A G E N D A
REGULAR MEETING OF THE
HIGHLAND VILLAGE CITY COUNCIL
HIGHLAND VILLAGE MUNICIPAL COMPLEX
1000 HIGHLAND VILLAGE ROAD, HIGHLAND VILLAGE, TEXAS
TUESDAY, AUGUST 11, 2026 at 6:00 P.M.

EARLY WORK SESSION
Training Room – 6:00 P.M.

Convene Meeting in Open Session

1. **Receive an Update on Federal Emergency Management Agency's (FEMA) National Flood Insurance Program Community Rating System and Proposed Ordinance Updates relating to Regulations for Development of Special Flood Hazard Areas and Floodways within the City of Highland Village**

2. **Receive a Presentation on the Utility Fund Budget and Follow Up Discussion on the General Fund Budget for Fiscal Year 2026-2027**

3. **Clarification of Consent or Action Items listed on Today's City Council Meeting Agenda for August 11, 2026**

(Items discussed during Early Work Session may be continued or moved to Open Session and/or Late Work Session if time does not permit holding or completing discussion of the item during Early Work Session.)

CLOSED SESSION

4. **Hold a Closed Meeting in accordance with the following Section(s) of the Texas Government Code:**
   (a) Section 551.071 – Consultation with City Attorney Concerning Pending or Contemplated Litigation and/or any Matter including, but not limited to, any Regular Session or Work Session Agenda Item Requiring Confidential, Attorney/Client Advice Necessitated by the Deliberation or Discussion of Said Item (as needed)

OPEN SESSION
City Council Chambers – 7:30 P.M.

5. **Call Meeting to Order**

6. **Prayer led by Councilmember Dan Jaworski**

7. **Pledge of Allegiance to the U.S. and Texas flags led by Councilmember Dan Jaworski:** ***"Honor the Texas flag; I pledge allegiance to thee, Texas, one state under God, one and indivisible."***

8. **Mayor and Council Reports on Items of Community Interest pursuant to Texas Government Code Section 551.0415 the City Council may report on the following items: (1) expression of thanks, congratulations or condolences; (2) information about holiday schedules; (3) recognition of individuals; (4) reminders about upcoming City Council events; (5) information about community events; and (6) announcements involving imminent threat to public health and safety**

    - **Presentation of a Proclamation recognizing Highland Village Mayor for the Day**

9. **City Manager/Staff Reports**

    - **DCTA Board Meeting Update**
    - **Taste Highland Village Video**

10. **Visitor Comments (*Anyone wishing to address the City Council must complete a Speakers' Request Form and return it to the City Secretary. In accordance with the Texas Open Meetings Act, the City Council is restricted in discussing or taking action on items not posted on the agenda. Action on your statement can only be taken at a future meeting. In order to expedite the flow of business and to provide all visitors the opportunity to speak, the Mayor may impose a three (3) minute limitation on any person addressing the City Council. A thirty (30) minute time allotment is set for this section, and the remaining speakers will be heard at the end of the Action Agenda.*)**

Anyone wishing to address the City Council on any item posted on the City Council agenda for possible action, including matters placed on the Consent Agenda or posted as a Public Hearing, must complete a Speakers' Request Form available at the entrance to the City Council Chambers and present it to the City Secretary prior to the Open Session being called to order. Speakers may be limited to three (3) minutes and given only one opportunity to speak on an item. Other procedures regarding speaking on matters posted for action on the City Council agenda are set forth on the Speakers' Request Form. Subject to applicable law, the City Council reserves the right to modify or waive at any time the procedures relating to members of the public speaking on matters placed the Council's agenda.

CONSENT AGENDA

All of the items on the Consent Agenda are considered for approval by a single motion and vote without discussion. Each Councilmember has the option of removing an item from this agenda so that it may be considered separately and/or adding any item from the Action Agenda to be considered as part of the Consent Agenda items. An item will be moved to the Action Agenda for discussion if a Speaker's Request Form is submitted indicating the person desires to comment on an item posted on the Consent Agenda.

11. **Consider Resolution 2026-3251 authorizing a Project Funding Agreement with the Highland Village Community Development Corporation to Provide Funds for the Planning Services to Obtain Cost Estimates for the Design and Construction of Certain City Trails**

12. **Consider Resolution 2026-3250 canceling the September 8, 2026 City Council Meeting and scheduling a Special City Council Meeting on September 15, 2026**

13. **Receive Investment Report for Quarter ending June 30, 2026**

14. **Receive Budget Reports for Period ending June 30, 2026**

ACTION AGENDA

15. **Take action, if any, on Matters discussed in Closed Session in accordance with the following Section(s) of the Texas Government Code:**

(a) Section 551.071 – Consultation with City Attorney Concerning Pending or Contemplated Litigation and/or any Matter including, but not limited to, any Regular Session or Work Session Agenda Item Requiring Confidential, Attorney/Client Advice Necessitated by the Deliberation or Discussion of Said Item (as needed)

16. **Consider the Ad Valorem Tax Rate for Year 2026 and Set a Public Hearing Date on the Proposed Fiscal Year 2026-2027 Budget and Proposed Tax Rate**

17. **Consider Ordinance 2026-1337 amending the City's Code of Ordinances by amending in its Entirety Chapter 24 "Building Regulations" Article 24.04 "Flood Damage Prevention" Establishing the Regulations for Development of Special Flood Hazard Areas and Floodways within the City (*1st of two reads*)**

LATE WORK SESSION

(Items may be discussed during Early Work Session, time permitting)

18. **Status Reports on Current Projects and Discussion on Future Agenda Items (A Councilmember may inquire about a subject of which notice has not been given. A statement of specific information or the recitation of existing policy may be given. Any deliberation shall be limited to a proposal to place the subject on an agenda for a subsequent meeting.)**

19. **Adjournment**

I HEREBY CERTIFY THAT THIS NOTICE OF MEETING WAS POSTED ON THE PUBLIC BULLETIN BOARD AT THE MUNICIPAL COMPLEX, 1000 HIGHLAND VILLAGE ROAD, HIGHLAND VILLAGE, TEXAS IN ACCORDANCE WITH THE *TEXAS GOVERNMENT CODE, CHAPTER 551*, ON THE 5TH DAY OF AUGUST 2026.

Angela Miller

Angela Miller, City Secretary

This facility is wheelchair accessible and accessible parking spaces are available. Requests for accommodations or interpretive services must be made 48 hours prior to this meeting. Please contact the City Secretary's Office at (972) 899-5132 for additional information.

Removed from posting on the ___________ day of ________________________________, 2026 at ___________

am / pm by ____.

CITY COUNCIL MEMORANDUM
AGENDA ITEM 1

MEETING DATE: August 11, 2026

SUBJECT: Receive an Update on Federal Emergency Management Agency's (FEMA) National Flood Insurance Program Community Rating System and proposed Ordinance Updates relating to Regulations for Development of Special Flood Hazard Areas and Floodways within the City of Highland Village

PREPARED BY: Sunny Lindsey, Director of Information Services

BACKGROUND

On April 12, 2011, the City of Highland Village enacted Article 24.04 of the Code of Ordinances through the adoption Ordinance No. 2011-1100, establishing floodplain management regulations and formally adopting the applicable National Flood Insurance Rate Maps. The ordinance provides requirements for new construction, substantial improvements, and other development or alterations within mapped and unmapped Special Flood Hazard Areas.

As part of the FY 2025-2026 budget, the City Council authorized the City Manager to enter into an agreement with LAN, Inc. to assist the City in pursuing an improved rating through the Federal Emergency Management Agency's (FEMA) National Flood Insurance Program Community Rating System. The ultimate goal is to provide residents with a discount on their flood insurance premiums and improve communications with residents about the methods the City takes to reduce the risks of flooding in our community.

During the program review process, FEMA's Community Rating System representative determined that revisions to the existing ordinance are necessary for the City to receive maximum credit for floodplain management practices and development review procedures already in place.

BUDGETARY IMPACT

N/A

RECOMMENDATION

This item is for informational purposes. A companion item is included on tonight's regular meeting agenda for formal Council action.

City of Highland Village

CITY COUNCIL MEMORANDUM
AGENDA ITEM 2

MEETING DATE: August 11, 2026

SUBJECT: Receive a Presentation on the Utility Fund Budget and Follow-Up Discussion on the General Fund Budget for Fiscal Year 2026 - 2027

PREPARED BY: Heather Miller, Finance Director

BACKGROUND
City staff will present information on the Utility Fund Budget and follow up on the General Fund Budget for Fiscal Year 2026-2027.

BUDGETARY IMPACT
Included within the presentation.

RECOMMENDATION
This item is for informational purposes only.

CITY COUNCIL MEMORANDUM
AGENDA ITEM 8

MEETING DATE: August 11, 2026

SUBJECT: Mayor and Council Reports on Items of Community Interest

PREPARED BY: Valerie Strubelt, Deputy City Secretary

BACKGROUND

Pursuant to Texas Government Code Section 551.0415, the City Council may report on the following items: (1) expression of thanks, congratulations or condolences; (2) information about holiday schedules; (3) recognition of individuals; (4) reminders about upcoming City Council events; (5) information about community events; and (6) announcements involving imminent threat to public health and safety.

- Presentation of a Proclamation recognizing Highland Village Mayor for the Day

Proclamation

The City of Highland Village

Whereas, the City of Highland Village recognizes that our youth are the future leaders of our city, county, state and nation, and understands the importance of increasing students' knowledge of the operations and complexities of local government; and

Whereas, Heritage Elementary School has provided Highland Village students in grades Kindergarten through fifth grade with a high-quality education; and

Whereas, the City of Highland Village offered a "Mayor for the Day" opportunity to one lucky student that aims to foster and encourage leadership in our young students; and

Whereas, fourth grade student Vivian Parks was the successful recipient.

NOW THEREFORE, on behalf of the City Council and City Staff, I, Charlotte Wilcox, Mayor of the City of Highland Village, do hereby congratulate and recognize

"Vivian Parks as the Highland Village Mayor for the Day"

IN WITNESS WHEREOF, I have hereunto set my hand and caused the seal of the City to be affixed on this 11th day of August 2026.

____

Charlotte J. Wilcox, Mayor

CITY COUNCIL MEMORANDUM
AGENDA ITEM 9

MEETING DATE: August 11, 2026

SUBJECT: City Manager/Staff Reports – DCTA Board Meeting Report for July 23, 2026

PREPARED BY: Paul Stevens, City Manager

BACKGROUND

Following is a report from the DCTA Board Meeting, which was held on July 23, 2026. Consent agenda items were all approved and are as follows:

1. Consider Approval of Regular Meeting Minutes dated June 25, 2026
2. Consider Approval of Monthly Financial Statement – May 2026
3. Consider Authorizing the Chief Executive Officer (CEO) to Execute a Construction Contract with Kevco Electrical Construction, Inc., for Underground Electrical Vault Rewiring, Hardwired Sump Pump Installation, and Generator System Assessment and Rewiring at the Bus Operations and Maintenance Facility in an Amount Not to Exceed $124,000
4. Consider Authorizing the Chief Executive Officer (CEO) to Negotiate and Execute Amendment #7 to the Current Interlocal Agreement (ILA) with the City of Coppell in an Amount not to Exceed $370,522 for Taxi Services in Support of the City of Coppell Workforce Transit Program Through September 30, 2028

The regular agenda items were as follows:

1. **Discuss the Updates to the Proposed Fiscal Year (FY) 2027 Operating and Capital Budget and Reserve Policies, the Long-Range Financial Plan, and Draft 2027 Work Plan**

Several slides from the budget presentation follow.

CITY COUNCIL MEMORANDUM
AGENDA ITEM 9

FY27 Budget Updates – since June Board Meeting

DCTA

Revenue	Proposed FY27	Proposed Revised FY27	$ Change
	$81,039,148	$81,114,796	$75,648

Revenue	Proposed FY27	Proposed Revised FY27	$ Change	Notes
MaaS – Purchased Transportation	$68,352	$144,000	$75,648	Coppell Lyft PT cost plus 60% Admin Fee

Expense	Proposed FY27	Proposed Revised FY27	$ Change
	$61,152,959	$61,323,424	$170,465

Expense	Proposed FY27	Proposed Revised FY27	$ Change	Notes
Planning – Computer & Software Maintenance	$262,826	$286,448	$23,622	Optibus originally budgeted $80K but needs $103,622; $23,622 difference
MaaS – Purchased Transportation *	$1,659,527	$1,706,807	$47,280	Coppell Lyft originally budgeted $42,720 but needs $90,000; $47,280 difference
Insurance – all insurance	$2,010,686	$2,110,249	$99,563	Had preliminary numbers, now real premiums noted
Total			**$170,465**	

Financial Overview
DCTA Budget Summary

DCTA

Operating Budget		
BUS OPERATIONS		
Demand Response – Directly Operated[1]	$	1,077,493
Fixed Route – Directly Operated[2]	$	5,672,693
MOBILITY SERVICES		
GoZone	$	15,515,443
Collin County Rides	$	487,896
Contracted Mobility as a Service[3]	$	1,706,807
Bus Admin & Support Services	$	8,195,823
A-train	$	17,303,963
General & Administrative	$	11,363,306
Total	**$**	**61,323,424**

(1) Includes Access and Frisco and demand response for Denton, Highland Village, Lewisville
(2) Includes Connect, UNT shuttle, North Texas Express
(3) Contracted Mobility as a Service Vanpool, Coppell Lyft, UNT Lyft

Capital Budget	
Total FY2027 Proposed Capital	$20,331,193

* Includes TAM

Debt Service	
Total FY2027 Debt Service (P+I)	$1,990,108

G&A to OPEX

	2023	2024	2025	2026	2027
OpEx	$42.4	$46.9	$45.1	$54.3	$61.3
G&A	$5.9	$7.1	$8.0	$11.4	$11.4
G&A %	13.9%	15.1%	17.7%	20.9%	18.5%

2023 – 2025 are Actuals; 2026 Adopted Budget; 2027 Proposed Budget

Note: of the $11.4M in G&A approximately $1.7M are operational expenses for work plan objectives including marketing enhancements, community involvement, and planning initiatives. At $9.7M G&A vs total OPEX is $9.7M / $61.3M = 15.8%

Highland Village

CITY COUNCIL MEMORANDUM
AGENDA ITEM 9

Change in Net Position – DCTA (Net Depreciation)

DCTA

Description	FY 2026 Adopted Budget	FY 2026 Working Budget	FY2027 Proposed Budget	FY 2026/FY 2027 Variance
OPERATING REVENUE				
Passenger Revenues (Bus Farebox)	$ 383,000	$ 383,000	$ 430,000	12.27%
Passenger Revenues (GoZone Farebox)	950,000	1,400,750	2,040,200	45.40%
Passenger Revenues (Rail Farebox)	408,501	408,501	408,501	0.00%
Contract Service Revenue	4,826,041	4,759,412	5,577,517	17.19%
Total Operating Revenue	**$ 6,567,542**	**$ 6,957,663**	**$ 8,462,218**	**21.62%**
GENERAL & ADMINISTRATIVE EXPENSES				
Salary, Wages & Benefits	$ 5,831,740	$ 5,831,740	$ 5,737,032	-1.62%
Outsourced Services & Charges	4,243,497	4,845,796	4,517,013	-6.78%
Materials & Supplies	220,760	211,737	172,999	-18.30%
Utilities	93,770	107,709	101,500	-5.82%
Insurance	25,127	25,127	31,470	25.24%
Employee Development	693,558	693,558	532,875	-23.17%
Leases	277,292	277,292	270,420	-2.48%
Total G&A Operating Expenses	**$ 11,385,744**	**$ 11,993,019**	**$ 11,363,309**	**-5.25%**
BUS OPERATIONS EXPENSES (Bus Admin, Fixed Route, Demand Response)				
Salary, Wages & Benefits	$ 8,447,371	$ 8,447,371	$ 9,374,088	10.98%
Outsourced Services & Charges	1,196,837	1,225,885	2,209,003	80.20%
Materials & Supplies	1,893,412	1,895,912	2,194,055	10.20%
Utilities	310,780	308,780	294,000	-4.79%
Insurance	368,290	368,290	461,498	25.31%
Employee Development	87,695	87,695	82,373	-6.07%
Leases	11,000	11,000	11,000	0.00%
Total Bus Operations Expenses	**$ 12,315,391**	**$ 12,344,939**	**$ 14,576,064**	**18.08%**
MOBILITY SERVICES EXPENSES (Lyft, Taxi, GoZone, MaaS, CCR)				
Salary, Wages & Benefits	$ 221,760	$ 221,760	$ 257,052	15.91%
Outsourced Services & Charges	183,071	180,038	226,000	25.44%
Materials & Supplies	6,000	6,000	-	-100.00%
Utilities	1,200	1,200	-	-100.00%
Purchased Transportation	13,366,174	14,545,574	17,491,839	20.26%
Employee Development	8,480	8,480	4,000	-52.83%
Total Mobility Services Expenses	**$ 13,787,285**	**$ 14,963,052**	**$ 17,978,491**	**20.15%**

Description	FY 2026 Adopted Budget	FY 2026 Working Budget	FY2027 Proposed Budget	FY 2026/FY 2027 Variance
RAIL OPERATIONS EXPENSES				
Salary, Wages & Benefits	$ 177,060	$ 177,060	$ 181,800	2.68%
Outsourced Services & Charges	912,835	885,835	1,022,935	15.48%
Materials & Supplies	755,000	755,000	755,000	0.00%
Utilities	390,871	390,871	361,200	-7.59%
Insurance	1,602,708	1,602,708	1,617,281	0.91%
Purchased Transportation	12,944,218	12,944,218	13,360,767	3.22%
Employee Development	10,720	10,720	4,960	-53.82%
Total Rail Operations Expenses	**$ 16,793,412**	**$ 16,766,412**	**$ 17,303,963**	**3.21%**
Total Operating Expenses	**$ 54,251,832**	**$ 56,068,023**	**$ 61,323,424**	**9.37%**
Operating Income/(Loss)	(47,684,290)	(49,110,360)	(52,861,206)	7.64%
NON-OPERATING REVENUE/(EXPENSE)				
Investment Income	$ 3,500,000	$ 3,500,000	$ 3,500,000	0.00%
Misc. Revenues	210,000	200,000	175,000	0.00%
Sales Tax Revenue	41,000,000	41,000,000	41,820,000	2.00%
Federal Grants & Reimbursements	14,544,180	16,193,344	27,157,578	67.71%
Long Term Debt Interest/Expense	(151,102)	(151,102)	(130,108)	-13.89%
Total Non-Operating Revenue/ (Expense)	**$ 59,103,078**	**$ 60,742,242**	**$ 72,522,470**	**19.39%**
Income (Loss)	11,518,788	11,631,883	19,661,264	69.03%
CHANGE IN NET POSITION	**$ 11,518,788**	**$ 11,631,883**	**$ 19,661,264**	**69.03%**

Capital Budget Summary

DCTA

DENTON COUNTY TRANSPORTATION AUTHORITY
FY27 Budget - Proposed
Capital Improvement & Major Maintenance Plan

FY27 Cash Spend
FY27 Capital Reserve
Not DCTA Capital

Project Name	Project Number	Projects thru FY 2025	Working FY 2026	Proposed FY 2027	Proposed FY 2028	Proposed FY 2029	Proposed FY 2030	Proposed FY 2031	Proposed FY 2032	Anticipated Project Total (Thru 2032)
Bus Services										
Fleet Purchase - Bus	50311	2,320,000	2,870,000	2,700,000	2,640,000	1,800,000	1,872,000	4,867,200	3,037,113	22,111,313
Bus Refurbish (2008 Bus) - **NEW in FY27**	600000		500,000	600,000						1,100,000
Bus Push-to-Talk Cradles	600001		45,000							45,000
Bus Column Lift Repairs or Replacement	600002		55,250							55,250
Dual Facing Camera	600003		25,000							25,000
Fleet - Non-Revenue(1 Service Truck & 2 Non Rev)	600004.1 & 2	80,000	150,000							230,000
Fleet - Cutaway Bus	600005		225,000		465,000	725,000	744,000	765,000	1,052,000	3,971,000
Fleet - 3 Revenue Service Vans - **NEW IN FY27**	TBD			240,000				262,000		502,000
Air Compressor Replacement at Bus Maintenance - **NEW in FY27**	TBD			55,000						55,000
Bus Wash Rehab - **NEW in FY27**	TBD			200,000						200,000
Fleet - Non-Revenue (2 Non Rev) - **NEW in FY27**	TBD			80,000	135,000	139,033	96,207	197,645	153,859	801,746
Reflow Bus Operations & Maintenance office - **NEW in FY27**	TBD			90,000						90,000
Bus O&M Light Fixture Replacement	TBD			75,000						75,000
TAM: Fleet Replacement - Fleet Replacement		3,400,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	17,400,000
Rail Services										
Positive Train Control Enhancements (Phase 2)	61406.2	147,055					4,000,000	40,000,000	40,000,000	84,147,055
Major Maintenance - Rail (FY25)	61727.1	3,130,698								3,130,698
Major Maintenance - Rail (FY26)	710000		3,354,270							3,354,270
Major Maintenance - Rail - **NEW in FY27**	TBD			3,108,193	3,419,012	3,760,914	4,137,006	4,550,705	5,005,776	23,981,606
RailComm Dispatch Software	61407.1	300,000	300,000							600,000
Stadler Laptop Replacement	TBD			80,000					100,000	180,000
Rail Mid-Life Train Wash Rehab - **NEW in FY27**	TBD			258,000						258,000
Rail Station Lighting Pilot (HVL)	TBD			100,000						100,000
A-Train Downtown Carrollton Extension (Construction)					30,000,000	43,750,000	43,750,000			117,500,000
TAM: Major Maintenance - Rail		3,000,000	1,800,000	1,800,000	1,800,000	1,800,000	1,800,000	1,800,000	1,800,000	16,200,000

CITY COUNCIL MEMORANDUM
AGENDA ITEM 9

Capital Budget Summary

DCTA

DENTON COUNTY TRANSPORTATION AUTHORITY
FY27 Budget - Proposed
Capital Improvement & Major Maintenance Plan

FY27 Cash Spend
FY27 Capital Reserve
Not DCTA Capital

Project Name	Project Number	Projects thru FY 2025	Working FY 2026	**Proposed FY 2027**	Proposed FY 2028	Proposed FY 2029	Proposed FY 2030	Proposed FY 2031	Proposed FY 2032	Anticipated Project Total (Thru 2032)
G&A Services										
Old Town TOD	10302.1	4,451,990		4,000,000	15,948,505	15,948,505				40,349,000
Multi-Facility Firewall Upgrade	10406	60,000			60,000					120,000
AV Upgrade - DCTA Conference Room	10407	65,000			65,000					130,000
ERP Implementation	10408.1	2,100,000								2,100,000
Server Infrastructure Refresh	10409	450,000				500,000				950,000
Electronic Safety & Security Program	10411.1	4,188,000	1,578,000							5,766,000
Fiber Optic Network - Locate & Improvements	10412.1	278,000	175,000							453,000
Project Management Software & Implementation	10413.1	112,000								112,000
Cloud-based Phone System	130000		81,000							81,000
Network Switching Hardware Replacement	130001		110,000							110,000
A-Train Expanded Service Hours Analysis	140000		1,000,000							1,000,000
A-Train Curve/Speed Improvements	140001		3,000,000							3,000,000
A-Train Design Support: 15-Min Headways & Downtown Carrollton Extension	140002		5,500,000	4,500,000						10,000,000
Enterprise Data Warehouse & Dashboard - **NEW in FY27**	TBD			350,000						350,000
Fleet -Non Revenue (2 SUV's)	10414	80,000								80,000
Backup & Disaster Recovery Infrastructure Upgrades				100,000					120,000	220,000
Transportation Reinvestment Program (TRiP)										
TRiP Program Funding - FY21	10702	7,742,135								7,742,135
TRiP Program Funding - FY22	10703	9,833,005								9,833,005
TRiP Program Funding - FY23	10704	11,393,216								11,393,216
TRiP Program Funding - FY24	10705	10,429,152								10,429,152
TRiP Program Funding - FY25	10706	5,967,642								5,967,642
TRiP Program Funding - FY26	TRIP FY26		3,763,825							3,763,825
TRiP Program Funding - FY27	TRIP FY27			-						-
FUTURE: TRiP Program Funding										
TOTAL CAPITAL BUDGET (with TAM)		$ 70,327,803	$ 26,537,345	$ 20,331,193	$ 56,532,517	$ 70,419,074	$ 58,399,212	$ 54,442,750	$ 53,267,948	410,257,842
TOTAL CAPITAL BUDGET (without TAM)		$ 63,327,803	$ 22,737,345	$ 18,531,193	$ 52,732,517	$ 66,619,074	$ 54,599,212	$ 50,642,750	$ 49,467,948	$ 376,657,842

CITY COUNCIL MEMORANDUM
AGENDA ITEM 9

Financial Overview
FY27 Balanced Budget - Proposed

June 2026 – RECAP
FY27 Trip Considerations

REVENUE
$81,039,148
Sales Tax $41,820,000

OPERATING EXPENSES
$61,152,959
Purchased Transportation $30,805,356

CAPITAL
$16,531,193
O&A Projects $8,950,000

DEBT SERVICE
$1,990,108
2020 Issuance
Principal

SUMMARY

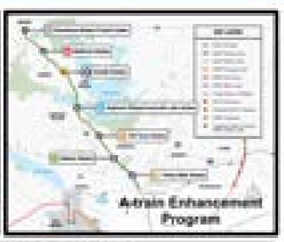
Revenue	$81,039,148
Operating Expenses	($61,152,959)
Capital	($16,531,193)
Debt Service	($1,990,108)

$1,364,888
Available for TAM & capital projects

The agency is proposing a balanced budget in FY27, considering all known items for capital and budget. Additional considerations for FY27 could include incremental OPEX for Intermediate Service Plan Phase III, if approved by the Board. TRiP capital was not accounted for in the June budget presentation.

Transportation Reinvestment Program (TRiP)

DCTA



Capital Projects FY27 Cash Spend - $16.5M
- A-train Design Support: 15 min headway & Downtown Carrollton ($4.5M)
- Old Town TOD ($4M)
- Rail Major Maintenance ($3.1M)
- Fleet Replacement – Bus ($2.7M) & WAV Vans ($0.24)
- Fleet Replacement – Non-Rev ($0.08M)
- Bus Refurbish ($0.6M)
- Technology ELPs ($0.45M)
- Rail Capital Equipment ($0.438M)
- Bus Projects ($0.415M)

TRiP FY2027	Scenario A	Scenario B
Unrestricted Fund Balance	$ 112,901,302	$ 112,901,302
Less Unused TRiP previously allocated	(35,332,375)	(35,332,375)
Less Unused TRiP previously allocated	(35,332,375)	(35,332,375)
Less Fund Balance Restricted for TAM	(14,600,000)	(14,600,000)
Less Bond Fund Balance Reserve	(2,487,635)	(2,487,635)
Less Bond Fund Balance Reserve	(2,487,635)	(2,487,635)
Les Fund Balance Reserve	(17,300,061)	(17,300,061)
Less Sales Tax Stabilization Reserve	(1,254,600)	(1,254,600)
Less Fuel Stabilization Fund Reserve	(225,000)	(225,000)
Less Capital Projects FY27 cash spend	(16,531,193)	(16,531,193)
Balance	**25,170,439**	**25,170,439**
Debt Service		$ (1,990,108)
Unmet Capital Requirement: A-train Extension		$ (50,000,000)
Member Cities Allocation		
Denton	$ 1,817,771	$0
Lewisville	1,787,990	$0
Highland Village	169,805	$0
Total	**$ 3,775,566**	**$0**

Long-Range Financial Plan

DCTA

PLAN OVERVIEW

SECTION 1

Revenue & Expenses

Operating revenue and expense forecast by category

SECTION 2

Capital Expenses & Revenue

Project-level capital plan, funding sources, and the gap

SECTION 3

Debt & Fund Balance

Debt, coverage, reserves, and the fund balance

Long-Range Financial Plan

DCTA

WHAT THE PLAN SHOWS

Operations are sound on a cash basis

Excluding depreciation, revenue covers cash operating costs for most of the horizon, with healthy margins through the early 2030s.

The capital program is the headline story

$726M of capital projects to expand and renew the system (plus $76M set aside as TAM savings); the near-term funding need ($152M) is the principal item to manage.

Debt capacity is ample

Existing bonds retire by FY2032 and the lone $24.6M FY2028 issuance keeps debt service small relative to the sales-tax base.

Reserves and runway are strong

Net Available Fund Balance and all reserves stay funded through FY2033 — an 8-year runway before out-year pressure begins in FY2034.

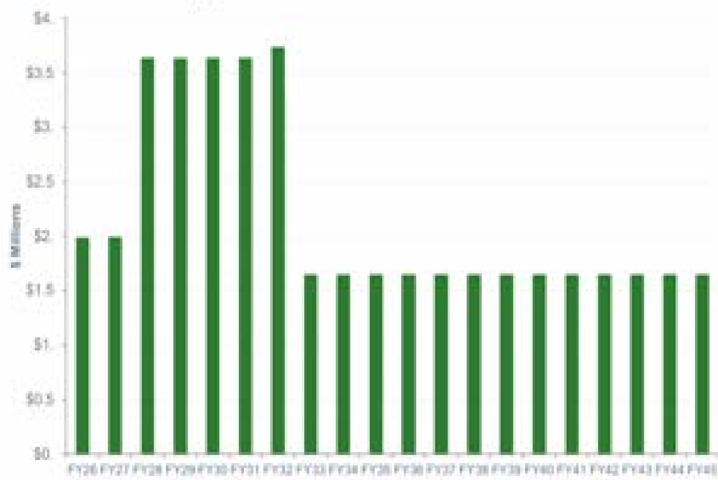
CITY COUNCIL MEMORANDUM
AGENDA ITEM 9

Longe-Range Financial Plan

DCTA

DEBT SERVICE

Annual Debt Service ($M)



$24.6M
Only new bond — FY2028

FY2032
Existing bonds fully retire

≈ $3.7M
Peak annual debt service

≈ $1.6M
Long-run annual debt service

FY27 Work Plan (In Development): Emerging Goals and Considerations

DCTA

1. Progress A-train Extension to Downtown Carrollton
2. Progress TOD at Old Town Lewisville
3. Enhance Member City Value through Service and Ridership Alternatives
4. Improve Long Range Financial Plan Outcomes
5. Progress Data Infrastructure, Production, Visualization, and Dashboards
6. Improve DCTA Customer Experience Across the Trip Cycle While Maximizing Operating Efficiency

FY27 Work Plan (In Development): Emerging Goals and Considerations

DCTA

7. Maintain DCTA's Regional Leadership Through:
   - Effective Engagement in the Regional Transit 2.0 initiative, and
   - Maintaining Positive Relationships with Cities across Denton County, the Commissioners Court, and the public to create awareness of agency accomplishments and understand opportunities to enhance value improve
8. Create Vision for Next Phase of DCTA Growth and Improvement

EMERGING VISION COMPONENTS

Concept: Set course for agency efforts in 2028 – 2033 timeframe

- TOD Station planning and integration across the A-train corridor
- Customer Experience Journey Map
- Emerging Needs:
  - Elderly / Disabled transportation
  - Workforce transportation

Next Steps

DCTA

July 24 – August 14, 2026
Update FY 2027 budget for any changes noted

August 27, 2026
FY 2027 Public Hearing to adopt budget with Board vote

August 28 – September 30, 2026
Final steps in preparing FY 2027 budget for use

October 1, 2021
First day of FY 2027

CITY COUNCIL MEMORANDUM
AGENDA ITEM 9

2. Discuss and Consider Authorizing the Chief Executive Officer (CEO) to Award and Execute an Agreement with Vector Media Holdings Corp. for Advertising Revenue Program Services, Pursuant to a Cooperative Purchasing Authorization from Dallas Area Rapid Transit (DART) Contract No. C-2071791-0

In September 2025, the Board approved an Advertising Revenue Policy to facilitate the generation of incremental revenue to DCTA through the use of its fixed and mobile transit assets for advertising. With this policy approved, staff undertook an effort to procure an advertising revenue agent.

Dallas Area Rapid Transit (DART) competitively solicited and awarded Contract No. C-2071791-01 for Revenue-Generating Advertising and Placement Services to Vector Media Holdings Corp. DART's legal team confirmed in writing that DCTA is authorized to utilize the executed DART contract for its similar purposes pursuant to Chapter 791 of the Texas Government Code (Interlocal Cooperation Act), eliminating the need for a separate competitive procurement process.

Using the DART contract, DCTA's staff negotiated an Advertising Revenue Program Agreement for up to seven (7) years with Vector Media Holdings Corp. The parties have agreed to all terms and are ready to proceed to execution pending Board authorization.

The agreement structure is as follows:

• Contract Type: Cooperative purchasing arrangement
• Contract Term: Two (2) year base term with five (5) one-year renewal options (seven years maximum) • Revenue Share: 60% of Net Advertising Revenue to DCTA in Years 1 and 2; 65% in Years 3 through 7
• Vendor Responsibilities: All advertising sales, installation, maintenance, removal, and revenue reporting

There are no upfront or ongoing out-of-pocket costs to DCTA in this Agreement. Rather, the vendor receives a share of advertising revenue generated by DCTA assets.

Advertising Revenue Contract - Assets

DCTA

- **Bus Stops:** 32 DCTA-owned; 4 UNT-owned
- **Buses:** 27 buses; 16 cutaways (presently excludes new and DART Gillings, can be amended)
- **A-trains:** 11 total (2–4 in service weekdays/weekends)
- **Station Signage:** platform signage; pole banners
- **Additional Opportunities (pending):** GoZone fleet

Advertising Revenue Contract - Terms

DCTA

- **Contract Type:** Cooperative purchasing via DART
- **Term:** Two-year base with five one-year renewal options (seven years maximum)
- **Revenue Share:** 60% of net advertising revenue to DCTA in Years 1–2; 65% in Years 3–7
- **DCTA Upfront Cost:** $0
- **Vendor Responsibilities:** All advertising sales, installation, maintenance, removal, and revenue reporting

VECTOR
MARKETING IN MOTION

CITY COUNCIL MEMORANDUM
AGENDA ITEM 9

3. **Discuss Update on the Denton County Transportation Authority (DCTA) Contracted Services Portfolio**

Denton County Transportation Authority (DCTA) provides a variety of services to non-member cities through various contracted services arrangements. These services operate under Interlocal Agreements (ILAs) and financial terms that comply with the DCTA Board's "New Member and Contracted Services Policy." Typically, these services are delivered by contract service providers, which provides further distinction between Member City and Non-Member City resources.

Next Steps

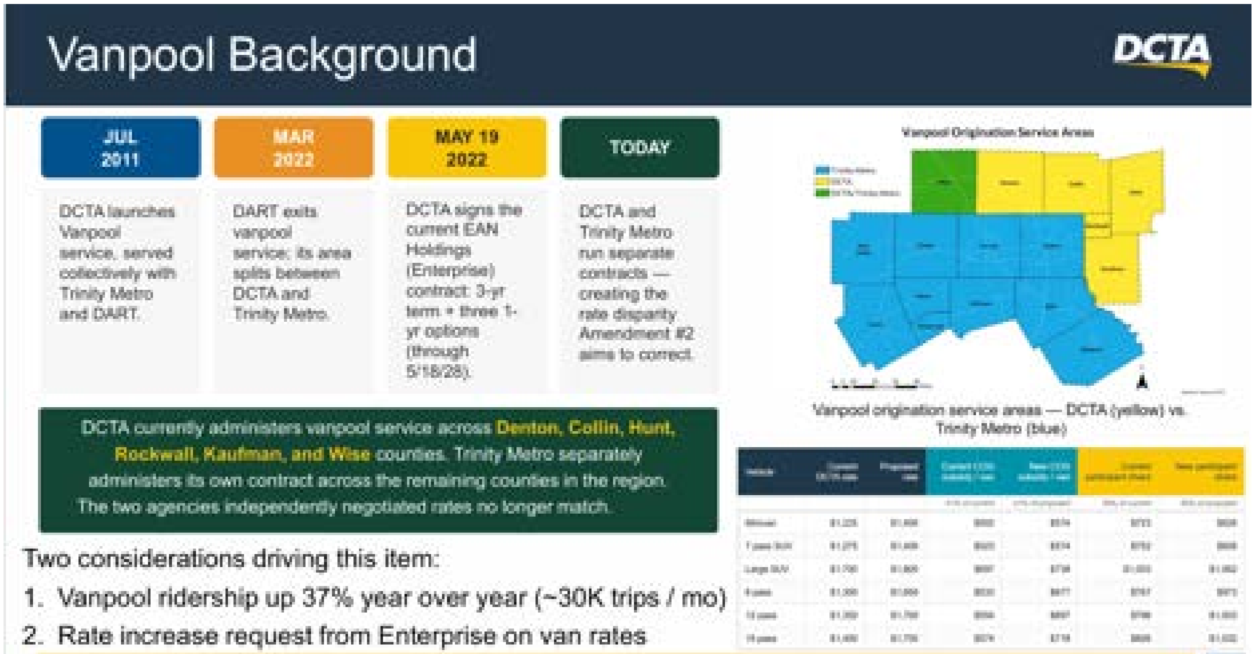
DCTA

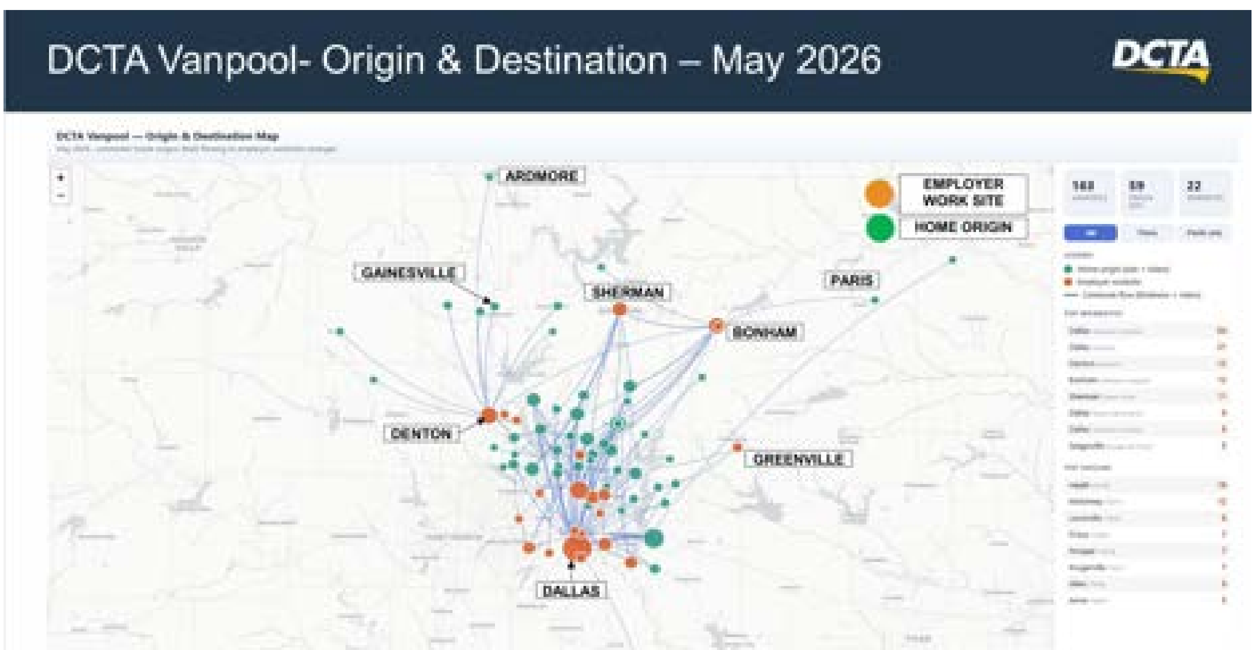
- Staff working to finalize interlocal agreements with municipalities and task orders (TO) for service for approval in August 2026 Board meeting.

	City	Service	ILA	Task Order
1	Allen	Collin County Rides	City / DCTA	zTrip TO (Allen & Fairview) Lyft TO (Allen & Fairview)
2	Allen	Collin County Rides		
3	Allen	Collin County Rides		
4	Fairview	Collin County Rides	City / DCTA	
5	Coppell	Workforce	City / DCTA	
6	Coppell	Workforce		Lyft TO
7	Frisco	Paratransit		zTrip TO
8	Frisco	Paratransit		Lyft TO
9	Frisco	GoZone		River North (Via) TO
9	UNT	Late Night		Lyft TO
10	Member Cities	GoZone		River North (Via) TO

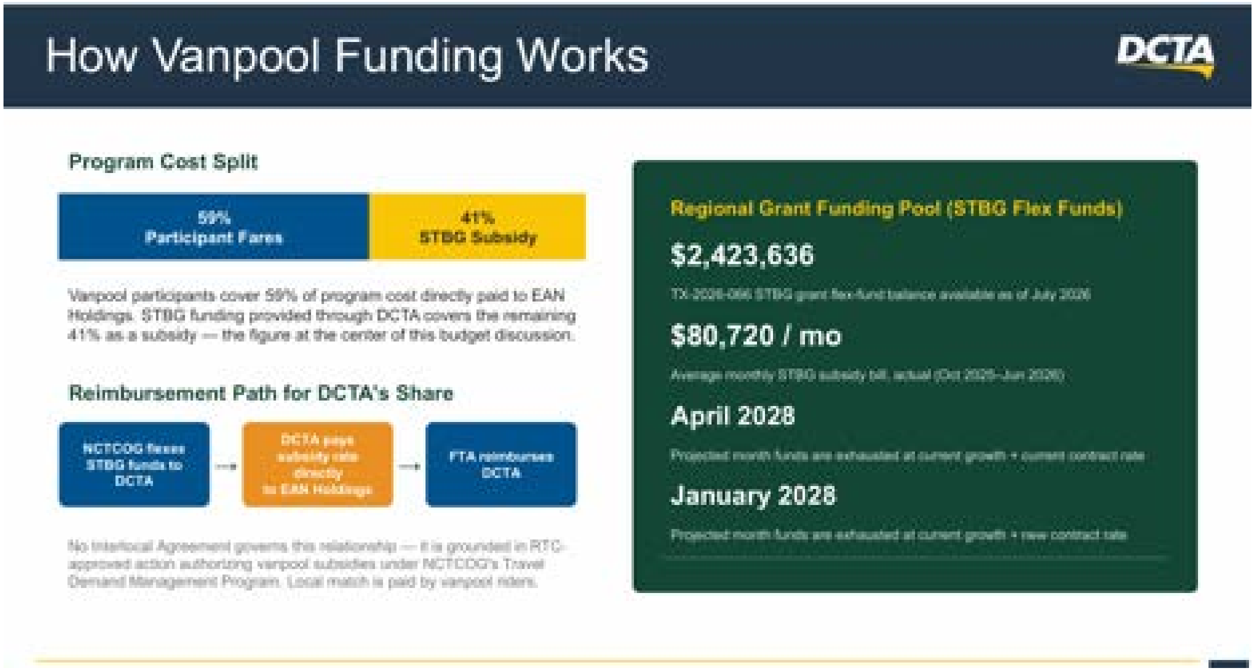
4. **Discuss and Consider Approval of Amendment #2 to the Current Contract with EAN Holdings DBA Enterprise for the Commuter Vanpool Program**
5. **Discuss and Consider Approval of a Resolution Approving Budget Revision 2026-07, Increasing Federal Operating Grants by $295,142 and Purchased Transportation by $295,142, to Cover Increased Vanpool Demand and the Rate Adjustments Proposed in Amendment #2 to the Agreement with EAN Holdings, DBA Enterprise, through September 30, 2026**

CITY COUNCIL MEMORANDUM
AGENDA ITEM 9





CITY COUNCIL MEMORANDUM
AGENDA ITEM 9



6. Discuss Update on Transit Fare Policy

The Denton County Transportation Authority (DCTA) Board seeks to adopt a Transit Fare Policy.

Adoption establishes a single, board-approved framework for how DCTA sets, evaluates, and changes passenger fares. No federal regulation requires a standalone "fare policy" document, but DCTA's status as a recipient of FTA Section 5307 funds subjects it to several related obligations that this Policy consolidates into one instrument: the locally developed public participation process for fare changes under 49 U.S.C. § 5307(c)(1)(I); the disparate impact, disproportionate burden, and fare equity analysis requirements of Title VI of the Civil Rights Act and FTA Circular 4702.1B; and the half-fare requirement for seniors, persons with disabilities, and Medicare cardholders under 49 U.S.C. § 5307(c)(1)(D). Beyond compliance, the Policy provides a consistent, transparent basis for fare decisions and a clear allocation of Board and staff responsibilities.

Key elements include: confirmation of the Board's exclusive authority over fare changes, with limited Chief Executive Officer (CEO) delegation within Board-approved bounds; a Title VI fare equity analysis procedure under FTA Circular 4702.1B; an ADA-compliant DCTA Access Fare Compliance Procedure; Customer Fare Dispute Procedure; and a Regional Fare Coordination section directing the CEO to pursue a formal interagency agreement with DART and Trinity Metro.

Staff anticipates providing the policy to the Board for Consent Agenda approval before the end of the year.

Highland Village

CITY COUNCIL MEMORANDUM
AGENDA ITEM 9

Previous Board Activity and Action

April 27, 2023 – Informational Report: DCTA Fare Policy. No Board action taken.

August 27, 2025 – Discuss Methodology to Identify Peer Transit Agencies

September 24, 2025 – Discuss Update on Fare Systems Strategy Study and Fare Policy Development

March 26, 2026 – Regular Agenda Item 05: Discuss Update on Fare Policy Development

May 28, 2026 – Regular Agenda Item 07: Discuss Update on Transit Fare Policy

CITY COUNCIL MEMORANDUM
AGENDA ITEM 11

MEETING DATE: August 11, 2026

SUBJECT: Consider Resolution No. 2026-3251 authorizing a Funding Agreement with the Highland Village Community Development Corporation to provide funds for Planning Services to Obtain Cost Estimates for the Design and Construction of Certain City Trails.

PREPARED BY: Phil Lozano, Director of Parks and Recreation

BACKGROUND

City Staff has worked with the HVCDC Board to review the trail priorities identified in the 2023 Trails Master Plan and has identified the following two projects as priority projects:

- Briarhill Boulevard trail connections on the east and west sides and into Unity Park
- The District Trail connection

At its July 16, 2026 Special meeting, the HVCDC board directed staff to move forward with offering to the City the use of 4B Sales Tax funds to obtain professional planning services for the purpose of obtaining costs estimates for professional engineering and surveying services relating to the design of the above trails as well as construction of those trails. City staff has also obtained a task order from the City's outside engineering firm, SPI, to provide those planning services in the amount of $5,700.00.

BUDGETARY IMPACT

The cost of SPI's professional services to provide cost estimates is $5,700, to be paid by 4B sales Tax funds pursuant to the proposed funding agreement.

RECOMMENDATION

To approve Resolution 2026-3251 authorizing a Funding Agreement with the Highland Village Community Development Corporation to provide funds for the planning services to obtain cost estimates for design and construction of certain City trails, as presented.

CITY OF HIGHLAND VILLAGE, TEXAS

RESOLUTION NO. 2026-3251

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF HIGHLAND VILLAGE, TEXAS, AUTHORIZING A PROJECT FUNDING AGREEMENT WITH THE HIGHLAND VILLAGE COMMUNITY DEVELOPMENT CORPORATION TO PROVIDE FUNDS FOR THE PLANNING SERVICES TO OBTAIN COST ESTIMATES FOR THE DESIGN AND CONSTRUCTION OF CERTAIN CITY TRAILS; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, City staff, in conjunction with the Highland Village Community Development Corporation ("HVCDC"), has identified (i) Briarhill Boulevard trail connections on the east and west sides and into Unity Park, including segments that cross the KCS Railroad and (ii) the segment along the west side of The District subdivision ("the Trails") as priority trail projects; and

WHEREAS, HVCDC has offered City administration has offered to provide funds to pay for professional engineering and planning services for the purpose of obtaining costs estimates for professional engineering and surveying services relating to the design of the Trails as well as construction of the Trails (the "Project") and

WHEREAS, HVCDC has adopted programs for promoting economic development; and

WHEREAS, HVCDC has determined that the Project is required or suitable to promote new or expanded business enterprises and constitutes a "project" as that term is defined in the Act; and

WHEREAS, HVCDC has determined that the Project will further the objectives of the HVCDC, will benefit City and City's inhabitants, and will promote local economic development and stimulate business and commercial activity in City's corporate limits; and

WHEREAS, the City Council desires to accept the offer of such funding; and

WHEREAS, the City Council of the City of Highland Village, Texas, finds it to be in the public interest to sign a funding agreement with HVCDC to provide funding for the cost of the Project.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF HIGHLAND VILLAGE, TEXAS, THAT:

Section 1. The City Manager is hereby authorized to negotiate and sign on behalf of the City a funding agreement with the HVCDC providing for payment to the City of funds in the amount of $5,700.00 to be used to pay for the Project.

Section 2. This Resolution shall be effective immediately upon its passage.

PASSED AND APPROVED THIS THE 11th DAY OF AUGUST 2026.

APPROVED:

Charlotte J. Wilcox, Mayor

ATTEST:

Angela Miller, City Secretary

APPROVED AS TO FORM AND LEGALITY:

Kevin B. Laughlin, City Attorney
(kbl:8/3/2026:4920-1626-8228 v1)

CITY COUNCIL MEMORANDUM
AGENDA ITEM 12

MEETING DATE: August 11, 2026

SUBJECT: Consider Resolution 2026-3250 canceling the September 8, 2026 City Council Meeting and scheduling a Special City Council Meeting on September 15, 2026

PREPARED BY: Angela Miller, City Secretary

BACKGROUND

Section 3.13 of City of Highland Village Charter states that the City Council shall have as many regular meetings as it shall deem necessary, provided it shall have at least one meeting each month to be held within the City limits. If (i) the business of the City is such that the number of items requiring City Council discussion and/or approval are too few to justify the staff time and costs related to preparing for a City Council meeting, and (ii) matters pending which do require Council approval can be delayed to a later meeting, then cancelation of a Council meeting is from time to time proposed.

The Regular City Council meeting scheduled for September 8, 2026 falls during the week of Labor Day. City Administration has reviewed pending and anticipated business items which will require City Council approval and have determined that no project or other matter will be negatively impacted or delayed if the identified meeting is canceled.

However, in order to accommodate the schedule for matters relating to the adoption of the FY 2026-27 Budget and Tax Rate, staff proposes to schedule a Special City Council meeting on September 15, 2026, at which time other matters that would have been considered on September 8th will also be considered.

BUDGETARY IMPACT

None

RECOMMENDATION

To approve Resolution 2026-3250 canceling the September 8, 2026 City Council meeting, and calling a Special City Council meeting on September 15, 2026.

CITY OF HIGHLAND VILLAGE, TEXAS

RESOLUTION NO. 2026-3250

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF HIGHLAND VILLAGE, TEXAS, TEXAS CANCELING THE SEPTEMBER 8, 2026 CITY COUNCIL MEETING, AND SCHEDULING A SPECIAL CITY COUNCIL MEETING ON SEPTEMBER 15, 2026, AND PROVIDING AN EFFECTIVE DATE

WHEREAS, Section 3.13 of the City Charter of the City of Highland Village provides that the City Council shall have as many regular meetings as it shall deem necessary, provided it shall have at least one meeting each month to be held within the City limits; and

WHEREAS, the City Council customarily holds its regular meetings on the second and fourth Tuesdays of each month; and

WHEREAS, the City Council finds that canceling the regular meeting scheduled for September 8, 2026, and scheduling a special meeting on September 15, 2026, will not adversely affect the operations of the City and will preserve City financial and human resources usually spent in preparation for such meetings.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF HIGHLAND VILLAGE, TEXAS, THAT:

SECTION 1. The regular City Council meeting scheduled for September 8, 2026 is hereby canceled, and a special City Council meeting is called for September 15, 2026.

SECTION 2. This Resolution shall take effect immediately upon passage.

PASSED AND APPROVED this the 11th day of August 2026.

APPROVED:

____

Charlotte J. Wilcox, Mayor

ATTEST:

____

Angela Miller, City Secretary

APPROVED AS TO FORM AND LEGALITY:

____

Kevin B. Laughlin, City Attorney

(kbl:8/5/2026:4902-9212-6149 v1)

CITY COUNCIL MEMORANDUM
AGENDA ITEM 13

MEETING DATE: August 11, 2026

SUBJECT: Investment Report for the Quarter Ending June 30, 2026

PREPARED BY: Heather Miller, City Secretary

BACKGROUND

The Public Funds Investment Act, Chapter 2256.023 of the Government Code requires the investment officer of each local government to submit its governing body a quarterly report of investment transactions. The City staff has compiled the following information for your review and to comply with this reporting requirement.

The detailed transactions for April 1, 2026 through June 30, 2026 follow this briefing.

- TexPool (Texas Local Government Investment Pool, a public funds investment pool that matures July 1, 2026)
- TexSTAR (Texas Short Term Asset Reserve Program, a public funds investment pool, custodial, and depository services are provided by JP Morgan Chase Bank and subsidiary J.P. Morgan Investor Services Co. that matures July 1, 2026)
- Wells Fargo DDA (Demand Deposit Account that matures July 1, 2026, collateralized by pledged securities held in custody by the Bank of New York Mellon)
- SouthState DDA (Demand Deposit Account that matures July 1, 2026, collateralized by pledged securities held in custody by the Federal Home Loan Bank)
- Southside MMA (Money Market Account that matures July 1, 2026, collateralized by pledged securities held in custody by the Federal Home Loan Bank)
- InterBank MMA (Money Market Account that matures July 1, 2026, fully insured by the Federal Deposit Insurance Corporation)
- InterBank ICS (Insured Cash Sweep that matures July 1, 2026, fully insured by the Federal Deposit Insurance Corporation)
- East West Bank CD (Certificate of Deposit that matures May 25, 2026, collateralized by a letter of credit held in custody by the Federal Home Loan Bank)
- East West Bank CD (Certificate of Deposit that matures May 26, 2026, collateralized by a letter of credit held in custody by the Federal Home Loan Bank)
- East West Bank CD (Certificate of Deposit that matures August 24, 2026, collateralized by a letter of credit held in custody by the Federal Home Loan Bank)
- American National Bank & Trust CDARS (Certificate of Deposit Registry Service that matures September 10, 2026, insured by the Federal Deposit Insurance Corporation)

- East West Bank CD (Certificate of Deposit that matures November 20, 2026, collateralized by a letter of credit held in custody by the Federal Home Loan Bank)
- East West Bank CD (Certificate of Deposit that matures November 25, 2026, collateralized by a letter of credit held in custody by the Federal Home Loan Bank)
- East West Bank CD (Certificate of Deposit that matures May 25, 2027, collateralized by a letter of credit held in custody by the Federal Home Loan Bank)
- Texas Heritage National Bank CD (Certificate of Deposit that matures August 24, 2027, collateralized by a letter of credit held in custody by the Federal Home Loan Bank.

This information reports that the beginning market value of all cash and investments was $48,857,834, and the ending market value on June 30, 2026, was $45,004,678. The average yield for the quarter ending June 30, 2026, for pooled, demand deposit, negotiable order of withdrawal, and money market accounts (3.14%) is lower than that of six-month term treasuries. The beginning pool, demand deposit, negotiable order of withdrawal, and money market accounts invested balance at March 31, 2026, was $25,168,101, and the ending balance on June 30, 2026, was $23,661,870 or 53% of the City's total portfolio. The weighted average maturity of the City's portfolio on June 30, 2026, is 103 days.

The average total portfolio yield for the quarter ending June 30, 2026, was 3.47%.

The book value and market value for the City's total portfolio for the beginning and end of the reporting period is as follows:

	Book Value	Market Value
June 30, 2026	$45,004,678	$45,004,678
March 31, 2026	$48,857,834	$48,857,834

I hereby certify that the attached report is in compliance with the Public Funds Investment Act and that all investments held and transactions made during the reporting period were duly authorized and properly recorded and valued.

Heather Miller

Heather Miller
Finance Director / Investment Officer

[1]Note:
Par is the stated legal dollar value or principal value at maturity.
Book value is what we paid for the instrument adjusted by any accretion or amortization costs.
Market value is what we could reasonably sell the instrument for in the current market.

CITY COUNCIL MEMORANDUM
AGENDA ITEM 13

BUDGETARY IMPACT
No budgetary impact

RECOMMENDATION
Council to receive the Investment Reports for the period ending June 30, 2026.

QUARTERLY INVESTMENT REPORT

For the Quarter Ended

June 30, 2026

Prepared by

Valley View Consulting, L.L.C.

The investment portfolio of the City of Highland Village is in compliance with the Public Funds Investment Act and the City of Highland Village Investment Policy and Strategies.

Heather Miller, Finance Director

Michael McWhorter, Budget and Accounting Administrator

Disclaimer: These reports were compiled using information provided by the City of Highland Village. No procedures were performed to test the accuracy or completeness of this information. The market values included in these reports were obtained by Valley View Consulting, L.L.C. from sources believed to be accurate and represent proprietary valuation. Due to market fluctuations these levels are not necessarily reflective of current liquidation values. Yield calculations are not determined using standard performance formulas, are not representative of total return yields and do not account for investment advisor fees.

Summary

Quarter End Results by Investment Category:

	March 31, 2026			June 30, 2026		
Asset Type	**Ave. Yield**	**Book Value**	**Market Value**	**Ave. Yield**	**Book Value**	**Market Value**
MMA/NOW/Pools	3.69%	$ 25,168,101	$ 25,168,101	3.14%	$ 23,661,870	$ 23,661,870
Securities/CDs	3.82%	23,689,734	23,689,734	3.84%	21,342,808	21,342,808
Totals	**3.75%**	**$ 48,857,834**	**$ 48,857,834**	**3.47%**	**$ 45,004,678**	**$ 45,004,678**

Current Quarter Average Yield *(1)*	
Total Portfolio	3.47%
Rolling Three Month Treasury	3.74%
Rolling Six Month Treasury	3.72%
TexPool	3.65%

Fiscal Year-to-Date Average Yield *(2)*	
Total Portfolio	3.72%
Rolling Three Month Treasury	3.76%
Rolling Six Month Treasury	3.77%
TexPool	3.72%

Interest Earnings (Approximate)	
Quarterly Interest	$ 385,737
Fiscal Year-to-Date Interest	$ 1,249,283

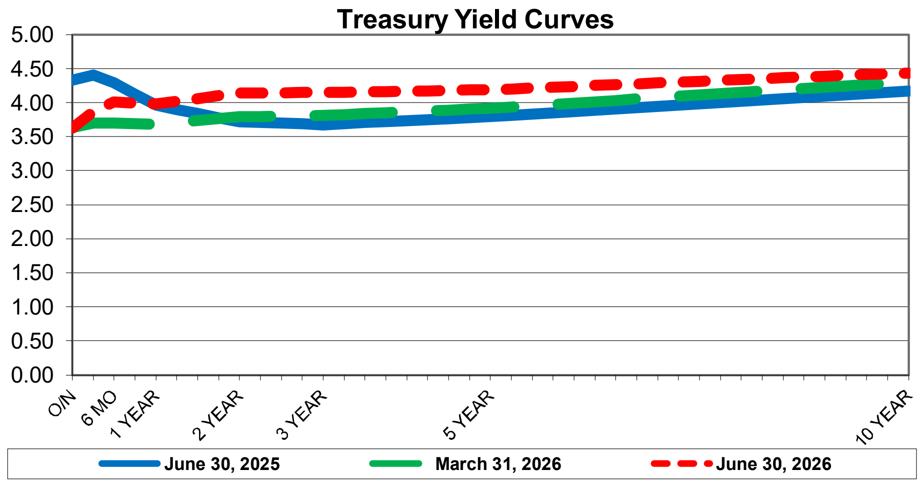
(1) **Current Quarter Average Yield** - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances.

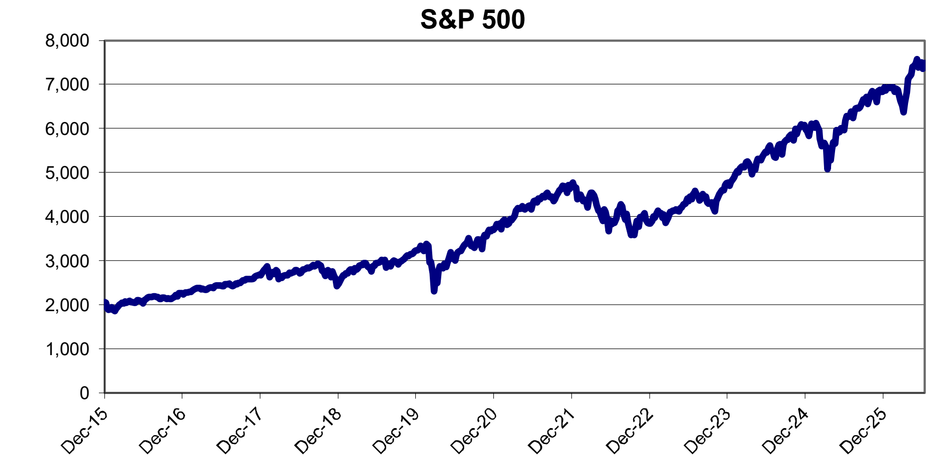
(2) **Fiscal Year-to-Date Average Yield** - calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

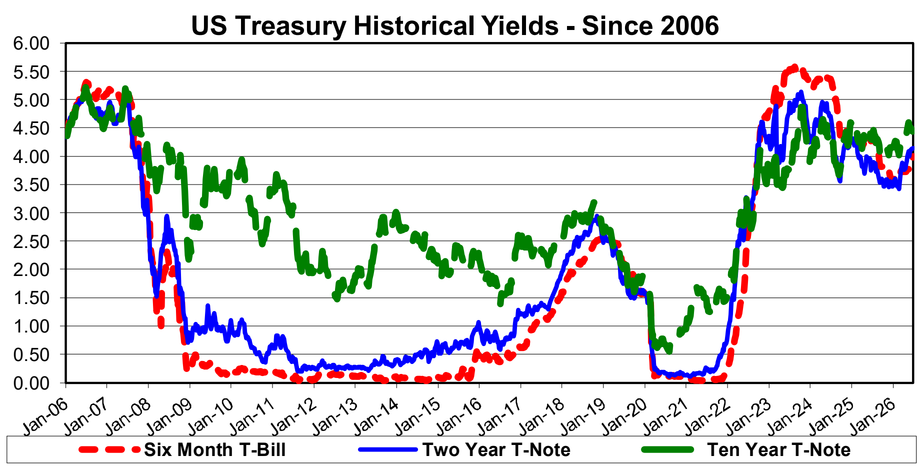
Economic Overview

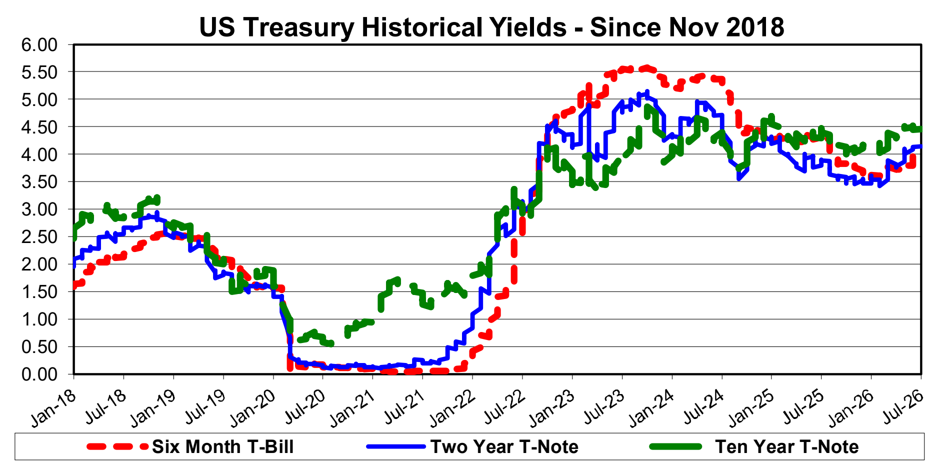
6/30/2026

The Federal Open Market Committee's (FOMC) on June 16th and 17th, hosted by new Chairman Kevin Warsh, resulted in no change to the Fed Funds 3.50% - 3.75% target (Effective Fed Funds trade +/-3.62%). First Quarter GDP expanded by 2.1%. June Non-Farm Payroll added 57k (below the +110k expectation). The three month average decreased to +111k. The S&P 500 Stock Index rretreated from 7,600 but remained +/-7,500. The positively sloped yield curve increased slighlty. Crude Oil declined to +/-$70. Inflation continues above the FOMC 2% target (Core CPI 2.9% and Core PCE +/-3.4%). The uncertain world events still influence volatility.









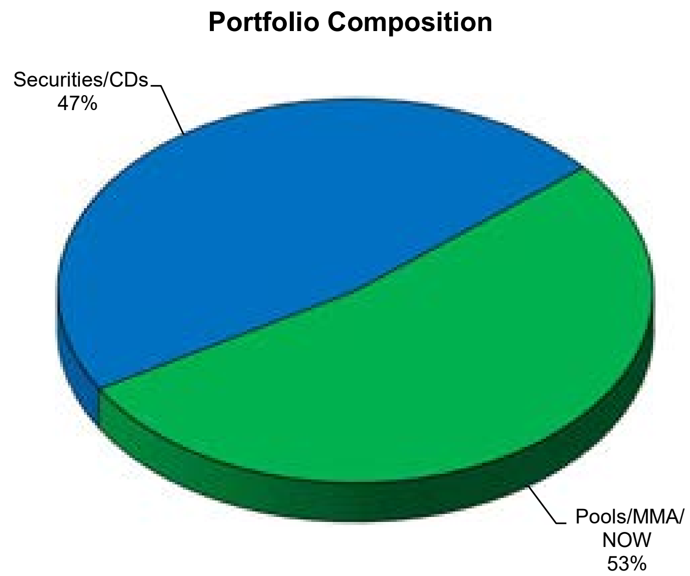
Investment Holdings
June 30, 2026

Description	Rating	Coupon/ Discount	Maturity Date	Settlement Date	Original Face/ Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Wells Fargo DDA (3)		0.59%	07/01/26	06/30/26	134,996	134,996	1.00	134,996	1	0.59%
SouthState DDA		4.50%	07/01/26	06/30/26	1,428,007	1,428,007	1.00	1,428,007	1	4.50%
Southside MMA		3.76%	07/01/26	06/30/26	2,990,097	2,990,097	1.00	2,990,097	1	3.76%
InterBank MMA		0.00%	07/01/26	06/30/26	50,154	50,154	1.00	50,154	1	0.00%
InterBank IntraFi MMA		0.00%	07/01/26	06/30/26	3,495,331	3,495,331	1.00	3,495,331	1	0.00%
TexPool	AAAm	3.65%	07/01/26	06/30/26	7,365,890	7,365,890	1.00	7,365,890	1	3.65%
TexSTAR	AAAm	3.62%	07/01/26	06/30/26	8,197,395	8,197,395	1.00	8,197,395	1	3.62%
East West Bank CD		3.65%	08/24/26	02/24/26	2,531,951	2,531,951	100.00	2,531,951	55	3.72%
American Nat'l B&T CDARS		4.30%	09/10/26	09/11/25	2,587,726	2,587,726	100.00	2,587,726	72	4.39%
East West Bank CD		3.57%	11/20/26	02/20/26	5,064,473	5,064,473	100.00	5,064,473	143	3.63%
East West Bank CD		3.67%	11/25/26	11/25/25	2,555,401	2,555,401	100.00	2,555,401	148	3.74%
East West Bank CD		3.89%	05/25/27	05/25/26	4,603,257	4,603,257	100.00	4,603,257	329	3.97%
Texas Heritage Nat'l Bank CD		3.70%	08/24/27	02/24/26	4,000,000	4,000,000	100.00	4,000,000	420	3.75%
					$ 45,004,678	**$ 45,004,678**		**$ 45,004,678**	**103**	**3.47%**
									(1)	**(2)**

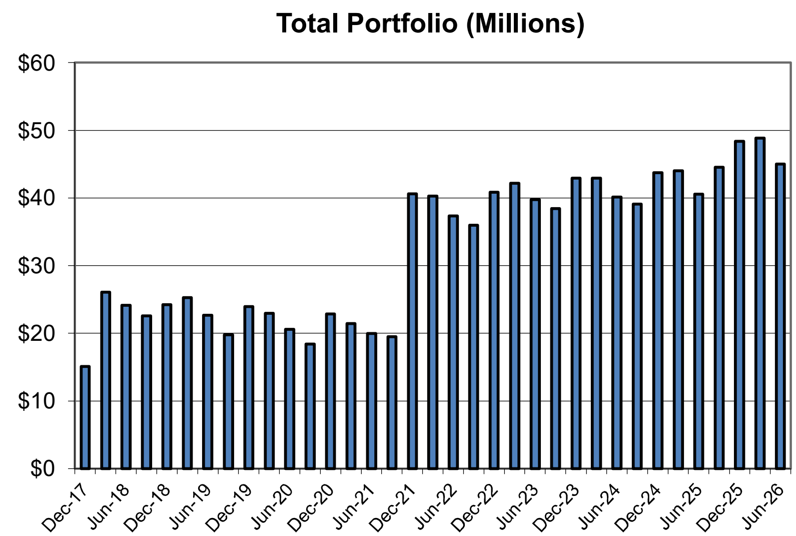
(1) Weighted average life - For purposes of calculating weighted average life, pool and bank account investments are assumed to have a one day maturity.

(2) Weighted average yield to maturity - The weighted average yield to maturity is based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered.

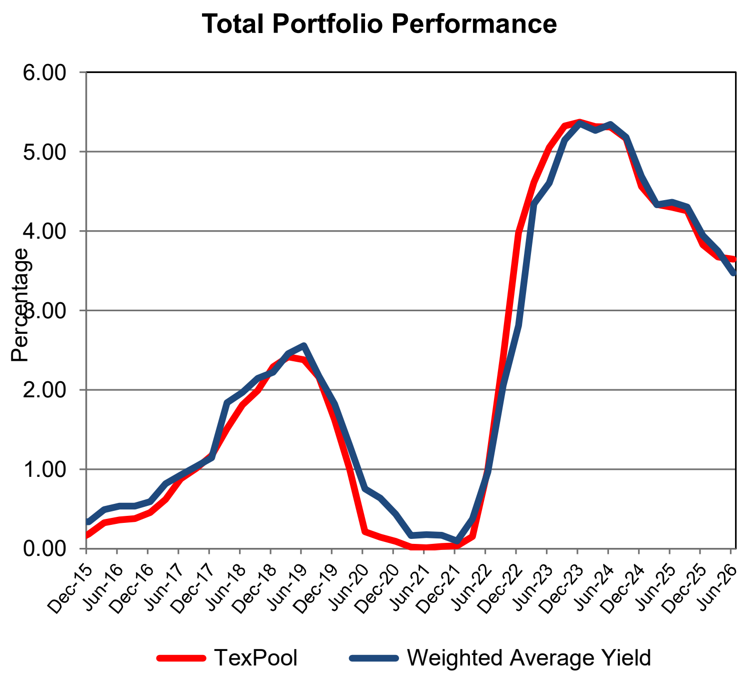
(3) Wells Fargo Earnings Credit Rate - 0.50% floor. Effective ECR reported.



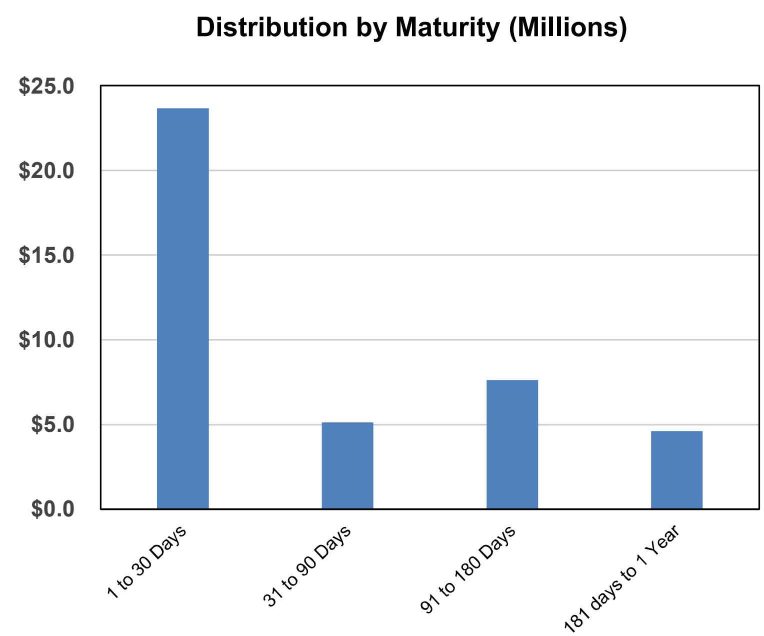
Portfolio Composition
Securities/CDs
47%
Pools/MMA/
NOW
53%



Total Portfolio (Millions)
$60
$50
$40
$30
$20
$10
$0
Dec-17
Jun-18
Dec-18
Jun-19
Dec-19
Jun-20
Dec-20
Jun-21
Dec-21
Jun-22
Dec-22
Jun-23
Dec-23
Jun-24
Dec-24
Jun-25
Dec-25
Jun-26



Total Portfolio Performance
6.00
5.00
4.00
3.00
2.00
1.00
0.00
Percentage
Dec-15
Jun-16
Dec-16
Jun-17
Dec-17
Jun-18
Dec-18
Jun-19
Dec-19
Jun-20
Dec-20
Jun-21
Dec-21
Jun-22
Dec-22
Jun-23
Dec-23
Jun-24
Dec-24
Jun-25
Dec-25
Jun-26
TexPool
Weighted Average Yield



Distribution by Maturity (Millions)
$25.0
$20.0
$15.0
$10.0
$5.0
$0.0
1 to 30 Days
31 to 90 Days
91 to 180 Days
181 days to 1 Year

Book & Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 03/31/26	Increases	Decreases	Book Value 06/30/26	Market Value 03/31/26	Change in Market Value	Market Value 06/30/26
Wells Fargo DDA	0.59%	07/01/26	$ 215,064	$ –	$ (80,068)	$ 134,996	$ 215,064	$ (80,068)	$ 134,996
SouthState DDA	4.50%	07/01/26	510,144	917,862	–	1,428,007	510,144	917,862	1,428,007
Southside MMA	3.76%	07/01/26	2,962,734	27,363	–	2,990,097	2,962,734	27,363	2,990,097
InterBank MMA	0.00%	07/01/26	50,159	–	(5)	50,154	50,159	(5)	50,154
InterBank IntraFi MMA	0.00%	07/01/26	3,462,335	32,996	–	3,495,331	3,462,335	32,996	3,495,331
TexPool	3.65%	07/01/26	9,221,713	–	(1,855,823)	7,365,890	9,221,713	(1,855,823)	7,365,890
TexSTAR	3.62%	07/01/26	8,745,950	–	(548,556)	8,197,395	8,745,950	(548,556)	8,197,395
East West Bank CD	3.85%	05/25/26	4,559,573	–	(4,559,573)	–	4,559,573	(4,559,573)	–
East West Bank CD	3.82%	05/26/26	2,509,263	–	(2,509,263)	–	2,509,263	(2,509,263)	–
East West Bank CD	3.72%	08/24/26	2,509,016	22,935	–	2,531,951	2,509,016	22,935	2,531,951
American Nat'l B&T CDARS	4.39%	09/10/26	2,560,155	27,571	–	2,587,726	2,560,155	27,571	2,587,726
East West Bank CD	3.63%	11/20/26	5,019,599	44,874	–	5,064,473	5,019,599	44,874	5,064,473
East West Bank CD	3.74%	11/25/26	2,532,127	23,274	–	2,555,401	2,532,127	23,274	2,555,401
East West Bank CD	3.97%	05/25/27	–	4,603,257	–	4,603,257	–	4,603,257	4,603,257
Texas Heritage Nat'l Bank CD	3.75%	08/24/27	4,000,000	–	–	4,000,000	4,000,000	–	4,000,000
TOTAL/AVERAGE	**3.47%**		**$ 48,857,834**	**$ 5,700,132**	**$ (9,553,288)**	**$ 45,004,678**	**$ 48,857,834**	**$ (3,853,156)**	**$ 45,004,678**

Allocation by Fund
June 30, 2026
Book and Market Value

Utility Funds	Wells Fargo DDA	SouthState DDA	Southside MMA	InterBank MMA	InterBank IntraFi MMA	TexPool	TexSTAR
Interest & Sinking	$ –	$ –	$ –	$ –	$ –	$ 294,841	$ –
Replacement Reserve	–	–	–	–	–	566,110	–
Operations	–	–	488,343	–	–	1,583,622	–
Impact Fees	–	–	920,978	–	–	158,842	–
American Rescue Plan Act	–	–	–	–	–	–	–
Sub Total	**$ –**	**$ –**	**$ 1,409,321**	**$ –**	**$ –**	**$ 2,603,414**	**$ –**
General Funds							
Operations	$ –	$ –	$ 1,580,776	$ 50,154	$ 3,495,331	$ 147,940	$ 833,238
Pooled Cash	134,996	1,392,591	–	–	–	–	–
Pooled Cash Credit Card Clearing	–	35,415	–	–	–	–	–
Interest & Sinking	–	–	–	–	–	613,615	7,619
Drainage Utility	–	–	–	–	–	0	–
Sub Total	**$ 134,996**	**$ 1,428,007**	**$ 1,580,776**	**$ 50,154**	**$ 3,495,331**	**$ 761,555**	**$ 840,857**
General Capital Project Funds							
Park Development	$ –	$ –	$ –	$ –	$ –	$ 141,500	$ –
2024 Tax Notes	–	–	–	–	–	–	1,225,194
2021 CO Capital Projects	–	–	–	–	–	–	3,944,205
2025 CO Capital Projects	–	–	–	–	–	–	2,172,310
Sub Total	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ 141,500**	**$ 7,341,710**
Corp Leased Park Funds							
Corp LeasedTXDot Mitigation	$ –	$ –	$ –	$ –	$ –	$ –	$ 7,580
Operations	–	–	–	–	–	988,752	–
Sub Total	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ 988,752**	**$ 7,580**
HV Community Development Funds							
Operations	$ –	$ –	$ –	$ –	$ –	$ 2,870,669	$ –
HVCDC TXDot Mitigation	–	–	–	–	–	–	7,248
Sub Total	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ 2,870,669**	**$ 7,248**
Totals	**$ 134,996**	**$ 1,428,007**	**$ 2,990,097**	**$ 50,154**	**$ 3,495,331**	**$ 7,365,890**	**$ 8,197,395**

Allocation by Fund (Continued)
June 30, 2026
Book and Market Value

	Certificate of Deposit									Interest
Utility Funds	**08/24/2026**	**09/10/2026**	**11/20/2026**	**11/20/2026**	**11/25/2026**	**05/25/2027**	**08/24/2027**	**08/24/2027**	**Total**	**This Quarter**
Interest & Sinking	$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ 294,841	$ 2,046
Replacement Reserve	–	–	–	–	–	–	–	–	566,110	5,111
Operations	–	–	–	–	–	–	2,000,000	–	4,071,965	18,765
Impact Fees	–	–	–	–	–	–	–	–	1,079,820	9,660
American Rescue Plan Act	–	–	–	–	–	–	–	–	–	–
Sub Total	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ 2,000,000**	**$ –**	**$ 6,012,736**	**$ 35,583**
General Funds										
Operations	$ 2,531,951	$ –	$ –	$ 2,532,237	$ –	$ –	$ –	$ 2,000,000	$ 13,171,626	$ 124,650
Pooled Cash	–	–	–	–	–	–	–	–	1,527,588	1,688
Pooled Cash Credit Card Clearing	–	–	–	–	–	–	–	–	35,415	–
Interest & Sinking	–	–	–	–	–	–	–	–	621,234	5,445
Drainage Utility	–	–	–	–	–	–	–	–	0	–
Sub Total	**$ 2,531,951**	**$ –**	**$ –**	**$ 2,532,237**	**$ –**	**$ –**	**$ –**	**$ 2,000,000**	**$ 15,355,863**	**$ 131,783**
General Capital Project Funds										
Park Development	$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ 141,500	$ 1,277
2024 Tax Notes	–	–	–	–	–	–	–	–	1,225,194	10,988
2021 CO Capital Projects	–	2,587,726	2,532,237	–	–	2,045,892	–	–	11,110,060	105,436
2025 CO Capital Projects	–	–	–	–	2,555,401	2,557,365	–	–	7,285,076	67,024
Sub Total	**$ –**	**$ 2,587,726**	**$ 2,532,237**	**$ –**	**$ 2,555,401**	**$ 4,603,257**	**$ –**	**$ –**	**$ 19,761,831**	**$ 184,725**
Corp Leased Park Funds										
Corp LeasedTXDot Mitigation	$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ 7,580	$ 68
Operations	–	–	–	–	–	–	–	–	988,752	8,872
Sub Total	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ 996,331**	**$ 8,940**
HV Community Development Funds										
Operations	$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ 2,870,669	$ 24,641
HVCDC TXDot Mitigation	–	–	–	–	–	–	–	–	7,248	65
Sub Total	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ 2,877,917**	**$ 24,706**
Totals	**$ 2,531,951**	**$ 2,587,726**	**$ 2,532,237**	**$ 2,532,237**	**$ 2,555,401**	**$ 4,603,257**	**$ 2,000,000**	**$ 2,000,000**	**$ 45,004,678**	**$ 385,737**

Allocation by Fund
March 31, 2026
Book and Market Value

Utility Funds	Wells Fargo DDA	SouthState DDA	Southside MMA	InterBank MMA	InterBank IntraFi MMA	TexPool	TexSTAR
Interest & Sinking	$ –	$ –	$ –	$ –	$ –	$ 150,633	$ –
Replacement Reserve	–	–	–	–	–	560,999	–
Operations	–	–	483,874	–	–	1,569,325	–
Impact Fees	–	–	912,550	–	–	106,135	–
American Rescue Plan Act	–	–	–	–	–	–	–
Sub Total	**$ –**	**$ –**	**$ 1,396,425**	**$ –**	**$ –**	**$ 2,387,092**	**$ –**
General Funds							
Operations	$ –	$ –	$ 1,566,310	$ 50,159	$ 3,462,335	$ 2,664,396	$ 1,208,770
Pooled Cash	215,064	339,459	–	–	–	–	–
Pooled Cash Credit Card Clearing	–	170,685	–	–	–	–	–
Interest & Sinking	–	–	–	–	–	564,754	7,551
Drainage Utility	–	–	–	–	–	0	–
Sub Total	**$ 215,064**	**$ 510,144**	**$ 1,566,310**	**$ 50,159**	**$ 3,462,335**	**$ 3,229,150**	**$ 1,216,322**
General Capital Project Funds							
Park Development	$ –	$ –	$ –	$ –	$ –	$ 140,223	$ –
2024 Tax Notes	–	–	–	–	–	–	1,214,206
2021 CO Capital Projects	–	–	–	–	–	–	4,147,899
2025 CO Capital Projects	–	–	–	–	–	–	2,152,829
Sub Total	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ 140,223**	**$ 7,514,934**
Corp Leased Park Funds							
Corp LeasedTXDot Mitigation	$ –	$ –	$ –	$ –	$ –	$ –	$ 7,512
Operations	–	–	–	–	–	947,028	–
Sub Total	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ 947,028**	**$ 7,512**
HV Community Development Funds							
Operations	$ –	$ –	$ –	$ –	$ –	$ 2,518,220	$ –
HVCDC TXDot Mitigation	–	–	–	–	–	–	7,183
Sub Total	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ 2,518,220**	**$ 7,183**
Totals	**$ 215,064**	**$ 510,144**	**$ 2,962,734**	**$ 50,159**	**$ 3,462,335**	**$ 9,221,713**	**$ 8,745,950**

Allocation by Fund (Continued)
March 31, 2026
Book and Market Value

Utility Funds	Certificate of Deposit 05/25/2026	05/25/2026	05/26/2026	08/24/2026	09/10/2026	11/20/2026	11/20/2026	11/25/2026
Interest & Sinking	$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ –
Replacement Reserve	–	–	–	–	–	–	–	–
Operations	–	–	–	–	–	–	–	–
Impact Fees	–	–	–	–	–	–	–	–
American Rescue Plan Act	–	–	–	–	–	–	–	–
Sub Total	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**
General Funds								
Operations	$ –	$ –	$ 2,509,263	$ 2,509,016	$ –	$ –	$ 2,509,800	$ –
Pooled Cash	–	–	–	–	–	–	–	–
Pooled Cash Credit Card Clearing	–	–	–	–	–	–	–	–
Interest & Sinking	–	–	–	–	–	–	–	–
Drainage Utility	–	–	–	–	–	–	–	–
Sub Total	**$ –**	**$ –**	**$ 2,509,263**	**$ 2,509,016**	**$ –**	**$ –**	**$ 2,509,800**	**$ –**
General Capital Project Funds								
Park Development	$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ –
2024 Tax Notes	–	–	–	–	–	–	–	–
2021 CO Capital Projects	2,026,477	–	–	–	2,560,155	2,509,800	–	–
2025 CO Capital Projects	–	2,533,096	–	–	–	–	–	2,532,127
Sub Total	**$ 2,026,477**	**$ 2,533,096**	**$ –**	**$ –**	**$ 2,560,155**	**$ 2,509,800**	**$ –**	**$ 2,532,127**
Corp Leased Park Funds								
Corp LeasedTXDot Mitigation	$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ –
Operations	–	–	–	–	–	–	–	–
Sub Total	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**
HV Community Development Funds								
Operations	$ –	$ –	$ –	$ –	$ –	$ –	$ –	$ –
HVCDC TXDot Mitigation	–	–	–	–	–	–	–	–
Sub Total	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**	**$ –**
Totals	**$ 2,026,477**	**$ 2,533,096**	**$ 2,509,263**	**$ 2,509,016**	**$ 2,560,155**	**$ 2,509,800**	**$ 2,509,800**	**$ 2,532,127**

Allocation by Fund (Continued)
March 31, 2026
Book and Market Value

Utility Funds	08/24/2027	08/24/2027	Total	Interest This Quarter
Interest & Sinking	$ –	$ –	$ 150,633	$ 3,512
Replacement Reserve	–	–	560,999	5,070
Operations	2,000,000	–	4,053,199	29,011
Impact Fees	–	–	1,018,685	9,662
American Rescue Plan Act	–	–	–	–
Sub Total	**$ 2,000,000**	**$ –**	**$ 5,783,517**	**$ 47,255**
General Funds				
Operations	$ –	$ 2,000,000	$ 18,480,049	$ 155,703
Pooled Cash	–	–	554,523	2,158
Pooled Cash Credit Card Clearing	–	–	170,685	–
Interest & Sinking	–	–	572,306	9,675
Drainage Utility	–	–	0	–
Sub Total	**$ –**	**$ 2,000,000**	**$ 19,777,562**	**$ 167,536**
General Capital Project Funds				
Park Development	$ –	$ –	$ 140,223	$ 1,267
2024 Tax Notes	–	–	1,214,206	11,846
2021 CO Capital Projects	–	–	11,244,331	109,678
2025 CO Capital Projects	–	–	7,218,052	65,717
Sub Total	**$ –**	**$ –**	**$ 19,816,812**	**$ 188,509**
Corp Leased Park Funds				
Corp LeasedTXDot Mitigation	$ –	$ –	$ 7,512	$ 68
Operations	–	–	947,028	8,528
Sub Total	**$ –**	**$ –**	**$ 954,540**	**$ 8,596**
HV Community Development Funds				
Operations	$ –	$ –	$ 2,518,220	$ 24,104
HVCDC TXDot Mitigation	–	–	7,183	65
Sub Total	**$ –**	**$ –**	**$ 2,525,403**	**$ 24,169**
Totals	**$ 2,000,000**	**$ 2,000,000**	**$ 48,857,834**	**$ 436,065**

CITY COUNCIL MEMORANDUM
AGENDA ITEM 14

MEETING DATE: August 11, 2026

SUBJECT: Receive Budget Reports for Period Ending June 30, 2026

PREPARED BY: Mike McWhorter, Budget & Accounting Administrator

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BACKGROUND
In accordance with the City Charter, Section 6.12, paragraph D, a budget report is submitted monthly for Council Review.

The budget report submitted for June represents the ninth report in the Fiscal Year.

BUDGETARY IMPACT
N/A

RECOMMENDATION
Council to receive the budget reports for the period ending June 30, 2026.

General Fund Summary
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	***75.0%***

Revenues	Original Budget	**Revised Budget (Includes Budget Amendments)**	**Year to Date**	Variance	% Received
Property Tax	$ 14,969,600	**$ 14,969,600**	**$ 14,663,211**	$ (306,389)	98%
Sales Tax	3,910,512	**3,910,512**	**2,244,658**	(1,665,854)	57%
Franchise Fees	1,623,763	**1,623,763**	**836,714**	(787,049)	52%
Licensing & Permits	288,973	**288,973**	**224,886**	(64,087)	78%
Park/Recreation Fees	198,650	**198,650**	**167,930**	(30,720)	85%
Public Safety Fees	910,815	**910,815**	**736,959**	(173,856)	81%
Rents	171,973	**171,973**	**158,461**	(13,512)	92%
Municipal Court	153,962	**153,962**	**107,051**	(46,911)	70%
Interest Income	631,343	**631,343**	**393,824**	(237,519)	62%
Miscellaneous	115,000	**115,000**	**89,969**	(25,031)	78%
Total Revenues	$ 22,974,591	**$ 22,974,591**	**$ 19,623,663**	$ (3,350,928)	85%
Other Sources					
Transfers In	$ 534,000	**$ 534,000**	**$ -**	$ (534,000)	0%
Sale of Assets	$ 106,906	**$ 106,906**	**$ 28,137**	$ (78,769)	26%
Total Available Resources	$ 23,615,497	**$ 23,615,497**	$ 19,651,800	$ (3,884,928)	83%

Expenditures	Original Budget	**Revised Budget**	**Year to Date**	Variance	% Used
City Manager Office	$ 630,379	**$ 630,379**	**$ 422,833**	$ 207,546	67%
Finance (includes Mun. Court)	1,525,031	**1,525,031**	**1,147,137**	377,893	75%
Human Resources	724,739	**724,739**	**458,634**	266,106	63%
City Secretary Office	490,238	**490,238**	**350,514**	139,723	71%
Information Services	1,487,617	**1,487,617**	**1,138,763**	348,855	77%
Marketing and Communications	512,538	**512,538**	**399,492**	113,046	78%
Police	7,038,831	**7,038,831**	**4,817,704**	2,221,127	68%
Fire	4,410,517	**4,410,517**	**3,001,060**	1,409,457	68%
Community Services	523,538	**523,538**	**322,007**	201,531	62%
Streets/Drainage	2,297,894	**2,297,894**	**1,283,981**	1,013,914	56%
Maintenance	3,188,174	**3,188,174**	**2,013,779**	1,174,395	63%
Parks	2,686,199	**2,686,199**	**1,919,706**	766,494	71%
Recreation	692,927	**692,927**	**458,349**	234,578	66%
Total Expenditures	**$ 26,208,623**	**$ 26,208,623**	**$ 17,733,960**	$ 8,474,663	68%
Capital Summary	**(Included in totals above - summary information only)**				
Equipment Replacement	$ 1,307,522	$ 1,307,522	**$ 159,145**	$ 1,148,377	12%
Other Uses					
Transfers Out	$ 16,000	**$ 16,000**		16,000	0%
Total Expenditures	$ 26,224,623	**$ 26,224,623**	**$ 17,733,960**	$ 8,490,663	

Fund Balance	Original Budget	**Revised Budget**	**Year to Date**
Beginning Fund Balance	11,006,036	**11,926,247**	**11,926,247**
+ Net Increase (Decrease)	(2,609,126)	**(2,609,126)**	**1,917,841**
Ending Fund Balance	$ 8,396,910	**$ 9,317,121**	**$ 13,844,088**

General Fund Expenditure Summary
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	75.0%

- - - Summary - - -					
	Original Budget	**Revised Budget**	**Year to Date**	Variance	% Used
Personnel	$ 17,519,954	**$ 17,519,954**	**$ 12,154,722**	$ 5,365,232	69%
Services / Supplies	7,381,147	**7,381,147**	**5,420,093**	1,961,054	73%
Capital	1,307,522	**1,307,522**	**159,145**	1,148,377	12%
	$ 26,208,623	**$ 26,208,623**	**$ 17,733,960**	$ 8,474,663	68%

- - - Detail - - -					
Category	Original Budget	**Revised Budget**	**Year to Date**	Variance	% Used
Personnel					
Salaries / Wages	$ 12,255,393	**$ 12,255,393**	**$ 8,535,552**	$ 3,719,842	70%
Employee Benefits	5,264,561	**5,264,561**	**3,619,171**	1,645,390	69%
Total Personnel	$ 17,519,954	**$ 17,519,954**	**$ 12,154,722**	$ 5,365,232	69%
Services / Supplies					
Professional Services	$ 2,241,229	**$ 2,241,229**	**$ 1,856,650**	$ 384,579	83%
Employee Development	427,927	**427,927**	**236,750**	191,177	55%
Office Supplies / Equipment	1,685,666	**1,685,666**	**1,402,058**	283,608	83%
Utilities	406,540	**406,540**	**313,523**	93,017	77%
Other	2,619,785	**2,619,785**	**1,611,111**	1,008,674	61%
Total Services / Supplies	$ 7,381,147	**$ 7,381,147**	**$ 5,420,093**	$ 1,961,054	73%
Capital					
Equipment / Vehicles	$ 1,307,522	**$ 1,307,522**	**$ 159,145**	$ 1,148,377	12%
Total Capital	$ 1,307,522	**$ 1,307,522**	**$ 159,145**	$ 1,148,377	12%
Total General Fund Expenditure Summary	$ 26,208,623	**$ 26,208,623**	**$ 17,733,960**	$ 8,474,663	68%

General Fund Revenue
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	***75.0%***

Revenues	Original Budget	**Revised Budget**	**Year to Date**	Variance	% Received
Property Tax	$ 14,969,600	**$ 14,969,600**	**$ 14,663,211**	$ (306,389)	98%
Sales Tax	3,910,512	**3,910,512**	**2,244,658**	(1,665,854)	57%
Franchise Fees	1,623,763	**1,623,763**	**836,714**	(787,049)	52%
Licensing & Permits	288,973	**288,973**	**224,886**	(64,087)	78%
Park/Recreation Fees	198,650	**198,650**	**167,930**	(30,720)	85%
Public Safety Fees	910,815	**910,815**	**736,959**	(173,856)	81%
Rents	171,973	**171,973**	**158,461**	(13,512)	92%
Municipal Court	153,962	**153,962**	**107,051**	(46,911)	70%
Interest Income	631,343	**631,343**	**393,824**	(237,519)	62%
Miscellaneous	115,000	**115,000**	**89,969**	(25,031)	78%
Total Revenues	$ 22,974,591	**$ 22,974,591**	**$ 19,623,663**	$ (3,350,928)	85%

City Manager Office
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	***75.0%***

- - - Summary - - -					
	Original Budget	**Revised Budget**	**Year to Date**	Variance	% Used
Personnel	$ 485,286	**$ 485,286**	**$ 315,041**	$ 170,245	65%
Services / Supplies	145,093	**145,093**	**107,792**	37,301	74%
Capital	-	**-**	**-**	-	0%
	$ 630,379	**$ 630,379**	**$ 422,833**	$ 207,546	67%

- - - Detail - - -					
Category	Original Budget	**Revised Budget**	**Year to Date**	Variance	% Used
Personnel					
Salaries / Wages	372,433	**372,433**	**$ 242,779**	$ 129,654	65%
Employee Benefits	112,853	**112,853**	**72,262**	40,591	64%
Total Personnel	$ 485,286	**$ 485,286**	**$ 315,041**	$ 170,245	65%
Services / Supplies					
Professional Services *(City-wide legal - $98,500)*	$ 128,400	**128,400**	**$ 99,436**	$ 28,964	77%
Employee Development	9,705	**9,705**	**8,342**	1,363	86%
Supplies / Equipment	1,700	**1,700**	**13**	1,687	1%
Utilities	-	**-**		-	0%
Other *(Contingency + Data Processing)*	5,288	**5,288**	**-**	5,288	0%
Total Services / Supplies	$ 145,093	**$ 145,093**	**$ 107,792**	$ 37,301	74%
Capital					
Equipment / Vehicles	-	-	-	-	0%
Total Capital	$ -	**$ -**	**$ -**	$ -	0%
Total City Manager	$ 630,379	**$ 630,379**	**$ 422,833**	$ 207,546	67%

Finance Department
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	*75.0%*

- - - Summary - - -

	Original Budget	Revised Budget	Year to Date	Variance	% Used
Personnel	$ 915,569	**$ 915,569**	**$ 606,373**	$ 309,196	66%
Services / Supplies	599,762	**599,762**	**540,764**	58,998	90%
Capital	9,700	**9,700**	**-**	9,700	0%
	$ 1,525,031	**$ 1,525,031**	**$ 1,147,137**	$ 377,893	75%

- - - Detail - - -

Category	Original Budget	Revised Budget	Year to Date	Variance	% Used
Personnel					
Salaries / Wages	$ 665,302	**$ 665,302**	**$ 453,620**	$ 211,682	68%
Employee Benefits	250,266	**250,266**	**152,753**	97,514	61%
Total Personnel	$ 915,569	**$ 915,569**	**$ 606,373**	$ 309,196	66%
Services / Supplies					
Professional Services *(City-wide liability insurance - $248,141/ DCAD - $123,392)*	$ 566,046	**$ 566,046**	**$ 527,868**	$ 38,178	93%
Employee Development	11,296	**11,296**	**5,734**	5,563	51%
Supplies / Equipment	8,020	**8,020**	**7,162**	858	89%
Utilities	-	**-**		-	0%
Other *(Data Processing Equipment + Supplies)*	14,400	**14,400**	**-**	14,400	0%
Total Services / Supplies	$ 599,762	**$ 599,762**	**$ 540,764**	$ 58,998	90%
Capital					
Equipment / Vehicles	**9,700**	**9,700**	**-**	9,700	0%
Total Capital	$ 9,700	**$ 9,700**	**$ -**	$ 9,700	0%
Total Finance Department	$ 1,525,031	**$ 1,525,031**	**$ 1,147,137**	$ 377,893	75%

Human Resources
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	*75.0%*

- - - Summary - - -

	Original Budget	**Revised Budget**	**Year to Date**	Variance	% Used
Personnel	$ 504,758	**$ 504,758**	**$ 289,252**	$ 215,507	57%
Services / Supplies	219,981	**219,981**	**169,382**	50,599	77%
Capital	-	**-**	**-**	-	0%
	$ 724,739	**$ 724,739**	**$ 458,634**	$ 266,106	63%

- - - Detail - - -

Category	Original Budget	**Revised Budget**	**Year to Date**	Variance	% Used
Personnel					
Salaries / Wages	$ 355,389	**$ 355,389**	**$ 206,801**	$ 148,588	58%
Employee Benefits	149,369	**149,369**	**82,451**	66,918	55%
Total Personnel	$ 504,758	**$ 504,758**	**$ 289,252**	$ 215,507	57%
Services / Supplies					
Professional Services	$ 104,016	**$ 104,016**	**$ 104,687**	$ (671)	101%
Employee Development	99,940	**99,940**	**62,202**	37,738	62%
Supplies / Equipment	1,425	**1,425**	**223**	1,202	16%
Utilities	-	**-**		-	0%
Other *(Safety Programs)*	14,600	**14,600**	**2,270**	12,330	16%
Total Services / Supplies	**$ 219,981**	**$ 219,981**	**$ 169,382**	$ 50,599	77%
Capital					
Equipment / Vehicles	-	**-**	**-**	-	0%
Total Capital	$ -	**$ -**	**$ -**	$ -	0%
Total Human Resources	$ 724,739	**$ 724,739**	**$ 458,634**	$ 266,106	63%

City Secretary Office
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	***75.0%***

- - - Summary - - -					
	Original Budget	**Revised Budget**	**Year to Date**	Variance	% Used
Personnel	$ 285,767	**$ 285,767**	**$ 220,715**	$ 65,052	77%
Services / Supplies	204,471	**204,471**	**129,800**	74,671	63%
Capital	-	**-**	**-**	-	-
	$ 490,238	**$ 490,238**	**$ 350,514**	$ 139,723	71%

- - - Detail - - -					
Category	Original Budget	**Revised Budget**	**Year to Date**	Variance	% Used
Personnel					
Salaries / Wages	$ 207,831	**$ 207,831**	**$ 158,833**	$ 48,998	76%
Employee Benefits	77,936	**77,936**	**61,882**	16,054	79%
Total Personnel	$ 285,767	**$ 285,767**	**$ 220,715**	$ 65,052	77%
Services / Supplies					
Professional Services	$ 52,700	**$ 52,700**	**$ 40,187**	$ 12,513	76%
Employee Development *(City Council related $42,704)*	77,996	**77,996**	**21,840**	56,156	28%
Supplies / Equipment	11,775	**11,775**	**5,774**	6,001	49%
Utilities	-	**-**		-	0%
Other *(Outside Services)*	62,000	**62,000**	**61,999**	1	100%
Total Services / Supplies	$ 204,471	**$ 204,471**	**$ 129,800**	$ 74,671	63%
Capital					
Equipment / Vehicles	-	**-**	**-**	-	0%
Total Capital	$ -	**$ -**	**$ -**	$ -	0%
Total City Secretary Office	$ 490,238	**$ 490,238**	**$ 350,514**	$ 139,723	71%

Information Services
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	*75.0%*

- - - Summary - - -

	Original Budget	Revised Budget	Year to Date	Variance	% Used
Personnel	$ 914,887	**$ 914,887**	**$ 649,398**	$ 265,489	71%
Services / Supplies	432,730	**432,730**	**350,694**	82,036	81%
Capital	140,000	**140,000**	**138,670**	1,330	99%
	$ 1,487,617	**$ 1,487,617**	**$ 1,138,763**	$ 348,855	77%

- - - Detail - - -

Category	Original Budget	Revised Budget	Year to Date	Variance	% Used
Personnel					
Salaries / Wages	$ 677,245	**$ 677,245**	**$ 477,027**	$ 200,218	70%
Employee Benefits	237,642	**237,642**	**172,371**	65,271	73%
Total Personnel	$ 914,887	**$ 914,887**	**$ 649,398**	$ 265,489	71%
Services / Supplies					
Professional Services	$ 238,480	**$ 238,480**	**$ 241,032**	$ (2,552)	101%
Employee Development	21,950	**21,950**	**15,553**	6,397	71%
Supplies / Equipment	3,560	**3,560**	**2,620**	940	74%
Utilities	60,840	**60,840**	**46,867**	13,973	77%
Other *(Data Processing)*	107,900	**107,900**	**44,623**	63,277	41%
Total Services / Supplies	$ 432,730	**$ 432,730**	**$ 350,694**	$ 82,036	81%
Capital					
Equipment / Vehicles	$ 140,000	**140,000**	**138,670**	1,330	99%
Total Capital	$ 140,000	**$ 140,000**	**$ 138,670**	$ 1,330	99%
Total City Information Services	$ 1,487,617	**$ 1,487,617**	**$ 1,138,763**	$ 348,855	77%

Marketing and Communications
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	*75.0%*

- - - Summary - - -

	Original Budget	**Revised Budget**	**Year to Date**	Variance	% Used
Personnel	$ 394,130	**$ 394,130**	**$ 296,427**	$ 97,703	75%
Services / Supplies	118,408	**118,408**	**103,065**	15,343	87%
Capital	-	**-**	**-**	-	0%
	$ 512,538	**$ 512,538**	**$ 399,492**	$ 113,046	78%

- - - Detail - - -

Category	Original Budget	**Revised Budget**	**Year to Date**	Variance	% Used
Personnel					
Salaries / Wages	$ 269,989	**$ 269,989**	**$ 203,976**	$ 66,014	76%
Employee Benefits	124,140	**124,140**	**92,451**	31,689	74%
Total Personnel	$ 394,130	**$ 394,130**	**$ 296,427**	$ 97,703	75%
Professional Services	$ 83,133	**$ 83,133**	**$ 74,396**	$ 8,737	89%
Employee Development	8,325	**8,325**	**2,215**	6,110	27%
Supplies / Equipment	-	**-**	**1**	(1)	0%
Utilities	-	**-**		-	0%
Other *(Special Events)*	26,950	**26,950**	**26,454**	496	98%
Total Services / Supplies	$ 118,408	**$ 118,408**	**$ 103,065**	$ 15,343	87%
Capital					
Equipment / Vehicles	-	**-**	**-**	-	0%
Total Capital	$ -	**$ -**	**$ -**	$ -	0%
Total Marketing and Communications	$ 512,538	**$ 512,538**	**$ 399,492**	$ 113,046	78%

Police Department
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	*75.0%*

- - - Summary - - -					
	Original Budget	**Revised Budget**	**Year to Date**	Variance	% Used
Personnel	$ 6,292,233	**$ 6,292,233**	**$ 4,293,924**	$ 1,998,309	68%
Services / Supplies	746,598	**746,598**	**523,780**	222,818	70%
Capital	-	**-**	**-**	-	0%
	$ 7,038,831	**$ 7,038,831**	**$ 4,817,704**	$ 2,221,127	68%

Category	Original Budget	**Revised Budget**	**Year to Date**	Variance	% Used
Personnel					
Salaries / Wages	$ 4,483,463	**$ 4,483,463**	**$ 3,063,534**	$ 1,419,929	68%
Employee Benefits	1,808,770	**1,808,770**	**1,230,390**	578,380	68%
Total Personnel	$ 6,292,233	**$ 6,292,233**	**$ 4,293,924**	$ 1,998,309	68%
Services / Supplies					
Professional Services	$ 355,322	**$ 355,322**	**$ 282,410**	$ 72,912	79%
Employee Development	52,442	**52,442**	**35,551**	16,891	68%
Supplies / Equipment	174,472	**174,472**	**121,436**	53,036	70%
Utilities	-	**-**		-	0%
Other *(Animal Care - $140,780)*	164,362	**164,362**	**84,383**	$ 79,979	51%
Total Services / Supplies	$ 746,598	**$ 746,598**	**$ 523,780**	$ 222,818	70%
Capital					
Equipment / Vehicles	-	**-**	**-**	-	0%
Total Capital	$ -	**$ -**	**$ -**	$ -	0%
Total Police Department	$ 7,038,831	**$ 7,038,831**	**$ 4,817,704**	$ 2,221,127	68%

Fire Department
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	***75.0%***

- - - Summary - - -

	Original Budget	Revised Budget	Year to Date	Variance	% Used
Personnel	$ 3,816,649	**$ 3,816,649**	**$ 2,639,186**	$ 1,177,463	69%
Services / Supplies	498,400	**498,400**	**352,290**	146,110	71%
Capital	95,468	**95,468**	**9,584**	85,884	10%
	$ 4,410,517	**$ 4,410,517**	**$ 3,001,060**	$ 1,409,457	68%

- - - Detail - - -

Category	Original Budget	Revised Budget	Year to Date	Variance	% Used
Personnel					
Salaries / Wages	$ 2,665,062	**$ 2,665,062**	**$ 1,846,205**	$ 818,858	69%
Employee Benefits	1,151,587	**1,151,587**	**792,981**	358,605	69%
Total Personnel	$ 3,816,649	**$ 3,816,649**	**$ 2,639,186**	$ 1,177,463	69%
Services / Supplies					
Professional Services	$ 168,358	**$ 168,358**	**$ 128,491**	$ 39,867	76%
Employee Development *(Training - $47,465)*	64,270	**64,270**	**44,856**	19,414	70%
Supplies / Equipment	211,119	**211,119**	**128,852**	82,267	61%
Utilities	2,400	**2,400**	**1,726**	674	72%
Other *(Safety Programs)*	52,253	**52,253**	**48,366**	3,887	93%
Total Services / Supplies	$ 498,400	**$ 498,400**	**$ 352,290**	$ 146,110	71%
Capital					
Equipment / Vehicles	95,468	**95,468**	**9,584**	85,884	10%
Total Capital	$ 95,468	**$ 95,468**	**$ 9,584**	$ 85,884	10%
Total Fire Department	$ 4,410,517	**$ 4,410,517**	**$ 3,001,060**	$ 1,409,457	68%

Community Services
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	*75.0%*

- - - Summary - - -

	Original Budget	Revised Budget	Year to Date	Variance	% Used
Personnel	$ 418,978	**$ 418,978**	**$ 301,419**	$ 117,559	72%
Services / Supplies	104,560	**104,560**	**20,588**	83,972	20%
Capital	-	**-**	**-**	-	0%
	$ 523,538	**$ 523,538**	**$ 322,007**	$ 201,531	62%

- - - Detail - - -

Category	Original Budget	Revised Budget	Year to Date	Variance	% Used
Personnel					
Salaries / Wages	$ 300,796	**$ 300,796**	**$ 216,216**	$ 84,580	72%
Employee Benefits	118,182	**118,182**	**85,203**	32,979	72%
Total Personnel	$ 418,978	**$ 418,978**	**$ 301,419**	$ 117,559	72%
Services / Supplies					
Professional Services	$ 79,000	**$ 79,000**	**$ 11,964**	67,036	15%
Employee Development	17,675	**17,675**	**5,656**	12,019	32%
Supplies / Equipment	7,885	**7,885**	**2,968**	4,917	0
Utilities	-	**-**	**-**	-	-
Other	-	**-**	**-**	-	-
Total Services / Supplies	$ 104,560	**$ 104,560**	**$ 20,588**	$ 83,972	20%
Capital					
Equipment / Vehicles	-	**-**	**-**	-	0%
Total Capital	$ -	**$ -**	**$ -**	$ -	0%
Total Building Operations	$ 523,538	**$ 523,538**	**$ 322,007**	$ 201,531	62%

Streets Division
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	*75.0%*

- - - Summary - - -

	Original Budget	Revised Budget	Year to Date	Variance	% Used
Personnel	$ 983,521	**$ 983,521**	**$ 743,225**	$ 240,296	76%
Services / Supplies	1,058,719	**1,058,719**	**529,865**	528,854	50%
Capital	255,654	**255,654**	**10,891**	244,763	4%
	$ 2,297,894	**$ 2,297,894**	**$ 1,283,981**	$ 1,013,914	56%

- - - Detail - - -

Category	Original Budget	Revised Budget	Year to Date	Variance	% Used
Personnel					
Salaries / Wages	$ 622,191	**$ 622,191**	**$ 467,267**	$ 154,924	75%
Employee Benefits	361,330	**361,330**	**275,958**	85,372	76%
Total Personnel	$ 983,521	**$ 983,521**	**$ 743,225**	$ 240,296	76%
Services / Supplies					
Professional Services	$ 107,300	**$ 107,300**	**$ 68,357**	$ 38,943	64%
Employee Development	17,886	**17,886**	**9,705**	8,181	54%
Supplies / Equipment	100,883	**100,883**	**45,115**	55,769	45%
Utilities *(Streetlights)*	115,000	**115,000**	**95,733**	19,267	83%
Other *(Street Maintenance)*	717,650	**717,650**	**310,955**	406,695	43%
Total Services / Supplies	$ 1,058,719	**$ 1,058,719**	**$ 529,865**	$ 528,854	50%
Capital					
Equipment / Vehicles	255,654	**255,654**	**10,891**	244,763	4%
Total Capital	$ 255,654	**$ 255,654**	$ 10,891	$ 244,763	4%
Total Streets	$ 2,297,894	**$ 2,297,894**	**$ 1,283,981**	$ 1,013,914	56%

Maintenance Division
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	***75.0%***

- - - Summary - - -

	Original Budget	Revised Budget	Year to Date	Variance	% Used
Personnel	$ 506,450	**$ 506,450**	**$ 331,284**	$ 175,166	65%
Services / Supplies	1,931,724	**1,931,724**	**1,682,495**	249,229	87%
Capital	750,000	**750,000**	**-**	750,000	0%
	$ 3,188,174	**$ 3,188,174**	**$ 2,013,779**	$ 1,174,395	63%

- - - Detail - - -

Category	Original Budget	Revised Budget	Year to Date	Variance	% Used
Personnel					
Salaries / Wages	$ 333,323	**$ 333,323**	**$ 214,497**	$ 118,826	64%
Employee Benefits	173,127	**173,127**	**116,787**	56,340	67%
Total Personnel	$ 506,450	**$ 506,450**	**$ 331,284**	$ 175,166	65%
Services / Supplies					
Professional Services	$ 87,226	**$ 87,226**	**$ 97,145**	$ (9,919)	111%
Employee Development	6,537	**6,537**	**2,504**	4,033	38%
Supplies / Equipment	710,810	**710,810**	**760,704**	(49,894)	107%
Utilities	95,000	**95,000**	**69,473**	25,527	73%
Other *(Capital Lease Payments)*	1,032,151	**1,032,151**	**752,668**	$ 279,483	73%
Total Services / Supplies	$ 1,931,724	**$ 1,931,724**	**$ 1,682,495**	$ 249,229	87%
Capital					
Equipment / Vehicles	750,000	**750,000**	**-**	750,000	0%
Total Capital	$ 750,000	**$ 750,000**	**$ -**	$ 750,000	0%
Total Maintenance	$ 3,188,174	**$ 3,188,174**	**$ 2,013,779**	$ 1,174,395	63%

Parks Division
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	***75.0%***

- - - Summary - - -

	Original Budget	**Revised Budget**	**Year to Date**	Variance	% Used
Personnel	$ 1,746,343	**$ 1,746,343**	**$ 1,295,623**	$ 450,720	74%
Services / Supplies	883,156	**883,156**	**624,083**	259,073	71%
Capital	56,700	**56,700**	**-**	56,700	0%
	$ 2,686,199	**$ 2,686,199**	**$ 1,919,706**	$ 766,494	71%

- - - Detail - - -

Category	Original Budget	**Revised Budget**	**Year to Date**	Variance	% Used
Personnel					
Salaries / Wages	$ 1,103,982	**$ 1,103,982**	**$ 854,042**	$ 249,940	77%
Employee Benefits	642,361	**642,361**	**441,581**	200,780	69%
Total Personnel	$ 1,746,343	**$ 1,746,343**	**$ 1,295,623**	$ 450,720	74%
Services / Supplies					
Professional Services	$ 271,248	**$ 271,248**	**$ 180,677**	$ 90,571	67%
Employee Development	25,410	**25,410**	**16,097**	9,313	63%
Supplies / Equipment	451,617	**451,617**	**326,315**	125,302	72%
Utilities	133,300	**133,300**	**99,724**	33,576	75%
Other	1,581	**1,581**	**1,270**	311	80%
Total Services / Supplies	$ 883,156	**$ 883,156**	**$ 624,083**	$ 259,073	71%
Capital					
Equipment / Vehicles	56,700	**56,700**	**-**	56,700	0%
Total Capital	56,700	**56,700**	**-**	56,700	0%
Total Parks	$ 2,686,199	**$ 2,686,199**	**$ 1,919,706**	$ 766,494	71%

Recreation Division
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	*75.0%*

- - - Summary - - -	Original Budget	**Revised Budget**	**Year to Date**	Variance	% Used
Personnel	$ 255,382	**$ 255,382**	**$ 172,855**	$ 82,527	68%
Services / Supplies	437,545	**437,545**	**285,495**	152,050	65%
Capital	-	**-**	**-**	-	0%
	$ 692,927	**$ 692,927**	**$ 458,349**	$ 234,578	66%

- - - Detail - - -

Category	Original Budget	**Revised Budget**	**Year to Date**	Variance	% Used
Personnel					
Salaries / Wages	$ 198,385	**$ 198,385**	**$ 130,754**	$ 67,631	66%
Employee Benefits	56,997	**56,997**	**42,101**	14,896	74%
Total Personnel	$ 255,382	**$ 255,382**	**$ 172,855**	$ 82,527	68%
Services / Supplies					
Professional Services	$ -	**$ -**	**$ -**	$ -	0%
Employee Development	14,495	**14,495**	**6,495**	8,000	45%
Supplies / Equipment	2,400	**2,400**	**875**	1,525	36%
Utilities	-	**-**	**-**	-	0%
Other *(Recreation Programs)*	420,650	**420,650**	**278,124**	142,526	66%
Total Services / Supplies	$ 437,545	**$ 437,545**	**$ 285,495**	$ 152,050	65%
Capital					
Equipment / Vehicles	-	**-**	**-**	-	0%
Total Capital	$ -	**$ -**	**$ -**	$ -	0%
Total Recreation	$ 692,927	**$ 692,927**	**$ 458,349**	$ 234,578	66%

Equipment Replacement / Capital Schedule
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	***75.0%***

Expenditures	Original Budget	Revised Budget	Year to Date	Variance	% Used
City Manager Office Capital Outlay	-	**-**	**-**	-	0%
Finance Capital Outlay	9,700	**9,700**	**-**	9,700	0%
Human Resources Capital Outlay	-	**-**	**-**	-	0%
City Secretary Capital Outlay	-	**-**	**-**	-	0%
Information Services Capital Outlay	140,000	**140,000**	**138,670**	1,330	99%
Marketing Capital Outlay	-	**-**	**-**	-	0%
Police Dept Capital Outlay	-	**-**	**-**	-	0%
Fire Dept Capital Outlay	95,468	**95,468**	**9,584**	85,884	10%
Community Services Capital Outlay	-	**-**	**-**	-	0%
Streets Dept Capital Outlay	255,654	**255,654**	**10,891**	244,763	4%
Maintenance Capital Outlay	750,000	**750,000**	**-**	750,000	0%
City Parks Capital Outlay	56,700	**56,700**	**-**	56,700	0%
City Recreation Capital Outlay	-	**-**	**-**	-	0%
Total Expenditures	$ 1,307,522	**$ 1,307,522**	**$ 159,145**	$ 1,148,377	12%

Utility Fund Revenues
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	75.0%

Fees	Original Budget	Revised Budget	Year to Date	Variance	% Received
Electronic Payment	$ (191,000)	**$ (191,000)**	**$ (130,918)**	$ 60,083	69%
Charges / Penalties	91,100	**91,100**	**67,515**	(23,585)	74%
Total Fees	$ (99,900)	**$ (99,900)**	**$ (63,402)**	$ 36,498	63%
Licenses & Permits					
Construction Inspection	$ -	**$ -**		$ -	0%
Total Licenses & Permits	$ -	**$ -**	**$ -**	$ -	0%
Charges for Services					
Water Sales	$ 6,590,410	**$ 6,590,410**	**$ 3,655,168**	$ (2,935,243)	55%
Sewer Sales	4,332,213	**4,332,213**	**3,073,061**	(1,259,152)	71%
Inspection Fees	4,000	**4,000**	**9,817**	5,817	245%
Total Charges for Service	$ 10,926,623	**$ 10,926,623**	**$ 6,738,045**	$ (4,188,578)	62%
Interest					
Interest (Operations)	$ 370,522	**$ 370,522**	**$ 153,536**	$ (216,986)	41%
Interest (Capital Projects)	286,961	**286,961**	**-**	(286,961)	0%
Total Interest	$ 657,483	**$ 657,483**	**$ 153,536**	$ (503,947)	23%
Impact Fees					
Impact Fees	$ 125,000	**$ 125,000**	**$ 67,909**	$ (57,091)	54%
Total Impact Fees	$ 125,000	**$ 125,000**	**$ 67,909**	$ (57,091)	54%
Miscellaneous Income					
Miscellaneous Income	$ 7,500	**$ 7,500**	**$ 5,948**	$ (1,552)	79%
Grants/Contributions	$ -	**$ -**		$ -	0%
Total Miscellaneous Income	$ 7,500	**$ 7,500**	**$ 5,948**	$ (1,552)	79%
Total Utility Fund Revenues	$ 11,616,706	**$ 11,616,706**	**$ 6,902,036**	$ (4,714,670)	59%

Utility Division
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	*75.0%*

- - - Summary - Operations - - -	Original Budget	Revised Budget	Year to Date	Variance	% Used
Personnel	$ 2,095,111	**$ 2,095,111**	**$ 1,456,990**	$ 638,121	70%
Services / Supplies	8,633,819	**8,633,819**	**4,883,383**	3,750,436	57%
Capital	18,000	**18,000**	**-**	18,000	0%
Total Utility Division	$ 10,746,930	**$ 10,746,930**	**$ 6,340,373**	$ 4,406,557	59%

- - - Detail - Operations - - - Category	Original Budget	Revised Budget	Year to Date	Variance	% Used
Personnel					
Salaries / Wages	$ 1,375,208	**$ 1,375,208**	**$ 995,782**	$ 379,426	72%
Employee Benefits	719,903	**719,903**	**461,208**	258,695	64%
Total Personnel	$ 2,095,111	**$ 2,095,111**	**$ 1,456,990**	$ 638,121	70%
Services / Supplies					
Professional Services	$ 413,982	**$ 413,982**	**$ 258,286**	$ 155,696	62%
Employee Development	71,269	**71,269**	**85,440**	(14,171)	120%
Supplies / Equipment	92,812	**92,812**	**55,381**	37,431	60%
Utilities	504,896	**504,896**	**302,036**	202,860	60%
Other *(Well Lot Maintenance)*	2,352,249	**2,352,249**	**469,344**	1,882,905	20%
Sub-Total - Operations Services / Supplies	$ 3,435,208	**$ 3,435,208**	**$ 1,170,488**	$ 2,264,720	34%
Wholesale Water / Wastewater					
UTRWD - Administration Fees	$ 5,270	**$ 5,270**	**$ 4,981**	$ 289	95%
UTRWD - Water Volume Cost	1,403,505	**1,403,505**	**939,199**	464,306	67%
UTRWD - Water Demand Charges	1,673,295	**1,673,295**	**1,254,971**	418,324	75%
UTRWD - Sewer Effluent Volume Rate	635,151	**635,151**	**403,451**	231,700	64%
UTRWD - Capital Charge Joint Facilities	1,275,420	**1,275,420**	**956,565**	318,855	75%
UTRWD - HV Sewer Line to UTRWD	205,970	**205,970**	**153,728**	52,243	75%
UTRWD - Wtr Transmission - Opus Develop	-	**-**	**-**	-	0%
Sub-Total - Wholesale Water / Wastewater	$ 5,198,611	**$ 5,198,611**	**$ 3,712,895**	$ 1,485,716	71%
Total Services / Supplies	$ 8,633,819	**$ 8,633,819**	**$ 4,883,383**	$ 3,750,436	57%
Capital					
Equipment / Vehicles	18,000	**18,000**	**-**	18,000	0%
Total Capital	$ 18,000	**$ 18,000**	**$ -**	$ 18,000	0%
Total Utility Division - Operations	$ 10,746,930	**$ 10,746,930**	**$ 6,340,373**	$ 4,406,557	59%

Utility Fund Working Capital
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	*75.0%*

Revenues	Original Budget	Revised Budget	Year to Date	Variance	% Received
Water Sales	$ 6,590,410	**$ 6,590,410**	**$ 3,655,168**	$ (2,935,243)	55%
Sewer Sales	4,332,213	**4,332,213**	**3,073,061**	(1,259,152)	71%
Other Fees / Charges	102,600	**102,600**	**83,281**	(19,319)	81%
Electronic Payment Credit	(191,000)	**(191,000)**	**(130,918)**	60,083	69%
Interest	370,522	**370,522**	**153,536**	(216,986)	41%
Total Revenues	$ 11,204,745	**$ 11,204,745**	**$ 6,834,128**	$ (4,370,617)	61%

Expenditures	Original Budget	Revised Budget	Year to Date	Variance	% Used
Administration	$ 545,065	**$ 545,065**	**$ 410,539**	$ 134,525	75%
Operations	4,985,254	**4,985,254**	**2,216,938**	2,768,316	44%
UTRWD	5,198,611	**5,198,611**	**3,712,895**	1,485,716	71%
Debt Service	981,248	**981,248**	**886,001**	95,247	90%
Capital Projects	-	**-**	**-**	-	0%
Equipment Replace / Capital	18,000	**18,000**	**-**	18,000	0%
Total Expenditures	$ 11,728,178	**$ 11,728,178**	**$ 7,226,374**	$ 4,501,804	62%

Other Sources/Uses	Original Budget	Revised Budget	Year to Date	Variance	% Used
Transfers In *(Applied Impact Fees)*	$ 150,000	**$ 150,000**	**$ 150,000**	$ -	100%
Operating Transfers In / Utility Capital Projects			-	-	0%
Operating Transfers Out / Utility Capital Projects	-	**-**	**-**	-	0%
Operating Transfers Out / General Fund	(470,000)	**(470,000)**	**-**	(470,000)	0%
Sale of Capital Assets (Vehicles)	-	**-**	**10,800**	10,800	0%
Total Other Sources (Uses)	$ (320,000)	$ (320,000)	**$ 160,800**	$ (459,200)	-50%

Fund Balance	Original Budget	Revised Budget	Year to Date
Net Increase/Decrease	(843,433)	(843,433)	**(231,446)**
Beginning Working Capital			
Operations	4,116,140	**5,072,150**	**5,072,150**
Available Impact Fees	1,189,337	**1,080,132**	**1,080,132**
Total Available Working Capital	$ 5,305,477	**$ 6,152,282**	**$ 6,152,282**
Ending Working Capital			
Operations	3,272,707	**4,228,717**	**4,840,704**
Available Impact Fees	1,164,337	**1,055,132**	**998,041**
Total Available Working Capital	$ 4,437,044	**$ 5,283,849**	**$ 5,838,745**

Impact Fees			
Beginning Balance	1,189,337	1,080,132	1,080,132
+ Collections	125,000	125,000	67,909
- Applied to offset Debt Service	(150,000)	(150,000)	(150,000)
Ending Balance	1,164,337	1,055,132	998,041

*The working Capital Analysis is prepared to provide a picture of the "cash position" of this enterprise fund. Income restricted for specific use and non-operating expenses are excluded. Impact fees are excluded from revenues, however included for working capital balances - as they are available to address contingency expenditures.

Corps Leased Parks Fund
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	*75.0%*

Revenues	Original Budget	Revised Budget	Year to Date	Variance	% Received
Park Entry Fees	$ 664,725	$ 664,725	$ 345,852	$ (318,873)	52%
Annual Park Passes	53,500	53,500	41,485	(12,015)	78%
Concession Sales	-	-	-	-	0%
Interest	39,000	39,000	28,043	(10,957)	72%
Total Revenues	$ 757,225	$ 757,225	$ 415,380	$ (341,845)	55%

Expenditures	Original Budget	Revised Budget	Year to Date	Variance	% Used
Personnel	$ 266,330	266,330	$ 212,100	$ 54,230	80%
Services / Supplies	476,423	476,423	142,428	333,995	30%
Capital	6,000	6,000	5,282	718	88%
Total Expenditures	$ 748,753	$ 748,753	$ 359,809	$ 388,943	48%

Other Sources/Uses	Original Budget	Revised Budget	Year to Date	Variance	% Used
Operating Transfers In / General Fund	-	-	-	-	0%
Total Other Sources (Uses)	$ -	$ -	$ -	$ -	0%

Fund Balance	Original Budget	Revised Budget	Year to Date
Beginning Fund Balance	$ 998,152	$ 966,170	$ 966,170
+ Net Increase (Decrease)	8,472	8,472	55,571
Ending Fund Balance	$ 1,006,625	$ 974,642	$ 1,021,741

Debt Service Fund
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	_75.0%_

Revenues	Original Budget	Revised Budget	Year to Date	Variance	% Received
Property Tax Revenues	$ 2,776,917	**$ 2,776,917**	**$ 2,727,702**	$ (49,215)	98%
Interest Income	$ 20,811	**$ 20,811**	**$ 16,467**	(4,344)	79%
Total Revenues	$ 2,797,728	**$ 2,797,728**	**$ 2,744,169**	$ (53,559)	98%

Expenditures	Original Budget	Revised Budget	Year to Date	Variance	% Used
Principal Payments	$ 2,088,000	**$ 2,088,000**	**$ 2,088,000**	$ -	100%
Interest Payments	$ 1,209,817	**$ 1,209,817**	**$ 578,789**	631,028	48%
Paying Agent Fees	$ 3,000	**$ 3,000**	**$ 1,695**	1,305	56%
Total Expenditures	$ 3,300,817	**$ 3,300,817**	**$ 2,668,484**	$ 632,333	81%

Other Sources (Uses)	Original Budget	Revised Budget	Year to Date	Variance	% Received
Transfers In (Out) [To 4B]	532,900	**532,900**	**456,075**	$ 76,825	86%
Proceeds from Refunding Debt	-	**-**		-	0%
Debt Issuance Cost	-	**-**		-	0%
Payment to Escrow Agent	-	**-**		-	0%
Total Financing Sources	$ 532,900	**$ 532,900**	**$ 456,075**	$ 76,825	86%

Beginning & Ending Balance	Original Budget	Revised Budget	Year to Date
Beginning Fund Balance	$ 121,667	**$ 110,149**	**$ 110,149**
+ Net Increase (Decrease)	29,811	**29,811**	**531,760**
Ending Fund Balance	$ 151,478	**$ 139,960**	**$ 641,909**

Capital Projects Fund
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	***75.0%***

Revenues	Original Budget	Revised Budget	Year to Date	Variance	% Received
Grants	-	**$ -**	**41,624**	$ (41,624)	0%
Contributions	-	**-**		-	0%
Interest Income	575,280	**575,280**	**579,504**	4,224	101%
Total Revenues	$ 575,280	**$ 575,280**	**$ 621,128**	$ 45,848	108%

Expenditures	Original Budget	Revised Budget	Year to Date	Variance	% Used
2021 Bond Issue (Parks)	4,869,631	**4,869,631**	**238,435**	4,631,196	5%
2021 Bond Issue (Streets)	2,111,315	**2,111,315**	**434,557**	1,676,758	21%
2024 Tax Note	885,871	**885,871**	**447,567**	438,304	51%
2025 Bond Issue (Streets)	4,713,920	**4,713,920**	**-**	4,713,920	0%
Total Expenditures	$ 12,580,737	$ 12,580,737	$ 1,120,559	$ 11,460,178	9%

Other Financing Sources (Uses)	Original Budget	Revised Budget	Year to Date	Variance	% Received
Bond Issue Proceeds		**$ -**	-	$ -	0%
Bond Discount / Premium	-	**-**	**-**	-	0%
Debt Issuance		**-**	**52**	52	0%
Transfers In	-	**-**	**-**	-	0%
Transfer Out	-	**-**	**-**	-	0%
Total Financing Sources	$ -	**$ -**	**$ 52**	**$ 52**	0%

Beginning & Ending Balance	Original Budget	Revised Budget	Year to Date
Beginning fund balance	$ 19,759,209	**$ 20,073,810**	**$ 20,073,810**
+Net Increase (Decrease)	(12,005,457)	**(12,005,457)**	**(499,379)**
Ending Fund Balance	$ 7,753,752	**$ 8,068,353**	**$ 19,574,431**

Drainage Utilities
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	75.0%

Revenues	Original Budget	Revised Budget	Year to Date	Variance	% Received
Drainage Conversion Fee	$ 10,000	10,000	$ 11,115	$ 1,115	111%
Drainage Fee Receipts	658,856	658,856	465,289	(193,567)	71%
Miscellaneous	-	-		-	0%
Interest	-	-	-	-	0%
Total Revenues	$ 668,856	$ 668,856	$ 476,404	$ (192,452)	71%

Expenditures	Original Budget	Revised Budget	Year to Date	Variance	% Used
Personnel	$ 429,393	$ 429,393	$ 328,190	$ 101,203	76%
Services / Supplies	265,607	265,607	201,073	64,534	76%
Capital	31,500	31,500	-	31,500	0%
Total Expenditures	$ 726,500	$ 726,500	$ 529,263	$ 197,237	73%

Other Sources/Uses	Original Budget	Revised Budget	Year to Date	Variance	% Used
Transfers In - City Impervious / General Fund	$ (16,000)	$ (16,000)	$ -	(16,000)	0%
Operating TransfersOut / General Fund	16,000	16,000	-	16,000	0%
Total Other Sources (Uses)	$ -	$ -	$ -	$ -	0%

Fund Balance	Original Budget	Revised Budget	Year to Date
Beginning Fund Balance	$ 71,560	$ 86,175	$ 86,175
+ Net Increase (Decrease)	(57,644)	(57,644)	(52,859)
Ending Fund Balance	$ 13,916	$ 28,531	$ 33,316

Park Development Fee Fund
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	*75.0%*

Revenues	Original Budget	Revised Budget	Year to Date	Variance	% Received
Interest	$ 3,700	$ 3,700	$ 3,657	(43)	99%
Community Park Fees	17,100	17,100	17,100	-	100%
Linear Park Fees	-	-	-	-	0%
Neighborhood Park Fees	-	-	-	-	0%
Service Area II	-	-	-	-	0%
Service Area IV	25,625	25,625	25,625	-	100%
Total Revenues	$ 46,425	$ 46,425	$ 46,382	$ (43)	100%

Expenditures	Original Budget	Revised Budget	Year to Date	Variance	% Used
Unity Park	$ -	$ -	$ -	$ -	0%
Capital Outlay (Unity Park)	-	-	-	-	0%
Capital Outlay (Village Park)	-	-	-	-	0%
Capital Outlay - (St James development, Area I)	-	-	-	-	0%
Total Expenditures	$ -	$ -	$ -	$ -	0%

Other Sources/Uses	Original Budget	Revised Budget	Year to Date	Variance	% Used
Operating Transfers In	$ -	$ -	$ -	$ -	0%
Operating Transfers Out (Funding for projects at Unity Park with FY2012 bond)	-	-	-	-	0%
Total Other Sources (Uses)	$ -	$ -	$ -	$ -	0%

Fund Balance	Original Budget	Revised Budget	Year to Date
Beginning Fund Balance	$ 95,008	$ 95,119	$ 95,119
+ Net Increase (Decrease)	46,425	46,425	46,382
Ending Fund Balance	$ 141,433	$ 141,544	$ 141,501

Ending Fund Balance Detail	Original Budget	Year to Date
Community Park Fees	$ 19,699	19,070
Linear Park Fees	-	-
Neighorhood Park Fees (Area I)	-	-
Neighorhood Park Fees (Area II)	96,109	96,806
Neighorhood Park Fees (Area IV)	25,625	25,625
Total	$ 141,433	$ 141,501

Public Safety Special Revenue Fund
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	***75.0%***

Revenues	Original Budget	Revised Budget	Year to Date	Variance	% Received
Revenues	$ 76,100	**$ 76,100**	**$ 36,460**	$ (39,640)	48%

Expenditures	Original Budget	Revised Budget	Year to Date	Variance	% Used
Police Grant Related	$ 51,600	**$ 51,600**	**$ 23,193**	$ 28,407	45%
Fire Grant Related	2,500	**2,500**	**2,103**	397	84%
Total Expenditures	$ 54,100	**$ 54,100**	**$ 25,295**	$ 28,805	47%

Other Sources/Uses	Original Budget	Revised Budget	Year to Date	Variance	% Used
Operating Transfers In	$ -	**$ -**	**$ -**	$ -	0%
Operating Transfers Out	(20,000)	**(20,000)**	**-**	20,000	0%
Total Other Sources (Uses)	$ (20,000)	**$ (20,000)**	**$ -**	$ 20,000	0%

Beginning & Ending Balance	Original Budget	Revised Budget	Year to Date
Beginning Fund Balance	$ 83,261	**$ 64,386**	**$ 64,386**
+ Net Increase (Decrease)	2,000	**2,000**	**11,165**
Ending Fund Balance	$ 85,261	**$ 66,386**	**$ 75,551**

Municipal Court Technology Fee Fund
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	***75.0%***

Revenues	Original Budget	Revised Budget	Year to Date	Variance	% Received
Revenues	$ 3,400	**$ 3,400**	**$ 2,803**	(597)	82%

Expenditures	Original Budget	Revised Budget	Year to Date	Variance	% Used
Services / Supplies	$ 3,600	**$ 3,600**	**$ 3,720**	$ (120)	103%
Total Expenditures	$ 3,600	**$ 3,600**	**$ 3,720**	$ (120)	103%

Other Sources/Uses	Original Budget	Revised Budget	Year to Date	Variance	% Used
Operating Transfers In	$ -	**$ -**	**$ -**	$ -	0%
Operating Transfers Out	-	**-**	**-**	-	0%
Total Other Sources (Uses)	$ -	**$ -**	**$ -**	$ -	0%

Beginning & Ending Balance	Original Budget	Revised Budget	Year to Date
Beginning Fund Balance	$ 13,384	**$ 13,916**	**$ 13,916**
+ Net Increase (Decrease)	(200)	**(200)**	**(917)**
Ending Fund Balance	$ 13,184	**$ 13,716**	**$ 12,999**

Municipal Court Building Security Fund
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	***75.0%***

Revenues	Original Budget	Revised Budget	Year to Date	Variance	% Received
Revenues (Court Fines)	$ 3,700	$ 3,700	$ 3,434	$ (266)	93%

Expenditures	Original Budget	Revised Budget	Year to Date	Variance	% Used
Personnel (Bailiff)	$ -	**$ -**	**$ -**	$ -	0%
Services / Supplies	-	**-**	**-**	-	0%
Total Expenditures	$ -	**$ -**	**$ -**	$ -	0%

Beginning & Ending Balance	Original Budget	Revised Budget	Year to Date
Beginning Fund Balance	$ 55,387	**$ 55,317**	**$ 55,317**
+ Net Increase (Decrease)	3,700	**3,700**	**3,434**
Ending Fund Balance	$ 59,087	**$ 59,017**	**$ 58,751**

Highland Village Community Development Corporation
Working Capital Analysis (FY 2026)

	Actual 2023-2024	Actual 2024-2025	Budget 2025-2026	YTD 2025-2026
Beginning Fund Balance	$ 1,361,972	$ 2,007,661	$ 2,429,759	$ 2,465,779
Revenues				
4B Sales Tax	1,806,379	1,819,132	1,861,753	1,072,846
Park Fees (Rental)	63,691	68,949	77,400	80,314
Miscellaneous Income	-		-	-
Interest Income	79,051	92,459	110,000	74,251
Total	$ 1,949,121	$ 1,980,540	$ 2,049,153	$ 1,227,411
Expenditures				
Personnel	280,010	348,235	406,647	241,744
Services / Supplies	447,732	562,487	362,660	320,024
Reimburse GF (Support Functions)	28,000	28,000	28,000	-
Reimburse GF (Debt Service)	539,165	536,025	532,900	456,075
Total Non-Capital Expenditures	$ 1,294,907	$ 1,474,747	$ 1,330,207	$ 1,017,842
Capital				
Equipment	8,525	47,675	-	-
Net Increase / (Decrease)	645,689	458,118	718,946	209,569
Working Capital Balance	$ 2,007,661	$ 2,465,779	$ 3,148,705	$ 2,675,347

PEG Fee Fund
FY 2025/2026 Budget

YEAR TO DATE JUNE

Percent of Budget Year Transpired	***75.0%***

Revenues	Original Budget	Revised Budget	Year to Date	Variance	% Received
PEG Fee Receipts	$ 16,759	**$ 16,759**	**$ 6,037**	$ (10,722)	36%
Total Revenues	$ 16,759	**$ 16,759**	**$ 6,037**	$ (10,722)	36%

Expenditures	Original Budget	Revised Budget	Year to Date	Variance	% Used
Personnel	$ -	**$ -**	**$ -**	$ -	0%
Services / Supplies	7,000	**7,000**	**569**	6,431	8%
Capital	27,108	**27,108**	**21,581**	5,527	80%
Total Expenditures	$ 34,108	**$ 34,108**	**$ 22,150**	$ 11,958	65%

Other Sources/Uses	Original Budget	Revised Budget	Year to Date	Variance	% Used
Operating Transfers In	$ -	**$ -**	**$ -**	$ -	0%
Operating TransfersOut	-	-	-	-	0%
Total Other Sources (Uses)	$ -	$ -	$ -	$ -	0%

Fund Balance	Original Budget	Revised Budget	Year to Date
Beginning fund balance	$ 191,082	**$ 194,294**	**$ 194,294**
+Net Increase (Decrease)	(17,349)	**(17,349)**	**(16,113)**
Ending Fund Balance	$ 173,733	**$ 176,945**	**$ 178,181**

CITY COUNCIL MEMORANDUM
AGENDA ITEM 16

MEETING DATE: August 11, 2026

SUBJECT: Consider the Ad Valorem Tax Rate for the Tax Year 2026 and Consider Setting a Public Hearing Date of September 15, 2026 on the Proposed Fiscal Year 2026-2027 Budget and Tax Rate

PREPARED BY: Heather Miller, Finance Director

BACKGROUND

Under Texas Truth in Taxation requirements, if the City proposes a property tax rate that exceeds the lower of the No-New-Revenue Tax Rate (NNRTR) or the Voter-Approved Tax Rate (VATR), the City must provide the required public notice and hold a public hearing before adopting the tax rate.

The No-New-Revenue Tax Rate is generally calculated by dividing the prior year's property tax levy by the current year's taxable value of properties that were also on the prior year's tax roll. The Voter-Approved Tax Rate establishes the maximum maintenance and operations (M&O) tax rate the City may adopt without an election, generally allowing an increase of up to 3.5% above the no-new-revenue M&O rate, plus any available unused increment rate carried forward under state law. Adoption of a tax rate above the voter-approved rate would require voter approval.

For Tax Year 2026:

- 2025 Adopted Tax Rate: $0.500984 per $100 valuation
- 2026 No-New-Revenue Tax Rate: $0.508557 per $100 valuation
- 2026 Voter-Approved Tax Rate: $0.528541 per $100 valuation

Staff is recommending that Council propose a tax rate of $0.528541 per $100 valuation, which is the calculated voter-approved rate. Because this proposed rate exceeds the no-new-revenue tax rate, state law requires the City to hold one public hearing before adopting the tax rate.

Approval of the proposed motion does not commit the Council to adopting this tax rate. Rather, it establishes the maximum rate that may ultimately be adopted. The final tax rate adopted in conjunction with the Fiscal Year 2026-2027 budget may be lower than the proposed rate but cannot exceed it.

The City Charter and state law also require a public hearing on the proposed budget. Staff recommends combining the required budget hearing with the tax rate hearing.

Proposed Schedule:

- August 22, 2026
  - Post City Manager's Recommended Budget on City website.
- August 25, 2026 (Regular City Council Meeting)
  - Budget follow-up and discussion, as needed.
- September 15, 2026 (Special City Council Meeting)
  - Presentation of City Manager Recommended Budget.

    - Public hearing on the proposed Fiscal Year 2026-2027 budget and proposed 2026 property tax rate.
    - First reading of the budget and tax rate ordinances.
- September 22, 2026 (Regular City Council Meeting)
    - Second reading and adoption of the budget and tax rate. (The Texas Tax Code requires the vote adopting the tax rate to occur no later than seven days after the public hearing.)

BUDGETARY IMPACT
Not applicable.

RECOMMENDATION
Approve the following motion:

I move that $0.528541 per $100 valuation be proposed for adoption as the City's Ad Valorem tax rate for the 2026 tax year and set September 15, 2026, as the date for holding the public hearing to receive public comment on said tax rate and the 2026-2027 Fiscal Year budget.

CITY COUNCIL MEMORANDUM
AGENDA ITEM 17

MEETING DATE: August 11, 2026

SUBJECT: Consider Ordinance No. 2026-1337 amending in its entirety Chapter 24 "Building Regulations" Article 24.04 "Flood Damage Prevention" Establishing the Regulations for Development of Special Flood Hazard Areas and Floodways within the City (*1st of two reads*)

PREPARED BY: Sunny Lindsey, Director of Information Services

BACKGROUND

On April 12, 2011, the City of Highland Village enacted Article 24.04 of the Code of Ordinances through the adoption Ordinance No. 2011-1100, establishing floodplain management regulations and formally adopting the applicable National Flood Insurance Rate Maps. The ordinance provides requirements for new construction, substantial improvements, and other development or alterations within mapped and unmapped Special Flood Hazard Areas.

As part of the FY 2025-2026 budget, the City Council authorized the City Manager to enter into an agreement with LAN, Inc. to assist the City in pursuing an improved rating through the Federal Emergency Management Agency's (FEMA) National Flood Insurance Program Community Rating System. The ultimate goal is to provide residents with a discount on their flood insurance premiums and improve communications with residents about the methods the City takes to reduce the risks of flooding in our community.

During the program review process, FEMA's Community Rating System representative determined that revisions to the existing ordinance are necessary for the City to receive maximum credit for floodplain management practices and development review procedures already in place. The complete ordinance, including the proposed amendments, is presented for City Council consideration.

BUDGETARY IMPACT

N/A

RECOMMENDATION

Council to approve the first read of Ordinance No. 2026-1337 amending the City's Code of Ordinances by amending in its entirety Chapter 24 "Building Regulations" Article 24 "Flood Damage Prevention", as submitted.

CITY OF HIGHLAND VILLAGE, TEXAS

ORDINANCE NO. 2026-1337

AN ORDINANCE OF THE CITY OF HIGHLAND VILLAGE, TEXAS, AMENDING THE CODE OF ORDINANCES OF THE CITY OF HIGHLAND VILLAGE, TEXAS, BY AMENDING IN ITS ENTIRETY CHAPTER 24 "BUILDING REGULATIONS" ARTICLE 24.04 "FLOOD DAMAGE PREVENTION"; PROVIDING A SAVINGS CLAUSE; PROVIDING A SEVERABILITY CLAUSE; PROVIDING A PENALTY OF FINE NOT TO EXCEED $2000.00 PER OFFENSE; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City Council of the City of Highland Village, Texas, finds it to be in the public interest to amend the Highland Village Municipal Code to provide for certain amendments relating to the regulation of development within areas of special flood hazards and regulated floodways.

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

SECTION 1. Chapter 24 "Building Regulations," Article 24.04 "Flood Damage Prevention" of the Code of Ordinances of the City of Highland Village, Texas, is amended in its entirety to read as follows:

ARTICLE 24.04 FLOOD DAMAGE PREVENTION

DIVISION 1

Generally

§ 24.04.001. Statutory authorization.

The legislature of the state has in the Flood Control Insurance Act, Texas Water Code, Section 16.315, delegated the responsibility of local governmental units to adopt regulations designed to minimize flood losses. Therefore, the City does ordain as set forth in this Article.

§ 24.04.002. Findings of fact.

(a) The flood hazard areas of the City are subject to periodic inundation, which results in loss of life and property, health and safety hazards, disruption of commerce and governmental services, and extraordinary public expenditures for flood protection and relief, all of which adversely affect the public health, safety and general welfare.

(b) Such flood losses are created by the cumulative effect of obstructions in floodplains which cause an increase in flood heights and velocities, and by the occupancy of flood hazard areas by uses vulnerable to floods and hazardous to other lands because they are inadequately elevated, floodproofed or otherwise protected from flood damage.

§ 24.04.003. Statement of purpose.

It is the purpose of this Article to promote the public health, safety and general welfare and to minimize public and private losses due to flood conditions in specific areas by provisions designed to:

(1) Protect human life and health;

(2) Minimize expenditure of public money for costly flood-control projects;

(3) Minimize the need for rescue and relief efforts associated with flooding and generally undertaken at the expense of the general public;

(4) Minimize prolonged business interruptions;

(5) Minimize damage to public facilities and utilities such as water and gas mains, electric, telephone and sewer lines, streets and bridges located in floodplains;

(6) Help maintain a stable tax base by providing for the sound use and development of flood prone areas in such a manner as to minimize future flood blight areas; and

(7) Ensure that potential buyers are notified that property is in a flood area.

§ 24.04.004. Methods of reducing flood losses.

To accomplish its purposes, this Article uses the following methods:

(1) Restrict or prohibit uses that are dangerous to health, safety or property in times of flood, or cause excessive increases in flood heights or velocities;

(2) Require that uses vulnerable to floods, including facilities which serve such uses, be protected against flood damage at the time of initial construction;

(3) Control the alteration of natural floodplains, stream channels, and natural protective barriers, which are involved in the accommodation of floodwaters;

(4) Control filling, grading, dredging and other development which may increase flood damage;

(5) Prevent or regulate the construction of flood barriers which will unnaturally divert floodwaters or which may increase flood hazards to other lands.

§ 24.04.005. Definitions.

Unless specifically defined below, words or phrases used in this Article shall be interpreted to give them the meaning they have in common usage and to give this Article its most reasonable application.

Alluvial fan flooding. Flooding occurring on the surface of an alluvial fan or similar landform which originates at the apex and is characterized by high-velocity flows; active processes of erosion, sediment transport, and deposition; and unpredictable flow paths.

Apex. A point on an alluvial fan or similar landform below which the flow path of the major stream that formed the fan becomes unpredictable and alluvial fan flooding can occur.

Appurtenant structure. A structure which is on the same parcel of property as the principal structure to be insured and the use of which is incidental to the use of the principal structure.

Area of future conditions flood hazard. The land area that would be inundated by the 1-percent- annual chance (100 year) flood based on future conditions hydrology.

Area of shallow flooding. A designated AO, AH, AR/AO, AR/AH, or VO zone on a community's flood insurance rate map (FIRM) with a 1-percent or greater annual chance of flooding to an average depth of 1 to 3 feet where a clearly defined channel does not exist, where the path of flooding is unpredictable and where velocity flow may be evident. Such flooding is characterized by ponding or sheet flow.

Area of special flood hazard. The land in the floodplain within a community subject to a 1-percent or greater chance of flooding in any given year. The area may be designated as Zone A on the flood hazard boundary map (FHBM). After detailed ratemaking has been completed in preparation for publication of the FIRM, Zone A usually is refined into Zones A, AO, AH, A1-30, AE, A99, AR, AR/A1-30, AR/AE, AR/AO, AR/AH, AR/A, VO, V1-30, VE or V.

Base flood. The flood having a 1-percent chance of being equaled or exceeded in any given year.

Base flood elevation (BFE). The elevation shown on the flood insurance rate map (FIRM) and found in the accompanying flood insurance study (FIS) for Zones A, AE, AH, A1-A30, AR, V1-V30, or VE that indicates the water surface elevation resulting from the flood that has a 1-percent chance of equaling or exceeding that level in any given year - also called the base flood.

Basement. Any area of the building having its floor subgrade (below ground level) on all sides.

Breakaway wall. A wall that is not part of the structural support of the building and is intended through its design and construction to collapse under specific lateral loading forces, without causing damage to the elevated portion of the building or supporting foundation system.

Critical feature. An integral and readily identifiable part of a flood protection system, without which the flood protection provided by the entire system would be compromised.

Development. Any manmade change to improved and unimproved real estate, including but not limited to buildings or other structures, mining, dredging, filling, grading, paving, excavation or drilling operations or storage of equipment or materials.

Elevated building. For insurance purposes, a non-basement building, which has its lowest elevated floor, raised above ground level by foundation walls, shear walls, posts, piers, pilings, or columns.

Existing construction. For the purposes of determining rates, structures for which the "start of construction" commenced before the effective date of the FIRM or before January 1, 1975, for FIRMs effective before that date. "Existing construction" may also be referred to as "existing structures."

Existing manufactured home park or subdivision. A manufactured home park or subdivision for which the construction of facilities for servicing the lots on which the manufactured homes are to be affixed (including, at a minimum, the installation of utilities, the construction of streets, and either final site grading or the pouring of concrete pads) is completed before the effective date of the floodplain management regulations adopted by a community.

Expansion to an existing manufactured home park or subdivision. The preparation of additional sites by the construction of facilities for servicing the lots on which the manufactured homes are to be affixed (including the installation of utilities, the construction of streets, and either final site grading or the pouring of concrete pads).

Flood elevation study. An examination, evaluation and determination of flood hazards and, if appropriate, corresponding water surface elevations, or an examination, evaluation and determination of mudslide (i.e., mudflow) and/or flood-related erosion hazards.

Flood insurance rate map (FIRM). An official map of a community, on which the Federal Emergency Management Agency has delineated both the special flood hazard areas and the risk premium zones applicable to the community.

Flood insurance study (FIS). See flood elevation study.

Flood or flooding. A general and temporary condition of partial or complete inundation of normally dry land areas from:

(1) The overflow of inland or tidal waters.

(2) The unusual and rapid accumulation or runoff of surface waters from any source.

Flood protection system. Those physical structural works for which funds have been authorized, appropriated, and expended and which have been constructed specifically to modify flooding in order to reduce the extent of the area within a community subject to a "special flood hazard" and the extent of the depths of associated flooding. Such a system typically includes hurricane tidal barriers, dams, reservoirs, levees or dikes. These specialized flood-modifying works are those constructed in conformance with sound engineering standards.

Floodplain management. The operation of an overall program of corrective and preventive measures for reducing flood damage, including but not limited to emergency preparedness plans, flood-control works and floodplain management regulations.

Floodplain management regulations. Zoning ordinances, subdivision regulations, building codes, health regulations, special purpose ordinances (such as a floodplain ordinance, grading ordinance and erosion control ordinance) and other applications of police power. The term describes such state or local regulations, in any combination thereof, which provide standards for the purpose of flood damage prevention and reduction.

Floodplain or flood prone area. Any land area susceptible to being inundated by water from any source (see definition of flooding).

Floodproofing. Any combination of structural and non-structural additions, changes, or adjustments to structures which reduce or eliminate flood damage to real estate or improved real property, water and sanitary facilities, structures and their contents.

Floodway. See regulatory floodway.

Functionally dependent use. A use, which cannot perform its intended purpose unless it is located or carried out in close proximity to water. The term includes only docking facilities, port facilities that are necessary for the loading and unloading of cargo or passengers, and shipbuilding and ship repair facilities, but does not include long-term storage or related manufacturing facilities.

Highest adjacent grade. The highest natural elevation of the ground surface prior to construction next to the proposed walls of a structure.

Historic structure. Any structure that is:

(1) Listed individually in the National Register of Historic Places (a listing maintained by the Department of the Interior) or preliminarily determined by the Secretary of the Interior as meeting the requirements for individual listing on the National Register;

(2) Certified or preliminarily determined by the Secretary of the Interior as contributing to the historical significance of a registered historic district or a district preliminarily determined by the Secretary [of the Interior]to qualify as a registered historic district;

(3) Individually listed on a state inventory of historic places in states with historic preservation programs which have been approved by the Secretary of the Interior; or

(4) Individually listed on a local inventory of historic places in communities with historic preservation programs that have been certified either:

(A) By an approved state program as determined by the Secretary of the Interior; or

(B) Directly by the Secretary of the Interior in states without approved programs.

Levee. A manmade structure, usually an earthen embankment, designed and constructed in accordance with sound engineering practices to contain, control, or divert the flow of water so as to provide protection from temporary flooding.

Levee system. A flood protection system which consists of a levee, or levees, and associated structures, such as closure and drainage devices, which are constructed and operated in accordance with sound engineering practices.

Lowest floor. The lowest floor of the lowest enclosed area (including basement). An unfinished or flood resistant enclosure, usable solely for parking of vehicles, building access or storage in an area other than a basement area is not considered a building's lowest floor; provided that such enclosure is not built so as to render the structure in violation of the applicable non-elevation design requirement of Section 60.3 of the National Flood Insurance Program regulations.

Manufactured home. A structure transportable in one or more Sections, which is built on a permanent chassis and is designed for use with or without a permanent foundation when connected to the required utilities. The term "manufactured home" does not include a "recreational vehicle."

Manufactured home park or subdivision. A parcel (or contiguous parcels) of land divided into two or more manufactured home lots for rent or sale.

Mean sea level. For purposes of the National Flood Insurance Program, the North American Vertical Datum (NAVD) of 1988 or other datum, to which base flood elevations shown on a community's Flood Insurance Rate Map are referenced.

New construction. For the purpose of determining insurance rates, structures for which the "start of construction" commenced on or after the effective date of an initial FIRM or after December 31, 1974, whichever is later, and includes any subsequent improvements to such structures. For floodplain management purposes, "new construction" means structures for which the "start of construction" commenced on or after the effective date of a floodplain management regulation adopted by a community and includes any subsequent improvements to such structures.

New manufactured home park or subdivision. A manufactured home park or subdivision for which the construction of facilities for servicing the lots on which the manufactured homes are to be affixed (including at a minimum, the installation of utilities, the construction of streets, and either final site grading or the pouring of concrete pads) is completed on or after the effective date of floodplain management regulations adopted by a community.

Recreational vehicle. A vehicle which is:

(1) Built on a single chassis;

(2) 400 square feet or less when measured at the largest horizontal projections;

(3) Designed to be self-propelled or permanently towable by a light duty truck; and

(4) Designed primarily not for use as a permanent dwelling but as temporary living quarters for recreational, camping, travel, or seasonal use.

Regulatory floodway. The channel of a river or other watercourse and the adjacent land areas that must be reserved in order to discharge the base flood without cumulatively increasing the water surface elevation more than a designated height.

Riverine. Relating to, formed by, or resembling a river (including tributaries), stream, brook, etc.

Special flood hazard area. See area of special flood hazard.

Start of construction. For other than new construction or substantial improvements under the Coastal Barrier Resources Act (Pub. L. 97-348), includes substantial improvement and means the date the building permit was issued, provided the actual start of construction, repair, reconstruction, rehabilitation, addition placement, or other improvement was within 180 days of the permit date. The actual start means either the first placement of permanent construction of a structure on a site, such as the pouring of slab or footings, the installation of piles, the construction of columns, or any work beyond the stage of excavation; or the placement of a manufactured home on a foundation. Permanent construction does not include land preparation, such as clearing, grading and filling; nor does it include the installation of streets and/or walkways; nor does it include excavation for basement, footings, piers or foundations or the erection of temporary forms; nor does it include the installation on the property of accessory buildings, such as garages or sheds not occupied as dwelling units or not part of the main structure. For a substantial improvement, the actual start of construction means the first alteration of any wall, ceiling, floor, or other structural part of a building, whether or not that alteration affects the external dimensions of the building.

Structure. For floodplain management purposes, a walled and roofed building, including a gas or liquid storage tank, that is principally above ground, as well as a manufactured home.

Substantial damage. Damage of any origin sustained by a structure whereby the cost of restoring the structure to its before-damaged condition would equal or exceed 50 percent of the market value of the structure before the damage occurred.

Substantial improvement. Any reconstruction, rehabilitation, addition, or other improvement of a structure, the cost of which equals or exceeds 50 percent of the market value of the structure before "start of construction" of the improvement. This term includes structures which have incurred "substantial damage," regardless of the actual repair work performed. The term does not, however, include either:

(1) Any project for improvement of a structure to correct existing violations of state or local health, sanitary, or safety code specifications which have been identified by the local code enforcement official and which are the minimum necessary to assure safe living conditions; or

(2) Any alteration of a "historic structure," provided that the alteration will not preclude the structure's continued designation as a "historic structure."

Variance. A grant of relief by a community from the terms of a floodplain management regulation. (For full requirements see Section 60.6 of the National Flood Insurance Program regulations.)

Violation. The failure of a structure or other development to be fully compliant with the community's floodplain management regulations. A structure or other development without the elevation certificate, other certifications, or other evidence of compliance required in Section 60.3(b)(5), (c)(4), (c)(10), (d)(3), (e)(2), (e)(4), or (e)(5) [of the National Flood Insurance Program regulations]is presumed to be in violation until such time as that documentation is provided.

Water surface elevation. The height, in relation to the North American Vertical Datum (NAVD) of 1988 (or other datum, where specified), of floods of various magnitudes and frequencies in the floodplains of coastal or riverine areas.

§ 24.04.006. Lands to which this Article applies.

This Article shall apply to all areas within the jurisdiction of the City.

§ 24.04.007. Basis for establishing the areas of special flood hazard.

The areas of special flood hazard identified by the Federal Emergency Management Agency in the current scientific and engineering report entitled, "The Flood Insurance Study (FIS) for Denton County, Texas and Incorporated Areas, dated April 18, 2011, with Flood Insurance Rate Map (FIRM), dated April 18, 2011"; and any revisions thereto are hereby adopted by reference and declared to be a part of this Article.

§ 24.04.008. Establishment of development permit.

A floodplain development permit shall be required to ensure conformance with the provisions of this Article.

§ 24.04.009. Compliance.

No structure or land shall hereafter be located, altered, or have its use changed without full compliance with the terms of this Article and other applicable regulations.

§ 24.04.010. Abrogation and greater restrictions.

This Article is not intended to repeal, abrogate, or impair any existing easements, covenants, or deed restrictions. However, where this Article and another ordinance, easement, covenant, or deed restriction conflict or overlap, whichever imposes the more stringent restrictions shall prevail.

§ 24.04.011. Interpretation.

In the interpretation and application of this Article, all provisions shall be:

(1) Considered as minimum requirements;

(2) Liberally construed in favor of the governing body; and

(3) Deemed neither to limit nor repeal any other powers granted under state statutes.

§ 24.04.012. Warning and disclaimer of liability.

The degree of flood protection required by this Article is considered reasonable for regulatory purposes and is based on scientific and engineering considerations. On rare occasions greater floods can and will occur and flood heights may be increased by manmade or natural causes. This Article does not imply that land outside the areas of special flood hazards or uses permitted within such areas will be free from flooding or flood damages. This Article shall not create liability on the part of the community or any official or employee thereof for any flood damages that result from reliance on this Article or any administrative decision lawfully made hereunder.

§ 24.04.013. Penalty.

Any person, firm or corporation who intentionally, knowingly or recklessly or with criminal negligence violates, disobeys, omits, neglects or refuses to comply with or who resists the enforcement of any of the provisions of this Article shall be fined not more than two thousand dollars ($2,000.00) for each offense. Each day that a violation exists shall constitute a separate offense. The City may institute suit to enjoin the continued violation of this Article in addition to any fine imposed under this Section.

DIVISION 2

Administration

§ 24.04.041. Designation of floodplain administrator.

The City Manager or designee is hereby appointed the floodplain administrator to administer and implement the provisions of this Article and other appropriate Sections of 44 CFR (Emergency Management and Assistance - National Flood Insurance Program Regulations) pertaining to floodplain management.

§ 24.04.042. Duties and responsibilities of floodplain administrator.

Duties and responsibilities of the floodplain administrator shall include, but not be limited to, the following:

(1) Maintain and hold open for public inspection all records pertaining to the provisions of this Article.

(2) Review permit application to determine whether to ensure that the proposed building site project, including the placement of manufactured homes, will be reasonably safe from flooding.

(3) Review, approve or deny all applications for development permits required by adoption of this Article.

(4) Review permits for proposed development to assure that all necessary permits have been obtained from those federal, state or local governmental agencies (including Section 404 of the Federal Water Pollution Control Act Amendments of 1972, 33 U.S.C. 1334) from which prior approval is required.

(5) Where interpretation is needed as to the exact location of the boundaries of the areas of special flood hazards (for example, where there appears to be a conflict between a mapped boundary and actual field conditions) the floodplain administrator shall make the necessary interpretation.

(6) Notify, in riverine situations, adjacent communities and the state coordinating agency which is the state water development board (TWDB) and also the state commission on environmental quality (TCEQ), prior to any alteration or relocation of a watercourse, and submit evidence of such notification to the Federal Emergency Management Agency.

(7) Assure that the flood carrying capacity within the altered or relocated portion of any watercourse is maintained.

(8) When base flood elevation data has not been provided in accordance with Section 24.04.007, the floodplain administrator shall obtain, review and reasonably utilize any base flood elevation data and floodway data available from a federal, state or other source, in order to administer the provisions of Division 3 of this Article.

(9) When a regulatory floodway has not been designated, the floodplain administrator must require that no new construction, substantial improvements, or other development (including fill) shall be permitted within Zones A1-30 and AE on the community's FIRM, unless it is demonstrated that the cumulative effect of the proposed development, when combined with all other existing and anticipated development, will not increase the water surface elevation of the base flood more than one foot at any point within the community.

(10) Under the provisions of 44 CFR chapter 1, Section 65.12, of the National Flood Insurance Program regulations, a community may approve certain development in zones A1-30, AE, AH, on the community's FIRM which increases the water surface elevation of the base flood by more than 1 foot, provided that the community first completes all of the provisions required by Section 65.12.

§ 24.04.043. Permit procedures.

(a) Application for a floodplain development permit shall be presented to the floodplain administrator on forms furnished by him/her and may include, but not be limited to, plans in duplicate drawn to scale showing the location, dimensions, and elevation of proposed landscape alterations, existing and proposed structures, including the placement of manufactured homes, and the location of the foregoing in relation to areas of special flood hazard. Additionally, the following information is required:

(1) Elevation (in relation to mean sea level), of the lowest floor (including basement) of all new and substantially improved structures;

(2) Elevation in relation to mean sea level to which any nonresidential structure shall be floodproofed;

(3) A certificate from a registered professional engineer or architect that the nonresidential floodproofed structure shall meet the floodproofing criteria of Section 24.04.072(2);

(4) Description of the extent to which any watercourse or natural drainage will be altered or relocated as a result of proposed development;

(5) Maintain a record of all such information in accordance with Section 24.04.042(1).

(b) Approval or denial of a floodplain development permit by the floodplain administrator shall be based on all of the provisions of this Article and the following relevant factors:

(1) The danger to life and property due to flooding or erosion damage;

(2) The susceptibility of the proposed facility and its contents to flood damage and the effect of such damage on the individual owner;

(3) The danger that materials may be swept onto other lands to the injury of others;

(4) The compatibility of the proposed use with existing and anticipated development;

(5) The safety of access to the property in times of flood for ordinary and emergency vehicles;

(6) The costs of providing governmental services during and after flood conditions including maintenance and repair of streets and bridges, and public utilities and facilities such as sewer, gas, electrical and water systems;

(7) The expected heights, velocity, duration, rate of rise and sediment transport of the floodwaters and the effects of wave action, if applicable, expected at the site;

(8) The necessity to the facility of a waterfront location, where applicable;

(9) The availability of alternative locations, not subject to flooding or erosion damage, for the proposed use.

§ 24.04.044. Variance procedures.

(a) The appeal board, as established by the community, shall hear and render judgment on requests for variances from the requirements of this Article.

(b) The appeal board shall hear and render judgment on an appeal only when it is alleged there is an error in any requirement, decision, or determination made by the floodplain administrator in the enforcement or administration of this Article.

(c) Any person or persons aggrieved by the decision of the appeal board may appeal such decision in the courts of competent jurisdiction.

(d) The floodplain administrator shall maintain a record of all actions involving an appeal and shall report variances to the Federal Emergency Management Agency upon request.

(e) Variances may be issued for the reconstruction, rehabilitation or restoration of structures listed on the National Register of Historic Places or the state inventory of historic places, without regard to the procedures set forth in the remainder of this Article.

(f) Variances may be issued for new construction and substantial improvements to be erected on a lot of 1/2 acre or less in size contiguous to and surrounded by lots with existing structures constructed below the base flood level, providing the relevant factors in Section 24.04.043 of this Article have been fully considered. As the lot size increases beyond the 1/2 acre, the technical justification required for issuing the variance increases.

(g) Upon consideration of the factors noted above and the intent of this Article, the appeal board may attach such conditions to the granting of variances as it deems necessary to further the purpose and objectives of this Article (Section 24.04.003).

(h) Variances shall not be issued within any designated floodway if any increase in flood levels during the base flood discharge would result.

(i) Variances may be issued for the repair or rehabilitation of historic structures upon a determination that the proposed repair or rehabilitation will not preclude the structure's continued designation as a historic structure and the variance is the minimum necessary to preserve the historic character and design of the structure.

(j) Prerequisites for granting variances:

(1) Variances shall only be issued upon a determination that the variance is the minimum necessary, considering the flood hazard, to afford relief.

(2) Variances shall only be issued upon:

(A) Showing a good and sufficient cause;

(B) A determination that failure to grant the variance would result in exceptional hardship to the applicant; and

(C) A determination that the granting of a variance will not result in increased flood heights, additional threats to public safety, extraordinary public expense, create nuisances, cause fraud on or victimization of the public, or conflict with existing local laws or ordinances.

(3) Any application to which a variance is granted shall be given written notice that the structure will be permitted to be built with the lowest floor elevation below the base flood elevation, and that the cost of flood insurance will be commensurate with the increased risk resulting from the reduced lowest floor elevation.

(k) Variances may be issued by a community for new construction and substantial improvements and for other development necessary for the conduct of a functionally dependent use provided that:

(1) The criteria outlined in Subsections (a) through (i) are met; and

(2) The structure or other development is protected by methods that minimize flood damages during the base flood and create no additional threats to public safety.

DIVISION 3

Flood Hazard Reduction Standards

§ 24.04.071. General standards.

In all areas of special flood hazards, the following provisions are required for all new construction and substantial improvements:

(a) No building intended to be used for residential purposes shall be moved into or constructed on land located within a special flood hazard area, nor shall any existing building so located be enlarged, repaired, altered or otherwise improved in a manner that constitutes a substantial improvement.

(b) All new accessory structures to be used solely for the storage of personal property shall be designed (or modified) and adequately anchored to prevent flotation, collapse or lateral movement of the structure resulting from hydrodynamic and hydrostatic loads, including the effects of buoyancy;

(c) All new structures to be used solely for the storage of personal property or similar substantial improvements shall be constructed by methods and practices that minimize flood damage;

(d) All new storage construction or substantial improvements shall be constructed with materials resistant to flood damage;

(e) All new storage construction or substantial improvements shall be constructed with electrical, heating, ventilation, plumbing, and air-conditioning equipment and other service facilities that are designed and/or located so as to prevent water from entering or accumulating within the components during conditions of flooding;

(f) All new and replacement water supply systems shall be designed to minimize or eliminate infiltration of floodwaters into the system;

(g) New and replacement sanitary sewage systems shall be designed to minimize or eliminate infiltration of floodwaters into the system and discharge from the systems into floodwaters; and

(h) On-site waste disposal systems shall be located to avoid impairment to them or contamination from them during flooding.

§ 24.04.072. Specific standards.

In all areas of special flood hazards where base flood elevation data has been provided as set forth in Sections 24.04.007, 24.04.042(8) and 24.04.073(c), the following provisions are required:

(a) Residential construction. New construction and substantial improvement of any residential structure, including, but not limited to, all associated machinery and equipment, shall have the lowest floor (including basement), elevated to two (2) feet above the base flood elevation. A registered professional engineer, architect, or land surveyor shall submit a certification to the floodplain administrator that the standard of this subsection as proposed in Section 24.04.043(a)(1), is satisfied.

(b) Nonresidential construction. New construction and substantial improvements of any commercial, industrial or other nonresidential structure shall either have the lowest floor (including basement) elevated to two (2) feet above the base flood level or together with attendant utility and sanitary facilities, or be constructed so that the structure is watertight at or above two (2) feet above the base flood elevation with walls substantially impermeable to the passage of water and with structural components having the capability of resisting hydrostatic and hydrodynamic loads and effects of buoyancy. A registered professional engineer or architect shall develop and/or review structural design, specifications, and plans for the construction, and shall certify that the design and methods of construction are in accordance with accepted standards of practice as outlined in this subsection. A record of such certification which includes the specific elevation (in relation to mean sea level) to which such structures are floodproofed shall be maintained by the floodplain administrator.

(c) Enclosures. New construction and substantial improvements, with fully enclosed areas below the lowest floor that are usable solely for parking of vehicles, building access or storage in an area other than a basement and which are subject to flooding shall be designed to automatically equalize hydrostatic flood forces on exterior walls by allowing for the entry and exit of floodwaters. Designs for meeting this requirement must either be certified by a registered professional engineer or architect or meet or exceed the following minimum criteria:

(1) A minimum of two openings on separate walls having a total net area of not less than 1 square inch for every square foot of enclosed area subject to flooding shall be provided.

(2) The bottom of all openings shall be no higher than 1 foot above grade.

(3) Openings may be equipped with screens, louvers, valves, or other coverings or devices provided that they permit the automatic entry and exit of floodwaters.

(d) Manufactured homes.

(1) Require that all manufactured homes to be placed within zone A on a community's FHBM or FIRM shall be installed using methods and practices which minimize flood damage. For the purposes of this requirement, manufactured homes must be elevated and anchored to resist flotation, collapse, or lateral movement. Methods of anchoring may include, but are not limited to, use of over-the-top or frame ties to ground anchors. This requirement is in addition to applicable state and local anchoring requirements for resisting wind forces.

(2) Require that manufactured homes that are placed or substantially improved within zones A1-30, AH, and AE on the community's FIRM on sites:

(A) Outside of a manufactured home park or subdivision;

(B) In a new manufactured home park or subdivision;

(C) In an expansion to an existing manufactured home park or subdivision; or

(D) In an existing manufactured home park or subdivision on which a manufactured home has incurred "substantial damage" as a result of a flood, be elevated on a permanent foundation such that the lowest floor of the manufactured home is elevated to two (2) feet above the base flood elevation and be securely anchored to an adequately anchored foundation system to resist flotation, collapse, and lateral movement.

(3) Require that manufactured homes be placed or substantially improved on sites in an existing manufactured home park or subdivision within Zones A1-30, AH and AE on the community's FIRM that are not subject to the provisions of subsection (4) of this Section be elevated so that:

(A) The lowest floor of the manufactured home is not less than two (2) feet above the base flood elevation; and

(B) The manufactured home chassis is supported by reinforced piers or other foundation elements of at least equivalent strength that are not less than 36 inches in height above grade and be securely anchored to an adequately anchored foundation system to resist flotation, collapse, and lateral movement.

(e) Recreational vehicles. Require that recreational vehicles placed on sites within zones A1-30, AH, and AE on the community's FIRM either:

(1) Be on the site for fewer than 180 consecutive days;

(2) Be fully licensed and ready for highway use; or

(3) Meet the permit requirements of Section 24.04.043(a), and the elevation and anchoring requirements for "manufactured homes" in subsection (4) of this Section.

A recreational vehicle is ready for highway use if it is on its wheels or jacking system, is attached to the site only by quick-disconnect type utilities and security devices and has no permanently attached additions.

§ 24.04.073. Standards for subdivision proposals.

(a) All subdivision proposals including the placement of manufactured home parks and subdivisions shall be consistent with Sections 24.04.002, 24.04.003 and 24.04.004 of this Article.

(b) All proposals for the development of subdivisions including the placement of manufactured home parks and subdivisions shall meet floodplain development permit requirements of Sections 24.04.008 and 24.04.043 and the provisions of this division.

(c) Base flood elevation data shall be generated for subdivision proposals and other proposed development including the placement of manufactured home parks and subdivisions which is greater than 50 lots or 5 acres, whichever is lesser, if not otherwise provided pursuant to Section 24.04.007 or Section 24.04.042(8).

(d) Base flood elevation data, with the establishment of a floodway, shall be generated by a detailed engineering study for all Zone A areas, within 100 feet of the boundary lines of Zone A areas, and other streams not mapped by FEMA, as indicated on the community's FIRM.

(e) All subdivision proposals including the placement of manufactured home parks and subdivisions shall have adequate drainage provided to reduce exposure to flood hazards.

(f) All subdivision proposals including the placement of manufactured home parks and subdivisions shall have public utilities and facilities such as sewer, gas, electrical and water systems located and constructed to minimize or eliminate flood damage.

§ 24.04.074. Standards for areas of shallow flooding (AO/AH zones).

Located within the areas of special flood hazard established in Section 24.04.007, are areas designated as shallow flooding. These areas have special flood hazards associated with flood depths of 1 to 3 feet where a clearly defined channel does not exist, where the path of flooding is unpredictable, and where velocity flow may be evident. Such flooding is characterized by ponding or sheet flow; therefore, the following provisions apply:

(a) All new construction and substantial improvements of residential structures have the lowest floor (including basement) elevated to two (2) feet above the base flood elevation or the highest adjacent grade at least as high as the depth number specified in feet on the community's FIRM (at least 3 feet if no depth number is specified).

(b) All new construction and substantial improvements of non-residential structures:

(1) Have the lowest floor (including basement) elevated to two (2) feet above the base flood elevation or the highest adjacent grade at least as high as the depth number specified in feet on the community's FIRM (at least 2 feet if no depth number is specified); or

(2) Together with attendant utility and sanitary facilities be designed so that below the base specified flood depth in an AO zone, or below the base flood elevation in an AH zone, the structure is watertight with walls substantially impermeable to the passage of water and with structural components having the capability of resisting hydrostatic and hydrodynamic loads and effects of buoyancy.

(c) A registered professional engineer or architect shall submit a certification to the floodplain administrator that the standards of this Section, as proposed in Section 24.04.043(a)(1) are satisfied.

(d) Require within zones AH or AO adequate drainage paths around structures on slopes, to guide floodwaters around and away from proposed structures.

§ 24.04.075. Floodways.

Located within areas of special flood hazard established in Section 24.04.007, are areas designated as floodways. Since the floodway is an extremely hazardous area due to the velocity of floodwaters which carry debris, potential projectiles and erosion potential, the following provisions shall apply:

(a) Encroachments are prohibited, including fill, new construction, substantial improvements and other development within the adopted regulatory floodway unless it has been demonstrated through hydrologic and hydraulic analyses performed in accordance with standard engineering practice that the proposed encroachment would not result in any increase in flood levels within the community during the occurrence of the base flood discharge.

(b) If subsection (a) above is satisfied, all new construction and substantial improvements shall comply with all applicable flood hazard reduction provisions of this Division.

(c) Under the provisions of 44 CFR chapter 1, Section 65.12, of the National Flood Insurance Program Regulations, a community may permit encroachments within the adopted regulatory floodway that would result in an increase in base flood elevations, provided that the community first completes all of the provisions required by Section 65.12.

SECTION 2. Should any sentence, paragraph, subdivision, clause, phrase, or section of this Ordinance be adjudged or held to be unconstitutional, illegal, or invalid, the same shall not affect the validity of this Ordinance as a whole, or any part or provision thereof other than the part so decided to be invalid, illegal, or unconstitutional, and shall not affect the validity of the Ordinance as a whole.

SECTION 3. An offense committed before the effective date of this ordinance is governed by prior law and the provisions of the Code of Ordinances, as amended, in effect when the offense was committed, and the former law is continued in effect for this purpose.

SECTION 4. Any person violating any of the provisions or terms of this Ordinance shall be punished by a fine not to exceed the sum of Two Thousand and No/100 Dollars ($2000.00) for each offense; and each and every day such violation shall continue shall be deemed to constitute a separate offense.

SECTION 5. This ordinance shall take effect immediately following its passage on Second Reading and publication of the caption in accordance with the provisions of the Charter of the City of Highland Village, and it is accordingly so ordained.

PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF HIGHLAND VILLAGE, TEXAS, ON FIRST READING ON THE 11TH DAY OF AUGUST 2026.

PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF HIGHLAND VILLAGE, TEXAS, ON SECOND READING ON THE ___ DAY OF _____________ 2026.

APPROVED:

____
Charlotte J. Wilcox, Mayor

ATTEST:

____
Angela Miller, City Secretary

APPROVED AS TO FORM AND LEGALITY:

____
Kevin B. Laughlin, City Attorney
(kbl:8/5/2026:4935-8788-9348 v 1)

CITY COUNCIL MEMORANDUM
AGENDA ITEM 18

MEETING DATE: August 11, 2026

SUBJECT: Status Reports on Current Projects and Discussion on Future Agenda Items

PREPARED BY: Paul Stevens, City Manager

BACKGROUND

This item is on the agenda to allow a Councilmember to inquire about a subject of which notice has not been given. A statement of specific factual information or the recitation of existing policy may be given. Any deliberation shall be limited to a proposal to place the subject on an agenda for a subsequent meeting.

BUDGETARY IMPACT

N/A

RECOMMENDATION

N/A

City of Highland Village

UPCOMING MEETINGS

August 10, 2026	**HV Community Development Corporation Meeting – 6:00 pm**
August 11, 2026	**Regular City Council Meeting – 7:30 pm**
August 17, 2026	**Parks and Recreation Advisory Board Meeting – 6:00 pm**
August 18, 2026	**Planning and Zoning Meeting – 7:00 pm**
August 25, 2026	**Regular City Council Meeting – 7:00 pm**
September 3, 2026	**Zoning Board of Adjustment Meeting – 7:00 pm**
September 8, 2026	**Regular City Council Meeting – 7:00 pm**
September 14, 2026	**HV Community Development Corporation Meeting – 6:00 pm**
September 15, 2026	**Planning and Zoning Meeting – 7:00 pm**
September 21, 2026	**Parks and Recreation Advisory Board Meeting – 6:00 pm**
September 22, 2026	**Regular City Council Meeting – 7:00 pm**
October 1, 2026	**Zoning Board of Adjustment Meeting – 7:00 pm**
October 12, 2026	**HV Community Development Corporation Meeting – 6:00 pm**
October 13, 2026	**Regular City Council Meeting – 7:00 pm**
October 19, 2026	**Parks and Recreation Advisory Board Meeting – 6:00 pm**
October 20, 2026	**Planning and Zoning Meeting – 7:00 pm**
October 27, 2026	**Regular City Council Meeting – 7:00 pm**
November 5, 2026	**Zoning Board of Adjustment Meeting – 7:00 pm**
November 9, 2026	**HV Community Development Corporation Meeting – 6:00 pm**
November 10, 2026	**Regular City Council Meeting – 7:00 pm**

Note – The Zoning Board of Adjustment, Parks & Recreation Advisory Board, and the Planning & Zoning Commission meetings are held monthly, IF NEEDED. Please visit www.highlandvillage.org or the City Hall bulletin board for the latest meeting additions and updates.