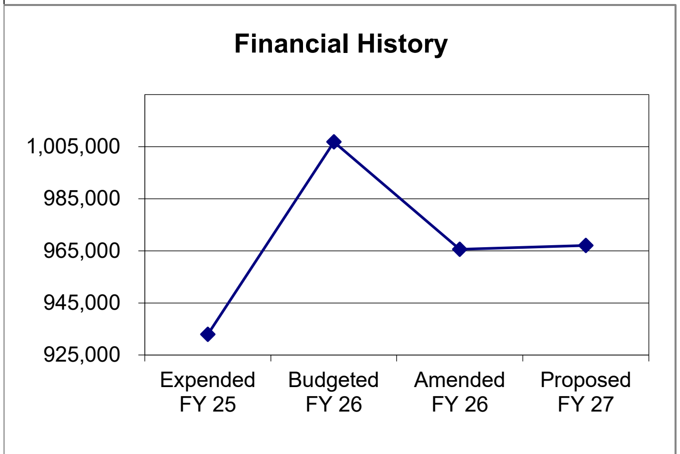
Expenditure Summary

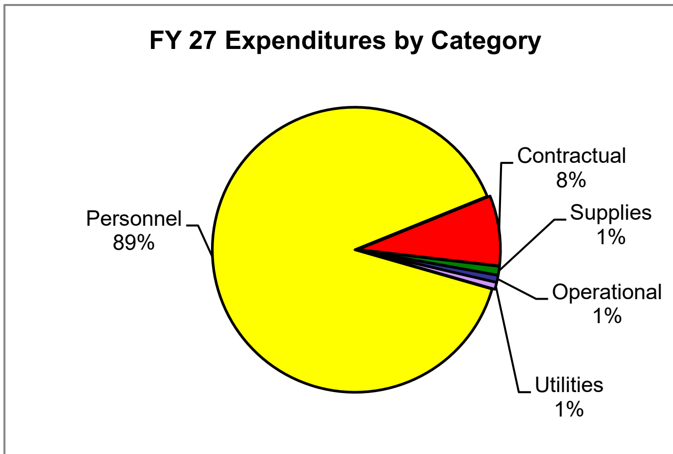
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	821,033	865,450	854,250	864,850
Contractual	75,973	111,000	81,000	76,950
Supplies	9,782	13,350	13,350	9,800
Operational	10,774	11,300	11,300	7,800
Utilities	6,665	5,700	5,700	7,600
Capital	8,659	-	-	-
Total	932,885	1,006,800	965,600	967,000

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Building Official	-	1	1
Building Inspections Supervisor	21	1	1
Plans Examiner	20	1	1
Building Inspector	17	3	3
Permit Technician	12	2	2

Activity Trends





Fund	**Division**	**Department**
01 General Fund	40 Development Services	43 Building Inspection

G/L Account		**2025 Actual Amount**	**2026 Adopted Budget**	**2026 Amended Budget**	**2027 City Manager Approved**
PERSONNEL SERVICES					
100	SALARIES & WAGES	648,271	686,700	678,700	687,350
109	SALARIES & WAGES-OVERTIME	6,270	1,500	500	1,000
113	EDUCATION/CERTIFICATE PAY	3,300	4,500	3,300	2,400
114	LONGEVITY PAY	4,035	4,550	4,550	4,850
116	AUTO ALLOWANCE	387	-	-	-
120	FICA & MEDICARE EXPENSE	49,369	52,500	51,500	52,600
122	T.M.R.S. RETIREMENT EXPENSE	109,402	115,700	115,700	116,650
	PERSONNEL SERVICES Totals	821,033	865,450	854,250	864,850
CONTRACTUAL					
213	CONSULTING FEES	-	30,000	-	-
231	SERVICE MAINTENANCE CONTRACTS	70,929	75,000	75,000	70,950
240	EQUIPMENT REPAIRS	-	500	500	500
242	EQUIPMENT RENTAL & LEASE	-	500	500	500
246	VEHICLE REPAIRS	5,043	5,000	5,000	5,000
	CONTRACTUAL Totals	75,973	111,000	81,000	76,950
SUPPLIES					
301	OFFICE SUPPLIES	1,134	1,250	1,250	1,000
310	PRINTING & BINDING	-	1,000	1,000	-
321	UNIFORMS	492	600	600	600
323	SMALL TOOLS	164	1,000	1,000	500
331	FUEL & LUBRICANTS	7,946	9,000	9,000	7,200
347	GENERAL MAINTENANCE SUPPLIES	45	500	500	500
	SUPPLIES Totals	9,782	13,350	13,350	9,800
OPERATIONS					
410	DUES & SUBSCRIPTIONS	5,637	5,300	5,300	1,800
415	RECRUITING EXPENSES	123	-	-	-
430	TUITION & TRAINING	3,699	4,000	4,000	4,000
436	TRAVEL	1,316	2,000	2,000	2,000
	OPERATIONS Totals	10,774	11,300	11,300	7,800
UTILITIES					
507	CELLULAR TELEPHONE	6,665	5,700	5,700	7,600
	UTILITIES Totals	6,665	5,700	5,700	7,600

Fund	Division	Department
01 General Fund	40 Development Services	43 Building Inspection

G/L Account	2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
CAPITAL				
623 VEHICLES	8,659	-	-	-
CAPITAL Totals	8,659	-	-	-
BUILDING INSPECTIONS Totals	**932,885**	**1,006,800**	**965,600**	**967,000**

DIVISION SUMMARY

Fund	Division	Department
01 General	45 Parks & Recreation	45 Parks

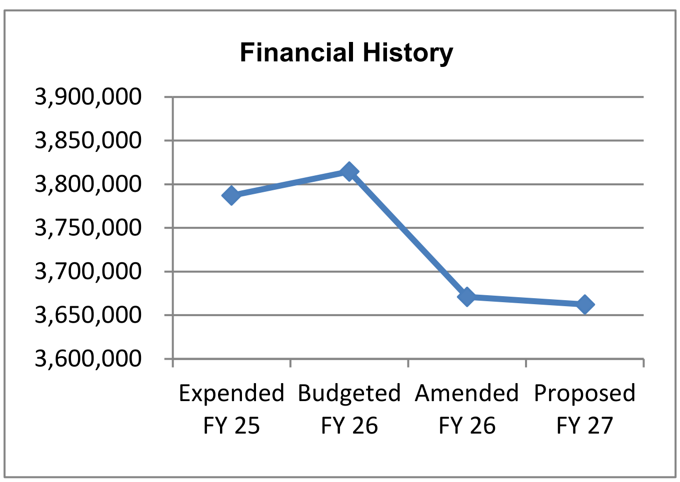
Expenditure Summary

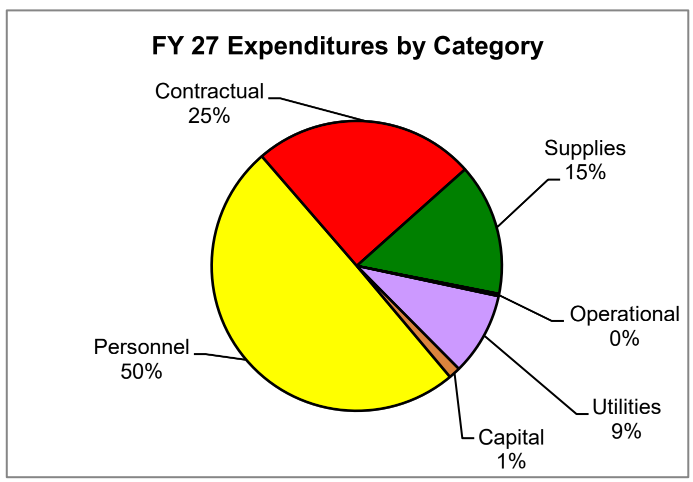
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	1,733,423	1,795,050	1,794,050	1,822,400
Contractual	1,039,682	1,054,550	979,550	906,700
Supplies	612,694	658,000	548,000	537,800
Operational	6,001	10,500	10,500	10,000
Utilities	327,891	296,500	326,500	337,500
Capital	67,281	-	12,300	48,000
Total	3,786,971	3,814,600	3,670,900	3,662,400

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Parks Superintendent	25	1	1
Parks Operations Supervisor	21	1	1
Crew Leader	17	4	4
Irrigation/Pesticide Technician	14	1	1
Equipment Operator	14	2	2
Athletic Technician	12	1	1
Maintenance Worker II	11	13	13
Maintenance Worker (PT/Seasonal)	-	2	2

Activity Trends





Fund	Division	Department
01 General Fund	45 Parks & Recreation	45 Parks

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
PERSONNEL SERVICES					
100	SALARIES & WAGES	1,348,368	1,398,850	1,398,850	1,423,600
109	SALARIES & WAGES-OVERTIME	37,307	40,000	35,000	35,000
113	EDUCATION/CERTIFICATE PAY	600	1,800	800	300
114	LONGEVITY PAY	12,570	13,950	13,950	15,250
120	FICA & MEDICARE EXPENSE	104,780	107,000	107,000	108,900
122	T.M.R.S. RETIREMENT EXPENSE	229,798	233,450	238,450	239,350
	PERSONNEL SERVICES Totals	1,733,423	1,795,050	1,794,050	1,822,400
CONTRACTUAL					
231	SERVICE MAINTENANCE CONTRACTS	375	500	500	500
237	UNIFORM SERVICE	18,012	15,200	15,200	15,200
240	EQUIPMENT REPAIRS	49,522	40,000	40,000	40,000
242	EQUIPMENT RENTAL & LEASE	1,769	11,800	11,800	10,000
244	BUILDING REPAIRS	35,019	42,700	42,700	35,000
246	VEHICLE REPAIRS	19,638	30,000	30,000	30,000
247	GROUNDS MAINTENANCE	883,471	884,350	809,350	751,000
270	WASTE DISPOSAL SERVICE	31,875	30,000	30,000	25,000
	CONTRACTUAL Totals	1,039,682	1,054,550	979,550	906,700
SUPPLIES					
301	OFFICE SUPPLIES	44	300	300	300
310	PRINTING & BINDING	-	200	200	-
323	SMALL TOOLS	19,767	20,500	20,500	20,500
325	SAFETY SUPPLIES	4,807	5,000	5,000	5,000
331	FUEL & LUBRICANTS	53,313	57,000	57,000	57,000
333	CHEMICAL	55,715	70,000	70,000	60,000
341	CONSTRUCTION & REPAIR SUPPLIES	124,538	125,000	125,000	125,000
347	GENERAL MAINTENANCE SUPPLIES	123,809	125,000	110,000	110,000
349	AGRICULTURAL SUPPLIES	164,010	180,000	105,000	105,000
350	IRRIGATION SYSTEM SUPPLIES	66,691	75,000	55,000	55,000
	SUPPLIES Totals	612,694	658,000	548,000	537,800
OPERATIONS					
415	RECRUITING EXPENSES	266	500	500	-
430	TUITION & TRAINING	3,120	5,000	5,000	5,000
436	TRAVEL	1,310	2,500	2,500	2,500
480	VOLUNTEER PROGRAM	1,181	2,500	2,500	2,500
	OPERATIONS Totals	6,001	10,500	10,500	10,000

Fund	Division	Department
01 General Fund	45 Parks & Recreation	45 Parks

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
UTILITIES					
501	ELECTRICITY	26	-	-	-
507	CELLULAR TELEPHONE	25,329	21,500	26,500	27,500
513	WATER	302,536	275,000	300,000	310,000
	UTILITIES Totals	327,891	296,500	326,500	337,500
CAPITAL					
621	FIELD MACHINERY & EQUIPMENT	55,484	-	12,300	48,000

Notes: Battery Operated Mowers

$48,000 Stihl Battery Operated 52" mowers for mowing crews

Regular cost $29,999 each
Anniversary special $15,999 each until 1/2027
(3) Units ($45,000) savings now through January 2027

Our test unit is 2 years old and benefits have been unsurpassed

No noise, No fuel, No maintenance cost, No downtime

Gas units are averaging $3,500 to $4,000 per unit per year in fuel and maintenance cost and more if you include down time that results in overtime cost to catch up.

CTIY MANAGER'S COMMENTS: Approved

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
623	VEHICLES	11,797	-	-	-
	CAPITAL Totals	67,281	-	12,300	48,000
	PARKS Totals	**3,786,971**	**3,814,600**	**3,670,900**	**3,662,400**

DIVISION SUMMARY

Fund	Division	Department
01 General	45 Parks & Recreation	46 Harbor O&M

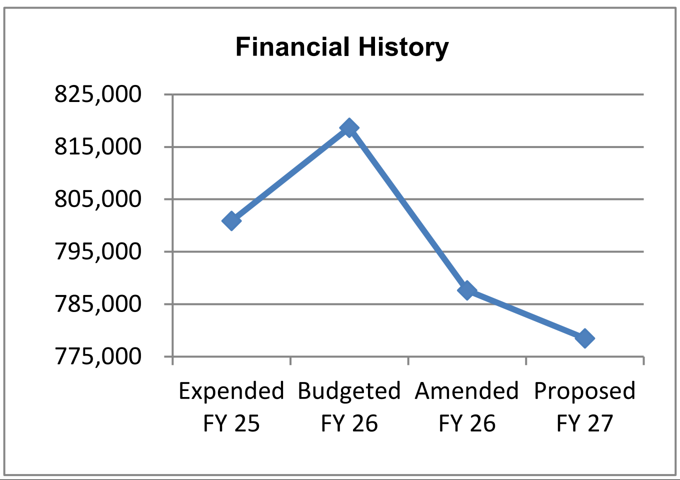
Expenditure Summary

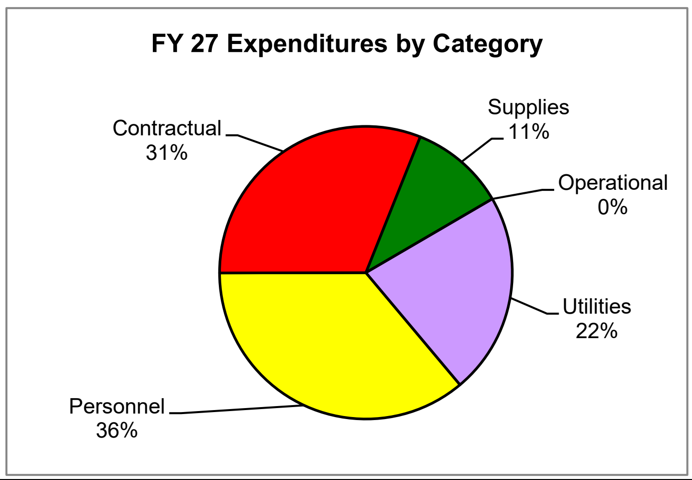
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	277,021	280,200	280,200	280,900
Contractual	300,730	254,800	238,800	242,000
Supplies	69,805	119,000	94,000	82,000
Operational	-	1,050	1,050	-
Utilities	153,312	163,600	173,600	173,600
Total	800,868	818,650	787,650	778,500

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Harbor Technician	17	1	1
Maintenance Worker II	11	3	3

Activity Trends





Fund	Division	Department
01 General Fund	45 Parks & Recreation	46 Harbor

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
PERSONNEL SERVICES					
100	SALARIES & WAGES	207,542	217,900	217,900	217,700
109	SALARIES & WAGES-OVERTIME	13,756	7,500	7,500	7,500
113	EDUCATION/CERTIFICATE PAY	-	-	-	600
114	LONGEVITY PAY	1,385	1,450	1,450	1,500
120	FICA & MEDICARE EXPENSE	17,308	16,650	16,650	16,650
122	T.M.R.S. RETIREMENT EXPENSE	37,029	36,700	36,700	36,950
	PERSONNEL SERVICES Totals	277,021	280,200	280,200	280,900
CONTRACTUAL					
231	SERVICE MAINTENANCE CONTRACTS	223	500	500	-
237	UNIFORM SERVICE	1,538	2,800	1,800	2,000
240	EQUIPMENT REPAIRS	32,328	7,500	7,500	7,500
242	EQUIPMENT RENTAL & LEASE	-	3,000	3,000	1,500
244	BUILDING REPAIRS	75,711	75,000	60,000	65,000
245	POOL REPAIR & MAINTENANCE	66,780	60,000	60,000	60,000
246	VEHICLE REPAIRS	1,634	5,000	5,000	5,000
247	GROUNDS MAINTENANCE	122,516	101,000	101,000	101,000
	CONTRACTUAL Totals	300,730	254,800	238,800	242,000
SUPPLIES					
323	SMALL TOOLS	6,741	3,000	3,000	3,000
325	SAFETY SUPPLIES	129	1,000	1,000	1,000
331	FUEL & LUBRICANTS	6,100	7,000	7,000	7,000
333	CHEMICALS	25,197	25,000	25,000	25,000
341	CONSTRUCTION & REPAIR SUP	224	-	-	-
347	GENERAL MAINTENANCE SUPPLIES	3,723	20,000	20,000	12,000
349	AGRICULTURAL SUPPLIES	21,072	30,000	30,000	20,000
350	IRRIGATION SYSTEM SUPPLIES	3,138	5,000	5,000	4,000
390	SWIMMING POOL SUPPLIES	3,481	28,000	3,000	10,000
	SUPPLIES Totals	69,805	119,000	94,000	82,000
OPERATIONS					
430	TUITION & TRAINING	-	500	500	-
436	TRAVEL	-	550	550	-
	OPERATIONS Totals	-	1,050	1,050	-
UTILITIES					
501	ELECTRICITY	75,734	60,000	70,000	70,000
507	CELLULAR TELEPHONE	2,431	3,600	3,600	3,600
513	WATER	75,147	100,000	100,000	100,000
	UTILITIES Totals	153,312	163,600	173,600	173,600
	HARBOR O & M Total	**800,868**	**818,650**	**787,650**	**778,500**

DIVISION SUMMARY

Fund	Division	Department
01 General	45 Parks & Recreation	47 Recreation

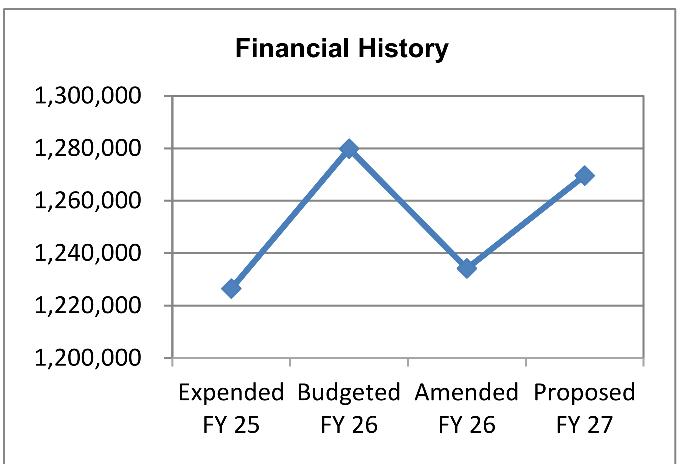
Expenditure Summary

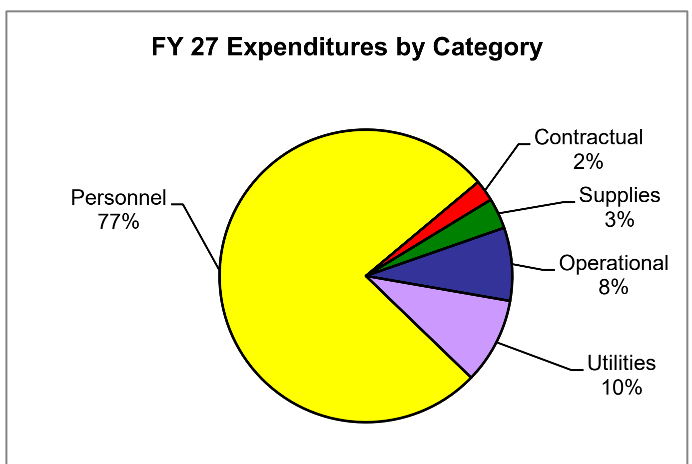
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	917,415	963,350	933,750	973,600
Contractual	36,922	43,000	39,000	30,100
Supplies	40,861	58,950	46,950	43,000
Operational	99,642	104,500	104,500	102,500
Utilities	131,634	110,000	110,000	120,400
Total	1,226,474	1,279,800	1,234,200	1,269,600

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Parks & Recreation Director	-	1	1
Recreation Superintendent	25	1	1
Athletics & Aquatics Supervisor	20	1	1
Special Events Supervisor	20	2	2
Recreation Coordinator	17	1	1
Administrative Assistant	15	1	1

Activity Trends





Fund	Division	Department
01 General Fund	45 Parks & Recreation	47 Recreation

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
PERSONNEL SERVICES					
100	SALARIES & WAGES	760,959	791,650	771,650	802,450
109	SALARIES & WAGES-OVERTIME	1,376	5,000	5,000	1,500
113	EDUCATION/CERTIFICATE PAY	900	1,800	1,800	600
114	LONGEVITY PAY	2,212	2,500	2,500	2,850
120	FICA & MEDICARE EXPENSE	57,608	60,200	52,600	61,400
122	T.M.R.S. RETIREMENT EXPENSE	94,359	102,200	100,200	104,800
	PERSONNEL SERVICES Totals	917,415	963,350	933,750	973,600
CONTRACTUAL					
231	SERVICE MAINTENANCE CONTRACTS	5,045	4,000	4,000	1,100
239	RECREATION CONTRACTS	2,090	6,000	6,000	5,000
242	EQUIPMENT RENTAL & LEASE	20,821	20,000	20,000	20,000
245	POOL REPAIR & MAINTENANCE	7,867	7,000	7,000	2,000
246	VEHICLE REPAIRS	1,099	6,000	2,000	2,000
	CONTRACTUAL Totals	36,922	43,000	39,000	30,100
SUPPLIES					
301	OFFICE SUPPLIES	2,259	2,000	2,000	2,000
307	POSTAGE	438	-	-	-
310	PRINTING & BINDING	3,003	3,000	1,000	1,000
321	UNIFORMS	4,348	5,000	5,000	5,000
331	FUEL & LUBRICANTS	175	500	500	500
333	CHEMICAL	16,264	20,000	10,000	10,000
347	GENERAL MAINTENANCE SUPPLIES	2,557	6,450	6,450	3,500
390	SWIMMING POOL SUPPLIES	1,644	4,000	4,000	8,000

Notes:	New Life Jackets
$4,000 increase to replace all life jackets at pools for safety reasons. CITY MANAGER'S COMMENTS: Approved	

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
391	RECREATION PROGRAM SUPPLIES	10,172	18,000	18,000	13,000
	SUPPLIES Totals	40,861	58,950	46,950	43,000
OPERATIONS					
406	SPECIAL EVENTS	72,605	85,000	85,000	85,000
410	DUES & SUBSCRIPTIONS	4,811	5,000	5,000	4,000
415	RECRUITING EXPENSES	4,392	3,000	3,000	3,000
428	MEETING EXPENSES	1,232	1,000	1,000	-
430	TUITION & TRAINING	6,291	4,000	4,000	4,000
436	TRAVEL	10,311	6,500	6,500	6,500
	OPERATIONS Totals	99,642	104,500	104,500	102,500

Fund	**Division**	**Department**
01 General Fund	45 Parks & Recreation	47 Recreation

G/L Account		**2025 Actual Amount**	**2026 Adopted Budget**	**2026 Amended Budget**	**2027 City Manager Approved**
UTILITIES					
501	ELECTRICITY	124,152	103,000	103,000	110,000
507	CELLULAR TELEPHONE	7,482	7,000	7,000	10,400
	UTILITIES Totals	131,634	110,000	110,000	120,400
	RECREATION Total	**1,226,474**	**1,279,800**	**1,234,200**	**1,269,600**

DIVISION SUMMARY

Fund	Division	Department
01 General	45 Parks & Recreation	48 Animal Services

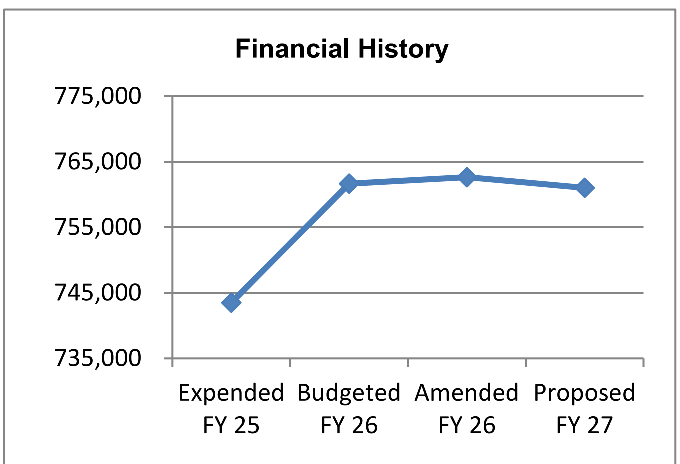
Expenditure Summary

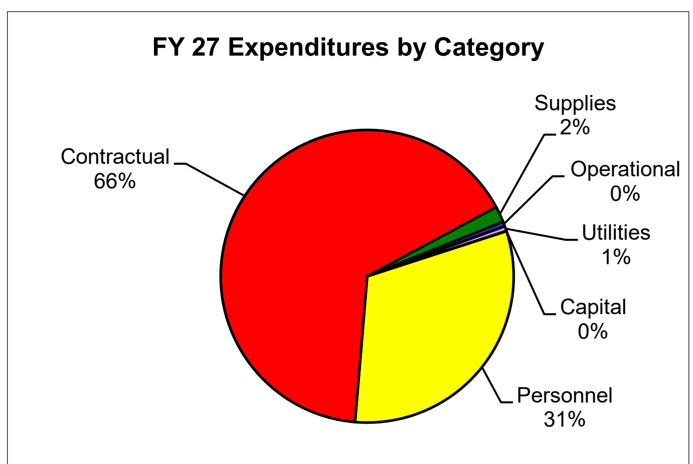
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	232,642	238,350	240,850	238,400
Contractual	490,318	501,000	501,000	501,000
Supplies	10,474	15,250	13,750	13,250
Operational	2,419	4,050	4,050	4,150
Utilities	3,387	3,000	3,000	4,200
Capital	4,256	-	-	-
Total	743,497	761,650	762,650	761,000

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Animal Services Crewleader	17	1	1
Animal Services Officer	13	2	2

Activity Trends





Fund	**Division**	**Department**
01 General Fund	45 Parks & Recreation	48 Animal Services

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
PERSONNEL SERVICES					
100	SALARIES & WAGES	172,833	177,850	177,850	180,000
109	SALARIES & WAGES-OVERTIME	13,273	15,000	15,000	12,000
114	LONGEVITY PAY	1,735	1,950	1,950	2,100
120	FICA & MEDICARE EXPENSE	13,597	13,600	13,600	13,750
122	T.M.R.S. RETIREMENT EXPENSE	31,204	29,950	32,450	30,550
	PERSONNEL SERVICES Totals	232,642	238,350	240,850	238,400
CONTRACTUAL					
213	CONSULTING FEES	480,000	486,000	486,000	486,000
231	SERVICE MAINTENANCE CONTRACTS	5,313	6,500	6,500	4,500
237	UNIFORM SERVICE	2,478	2,500	2,500	2,500
240	EQUIPMENT REPAIRS	8	750	750	500
244	BUILDING REPAIRS	327	-	-	-
246	VEHICLE REPAIRS	2,193	5,000	5,000	7,500

Notes:	Aging Fleet
$2,500 increase due to aging fleet CITY MANAGER'S COMMENTS: Approved	

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
270	WASTE DISPOSAL SERVICE	-	250	250	-
	CONTRACTUAL Totals	490,318	501,000	501,000	501,000
SUPPLIES					
301	OFFICE SUPPLIES	68	500	500	500
310	PRINTING & BINDING	-	1,000	1,000	500
321	UNIFORMS	1,269	1,500	1,500	1,500
325	SAFETY SUPPLIES	-	750	250	500
331	FUEL & LUBRICANTS	8,099	9,000	9,000	9,000
347	GENERAL MAINTENANCE SUPPLIES	1,038	2,500	1,500	1,250
	SUPPLIES Totals	10,474	15,250	13,750	13,250
OPERATIONS					
410	DUES & SUBSCRIPTIONS	149	50	50	150
430	TUITION & TRAINING	827	1,000	1,000	1,000
436	TRAVEL	1,443	3,000	3,000	3,000
	OPERATIONS Totals	2,419	4,050	4,050	4,150

Fund	Division	Department
01 General Fund	45 Parks & Recreation	48 Animal Services

G/L Account	2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
UTILITIES				
507 CELLULAR TELEPHONE	3,387	3,000	3,000	4,200
UTILITIES Totals	3,387	3,000	3,000	4,200
CAPITAL				
623 VEHICLES	4,256	-	-	-
CAPITAL Totals	4,256	-	-	-
ANIMAL SERVICES Total	**743,497**	**761,650**	**762,650**	**761,000**

DIVISION SUMMARY

Fund	Division	Department
01 General	50 Public Works	53 Engineering

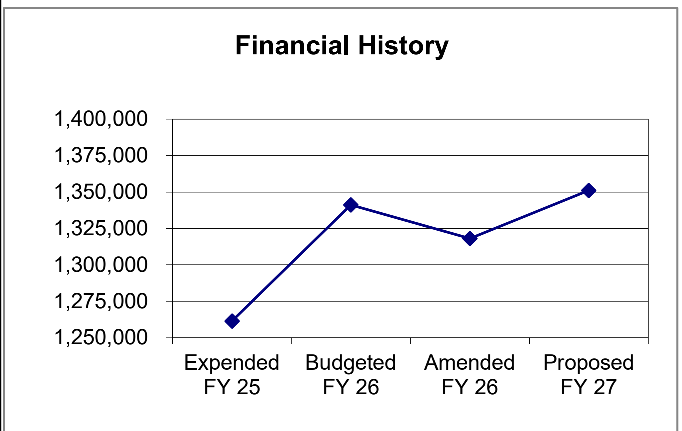
Expenditure Summary

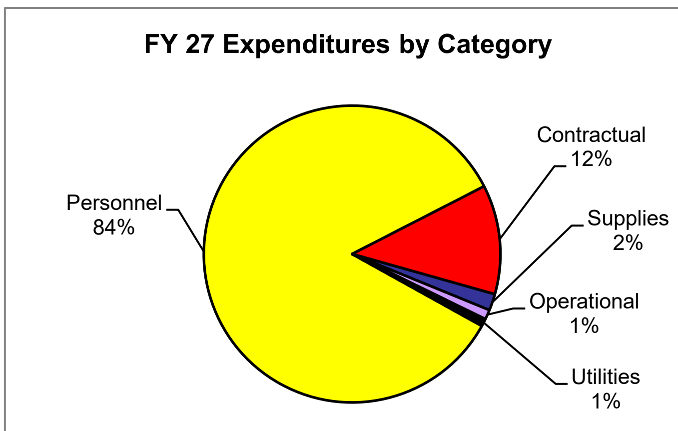
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	1,072,464	1,122,450	1,119,450	1,140,350
Contractual	148,816	168,100	148,100	160,900
Supplies	18,076	27,850	27,850	24,350
Operational	13,689	14,200	14,200	14,300
Utilities	8,475	8,450	8,450	11,200
Total	1,261,520	1,341,050	1,318,050	1,351,100

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Public Works Director/City Engineer	-	1	1
Assistant City Engineer	32	1	1
Civil Engineer	28	1	1
Senior Construction Inspector Supervisor	21	1	1
Construction Inspector	17	4	4
Customer Service Coordinator	12	1	1

Activity Trends





Fund	**Division**	**Department**
01 General Fund	50 Public Works	53 Engineering

G/L Account		**2025 Actual Amount**	**2026 Adopted Budget**	**2026 Amended Budget**	**2027 City Manager Approved**
PERSONNEL SERVICES					
100	SALARIES & WAGES	850,077	888,100	878,100	901,150
109	SALARIES & WAGES-OVERTIME	11,214	12,000	17,000	12,000
113	EDUCATION/CERTIFICATE PAY	600	600	600	600
114	LONGEVITY PAY	3,610	4,150	4,150	4,750
120	FICA & MEDICARE EXPENSE	64,848	67,950	67,950	68,950
122	T.M.R.S. RETIREMENT EXPENSE	142,115	149,650	151,650	152,900
	PERSONNEL SERVICES Totals	1,072,464	1,122,450	1,119,450	1,140,350
CONTRACTUAL					
213	CONSULTING FEES	113,953	140,000	120,000	120,000
231	SERVICE MAINTENANCE CONTRACTS	26,524	12,000	12,000	24,800

Notes: Update Aerials

$21,000 Purchase the updated aerials for all maps and website. NCTCOG produces the aerials.

CITY MANAGER'S COMMENTS: Approved

G/L Account		**2025 Actual Amount**	**2026 Adopted Budget**	**2026 Amended Budget**	**2027 City Manager Approved**
240	EQUIPMENT REPAIRS	-	600	600	600
242	EQUIPMENT RENTAL & LEASE	-	500	500	500
246	VEHICLE REPAIRS	3,680	6,500	6,500	6,500
276	STORMWATER PROGRAM COSTS	4,659	8,500	8,500	8,500
	CONTRACTUAL Totals	148,816	168,100	148,100	160,900
SUPPLIES					
301	OFFICE SUPPLIES	639	1,800	1,800	1,800
310	PRINTING & BINDING	77	1,500	1,500	1,000
321	UNIFORMS	606	1,050	1,050	1,050
323	SMALL TOOLS	145	1,500	1,500	500
325	SAFETY SUPPLIES	-	500	500	500
331	FUEL & LUBRICANTS	16,486	18,000	18,000	18,000
341	CONSTRUCTION & REPAIR SUPPLIES	-	3,000	3,000	1,000
347	GENERAL MAINTENANCE SUPPLIES	124	500	500	500
	SUPPLIES Totals	18,076	27,850	27,850	24,350

Fund	Division	Department
01 General Fund	50 Public Works	53 Engineering

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
OPERATIONS					
410	DUES & SUBSCRIPTIONS	7,228	7,000	7,000	7,100
415	RECRUITING EXPENSES	93	-	-	-
430	TUITION & TRAINING	2,485	3,000	3,000	3,000
436	TRAVEL	3,884	4,200	4,200	4,200
	OPERATIONS Totals	13,689	14,200	14,200	14,300
UTILITIES					
507	CELLULAR TELEPHONE	8,475	8,450	8,450	11,200
	UTILITIES Totals	8,475	8,450	8,450	11,200
	ENGINEERING Totals	**1,261,520**	**1,341,050**	**1,318,050**	**1,351,100**

DIVISION SUMMARY

Fund	Division	Department
01 General	50 Public Works	59 Streets

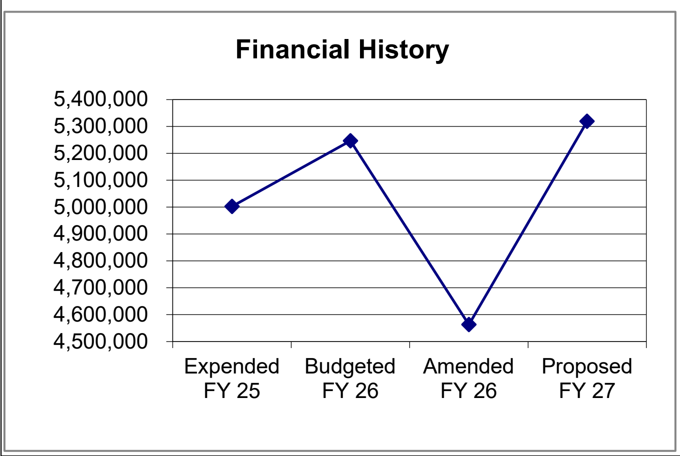
Expenditure Summary

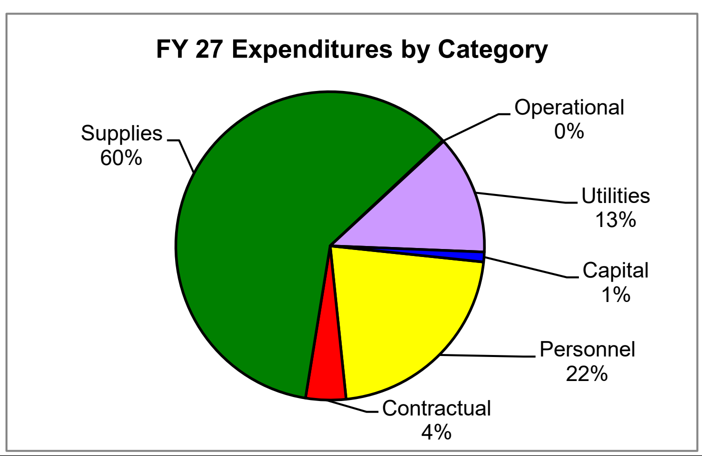
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	908,817	1,076,050	1,076,050	1,153,200
Contractual	226,969	282,500	280,000	224,000
Supplies	3,121,367	3,220,600	2,470,600	3,216,000
Operational	3,446	6,400	6,400	6,400
Utilities	675,662	661,000	661,000	664,500
Capital	66,200	-	69,000	55,000
Total	5,002,462	5,246,550	4,563,050	5,319,100

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Streets Superintendent	25	1	1
Field Supervisor	21	2	2
Crew Leader	17	1	1
Streets & Drainage Coordinator	14	1	1
Equipment Operator	14	3	3
Special Operations Inspector	13	1	1
Sign Technician	12	2	2
Maintenance Worker II	11	3	3

Activity Trends





Fund	Division	Department
01 General Fund	50 Public Works	59 Streets

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
PERSONNEL SERVICES					
100	SALARIES & WAGES	705,823	841,000	834,000	902,400
109	SALARIES & WAGES-OVERTIME	18,398	20,000	23,000	20,000
113	EDUCATION/CERTIFICATE PAY	2,100	1,800	1,800	1,500
114	LONGEVITY PAY	6,335	7,200	7,200	7,050
120	FICA & MEDICARE EXPENSE	54,743	64,350	64,350	69,050
122	T.M.R.S. RETIREMENT EXPENSE	121,418	141,700	145,700	153,200
	PERSONNEL SERVICES Totals	908,817	1,076,050	1,076,050	1,153,200
CONTRACTUAL					
213	CONSULTING FEES	-	5,000	5,000	-
231	SERVICE MAINTENANCE CONTRACTS	58,128	85,000	85,000	66,000
237	UNIFORM SERVICE	5,005	7,500	7,500	7,500
240	EQUIPMENT REPAIRS	20,191	42,000	42,000	42,000
242	EQUIPMENT RENTAL & LEASE	2,171	5,000	2,500	2,500
246	VEHICLE REPAIRS	27,951	25,000	25,000	25,000
270	WASTE DISPOSAL SERVICE	113,524	113,000	113,000	81,000
	CONTRACTUAL Totals	226,969	282,500	280,000	224,000
SUPPLIES					
301	OFFICE SUPPLIES	446	500	500	500
310	PRINTING & BINDING	71	500	500	-
323	SMALL TOOLS	2,595	11,100	11,100	9,000
325	SAFETY SUPPLIES	1,633	6,000	6,000	4,000
331	FUEL & LUBRICANTS	35,125	41,000	41,000	41,000
333	CHEMICAL	2,493	15,500	15,500	15,500

Fund	Division	Department
01 General Fund	50 Public Works	59 Streets

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
341	CONSTRUCTION & REPAIR SUPPLIES	2,969,506	3,000,000	2,250,000	3,000,000

Notes: Repair Projects

$500,000 Asphalt Full Depth Reclamation/Repair Projects

$100,000 Miscellaneous Asphalt Segment Repairs

$200,000 Micro Surfacing - Pavement Preservation of Numerous Roadways that are oxidizing and would benefit from this treatment to stabilize their integrity and extend their longevity.

$250,000 Crack Seal Program - Pavement Preservation to crack seal construction joints in concrete roadways and the seal cracks in asphalt prior to micro surfacing.

$700,000 Miscellaneous Concrete Street Repairs - This account will fund various concrete panel and segment repairs in streets.

$500,000 Miscellaneous Concrete Alley Repairs - This account will fund various concrete panel and segment repairs in alleys.

$250,000 Miscellaneous Sidewalk Repairs and Construction - These funds are for miscellaneous sidewalk repairs and construction. This account will cover sidewalk repairs at various locations and improve walkability in Downtown and around schools.

$125,000 Street/Alley Pavement Lift and Stabilization - The pavement lifting process uses polyurethane foam injections to re-level concrete slabs in street and alley pavements sections that have become uneven.

$50,000 Miscellaneous Sidewalk Lift and Stabilization -These funds will be used to continue annual maintenance for lifting and leveling uneven sidewalks.

$75,000 Pavement Marking - These funds will be used to maintain and upgrade pavement markings on various roadways throughout town.

$250,000 Construction Materials and Supplies - This budget fund is to cover the cost for construction materials and supplies used by city staff in its day-to-day maintenance operations. These supplies/materials include, hot mix asphalt, cold mix asphalt, asphalt tac, concrete, rock, flex base, gravel and other miscellaneous material used for in-house construction and maintenance activities.

CITY MANAGER'S COMMENTS: Approved

347	GENERAL MAINTENANCE SUPPLIES	9,238	16,000	16,000	16,000
384	DRAINAGE SYSTEM REPAIR SUPPLIES	2,850	20,000	20,000	20,000

Fund	Division	Department
01 General Fund	50 Public Works	59 Streets

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
392	SIGNS AND SIGNALS	90,463	105,000	105,000	105,000
393	STREET LIGHTING SUPPLIES	6,947	5,000	5,000	5,000
	SUPPLIES Totals	3,121,367	3,220,600	2,470,600	3,216,000
OPERATIONS					
410	DUES & SUBSCRIPTIONS	558	900	900	900
415	RECRUITING EXPENSES	-	-	-	-
430	TUITION & TRAINING	2,725	2,500	2,500	2,500
436	TRAVEL	163	3,000	3,000	3,000
	OPERATIONS Totals	3,446	6,400	6,400	6,400
UTILITIES					
501	ELECTRICITY	10	-	-	-
504	STREET LIGHTING	665,604	650,000	650,000	650,000
507	CELLULAR TELEPHONE	10,048	11,000	11,000	14,500
	UTILITIES Totals	675,662	661,000	661,000	664,500
CAPITAL					
621	FIELD MACHINERY & EQUIPMENT	-	-	-	55,000

Notes: Sand Spreaders

$16,000 Replace Sand Spreader for 12 yard Dump Truck

$14,000 Replace Sand Spreader for 6 yard Dump Truck

$12,500 Replace Sand Spreader for 3 yard Dump Truck Unit 140

$12,500 Purchase Sand Spreader for 3 Yard Dump Truck Unit 146

CITY MANAGERS'S COMMENTS: Approved

623	VEHICLES	66,200	-	69,000	-
	CAPITAL Totals	66,200	-	69,000	55,000
	STREETS Totals	**5,002,462**	**5,246,550**	**4,563,050**	**5,319,100**

City of Rockwall
The New Horizon

MEMORANDUM

TO: **Mayor and Council Members**

FROM: **Mary Smith, City Manager**

DATE: **August 15, 2026**

SUBJECT: **Water / Wastewater Rates**

North Texas Municipal Water District while still finalizing the budget for treated water for 2027 is projecting an increase in the treated water rate by thirty-six cents (.36) per thousand gallons which would bring the rate to $4.50 per thousand gallons which is an 8.7% increase. The increases over the last several years have been attributable to the ever-increasing cost for personnel and chemicals at the new lake and treatment plant which came online in 2024 year as well as the debt service payments on those.

The charges for Wastewater treatment by the District are increasing from the 2026 budget. Specifically, we are anticipating an 5.8% increase for the regional interceptor line as it has been paralleled due to the capacity needs to facilitate the transfer of wastewater to the treatment plant in Mesquite. The rate for regional sewer treatment is increasing 29.7% due primarily to our increased volume to that plant as the Squabble Plant was closed. The treatment cost at the Buffalo Creek plant is increasing 6.5% as we continue to see the need for significant maintenance repairs to keep the plant in good working order.

We decommissioned the Squabble Creek Plant in early 2026 but the chemical cost continues for odor control in the main which carries sewer from the north end of the city to the Interceptor line. The District's estimate to demolish the Squabble Creek plant was in excess of $750,000 but our crews were able to complete the project with only minor equipment rentals and our own labor for a fraction of the cost.

The City has two primary criteria when setting rates. The City's policy is to maintain a 60-day working capital (reserves) balance. The City's reserves will be closer to 68 days. Historically we have set rates and budgets based on periods of normal weather and consumption, not the extremes that can occur. The weather and consumption patterns have been anything but normal for the past decade and 2026 with heavy rain into late June is no exception. Rockwall's consumption increased by only .5% over last year which will reset our minimum demand. District volume calculations are being reviewed but generally won't vary significantly. This minimum is being adjusted downward though as the RCH Water Supply Corporation will transition from our wholesale customer to a direct connection to NTMWD in the next few weeks This will be offset though by the loss of RCH revenue by about $2,200,000.

Overall operations budgets for fiscal year 2027 increased by 6.11% for water and 6.72% for wastewater. While revenues will increase as we continue to grow the number of accounts for both water and sewer we will not be able to absorb these increases without continuing to increase rates. This will be subject to change based on final budget adoption by the District since their expenses are the largest we have in either the water or the wastewater operations.

Wholesale Customers

Our wholesale customer rates are determined in a separate study. These rates are designed to completely cover our cost of providing wholesale water. By the time this budget takes effect RCH will be off our system. Blackland's work toward being a direct customer of the NTMWD is not progressing as they projected and will cause them to likely remain as our customer into 2029 and perhaps beyond.

At the time each makes direct connection, we will transfer the maximum gallons they have purchased historically from our minimum demand to their new minimum demand with the District. RCH minimum demand transfer was calculated into the city's minimum for 2027 reducing our budget expense but correspondingly reducing revenues as well as noted earlier.

The City of Heath's agreement with Rockwall was approved in Spring 2026. With their intention to continue as a wholesale customer their rates are set as the NTMWD adjusts the District's rate to member cities and includes a minimum take or pay provision, which was recalibrated with their actual consumption through July 2026. They are charged fifteen cents (.15) more than the member city rate. Their minimum demand will reset each five years moving forward.

Rate Studies

We will finalize rate recommendations after the District adopts their budget in late September.

SUMMARY OF OPERATIONS

Fund

02 Water & Sewer

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Operating Revenues	38,551,209	44,000,000	44,150,750	46,912,450
Operating Expenses	38,002,779	41,923,800	41,316,000	42,337,800
Operating Income (Loss)	548,430	2,076,200	2,834,750	4,574,650
Non-Operating Revenues	4,398,656	2,040,000	2,688,000	1,990,000
Non-Operating Expenses	4,024,541	4,511,950	3,918,050	4,515,700
Non-Operating Income (Loss)	374,115	(2,471,950)	(1,230,050)	(2,525,700)
Net Income (Loss) Before Transfers	922,546	(395,750)	1,604,700	2,048,950
Net Transfers In (Out)	(1,603,750)	(1,603,750)	(1,603,750)	(1,603,750)
Net Income (Loss)	(681,204)	(1,999,500)	950	445,200
Working Capital - Beginning	9,275,370	11,218,634	8,594,166	8,595,116
Working Capital - Ending	8,594,166	9,219,134	8,595,116	9,040,316

SUMMARY OF REVENUES

Fund

02 Water & Sewer

Account	Description	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Available Operating Revenues:					
4601	Retail Water Sales	19,395,070	22,220,000	22,220,000	24,886,400
4603	Sewer Charges	10,336,229	12,500,000	12,500,000	14,562,500
4605	Pretreatment Charges	112,759	136,900	136,900	146,050
4609	HHW Fees	214,757	176,000	215,000	215,000
4610	Penalties	373,296	250,000	370,000	175,000
4611	Portable Meter Sales	161,676	150,000	255,000	175,000
	Total Utility Sales	30,593,787	35,432,900	35,696,900	40,159,950
4622	RCH Water Sales	1,979,576	1,500,000	2,229,000	-
4632	Blackland Water Sales	1,080,695	1,500,000	1,025,850	1,110,200
4640	Mclendon Chisholm Sewer	653,985	725,000	650,000	725,000
4650	City of Heath Water Sales	3,933,908	4,635,100	4,310,000	4,685,300
	Total Contract Sales	7,648,164	8,360,100	8,214,850	6,520,500
4660	Water Taps	189,002	130,000	130,000	130,000
4662	Sewer Taps	41,046	25,000	27,000	27,000
4665	Meter Rental Fees	79,210	52,000	82,000	75,000
	Total Other Receipts	309,258	207,000	239,000	232,000
Total Operating Revenues		38,551,209	44,000,000	44,150,750	46,912,450
Available Non-Operating Revenues					
4001	Interest Earnings	824,370	300,000	300,000	200,000
4010	Auction/Scrap Proceeds	19,051	15,000	56,500	15,000
4019	Miscellaneous	155,326	100,000	189,500	100,000
4450	Land Sales	-	-	-	-
4480	Tower Leases	215,011	325,000	325,000	325,000
4670	Water Impact Fees	1,377,781	700,000	817,000	600,000
4672	Sewer Impact Fees	1,679,184	600,000	1,000,000	750,000
4680	Insurance Proceeds	127,933	-	-	-
Total Non-Operating Revenue		4,398,656	2,040,000	2,688,000	1,990,000
Total Available Revenues		42,949,864	46,040,000	46,838,750	48,902,450

SUMMARY OF OPERATING TRANSFERS

Fund

02 Water & Sewer

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Operating Transfers Out				
To General Fund	500,000	500,000	500,000	500,000
To Insurance Fund	1,000,000	1,000,000	1,000,000	1,000,000
To Worker's Comp Fund	75,000	75,000	75,000	75,000
To Tech Replacement Fund	28,750	28,750	28,750	28,750
Total Transfers Out	1,603,750	1,603,750	1,603,750	1,603,750
Net Operating Transfers In (Out)	(1,603,750)	(1,603,750)	(1,603,750)	(1,603,750)

SUMMARY OF EXPENSES

Fund

02 Water & Sewer

Department		Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Operating Expenses					
Departmental Expenses:					
61	Utility Billing	1,996,205	1,825,200	1,866,200	1,893,900
63	Water Operations	22,933,542	24,878,700	24,848,200	24,200,400
67	Sewer Operations	13,073,032	15,219,900	14,601,600	16,243,500
	Total Dept. Expenses	38,002,779	41,923,800	41,316,000	42,337,800
Non Operating Expenses					
62	Long Term Debt	4,024,541	4,511,950	3,918,050	4,515,700
	Total Non-Operating Expenses	4,024,541	4,511,950	3,918,050	4,515,700
Total Expenses		42,027,320	46,435,750	45,234,050	46,853,500

DIVISION SUMMARY

Fund	Division	Department
02 Water & Sewer	60 Utility Services	62 Long Term Debt

Expenditure Summary

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Debt Service	4,024,541	4,511,950	3,918,050	4,515,700
Total	4,024,541	4,511,950	3,918,050	4,515,700

Fund	Division	Department
02 Water & Sewer	60 Utility Services	62 Debt Service

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
70 Debt Service					
0750	BOND ADMINISTRATION FEES	3,075	1,500	3,300	2,500
0752	BOND - PRINCIPAL	2,960,000	3,125,000	2,725,000	2,860,000
0754	BOND - INTEREST	712,287	1,137,200	938,200	1,407,000
0772	NTMWD - PRINCIPAL	297,596.00	210,000	210,000	220,000
0774	NTMWD - INTEREST	51,582	38,250	41,550	26,200
Debt Service TOTAL . . . . . :		**4,024,541**	**4,511,950**	**3,918,050**	**4,515,700**

DIVISION SUMMARY

Fund	Division	Department
02 Water & Sewer	60 Utility Services	61 Utility Billing

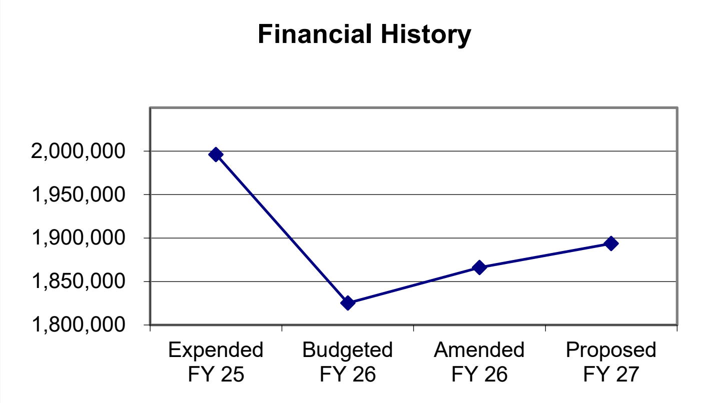
Expenditure Summary

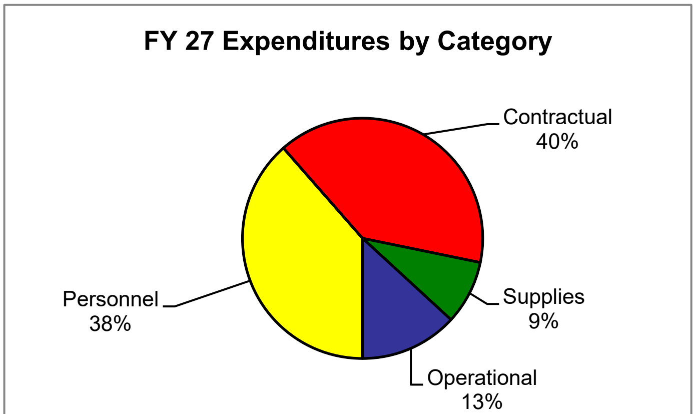
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	898,176	712,050	703,050	729,900
Contractual	678,392	730,850	735,850	751,700
Supplies	153,051	148,000	178,000	163,000
Operational	266,586	234,300	249,300	249,300
Total	1,996,205	1,825,200	1,866,200	1,893,900

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Utility Billing Supervisor	22	1	1
Field Supervisor	19	1	1
Billing Coordinator	14	1	1
Customer Service Representative	12	2	2
Meter Technician	12	4	4

Activity Trends





Fund	Division	Department
02 Water Sewer	60 Utility Services	61 Utility Billing

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
PERSONNEL SERVICES					
100	SALARIES & WAGES	573,790	563,850	554,850	571,200
109	SALARIES & WAGES-OVERTIME	121,948	2,500	2,500	10,000
113	EDUCATION/CERTIFICATE PAY	1,800	2,100	2,100	2,100
114	LONGEVITY PAY	5,275	5,450	5,450	5,950
120	FICA & MEDICARE EXPENSE	51,869	43,150	43,150	43,700
122	T.M.R.S. RETIREMENT EXPENSE	143,494	95,000	95,000	96,950
	PERSONNEL SERVICES Totals	898,176	712,050	703,050	729,900
CONTRACTUAL					
210	AUDITING	20,600	23,000	21,000	23,000
217	IT SERVICE	30,000	35,000	35,000	35,000
223	INSURANCE-SURETY BONDS	200	400	400	400
225	INSURANCE-AUTOMOBILES	50,735	60,750	60,750	65,000
227	INSURANCE-REAL PROPERTY	87,031	118,750	111,750	116,000
228	INSURANCE-CLAIMS & DEDUCTIBLES	18,650	25,000	15,000	18,000
229	INSURANCE-LIABILITY	41,671	47,450	47,450	50,000
231	SERVICE MAINTENANCE CONTRACTS	422,669	412,000	437,000	435,800
240	EQUIPMENT REPAIRS	-	1,000	1,000	1,000
242	EQUIPMENT RENTAL & LEASE	6,835	7,500	6,500	7,500
	CONTRACTUAL Totals	678,392	730,850	735,850	751,700
SUPPLIES					
301	OFFICE SUPPLIES	1,116	2,000	2,000	2,000
307	POSTAGE	142,338	135,000	165,000	150,000
310	PRINTING & BINDING	9,597	10,000	10,000	10,000
347	GENERAL MAINTENANCE SUPPLIES	-	1,000	1,000	1,000
	SUPPLIES Totals	153,051	148,000	178,000	163,000
OPERATIONS					
410	DUES & SUBSCRIPTIONS	-	300	300	300
415	RECRUITING EXPENSES	645	-	-	-
430	TUITION & TRAINING	1,223	2,000	2,000	2,000
436	TRAVEL	1,705	2,000	2,000	2,000
450	BAD DEBT EXPENSE	51,186	30,000	30,000	30,000
490	HOUSEHOLD HAZARDOUS WASTE	211,826	200,000	215,000	215,000
	OPERATIONS Totals	266,586	234,300	249,300	249,300
	BILLING SERVICES Totals	**1,996,205**	**1,825,200**	**1,866,200**	**1,893,900**

DIVISION SUMMARY

Fund	Division	Department
02 Water & Sewer	60 Utility Services	63 Water Operations

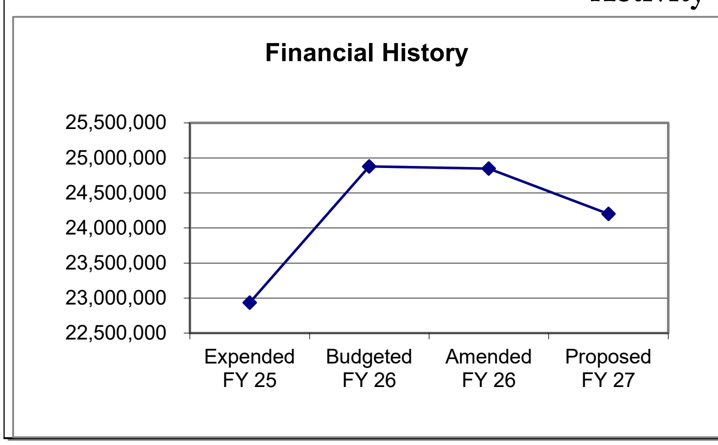
Expenditure Summary

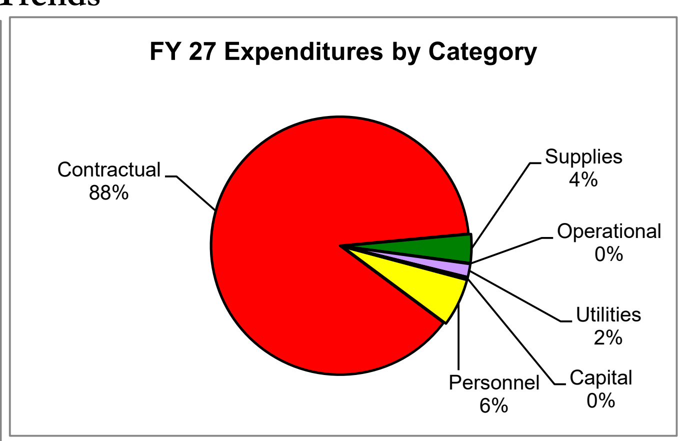
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	1,591,598	1,425,950	1,591,950	1,454,350
Contractual	19,774,403	21,934,050	21,712,550	21,378,600
Supplies	1,071,631	926,550	871,550	869,400
Operational	14,956	23,250	23,250	21,250
Utilities	480,956	341,500	421,500	398,600
Capital	-	227,400	227,400	78,200
Total	22,933,542	24,878,700	24,848,200	24,200,400

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Water/Wastewater Manager	32	1	1
Water - Field Supervisor	22	1	1
Production Technician III	18	1	1
Crew Leader	17	2	2
Public Works Coordinator	14	1	1
Equipment Operator	14	2	2
Water Quality Technician	13	2	2
Production Technician I	12	1	1
Fire Hydrant Technician	12	2	2
Maintenance Worker II	11	4	4

Activity Trends





Fund	Division	Department
02 Water Sewer	60 Utility Services	63 Water Operations

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
PERSONNEL SERVICES					
100	SALARIES & WAGES	1,063,542	1,055,700	1,040,700	1,009,450
109	SALARIES & WAGES-OVERTIME	209,072	100,000	215,000	150,000
113	EDUCATION/CERTIFICATE PAY	3,692	3,600	3,600	1,700
114	LONGEVITY PAY	7,452	8,050	8,050	7,700
120	FICA & MEDICARE EXPENSE	95,029	80,750	106,750	88,700
122	T.M.R.S. RETIREMENT EXP.	212,811	177,850	217,850	196,800
	PERSONNEL SERVICES Totals	1,591,598	1,425,950	1,591,950	1,454,350
CONTRACTUAL					
211	LEGAL	1,865	5,000	5,000	5,000
212	ENGINEERING SERVICES	19,758	50,000	-	-
213	CONSULTING FEES	11,627	50,000	7,000	20,000
231	SERVICE-MAINT. CONTRACTS	89,647	99,850	99,850	128,000

Notes:	Increased Fees
$21,600 Eastside 780 needs maintenance on the control valves. Maintenance is required every 5 years. $ 4,500 VTSCADA 5k tag Support. $27,685 Cityworks CITY MANAGER'S COMMENTS: Approved	

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
237	UNIFORM SERVICE	12,515	15,000	14,000	15,000
240	EQUIPMENT REPAIRS	33,253	13,000	15,000	20,000

Notes:	Price Increase
Due to increasing prices, outdated parts, and older equipment repairs an increase in equipment repairs is needed. CITY MANAGER'S COMMENTS: Approved	

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
242	EQUIPMENT RENTAL & LEASE	3,568	10,000	3,000	10,000
244	BUILDING REPAIRS	4,956	15,000	7,500	5,000
246	VEHICLE REPAIRS	65,507	34,000	60,000	45,000

Notes:	Price Increases
Due to increasing prices, outdated parts, and older vehicle repairs an increase in vehicle repairs is needed. CITY MANAGER'S COMMENTS: Approved	

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
270	WASTE DISPOSAL SERVICE	-	10,000	10,000	7,500
280	STATE PERMITS	53,706	60,600	54,600	60,600
281	METER REPAIR & REPLACMENT	5,666	14,500	9,500	14,500
287	WATER PURCHASES	19,274,479	21,113,600	21,113,600	20,783,000
288	WATERLINE REPAIR & REPLAC	44,560	195,000	65,000	50,000
289	RESERVOIR MAINT. & REPAIR	153,295	248,500	248,500	215,000
	CONTRACTUAL Totals	19,774,403	21,934,050	21,712,550	21,378,600

Fund	**Division**	**Department**
02 Water Sewer	60 Utility Services	63 Water Operations

G/L Account		**2025 Actual Amount**	**2026 Adopted Budget**	**2026 Amended Budget**	**2027 City Manager Approved**
SUPPLIES					
301	OFFICE SUPPLIES	997	2,550	1,550	1,250
310	PRINTING & BINDING	-	2,000	2,000	1,000
323	SMALL TOOLS	22,936	34,850	34,850	34,850
325	SAFETY SUPPLIES	6,772	10,800	10,800	10,800
331	FUEL & LUBRICANTS	65,355	73,000	73,000	73,000
333	CHEMICAL	8,895	16,850	14,850	12,000
335	PROPANE	4,092	7,500	5,500	7,500
341	CONSTRUCTION & REPAIR SUP	131,759	90,000	90,000	90,000
347	GENERAL MAINT. SUPPLY	14,392	18,000	18,000	18,000
380	FIRE HYDRANT MAINT SUPPLY	18,734	11,000	11,000	11,000
381	WATER PIPE FITTINGS	77,360	60,000	60,000	60,000
382	METER SUPPLIES	720,339	600,000	550,000	550,000
	SUPPLIES Totals	1,071,631	926,550	871,550	869,400
OPERATIONS					
410	DUES & SUBSCRIPTIONS	1,459	2,400	2,400	2,400
415	RECRUITING EXPENSES	400	500	500	-
430	TUITION & TRAINING	11,135	15,350	15,350	15,350
436	TRAVEL	1,962	5,000	5,000	3,500
	OPERATIONS Totals	14,956	23,250	23,250	21,250
UTILITIES					
501	ELECTRICITY	468,443	325,000	405,000	375,000
507	CELLULAR TELEPHONE	11,517	13,500	13,500	20,600
508	TELEPHONE SERVICE	996	3,000	3,000	3,000
	UTILITIES Totals	480,956	341,500	421,500	398,600
CAPITAL					
621	FIELD MACHINERY & EQUIPMENT	-	117,400	117,400	28,200

Notes:	EQUIPMENT

$8,700 Pipe & Cable locator. Second unit required.
$19,500 Controller / Relays are outdated, and parts are no longer available. Replace with new.

CITY MANAGER'S COMMENTS: Approved

Fund	Division	Department
02 Water Sewer	60 Utility Services	63 Water Operations

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
623	VEHICLES	-	-	-	50,000

Notes:	Replacement Vehicle

$50,000 Replace 2011 1/2 truck (Unit #127) with 170,000 miles. Significant mechanical issues.

CITY MANAGER'S COMMENTS: Approved

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
633	INFRASTRUCTURE IMPROVEMEN	-	110,000	110,000	-

Notes:	Springer Tower Painting

$1,450,000 Springer Water Tower has not been painted since its construction in 2002. Some welded joints and other components are beginning to rust on the inside and outside of the tank. Includes a Mixer and Pressure relief valves for shutdown.

Engineering Design = $110,000. Budgeted in 2025-2026
Construction = $1,450,000

CITY MANAGER'S COMMENTS: Disapproved, funding is not available this year.

	2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
CAPITAL Totals	-	227,400	227,400	78,200
WATER OPERATIONS Totals	**22,933,542**	**24,878,700**	**24,848,200**	**24,200,400**

SEWER OPERATIONS

Fund	Division	Department
02 Water & Sewer	60 Utility Services	67 Sewer Operations

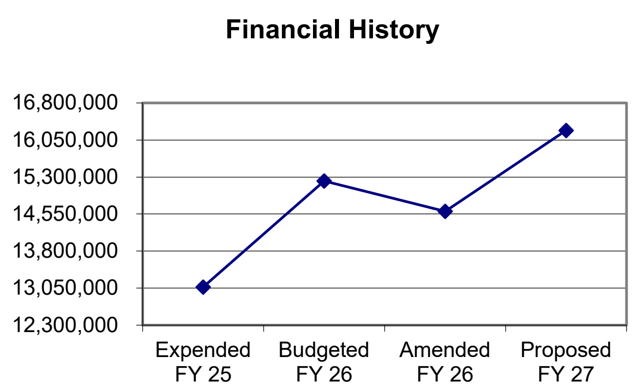
Expenditure Summary

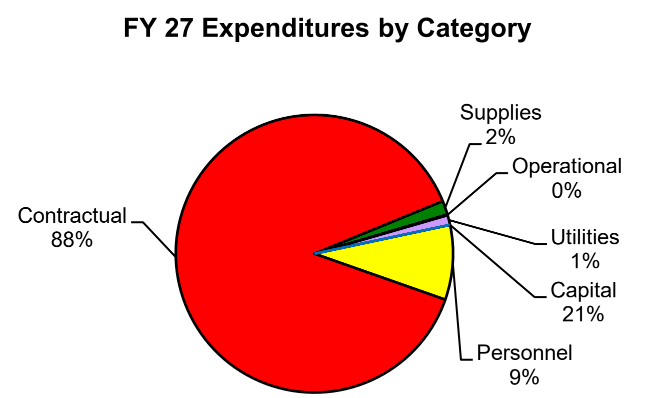
	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Personnel	1,477,754	1,390,700	1,475,700	1,413,500
Contractual	11,142,570	13,360,300	12,635,300	14,368,050
Supplies	256,196	271,450	276,450	261,950
Operational	17,534	17,700	19,400	15,000
Utilities	178,978	160,750	175,750	185,000
Capital	-	19,000	19,000	-
Total	13,073,032	15,219,900	14,601,600	16,243,500

Personnel Schedule

Position	Classification	FY 26 Approved	FY 27 Proposed
Wastewater - Field Supervisor	22	1	1
Production Technician - Field Supervisor	22	1	1
Production Technician III	18	1	1
Crew Leader	17	2	2
FOG Agent	16	1	1
Production Technician II	15	1	1
Equipment Operator	14	2	2
Production Technician I	12	1	1
Infiltration Technician	12	1	1
Maintenance Worker II	11	5	5

Activity Trends





Fund	**Division**	**Department**
02 Water Sewer	60 Utility Services	67 Sewer Operations

G/L Account	**2025 Actual Amount**	**2026 Adopted Budget**	**2026 Amended Budget**	**2027 City Manager Approved**
PERSONNEL SERVICES				
100 SALARIES & WAGES	874,639	1,002,700	952,700	974,550
109 SALARIES & WAGES-OVERTIME	292,856	150,000	230,000	150,000
113 EDUCATION/CERTIFICATE PAY	3,108	3,600	3,600	3,600
114 LONGEVITY PAY	8,985	8,300	8,300	8,500
120 FICA & MEDICARE EXPENSE	92,690	70,600	85,600	86,000
122 T.M.R.S. RETIREMENT EXPENSE	205,477	155,500	195,500	190,850
PERSONNEL SERVICES Totals	1,477,754	1,390,700	1,475,700	1,413,500
CONTRACTUAL				
213 CONSULTING FEES	40,321	50,000	15,000	15,000
231 SERVICE-MAINT. CONTRACTS	225,683	252,000	502,000	454,200

Notes:	Maintenance Contracts

$300,000 Odor control for Squabble Creek, Timber Creek, Fontana Ranch, and Mims Road lift stations. Material cost increases and Squabble Creek are additions to this year’s budget. NTMWD is no longer paying this expense.
$27,685 Cityworks Upgrade.
$8,000 annual service for sewer line camera & transporter price increase.

CITY MANAGER'S COMMENTS: Approved

G/L Account	**2025 Actual Amount**	**2026 Adopted Budget**	**2026 Amended Budget**	**2027 City Manager Approved**
237 UNIFORM SERVICE	11,112	14,700	14,700	14,700
240 EQUIPMENT REPAIRS	32,815	32,000	32,000	45,000

Notes:	EQUIPMENT REPAIRS INCREASE

$45,000-Due to price increases on maintenance and additional repairs on older equipment.

CITY MANAGER'S COMMENTS: Approved

G/L Account	**2025 Actual Amount**	**2026 Adopted Budget**	**2026 Amended Budget**	**2027 City Manager Approved**
242 EQUIPMENT RENTAL & LEASE	1,356	10,000	10,000	10,000
246 VEHICLE REPAIRS	27,770	40,000	50,000	40,000
279 INDUSTRIAL PRE-TREATMENT	121,332	136,900	136,900	146,050

Fund	Division	Department
02 Water Sewer	60 Utility Services	67 Sewer Operations

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
282	LIFT STATION MAINTENANCE	64,368	662,750	562,750	550,000

Notes:	Lift Station Upgrades

The City has been upgrading four lift stations a year. Updates to outdated equipment include new panels, level transducers, retrofit PLCs, and level transmitters.

$58,800 Repair on electrical panel & SCADA for Marina Lift Station

$450,000 Justin Lift Station construction includes removal and replacement of the existing well, pumps, valve vaults, electrical racks, and controls to ensure reliability. Engineering design was completed in last year's budget.

CITY MANAGER'S COMMENTS: Approved, to repair two lift stations

Notes:	Upgrades Mims and Community

$750,800 Repair on electrical panel & SCADA for Mims Lift Station

$665,000 Community Lift Stations includes the removal and replacement of the existing well, pump, valve vaults, electrical racks and controls, and the construction of all-weather drives to meet TCEQ-required standards.

Engineering Design = $90,000
Construction = $575,000.00

CITY MANAGER'S COMMENTS: Disapproved

Fund	Division	Department
02 Water Sewer	60 Utility Services	67 Sewer Operations

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
284	SEWER LINE REPAIR & RPCMT	354,738	437,600	387,600	533,750

Notes: CMOM Requirements

$218,267 The strategic plan associated with the City's CMOM plan presented to the EPA requires that the City must complete a condition assessment of the sewer system within ten years. To develop this strategic initiative, staff and the firm that worked on the CMOM used the information from the flow monitoring study conducted in the spring of 2015. This study divided the wastewater systems into 37 basins. The basins were ranked based on the amount of inflow and infiltration in rain events.

The strategic initiative consists of a condition assessment of evaluating the basins that scored the lowest score in the study first. In 2026/2027, the wastewater division proposes to complete condition assessment of the three basins that have a total of 140,910 feet of pipe with 500 manholes.

Assessments of these basins will include:
- Manhole inspections
- Smoke testing
- Dye flooding
- Cleaning
- CCTV
- Analysis of any defects
- Mapping
- Cost estimates for repair or rehab
- Data collecting
- Final report

The City does not have the equipment or the personnel to complete the entire list of tasks and does not believe it is cost effective to hire additional personnel and purchase the equipment needed. The wastewater division is proposing to contract out everything except for the pipe cleaning and CCTV work at the cost of $218,267.

$250,000 Wastewater infrastructure improvements and manhole rehabilitation (30 manholes).
Material and labor have gone up the past 4 years for manhole rehabilitation. BuyBoard contracts increase for manhole rehabilitation.

CITY MANAGER'S COMMENTS: Approved

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
285	SQUABBLE TREATMENT PLANT	1,064,710	725,000	-	-
286	BUFFALO CREEK TREATMENT PLANT	1,838,781	2,032,200	2,032,200	2,164,350
292	REGIONAL WASTEWATER SYSTEM	7,359,584	8,967,150	8,892,150	10,395,000
	CONTRACTUAL Totals	11,142,570	13,360,300	12,635,300	14,368,050

Fund	Division	Department
02 Water Sewer	60 Utility Services	67 Sewer Operations

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
SUPPLIES					
301	OFFICE SUPPLIES	1,007	1,500	1,500	1,000
323	SMALL TOOLS	9,584	35,000	35,000	25,000
325	SAFETY SUPPLIES	9,863	21,200	21,200	17,200
331	FUEL & LUBRICANTS	76,049	78,000	83,000	83,000
333	CHEMICAL	6,089	7,900	7,900	7,900
341	CONSTRUCTION & REPAIR SUPPLIES	117,295	89,000	89,000	89,000
347	GENERAL MAINTENANCE SUPPLIES	14,238	16,250	16,250	16,250
385	LIFT STATION SUPPLIES	22,072	22,600	22,600	22,600
	SUPPLIES Totals	256,196	271,450	276,450	261,950
OPERATIONS					
410	DUES & SUBSCRIPTIONS	554	2,700	2,700	2,700
415	RECRUITING EXPENSES	628	500	2,200	-
430	TUITION & TRAINING	13,676	10,700	10,700	8,500
436	TRAVEL	2,676	3,800	3,800	3,800
	OPERATIONS Totals	17,534	17,700	19,400	15,000
UTILITIES					
501	ELECTRICITY	169,167	150,000	165,000	165,000
507	CELLULAR TELEPHONE	9,811	10,750	10,750	20,000
	UTILITIES Totals	178,978	160,750	175,750	185,000
CAPITAL					
621	FIELD MACHINERY & EQUIPMENT	-	19,000	19,000	-
	CAPITAL Totals	-	19,000	19,000	-
	SEWER OPERATIONS Totals	**13,073,032**	**15,219,900**	**14,601,600**	**16,243,500**

SUMMARY OF OPERATIONS

Fund
10 Cemetery

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Total Revenues	14,338	14,750	14,750	14,000
Total Expenditures	700	10,000	10,000	10,000
Excess Revenues Over (Under) Expenditures	13,638	4,750	4,750	4,000
Net Other Financing Sources (Uses)	-	-	-	-
Net Gain (Loss)	13,638	4,750	4,750	4,000
Fund Balance - Beginning	82,558	92,808	96,196	100,946
Fund Balance - Ending	96,196	97,558	100,946	104,946

SUMMARY OF REVENUES

Fund

10 Cemetery

Account	Description	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
4001	Interest Earnings	2,988	1,500	1,500	1,000
4720	Cemetery Receipts	10,400	12,000	12,000	12,000
4722	Registration & Permit Fees	950	1,250	1,250	1,000
	Total Revenues	14,338	14,750	14,750	14,000

SUMMARY OF EXPENDITURES

Fund

10 Cemetery

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Contractual	700	10,000	10,000	10,000
Total	700	10,000	10,000	10,000

Fund
10 Cemetery

G/L Account	2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
CONTRACTUAL				
247 GROUNDS MAINTENANCE	700	10,000	10,000	10,000
CONTRACTUAL Totals	700	10,000	10,000	10,000
CEMETERY FUND Totals	**700**	**10,000**	**10,000**	**10,000**

SUMMARY OF OPERATIONS

Fund

11 Public Safety Funds

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Total Revenues	243,177	170,300	198,200	171,600
Total Expenditures	47,625	150,000	199,650	137,100
Excess Revenues Over (Under) Expenditures	195,552	20,300	(1,450)	34,500
Net Other Financing Sources (Uses)	(10,000)	(10,000)	(10,000)	(15,000)
Net Gain (Loss)	185,552	10,300	(11,450)	19,500
Fund Balance - Beginning	271,227	363,127	456,779	445,329
Fund Balance - Ending	456,779	373,427	445,329	464,829

SUMMARY OF REVENUES

Fund

11 Public Safety Funds

Account	Description	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
4001	Interest Earnings	4,808	3,500	3,500	2,500
4052	Vehicle Registration Fees From	75,421	60,000	60,000	60,000
4054	Donations - Police Activities	13,403	3,000	18,000	3,000
4056	Donations - Flag Supplies	5,658	1,500	1,500	1,000
4058	Donations - Fire	2,500	500	4,600	2,500
4060	Opiod Settlement Revenue	34,056	-	8,800	-
4415	Court Security Fee	23,477	23,000	23,000	23,000
4420	Technology Fee	19,178	18,000	18,000	18,000
4425	Child Safety Fines	4,160	3,500	3,500	3,000
4430	Local Truancy Fund	24,730	20,000	20,000	18,000
4520	County Contracts	35,786	37,300	37,300	40,600
	Total Revenues	243,177	170,300	198,200	171,600

SUMMARY OF EXPENDITURES

Fund

11 Public Safety Funds

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Contractual	22,649	142,000	162,000	125,600
Supplies	5,913	-	-	3,500
Operational	12,999	8,000	28,050	8,000
Total Expenditures	47,625	150,000	199,650	137,100

Fund
11 Public Safety

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
CONTRACTUAL					
208	EMERGENCY SERVICES CORPORATION	22,649	37,000	37,000	40,600
231	SERVICE MAINTENANCE CONTRACTS	-	5,000	5,000	5,000
244	BUILDING REPAIRS	-	-	-	-
258	SECURITY SERVICES	-	100,000	120,000	80,000
	CONTRACTUAL Totals	22,649	142,000	162,000	125,600
SUPPLIES					
303	COMPUTER SUPPLIES	-	-	-	3,500

Notes: Ticket Printers

Funding is requested in the amount of $3,500 to equip the three fire inspector vehicles with electronic ticket printers. This equipment will allow inspectors to issue citations electronically in the field, improving efficiency, reducing paperwork, and streamlining the citation process with the Municipal Court. The upgrade will enhance accuracy, improve record management, and reduce administrative time for both fire department and court personnel. To minimize implementation costs, inspectors will utilize a mobile application on their existing department-issued cell phones rather than purchasing dedicated handheld citation devices.

CITY MANAGER'S COMMENTS: Approved from Court Technology Fees

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
329	FLAG REPLACEMENTS	5,913	-	-	-
	SUPPLIES Totals	5,913	-	-	3,500
OPERATIONS					
406	SPECIAL EVENTS	-	1,000	1,000	1,000
430	TUITION & TRAINING	12,171	5,000	23,500	5,000
463	DONATIONS EXPENSE -FIRE	-	1,000	1,000	1,000
464	CERT EXPENSES	828	1,000	1,000	1,000
466	SILENT PARTNERS PROGRAM	-	-	1,550	-
	OPERATIONS Totals	12,999	8,000	28,050	8,000
CAPITAL					
612	COMPUTER EQUIPMENT	5,588	-	9,600	-
624	POLICE EQUIPMENT	476	-	-	-
	CAPITAL Totals	6,064	-	9,600	-
	PUBLIC SAFETY FUNDS Totals	**47,625**	**150,000**	**199,650**	**137,100**

SUMMARY OF OPERATIONS

Fund

12 Recreational Development

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Total Revenues	863,781	2,008,500	1,088,000	1,994,000
Total Expenditures	1,033,909	2,482,500	1,541,400	1,976,500
Excess Revenues Over (Under) Expenditures	(170,128)	(474,000)	(453,400)	17,500
Net Other Financing Sources (Uses)	-	300,000	150,000	(150,000)
Net Gain (Loss)	(170,128)	(174,000)	(303,400)	(132,500)
Fund Balance - Beginning	1,250,649	962,292	1,080,522	777,122
Fund Balance - Ending	1,080,522	788,292	777,122	644,622

SUMMARY OF REVENUES

Fund

12 Recreational Development

Account	Description	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
4001	Interest Earnings	40,712	22,000	22,000	20,000
4050	Donations	17,100	10,000	30,000	20,000
4250	Recreation Program Fees	143,739	135,000	135,000	135,000
4252	RBSL Revenues	259,671	237,000	254,500	243,000
4256	Rib Rub Revenues	8,565	-	-	-
4480	Tower Leases	12,388	15,000	15,000	15,000
4500	Grant Proceeds	24,451	1,000,000	25,000	1,000,000
4572	Vendor Booths	-	-	17,000	-
4680	Developer Contributions	-	237,000	237,000	206,000
4700	Takeline Concessions	309,648	325,000	325,000	325,000
4700.01	Tuttle Concessions	28,857	7,500	7,500	10,000
4750	Land Lease Revenues	18,650	20,000	20,000	20,000
	Total Revenues	863,781	2,008,500	1,088,000	1,994,000

SUMMARY OF EXPENDITURES

Fund

12 Recreational Development

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Contractual	276,117	602,500	634,400	403,500
Supplies	16,151	35,000	35,000	40,000
Operations	48,458	80,000	83,000	80,000
Capital Outlay	693,183	1,765,000	789,000	1,453,000
Total Expenditures	1,033,909	2,482,500	1,541,400	1,976,500

Fund
12 Recreation Development

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
CONTRACTUAL					
213	CONSULTING FEES	2,500	302,500	302,500	2,500
234	MARKETING	19,684	30,000	30,000	30,000
235	BANK CHARGES	13,838	15,000	15,000	15,000
239	RECREATION CONTRACT	82,716	80,000	80,000	80,000
244	BUILDING REPAIRS	-	-	31,900	20,000
245	POOL REPAIR & MAINTENANCE	39,348	25,000	25,000	103,000

Notes: Plaster Repairs

The plaster at Gloria Williams Pool has started to delaminate and separating which is causing water loss issues and a layer of plaster on the bottom of the pool. Repairs are estimated to be $78,000.

CITY MANAGER'S COMMENTS: Approved

260	ATHLETIC PROGRAMS	118,031	150,000	150,000	153,000
	CONTRACTUAL Totals	276,117	602,500	634,400	403,500
SUPPLIES					
360	ATHLETIC PROGRAM SUPPLIES	14,801	20,000	20,000	25,000

Notes: Price Increases

$5,000 increase due mainly to the increase of price of baseballs for RBSL, but also other supplies have seen price increases as well. There has been an increase in the number of tournament awards as well.

Staff has evaluated our fees and will be increasing them beginning with the Spring Season to ensure we are recouping our cost of providing the leagues.

CITY MANAGER'S COMMENTS: Approved

391	RECREATION PROG SUPPLY	1,350	15,000	15,000	15,000
	SUPPLIES Totals	16,151	35,000	35,000	40,000
OPERATIONS					
406	SPECIAL EVENTS	42,199	80,000	80,000	80,000
406	RIB RUB EXPENSES	6,259	-	-	-
425	FARMER'S MARKET EXPENSES	-	-	3,000	-
	OPERATIONS Totals	48,458	80,000	83,000	80,000

Fund
12 Recreation Development

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
CAPITAL					
601	LAND	327,863	-	-	-
633	INFRASTRUCTURE IMPROVEMENT	135,000	565,000	565,000	391,000

Notes: Parks Projects

$25,000 Squabble Creek - Install solar lighting over tables and parking utilizing park land dedication District #3

$8,000 Resod Northshore Park soccer fields - District #4

$21,000 Breezy Hill Park - add parallel street parking District #7

$152,000 Caruth Lakes Park - add 2 fishing piers - District #9

$50,000 Harry Myers Splash Ground
Install shade canopies over benches due to recent tree failures resulting in shade loss

$135,000 Gloria Williams Park pavillion and parking - with the acquisition of two vacant lots across the street from the park we now have space to add a picnic pavillion with tables and grills along with about 17 parking spaces.

CITY MANAGER'S COMMENTS: Approved

Notes: Splash Pad Upgrades

$200,000 Foxchase Park
Replace outdated and mechanically worn splash pad which includes broken lines under splash pad pavement taking some fixtures out of service

$250,000 Hickory Ridge Park
Replace outdated and mechanically worn splash pad which included broken lines under splash pad pavement taking some fixtures out of service

CITY MANAGER'S COMMENTS: Disapproved. Funds are not available in these park districts at this time.

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
643	PLAYGROUND EQUIPMENT	197,871	200,000	207,000	-

Notes: Lofland Park

The Parks department would like to partner with the Art in Public Places committee to design a playground project that incorporates the train theme as this park was along the original Interurban rail. It is not clear until we are further along whether a portion of this funding may come from the AIPP bond funding. We will determine the project and come back to Council for funding when the project is better defined.

CITY MANAGER'S COMMENTS: Approved

Fund
12 Recreation Development

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
669	BOAT RAMP IMPROVEMENTS	32,449	1,000,000	17,000	1,062,000

Notes: Boat Ramp Work

The line item Includes $62,000 to add concrete parking as you pull into the ramp area. It's currently a gravel lot and is used primarily for passenger vehicles.

$1,000,000 is included if the construction grant is awarded by TP&W. This cannot be determined at this time - offsetting grant revenue is included in this proposed budget.

CITY MANAGER'S COMMENTS: Approved

	2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
CAPITAL Totals	693,183	1,765,000	789,000	1,453,000
RECREATION Totals	**1,033,909**	**2,482,500**	**1,541,400**	**1,976,500**

SUMMARY OF OPERATIONS

Fund

14 Street Improvements

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Total Revenues	351,004	9,000	9,000	5,000
Total Expenditures	101,209	700,000	100,000	225,000
Excess Revenues Over (Under) Expenditures	249,795	(691,000)	(91,000)	(220,000)
Net Other Financing Sources (Uses)	-	-	-	-
Net Gain (Loss)	249,795	(691,000)	(91,000)	(220,000)
Fund Balance - Beginning	488,218	704,218	738,013	647,013
Fund Balance - Ending	738,013	13,218	647,013	427,013

SUMMARY OF REVENUES

Fund

14 Street Improvements

Account	Description	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
4001	Interest Earnings	18,504	9,000	9,000	5,000
4818	Pro-Rata - Road Projects	332,500	-	-	-
	Total Revenues	351,004	9,000	9,000	5,000

SUMMARY OF EXPENDITURES

Fund

14 Street Improvements

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Supplies	7,480	-	-	-
Capital	93,729	700,000	100,000	225,000
Total Expenditures	101,209	700,000	100,000	225,000

Fund
14 Street Improvement

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
SUPPLIES					
393	INFRASTRUCTURE IMPROVEMEN	7,480	-	-	-
	SUPPLIES Totals	7,480	-	-	-
CAPITAL					
635	STREET CONSTRUCTION	93,729	700,000	100,000	225,000

Notes: KE Andrews Parkway

Design is complete on the extension of KE Andrews Parkway. The REDC will be assisting with this project and are including funds in the operating budget for a portion of the construction.

CITY MANAGER'S COMMENTS: Approved

CAPITAL Totals	93,729	700,000	100,000	225,000
STREET IMPROVEMENT FUND Totals	**101,209**	**700,000**	**100,000**	**225,000**

SUMMARY OF OPERATIONS

Fund
16 Fire Equipment Fund

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Total Revenues	73,932	58,900	77,000	55,900
Total Expenditures	365,576	38,150	50,950	340,100
Excess Revenues Over (Under) Expenditures	(291,644)	20,750	26,050	(284,200)
Net Other Financing Sources (Uses)	304,550	-	-	-
Net Gain (Loss)	12,906	20,750	26,050	(284,200)
Fund Balance - Beginning	245,755	228,611	258,662	284,712
Fund Balance - Ending	258,662	249,361	284,712	512

SUMMARY OF REVENUES

Fund

16 Fire Equipment Fund

Account	Description	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
4001	Interest Earnings	8,476	4,000	4,000	1,000
4019	Misc. Revenue	-	-	18,100	-
4535	County Fire Calls	65,456	54,900	54,900	54,900
	Total Revenues	73,932	58,900	77,000	55,900

SUMMARY OF EXPENDITURES

Fund

16 Fire Equipment Fund

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Supplies	788	-	-	-
Capital Outlay	364,788	38,150	50,950	340,100
Total Expenditures	365,576	38,150	50,950	340,100

Fund
16 Fire Equipment

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
SUPPLIES					
377	VOLUNTEER SERVICES	788	-	-	-
	SUPPLIES Totals	788	-	-	-
CAPITAL					
617	RADIO EQUIPMENT	-	-	-	10,100

Notes: New Radios

Funding is requested for the purchase of three L3Harris XL-85 mobile radios.

One radio will be installed in a new brush truck that is anticipated to be delivered during the upcoming fiscal year.

The remaining two radios are intended to provide replacement capability for existing apparatus radios that are approaching the end of their service life. While the department intends to maximize the useful life of the existing radios, aging communications equipment can become increasingly difficult to maintain and repair due to parts obsolescence and limited availability of replacement components. Having funding available for replacement radios, if needed, will help ensure uninterrupted communications capabilities and maintain operational readiness.

CITY MANAGER'S COMMENTS: Approved

621	FIELD MACHINERY & EQUIPMENT	60,249	38,150	50,950	40,000

Notes: Protective Gear

Funding is requested for the purchase of six replacement sets of personal protective equipment (PPE), one additional set of PPE for a potential new firefighter position (in the event of a retirement).
During FY 2026, the department was able to defer the replacement of several sets of aging PPE. In FY 2027, the department needs to resume its traditional replacement cycle of PPE.

Additionally, the Texas Commission on Fire Protection's adoption of NFPA 1850 has established more stringent requirements regarding the care, cleaning, and management of contaminated PPE. These requirements increase the need for readily available loaner gear.

Funding is also requested for the installation of Opticom equipment at potential new intersections.

$33,565 Replacement PPE (6 sets)
5,450 PPE for one new firefighter

Amended Budget - includes the purchase of a Dryer for Bunker Gear not anticipated in the original budget.

CITY MANAGER'S COMMENTS: Approved

Fund
16 Fire Equipment

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
623	VEHICLES	304,539	-	-	290,000

Notes: Brush Truck Delivery

In FY2024 the Council authorized the purchase of a new Brush Truck. As happens with all fire apparatus it has taken 2+ years to get the truck built and scheduled for delivery. We expect to finally receive the truck by December 2026.

	2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
CAPITAL Totals	364,788	38,150	50,950	340,100
FIRE EQUIPMENT FUND Totals	**365,576**	**38,150**	**50,950**	**340,100**

SUMMARY OF OPERATIONS

Fund

17 Airport Special Revenue

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Total Revenues	160,129	144,000	144,000	163,000
Total Expenditures	55,406	53,550	67,750	120,400
Excess Revenues Over (Under) Expenditures	104,723	90,450	76,250	42,600
Net Other Financing Sources (Uses)	-	-	-	-
Net Gain (Loss)	104,723	90,450	76,250	42,600
Fund Balance - Beginning	313,525	389,625	418,248	494,498
Fund Balance - Ending	418,248	480,075	494,498	537,098

SUMMARY OF REVENUES

Fund

17 Airport Special Revenue

Account	Description	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
4001	Interest Earnings	9,187	4,500	4,500	3,500
4019	Miscellaneous Revenue	8,582	-	-	-
4750	Land Lease	135,580	135,000	135,000	155,000
4752	F.B.O. Lease	6,780	4,500	4,500	4,500
	Total Revenues	160,129	144,000	144,000	163,000

SUMMARY OF EXPENDITURES

Fund

17 Airport Special Revenue

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Contractual	47,025	36,050	50,250	65,700
Supplies	843	11,000	11,000	47,200
Utilities	7,538	6,500	6,500	7,500
Total Expenditures	55,406	53,550	67,750	120,400

Fund
17 Aviation

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
CONTRACTUAL					
213	CONSULTING FEES	8,815	-	5,000	20,000

Notes: Stormwater Permit Renewal

The Stormwater permit for the airport is due for renewal. We will need to use an engineering firm for the study and reporting needed to complete the process. The consultant's work will begin prior to the end of FY2026.

CITY MANAGER'S COMMENTS: Approved

227	INSURANCE-REAL PROPERTY	1,109	1,700	1,700	1,900
229	INSURANCE-LIABILITY	1,491	1,750	1,750	2,000
231	SERVICE MAINTENANCE CONTRACTS	2,400	2,400	9,100	8,600

Notes: AWOS

AWOS System maintenance with DBT Transportation Services $6144 annually.
1220.aero airport operations monitoring software subscription $2400 annually.

CITY MANAGER'S COMMENTS: Approved

240	EQUIPMENT REPAIRS	14,692	3,000	5,500	3,000
244	BUILDING REPAIRS	11,739	17,000	17,000	20,000
246	VEHICLE REPAIRS	3,043	5,000	5,000	5,000
247	GROUNDS MAINTENANCE	3,736	5,000	5,000	5,000
280	STATE PERMITS	-	200	200	200
	CONTRACTUAL Totals	47,025	36,050	50,250	65,700
SUPPLIES					
339	FUEL TANK REPAIRS	843	1,000	1,000	1,000
341	CONSTRUCTION & REPAIR SUP	-	10,000	10,000	46,200

Notes: Crack Seal Program

The runway and access road need to have a crack seal treatment along with minor asphalt repairs in 4 areas.

Estimated cost: $36,175

CITY MANAGER'S COMMENTS: Approved

	SUPPLIES Totals	843	11,000	11,000	47,200
UTILITIES					
501	ELECTRICITY	7,538	6,500	6,500	7,500
	UTILITIES Totals	7,538	6,500	6,500	7,500
	AVIATION FUND Totals	**55,406**	**53,550**	**67,750**	**120,400**

SUMMARY OF OPERATIONS

Fund

24 Downtown Fund

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Total Revenues	10,000	10,000	10,000	28,000
Total Expenditures	10,409	10,000	10,000	15,000
Excess Revenues Over (Under) Expenditures	(409)	-	-	13,000
Net Other Financing Sources (Uses)	-	-	-	-
Net Gain (Loss)	(409)	-	-	13,000
Fund Balance - Beginning	14,338	14,338	13,929	13,929
Fund Balance - Ending	13,929	14,338	13,929	26,929

SUMMARY OF REVENUES

Fund

24 Downtown Fund

Account	Description	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
4050	Donations	10,000	10,000	10,000	10,000
4572	Vendor Booths	-	-	-	18,000
	Total Revenues	10,000	10,000	10,000	28,000

SUMMARY OF EXPENDITURES

Fund

24 Downtown Fund

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Contractual	3,000	4,000	4,000	4,000
Supplies	2,628	2,000	2,000	2,000
Operational	4,781	4,000	4,000	9,000
Total Expenditures	10,409	10,000	10,000	15,000

Fund
24 Downtown Improvement

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
CONTRACTUAL					
293	GRANT PROGRAM	3,000	4,000	4,000	4,000
	CONTRACTUAL Totals	3,000	4,000	4,000	4,000
SUPPLIES					
347	GENERAL MAINTENANCE SUPPLIES	2,628	2,000	2,000	2,000
	SUPPLIES Totals	2,628	2,000	2,000	2,000
OPERATIONS					
423	FARMER'S MARKET EXPENSES	-	-	-	5,000
469	PROMOTION EXPENSE	4,781	4,000	4,000	4,000
	OPERATIONS Totals	4,781	4,000	4,000	9,000
DOWNTOWN IMPROVEMENT Totals		**10,409**	**10,000**	**10,000**	**15,000**

SUMMARY OF OPERATIONS

Fund

26 Narcotics - Seizure Awards

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Total Revenues	370,626	-	165,200	-
Total Expenditures	40,781	86,000	450,950	117,800
Excess Revenues Over (Under) Expenditures	329,845	(86,000)	(285,750)	(117,800)
Net Other Financing Sources (Uses)	-	-	-	-
Net Gain (Loss)	329,845	(86,000)	(285,750)	(117,800)
Fund Balance - Beginning	562,406	825,596	892,251	606,501
Fund Balance - Ending	892,251	739,596	606,501	488,701

SUMMARY OF REVENUES

Fund

26 Narcotics - Seizure Awards

Account	Description	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
4010	Auction/Scrap Proceeds	-	-	5,100	-
4550	Seizure Revenue	370,626	-	160,100	-
	Total Revenues	370,626	-	165,200	-

SUMMARY OF EXPENDITURES

Fund

26 Narcotics - Seizure Awards

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Contractual	7,487	74,000	178,000	42,000
Supplies	-	-	113,000	-
Operational	14,000	12,000	13,650	12,000
Capital	19,294	-	146,300	63,800
Total Expenditures	40,781	86,000	450,950	117,800

Fund
26 Seized Funds

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
CONTRACTUAL					
213	CONSULTING FEES	-	-	1,000	-
218	COURT COSTS FOR SEIZED FUNDS	1,137	-	3,000	-
231	SERVICE MAINTENANCE CONTRACTS	6,350	74,000	174,000	42,000

Notes:	Additional Flock Licensure

We are requesting an increase of $42,000 for Flock Safety licensure. This technology is utilized by both Field Operations and the Criminal Investigation Divisions as an investigative tool and force multiplier to assist in securing evidence, solving crimes, and enhancing community safety. The system has been a critical component in bringing numerous violent offenders to justice in the two years.

CITY MANAGER'S COMMENTS: Approved

		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
	CONTRACTUAL Totals	7,487	74,000	178,000	42,000
SUPPLIES					
321	UNIFORMS	-	-	25,000	-
373	INVESTIGATION SUPPLIES	-	-	88,000	-
	SUPPLIES Totals	-	-	113,000	-
OPERATIONS					
436	TRAVEL	-	-	1,650	-
451	CONFIDENTIAL FUNDS	14,000	12,000	12,000	12,000
	OPERATIONS Totals	14,000	12,000	13,650	12,000
CAPITAL					
610	FURNITURE & FIXTURES	-	-	17,100	14,000

Notes:	Furniture for CID

We request $14,000 for two additional workspace cubes in CID. The current number of workspace cubes in CID was full the day we moved into the Public Safety South Building. With the planned move of two line-level officers in the CID Budget that have been on-loan allocated to patrol division, we will need a workstation for both.

CITY MANAGER'S COMMENTS: Approved

		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
612	COMPUTER EQUIPMENT	-	-	-	4,800

Notes:	Computers for CID

Purchase Computers for 2 new assignments to CID

CITY MANAGER'S COMMENTS: Approved

Fund
26 Seized Funds

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
623	VEHICLES	11,464	-	4,200	45,000

Notes:	Replace Narcotics Vehicle

We request $45,000 to purchase one Narcotics vehicle. The 2013 Dodge Caravan which is over 100k in mileage has become prohibitively costly to maintain with over $5,000 has been spent on repairs over the last year. It currently requires an estimated $8,000 in additional repairs and has been taken out of service. The van was the only Narcotics vehicle capable of carrying a large amount of surveillance equipment and personnel for extended operations and a multipurposed vehicle that is sound and reliable is needed at this time.

CITY MANAGER'S COMMENTS: Approved

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
624	POLICE EQUIPMENT	7,830	-	125,000	-
	CAPITAL Totals	19,294	-	146,300	63,800
	SEIZED FUNDS - NARCOTICS Totals	**40,781**	**86,000**	**450,950**	**117,800**

SUMMARY OF OPERATIONS

Fund

27 Historic Church Fund

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Total Revenues	2,039,149	168,000	168,000	198,800
Total Expenditures	2,050,921	111,500	113,700	187,750
Excess Revenues Over (Under) Expenditures	(11,772)	56,500	54,300	11,050
Net Other Financing Sources (Uses)	-	-	-	-
Net Gain (Loss)	(11,772)	56,500	54,300	11,050
Fund Balance - Beginning	-	-	(11,772)	42,528
Fund Balance - Ending	(11,772)	56,500	42,528	53,578

SUMMARY OF REVENUES

Fund

27 Historic Church Fund

Account	Description	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
4460	Lease Revenue	52,506	168,000	168,000	162,600
4915	Transfer In - H/M	1,986,643	-	-	36,200
	Total Revenues	2,039,149	168,000	168,000	198,800

SUMMARY OF EXPENDITURES

Fund

27 Historic Church Fund

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Contractual	47,088	100,600	102,800	173,250
Supplies	-	-	-	-
Operational	3,833	-	-	-
Utilities	-	10,900	10,900	14,500
Capital	2,000,000	-	-	-
Total Expenditures	2,050,921	111,500	113,700	187,750

Fund
27 Historic Church Fund

G/L Account		2025 Actual Amount	2026 Adopted Budget	2026 Amended Budget	2027 City Manager Approved
CONTRACTUAL					
211	LEGAL	13,200	-	-	-
213	CONSULTING FEES	-	-	-	36,200

Notes:	Historic Remodel Consultant

Working with contacts through the Texas Mainstreet program we were able to find an consultant who specializes in historic restoration. This firm would do an assessment of the Church's current condition and needed structural improvements. They would also conduct the focus group meetings needed to discuss the Church's potential as an entertainment venue. Organizations such as the Playhouse, Summer Musicals, and the Rockwall Philharmonic would be invited to participate along with area dance studios to talk through the building's future uses.

CITY MANAGER'S COMMENTS: Approved

217	IT SERVICES	120	1,200	1,200	1,850
231	SERVICE MAINTENANCE	265	-	2,200	3,200
244	BUILDING REPAIRS	23,503	83,900	83,900	127,500

Notes:	Building Repairs

Repair projects are needed to the existing structures as we move through the process to plan a larger rehabilitation project. The repairs we make now will be ones that will not be negated by future work.

$60,000 Irrigation System
47,500 Main Sewer Drain
20,000 General Repairs

CITY MANAGER'S COMMENTS: Approved

247	GROUNDS MAINTENANCE	10,000	14,500	14,500	3,500
272	JANITORIAL SERVICES	-	1,000	1,000	1,000
	CONTRACTUAL Totals	47,088	100,600	102,800	173,250
UTILITIES					
501	ELECTRICITY	3,109	6,000	6,000	6,500
510	NATURAL GAS SERVICE	369	2,400	2,400	4,000
513	WATER	355	2,500	2,500	4,000
	UTILITIES Totals	3,833	10,900	10,900	14,500
CAPITAL					
603	BUILDINGS	2,000,000	-	-	-
	CAPITAL Totals	2,000,000	-	-	-
	HISTORIC CHURCH FUND Totals	**2,050,921**	**111,500**	**113,700**	**187,750**

City of Rockwall
The New Horizon

CITY OF ROCKWALL
MEMORANDUM

TO: **Mary Smith, City Manager**
Joey Boyd, Asst. City Manager

FROM: **Shawn Yerks, Director of Human Resources**

CC: **Honorable Mayor and City Council**

DATE: **8/12/2026**

SUBJECT: **City's Health & Welfare Programs**

General Overview

The City of Rockwall has partnered with **Holmes Murphy** since January 2012 for broker and consultant services to ensure the City stays informed on local healthcare trends, vendor alternatives, expected cost projections, Healthcare Reform and other legal and legislative topics that impact the City's health plan. In January of 2017, the City changed third-party administrators for administration of the health plan from Group & Pension Administrators, Inc. (GPA) to **Cigna**. The results show this was a prudent decision due to improved network access, provider discounts, medical management, improved Pharmacy contract, and lower overall administrative fees. However, due to provider consolidation, private equity influence in local healthcare, and increased labor costs, Healthcare costs are currently outpacing general inflation locally for all employers in North Texas.

Health Care Cost Summary

As the table below indicates, like other Employers the City has experienced a continued rise in healthcare claims and costs recently, but overall claims costs have decreased since the move to Cigna due to improved network access and discounts. Based on paid claims through July 2026, claims cost have been trending down in Plan Year 2026 but it is still projected that the Fiscal Year 2026/27 claim expense will be higher than the 2025/26 expenses, due primarily to increasing medical costs, trend, and costly specialty prescriptions. For the Plan Year 2025 there were eight (8) claims that were paid in excess of the $105,000 Individual Stop Loss limit, and approximately $876,000 that was reimbursed to the City. For the first 7 months of 2026, there have been 4 claims which have exceeded the $105,000 Individual Stop Loss limit that has been reimbursed to the City in the amount of $447,000. The City purchases Stop Loss insurance from Cigna annually that reimburses the City for any individual claim that exceeds $105,000 in any plan year. This insurance helps to manage volatility from the large claims which are cyclical each year.

History of Claims Cost:

Cal. Year	Claims Cost	Annual Cost PEPY	% Increase/Decrease	# of EEs @ YR End
2016	$2,889,527	$12,040	-.84%	240
2017	$2,143,055	$8,607	-25.8%	249
2018	$2,000,568	$8,099	-7.1%	247
2019	$1,793,897	$6,795	-11.5%	269
2020	$1,632,063	$6,000	-9.9%	274
2021	$1,933,245	$6,783	+15.6%	288
2022	$2,177,851	$7,484	+11.2%	299
2023	$2,438,265	$7,869	+10.7%	310
2024	$3,697,372	$11,889	+34.1%	311
2025	$4,432,612	$14,027	+18.0%	316

Prescription Benefits Plan

The table below shows that the City of Rockwall's prescription claims increased in 2025 due to our covered members requesting high-cost specialty medications, especially for weight loss. However, this growth rate should hopefully decrease in the future since the City is no longer covering GLP-1s for weight loss in Plan Year 2026. For the 2025 Plan year, Prescription costs increased by +18% when compared to 2024 Plan Year costs. Overall, Pharmacy costs have outpaced other medical related expenses due to these costly drugs for all employers. The normative benchmark for Pharmacy trend for 2025-26 is currently between +12% to 20% for the next plan year, driven primarily from new expensive Specialty Drugs that members request due to advertising on TV. Cigna is working to lower this trend through its Prescription Drug Formulary which incentivizes members to try alternate lower costs drugs first, prior to selecting the costly prescription alternative. However, many of these specialty medications come with a high rebate (credit) for these drugs. The City, with Holmes Murphy, was able to negotiate an approximately **$400,000 annual credit** that will come back to the plan to offset these expenses in Plan Year 2026.

Plan Year	RX Expense Paid	% Increase/Decrease
2016	$741,688	+24.8%
2017	$662,776	-10.6%
2018	$662,906	0.0%
2019	$698,900	+5.0%
2020	$787,121	+12.6%
2021	$894,567	+12.2%
2022	$790,052	-11.7%
2023	$1,212,444	+53%
2024	$1,515,396	+25%
2025	$1,788,757	+18%

Note: Claims cost does not include Admin Fees.

Administrative Fees

The City also pays administrative fees to Cigna to administer the Medical, Pharmacy, Dental and Vision benefits. As mentioned before, the City purchases Stop Loss Insurance to protect it against large claims, which are included in the below administrative fees.

For 2027, the estimated fees to be paid annually to Cigna for these services based on current covered employees are:

- *Cigna Administrative fees:* $1,377,703 (the Based Administrative fees are fixed, but the Stop Loss fees are projected at a +15% increase since that renewal is not normally finalized until early September each year.)

Stop Loss Insurance

Stop Loss insurance premiums for large individual claims continues to be one of the biggest challenges that all employers face due to the inherent uncertainty of these claims, the fact that employers now have unlimited Lifetime Maximums, and that few carriers are in the market to insure these claims. Municipal employers have additional challenges due to the presence of certain high-risk employee groups and potential retirees.

Healthcare Reform

The City also pays fees related to the *Affordable Care Act (Healthcare Reform), which is required* for *all employers, public and private.* For 2027, the fees to be paid, based on 2025/26 enrollment:

- *Patient Centered Outcomes Research Institute (PCORI) Fee* - $2,122.70 annually.

Pre-65 Retiree Insurance

Texas Municipal Employers are required to offer coverage to their Pre-65 retirees in accordance with Local Government Code 175. Employers can require retirees to pay for this coverage, and/or provide some subsidy to pay for coverage. As coverage options are almost non-existent, the City must fund for their coverage through the self-funded medical plan. We do remind our retirees that coverage is available through the Marketplace as well perhaps less expensively than our subsidized premiums.

SUMMARY OF OPERATIONS

Fund

31 Employee Benefits

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Total Revenues	2,285,471	1,890,000	1,953,000	2,048,700
Total Expenditures	8,156,859	7,055,000	7,150,000	7,209,000
Operating Income (Loss)	(5,871,388)	(5,165,000)	(5,197,000)	(5,160,300)
Non-Operating Revenues	75,163	50,000	60,000	40,000
Non-Operating Income (Loss)	75,163	50,000	60,000	40,000
Net Income (Loss) Before Transfers	(5,796,225)	(5,115,000)	(5,137,000)	(5,120,300)
Net Transfers In (Out)	5,000,000	5,000,000	5,000,000	5,000,000
Net Income (Loss)	(796,225)	(115,000)	(137,000)	(120,300)
Retained Earnings - Beginning	(804,200)	(1,362,350)	(1,600,425)	(1,737,425)
Retained Earnings - Ending	(1,600,425)	(1,477,350)	(1,737,425)	(1,857,725)

SUMMARY OF REVENUES

Fund

31 Employee Benefits

Account	Description	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Operating Revenues					
4019	Miscellaneous (REDC)	32,000	35,000	35,000	40,000
4840	Retiree Premiums	38,839	40,000	40,000	28,700
4850	Employee Contributions	1,102,974	1,150,000	1,213,000	1,300,000
4855	Pharmacy Rebates	310,372	365,000	365,000	380,000
4860	Stop Loss Reimbursements	801,286	300,000	300,000	300,000
Total Operating Revenues		2,285,471	1,890,000	1,953,000	2,048,700
Non-Operating Revenues					
4001	Interest Earnings	75,163	50,000	60,000	40,000
Total Non-Operating Revenues		75,163	50,000	60,000	40,000
Total Revenues		2,360,634	1,940,000	2,013,000	2,088,700

SUMMARY OF OPERATING TRANSFERS

Fund

31 Employee Benefits

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Operating Transfers In				
From General Fund	4,000,000	4,000,000	4,000,000	4,000,000
From Water & Sewer Fund	1,000,000	1,000,000	1,000,000	1,000,000
Total Operating Transfers In	5,000,000	5,000,000	5,000,000	5,000,000
Operating Transfers Out				
To Workers Compensation Fund	-	-	-	-
Total Operating Transfers Out	-	-	-	-
Net Operating Transfers In (Out)	5,000,000	5,000,000	5,000,000	5,000,000

SUMMARY OF EXPENSES

Fund

31 Employee Benefits

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Operating Expenses				
Contractual	33	-	-	-
Operations	8,156,826	7,055,000	7,150,000	7,209,000
Total Expenditures	8,156,859	7,055,000	7,150,000	7,209,000

Fund
31 Employee Benefits

ACCOUNT		2025 Actual Expense	2026 Adopted Budget	2026 Amended Budget	2027 Manager Approved
20 Contractual					
235	BANK CHARGES	33	-	-	-
Contracucutal TOTAL . . . . . :		**33**	**-**	**-**	**-**
40 Operational					
422	EMPLOYEE ACTIVITIES	(3,521)	25,000	25,000	25,000
440	ADMINISTRATION FEES	164,143	175,000	150,000	150,000
441	REINSURANCE PREMIUMS	878,584	925,000	1,045,000	1,104,000
442	PAID HEALTH CLAIMS	7,086,412	5,900,000	5,900,000	5,900,000
443	LIFE INSURANCE PREMIUMS	31,208	30,000	30,000	30,000
Operational TOTAL . . . . . :		**8,156,826**	**7,055,000**	**7,150,000**	**7,209,000**
Employee Benefits TOTAL . . . . . :		**8,156,859**	**7,055,000**	**7,150,000**	**7,209,000**

City of Rockwall
The New Horizon

CITY OF ROCKWALL
MEMORANDUM

TO: **Mary Smith, City Manager**
Joey Boyd, Asst. City Manager

FROM: **Shawn Yerks, Director of Human Resources**

CC: **Honorable Mayor and City Council**

DATE: **August 12, 2026**

SUBJECT: **Employee Safety Program**

The City is self-insured for workers' compensation claims. Claims processing is managed by the Texas Municipal League with the City paying deductible expenses up to $100,000 per occurrence, with an aggregate exposure of $300,000.

The City's self-funded Risk Management Program includes many components that have worked well together over the past several years to ensure and promote a safe work environment for all our employees. These include: job placement assessments, drug/alcohol testing, job evaluation & site assessments, job specific safety training, incident investigation and reporting, workplace inspections, risk assessments and analysis conducted by TMLIRP.

The HR staff reviews the claims data to identify potential trends in the following areas: types of injuries, injuries occurring within certain job classifications, injuries resulting from types of equipment or specific job tasks, severity of claims, number of "days lost", and costs. In addition, employees are encouraged to report incidents without injuries to assist in tracking and identifying potential safety hazards that can be corrected proactively.

The reportable incidents have decreased from 38 to 34, the number of days away from work decreased from 217 to 150 and the days on restricted or light duty have increased from 261 to 274. Most of the total days for restricted or light duty are due to cases in the Police department. Please be advised that the numbers for FY25/26 will change due to not having the full FY26 data. This data was current as of August 12, 2026.

Fiscal Year	Total # of EE Receiving A Pay Check	Reportable Incidents	Non-Reportable Incidents	Total Days Away From Work	Indemnity Incurred	Total Days Restricted Duty (Light Duty)	Medical Costs Incurred	Case Mgmt.	Total Loss for Rockwall
20/21	334	59	27	75	$ 89,494	55	$ 94,661	$ 31,774	$ 215,929
21/22	371	87	46	240	$ 121,397	139	$ 158,938	$ 11,373	$ 291,708
22/23	386	35	34	362	$ 30,836	297	$ 83,089	$ 4,4400	$ 118,325
23/24	402	33	17	131	$ 101,802	318	$ 111,565	$ 8,250	$ 221,617
24/25	418	38	13	217	$ 118,515	261	$ 144,160	$ 4,190	$ 266,865
25/26	445	34	16	150	$ 26,728	274	$ 46,067	$ 7,579	$ 80,374

The City has achieved great results over the majority of the past 25 years in managing claim costs.

SUMMARY OF OPERATIONS

Fund
32 Worker's Compensation

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Non-Operating Revenues	30,170	22,500	22,500	18,500
Operating Expenses	593,541	329,850	363,850	418,000
Operating Income (Loss)	(563,371)	(307,350)	(341,350)	(399,500)
Net Transfers In (Out)	325,000	425,000	425,000	425,000
Net Income (Loss)	(238,371)	117,650	83,650	25,500
Retained Earnings - Beginning	493,035	342,235	254,664	338,314
Retained Earnings - Ending	254,664	459,885	338,314	363,814

SUMMARY OF REVENUES

Fund

32 Worker's Compensation

Account	Description	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Non-Operating Revenues					
4001	Interest Earnings	29,670	22,000	22,000	18,000
4019	Miscellaneous	500	500	500	500
Total Non-Operating Revenues		30,170	22,500	22,500	18,500
Total Revenues		30,170	22,500	22,500	18,500

SUMMARY OF OPERATING TRANSFERS

Fund

32 Worker's Compensation

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Operating Transfers In				
From General Fund	250,000	350,000	350,000	350,000
From Water & Sewer Fund	75,000	75,000	75,000	75,000
Net Operating Transfers In (Out)	325,000	425,000	425,000	425,000

SUMMARY OF EXPENSES

Fund

32 Worker's Compensation

	Actual 24-25	Budgeted 25-26	Amended 25-26	Proposed 26-27
Operational	593,541	329,850	363,850	418,000
Total Expenditures	593,541	329,850	363,850	418,000

Fund
32 Worker's Compensation

ACCOUNT		2025 Actual Expense	2026 Adopted Budget	2026 Amended Budget	2027 Manager Approved
40 Operational					
431	SAFETY TRAINING	-	1,000	1,000	1,000
440	ADMINISTRATION FEES	130,214	126,850	135,850	140,000
444	PAID LOSSES	365,330	200,000	225,000	200,000
446	SAFETY INCENTIVES	97,997	-	-	75,000
447	DRUG TESTING	-	2,000	2,000	2,000
Operational TOTAL . . . . . :		**593,541**	**329,850**	**363,850**	**418,000**
Worker's Compensation TOTAL . . . . . :		**593,541**	**329,850**	**363,850**	**418,000**