# AGENDA

CITY OF TAYLOR, TEXAS

**SPECIAL CALLED CITY COUNCIL**

**BUDGET WORKSHOP MEETING**

CITY HALL, COUNCIL CHAMBERS, 400 PORTER STREET

AUGUST 6, 2026, 6:00 PM

## CALL TO ORDER AND DECLARE A QUORUM

## FY2026/2027 BUDGET WORKSHOP SESSION

1. Receive a presentation from HDR regarding update to the City's water and wastewater rates. *Robert Powers*

2. Discuss Preliminary FY27 Budget (No Action) *Robert Powers*

## ADJOURN

The Council may vote and/or act upon each of the items listed in this Agenda. As authorized by Section 551.071(2) of the Texas Government Code, the Workshop Meeting and/or Regular Meeting may be convened into Closed Executive Session for the purpose of seeking confidential legal advice from the City Attorney on any agenda item listed herein.

I certify that the notice of meeting was posted in the Taylor City Hall Bulletin Board on July 31, 2026, and remained posted for at least three business days before the scheduled date of said meeting. I further certify that the following news media was notified of this meeting: Taylor Press.

In compliance with the ADA the City Hall and Council Chambers is wheelchair accessible. Reasonable accommodations will be provided for persons attending city council meetings in need of special assistance. Please contact the City Clerk at least 24 hours prior to the meeting for special assistance.

Posted by: *Rocio Lopez* Date: July 31, 2026

# City Council Meeting
# August 6, 2026
# Transmittal Letter

| STRATEGIC PILLAR |
| --- |
| Economic Vitality |

**Agenda Item Number:** 1.

**Agenda Title:** **Receive a presentation from HDR regarding update to the City's water and wastewater rates.**

**Council Action to be Taken:** No Action

**Department Submitted:** Finance

**Staff Contact:** Robert Powers, Chief Financial Officer

## 1. PURPOSE / DESCRIPTION

Grady Reed, HDR will present the results of this year's water and wastewater rate study.

## 2. STAFF ANALYSIS / BACKGROUND / PRIOR COUNCIL ACTIONS

In October 2025, the City Manager approved Task Order No. 71 authorizing HDR to perform a water and wastewater cost of service study. Grady Reed, HDR, has been the City's rate consultant for several years and will present the results of this year's rate study.

The rate model evaluates the full cost of service to provide water and wastewater services to current and future customers of the City of Taylor Utility System and covers a five-year outlook. The model allocates all costs of the utility system between water and wastewater services so that separate rates can be calculated for each component. The goal of a stable utility system is to have each component (water and wastewater) have customer rates that fully recover the cost of providing those services.

Mr. Reed has considerable rate study experience, not only with conducting the City of Taylor's rate studies, but also many other communities and districts in Texas. During the past several months he has collected and reviewed prior consumption and demand data from existing utility customers as well as historical costs. From there, he has gathered data to make forecasts of future growth and demands on the system, including needed capital improvement projects.

The City of Taylor has three rate "classes" - (1) Residential, (2) Commercial, and (3) Irrigation. Utility rate models separate different users into different classes based upon their general demand characteristics that they, as a group, impose on a utility system. The goal of the rate model is to produce fair and equitable rates. In addition to having separate customer-type classes, the City's uses an inclining block-tier rate system to encourage wise and efficient use of water and promote conservation.

| 3. PROS and CONS |
|---|

| PROS | CONS |
|---|---|
| • Cost of Service Rate Studies are critical to maintaining a utility system that is financially capable of providing reliable service to its customers.<br>• The process requires the utility system to evaluate its current condition and make forecasts of the next several years. This promotes proper planning. | • A rate study, if done poorly, can produce unreliable rates that produce insufficient revenues for the utility system to operate. |

## 4. RECOMMENDATION

Receive presentation

## 5. FUNDING SOURCE

Utility Fund. (340-709-539 / $25,745)

## 6. TIMELINE

Subject to City Council direction, an ordinance to amend the City's water and wastewater rates would be submitted in September.

## 7. OTHER OPTIONS

## 8. ATTACHMENTS

1. Presentation- Water & Wastewater Rate Presentation 8_6_26 v3
2. Presentation- Utility Bill Explained 8-6-2026

# Update of Water and Wastewater Rates

Grady Reed (HDR Engineering)

August 6, 2026

# Rate Modeling Approach

- Fund the most critical projects first.
- Planned debt issues in 27 ($20.1 million), 28 ($6.4 million), 29 ($5.5 million) and 30 ($3.3 million).
- Samsung revenues are based on latest projections.
- Limited cash funding of smaller projects.
- Other budget items for critical/emergency repairs ($350,000)
- Most budget items are growing at 3% per year.

# WATER

- Assumes 7,281 connections with a total billed use of 826.5 million gallons (includes Samsung use).
  - Residential average consumption – 5,300 gallons/month
  - Commercial average consumption – 19,000 gallons per month
- Connection growth rate is 5.0% a year for residential and 2.5% a year for commercial customers.

# Water

- Total water expenses of $12.0 million for the upcoming fiscal year.
- Approximately $200,000 per year of cash funded projects.
- $18 million of debt planned for FY27 and $3.2 million in FY28.
- Assumed that debt is issued mid-year.

# Water Capital Improvement Plan

| Project Name | Source of Funding | Estimated Project Cost by Year 2027 | 2028 | 2029 | 2030 | 2031 | Five-Year CIP Total |
|---|---|---|---|---|---|---|---|
| Valve inventory and exercising program | Cash | $ 90,000 | $ - | $ - | $ - | $ - | $ 90,000 |
| Lead Service line inventory and replacements | Cash | $ 400,000 | $ 200,000 | $ 200,000 | $ 200,000 | $ 200,000 | $ 1,200,000 |
| Water Leak Detection - City wide | Cash | $ 52,500 | $ - | $ 57,500 | $ - | $ 57,500 | $ 167,500 |
| Northeast WL-2 Replace existing 6" along Old Thorndale with 24" | Fees | $ 500,000 | $ 2,500,000 | $ 2,500,000 | $ 810,000 | $ - | $ 6,310,000 |
| North Pump Station Bypass | Debt | $ 700,000 | $ - | $ - | $ - | $ - | $ 700,000 |
| FM 619 Water Transmission Line | Debt | $ 15,000,000 | $ - | $ - | $ - | $ - | $ 15,000,000 |
| North Main St Pressure Zone Improvements | Debt | $ 1,500,000 | $ 2,000,000 | $ - | $ - | $ - | $ 3,500,000 |
| E MLK Jr 8-in Waterline Replacement | Debt | $ - | $ 492,500 | $ - | $ - | $ - | $ 492,500 |
| N Main St Waterline Replacement | Debt | $ 800,000 | $ 669,500 | $ - | $ - | $ - | $ 1,469,500 |
| | | **$ 19,042,500** | **$ 5,862,000** | **$ 2,757,500** | **$ 1,010,000** | **$ 257,500** | **$ 28,929,500** |

# Wastewater

- Assumes 6,912 connections with a total billed use of 1.1 trillion gallons (includes Samsung use).
- Connection growth rate is 5.0% a year for residential and 2.5% a year for commercial customers.
- Total wastewater expenses of $8.6 million.
- Some smaller projects are cash funded.
- Debt issue of $1.5 million in FY27. Additional debt of $12 million total in 2028, 2029 and 2030.

# Sewer Capital Improvement Plan

| Project Name | Fund Project? (Y/N) | Source of Funding | Estimated Project Cost by Year 2027 | 2028 | 2029 | 2030 | 2031 | Five-Year CIP Total |
|---|---|---|---|---|---|---|---|---|
| I & I Investigation and Reduction & Condition Based Repairs | Yes | Cash | $ 350,000 | $ - | $ - | $ - | $ - | $ 350,000 |
| I & I Investigation and Reduction & Condition Based Repairs - Tammi Lane | Yes | Cash | $ 200,000 | $ - | $ - | $ - | $ - | $ 200,000 |
| Smoke Detection - City wide | Yes | Cash | $ - | $ 192,500 | $ - | $ 167,500 | $ - | $ 360,000 |
| I & I Investigation and Reduction & Condition Based Repairs - Mustang Creek | Yes | Cash | $ 100,000 | $ 200,000 | $ - | $ - | $ - | $ 300,000 |
| WWTP Master Plan | Yes | Cash | $ 265,000 | $ - | $ - | $ - | $ - | $ 265,000 |
| Upsize along Bull Branch from 7th to 12th | Yes | Fees | $ 1,500,000 | $ 2,500,000 | $ - | $ - | $ - | $ 4,000,000 |
| Upsize along Bull Branch from 12th to Otis | Yes | Fees | $ - | $ - | $ - | $ 1,000,000 | $ 500,000 | $ 1,500,000 |
| Upsize along Bull Branch from 7th to 12th | Yes | Debt | $ - | $ 2,000,000 | $ 1,030,000 | $ - | $ - | $ 3,030,000 |
| Upsize along Bull Branch from 12th to Otis | Yes | Debt | $ - | $ 500,000 | $ 1,500,000 | $ 1,892,000 | $ - | $ 3,892,000 |
| Fine Screen | Yes | Other | $ 290,000 | $ - | $ - | $ - | $ - | $ 290,000 |
| Headworks (second bar screen, sluice gate replacement) | Yes | Other | $ - | $ 5,690,000 | $ - | $ - | $ - | $ 5,690,000 |
| Repair hazardous gas ventilation systems for influent lift stations and RAS buildi | Yes | Other | $ 469,315 | $ - | $ - | $ - | $ - | $ 469,315 |
| RAS Pump building/MCC 2 E-house upgrade | Yes | Other | $ 1,270,000 | $ - | $ - | $ - | $ - | $ 1,270,000 |
| Berm at WWTP | Yes | Debt | $ - | $ 500,000 | $ 2,000,000 | $ 1,300,000 | $ - | $ 3,800,000 |
| Concrete at headworks, lining of stairs and influent channel | Yes | Debt | $ 350,000 | $ - | $ - | $ - | $ - | $ 350,000 |
| Train 1 Rehab | Yes | Other | $ 500,000 | $ 1,810,000 | $ 1,810,000 | $ - | $ - | $ 4,120,000 |
| Portable Operator Building | Yes | Debt | $ 500,000 | $ - | $ - | $ - | $ - | $ 500,000 |
| Sludge Thickener Drive Replacement | Yes | Debt | $ - | $ - | $ 779,000 | $ - | $ - | $ 779,000 |
| Talbot St Clay Line Replacement | Yes | Debt | $ 650,000 | $ - | $ - | $ - | $ - | $ 650,000 |
| | | | **$ 6,444,315** | **$ 13,392,500** | **$ 7,119,000** | **$ 4,359,500** | **$ 500,000** | **$ 31,815,315** |

# Rate Recommendation

- No change to wastewater rates.
- 5% increase to the water demand charge (all water customers)
- Change the volume factor for single-family residential and commercial volume rates
- No change to first two volume tiers for single-family residential.
- Increases for volume rate for commercial and irrigation

# Rate Recommendation

- Residential Tiers

| Current | Proposed Scaling Factor |
|---|---|
| 0 to 2,000 gallons – 1.0x | 1.0x |
| 2,001 to 5,000 – 1.1x | 1.1x |
| 5,001 to 9,000 – 1.2x | 1.6x |
| 9,001 to 15,000 – 1.4x | 2.1x |
| Over 15,000 – 1.4x | 2.8x New Tier |

# Rate Recommendation

- Residential Volume Rates

| Current | Proposed Rate |
|---|---|
| 0 to 2,000 gallons – $4.50 | $4.50 |
| 2,001 to 6,000 – $4.95 | $4.95 (Changed) |
| 6,001 to 10,000 – $5.37 | $7.10 (Changed) |
| 10,001 to 15,000 – $6.27 | $9.46 (Changed) |
| Over 15,000 – $6.27 | $12.60 (New) |

# Rate Recommendation

- Commercial Volume Rates

| Current | Proposed Rate |
|---|---|
| • 0 to 15,000 gallons – $6.08 | $6.69 |
| • 15,001 to 45,000 – $6.69 | $7.69 |
| • 45,001 to 120,000 – $7.36 | $10.03 |
| • Over 120,000 – $7.90 | $13.38 |

# Rate Recommendation

- Average residential customer (5,000 gallons of use) – bill increase of $2.21 in 2027
- Average commercial customer (15,000 gallons of use) – bill increase of $12.82 in 2027

# Rate Recommendation

| Percent Rate Increase* | | | | | | |
|---|---|---|---|---|---|---|
| **Utility** | **Current** | **FY27** | **FY28** | **FY29** | **FY30** | **FY31** |
| **Water** | | Varies | 9.0% | 9.0% | 8.0% | 8.0% |
| **Wastewater** | | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% |

* Future rate increases are presented for information purposes only. The City reviews rate increases on an annual basis are these are dependent on many factors including growth and planned expenses.

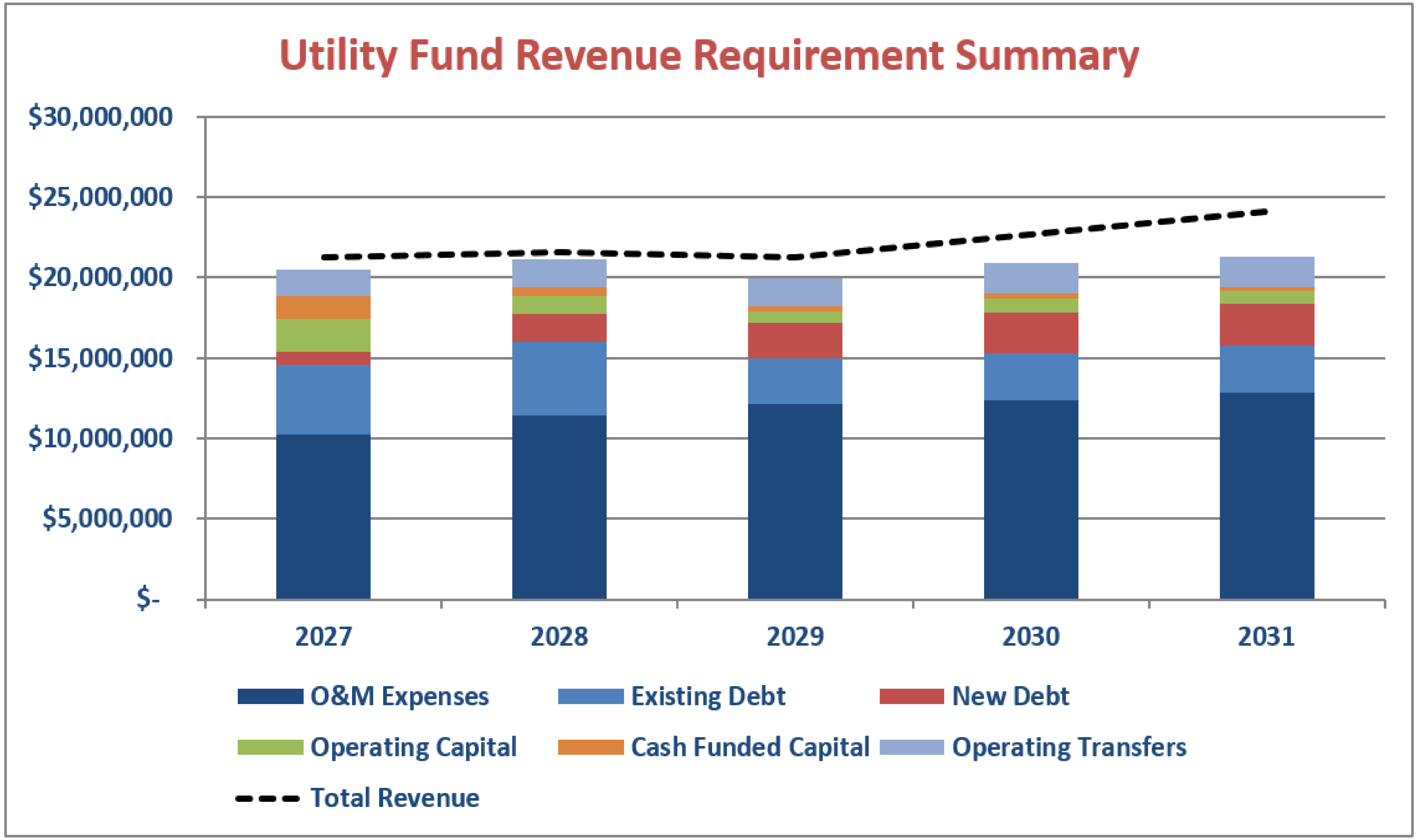
| Monthly Bill | | | | | | |
|---|---|---|---|---|---|---|
| **Customer** | **Current** | **FY27** | **FY28** | **FY29** | **FY30** | **FY31** |
| **Residential** | $ 142.41 | $ 144.62 | $ 151.72 | $ 158.66 | $ 165.44 | $ 172.72 |
| **Commercial** | $ 317.43 | $ 330.25 | $ 346.26 | $ 363.78 | $ 380.76 | $ 399.08 |

# Proposed Bill Changes

| | | | Sample Monthly Bill | | | | | | | Change | | % Change |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Utility | Class | Monthly Use | 2026 | 2027 | 2028 | 2029 | 2030 | 2031 | | 2026-2027 | | 2026-2027 |
| COMBINED WATER AND SEWER | | | | | | | | | | | | |
| | Residential w/ 3/4" meter | | | | | | | | | | | |
| | | 2,500 | $ 110.53 | $ 112.75 | $ 118.10 | $ 123.79 | $ 129.31 | $ 135.27 | | $ 2.21 | | 2.0% |
| | | 5,000 | $ 142.41 | $ 144.62 | $ 151.72 | $ 158.66 | $ 165.44 | $ 172.72 | | $ 2.21 | | 1.6% |
| | | 7,500 | $ 175.33 | $ 179.72 | $ 187.93 | $ 196.36 | $ 204.59 | $ 213.44 | | $ 4.39 | | 2.5% |
| | | 10,000 | $ 209.16 | $ 216.97 | $ 225.85 | $ 235.93 | $ 245.77 | $ 256.34 | | $ 7.81 | | 3.7% |
| | | 12,500 | $ 244.33 | $ 260.12 | $ 260.08 | $ 271.48 | $ 282.61 | $ 294.56 | | $ 15.79 | | 6.5% |
| | | 15,000 | $ 279.51 | $ 303.27 | $ 304.13 | $ 317.73 | $ 331.01 | $ 345.26 | | $ 23.76 | | 8.5% |
| | | 20,000 | $ 349.86 | $ 405.27 | $ 421.70 | $ 442.33 | $ 462.47 | $ 484.09 | | $ 55.41 | | 15.8% |
| | Commercial w/ 1" meter | | | | | | | | | | | |
| | | 5,000 | $ 178.63 | $ 185.37 | $ 195.36 | $ 206.28 | $ 216.86 | $ 228.28 | | $ 6.74 | | 3.8% |
| | | 10,000 | $ 248.03 | $ 257.81 | $ 270.81 | $ 285.03 | $ 298.81 | $ 313.68 | | $ 9.78 | | 3.9% |
| | | 15,000 | $ 317.43 | $ 330.25 | $ 346.26 | $ 363.78 | $ 380.76 | $ 399.08 | | $ 12.82 | | 4.0% |
| | | 25,000 | $ 462.33 | $ 485.16 | $ 508.06 | $ 533.08 | $ 557.36 | $ 583.58 | | $ 22.83 | | 4.9% |
| | | 50,000 | $ 827.93 | $ 884.14 | $ 925.31 | $ 970.23 | $ 1,013.86 | $ 1,061.03 | | $ 56.21 | | 6.8% |
| | | 100,000 | $ 1,585.93 | $ 1,775.74 | $ 1,861.81 | $ 1,955.73 | $ 2,046.86 | $ 2,145.53 | | $ 189.81 | | 12.0% |
| | | 250,000 | $ 3,930.13 | $ 4,885.26 | $ 5,145.81 | $ 5,429.63 | $ 5,704.86 | $ 6,002.23 | | $ 955.13 | | 24.3% |

# Utility Fund Summary

The proposed rate increase for FY27 results in an increase of $2.21/month (1.6% increase) for a residential customer with 5,000 gallons of water & wastewater use.



# Residential Bill Comparison

| City | WATER Bill for 5,000 Gallons | WASTEWATER Bill for 5,000 Gallons | TOTAL WATER & WASTEWATER Bill for 5,000 Gallons | Two-Year Increase |
|---|---|---|---|---|
| Pflugerville | $ 88 | $ 98 | $ 186 | 23% |
| Taylor (Proposed) | $ 70 | $ 74 | $ 145 | 1% |
| Taylor (Current) | $ 68 | $ 74 | $ 142 | |
| Hutto | $ 58 | $ 77 | $ 135 | 25% |
| Kyle | $ 88 | $ 46 | $ 134 | 23% |
| San Marcos | $ 60 | $ 63 | $ 123 | 16% |
| Buda | $ 54 | $ 68 | $ 122 | 8% |
| Bastrop | $ 52 | $ 59 | $ 112 | 5% |
| Georgetown | $ 47 | $ 61 | $ 108 | 23% |
| Leander | $ 60 | $ 29 | $ 89 | 0% |
| Lockhart | $ 46 | $ 42 | $ 88 | 0% |
| Belton | $ 29 | $ 58 | $ 88 | 0% |
| Cedar Park | $ 33 | $ 36 | $ 70 | 0% |
| Round Rock | $ 32 | $ 31 | $ 63 | 8% |

* Bills shown are for current rates and do not include any potential rate increases planned by the entity for the pending fiscal year.

Taylor Texas
CITY OF TAYLOR TX

# Commercial Bill Comparison

| City | WATER | WASTEWATER | TOTAL WATER & WASTEWATER | Two-Year Increase |
|---|---|---|---|---|
| | Bill for 25,000 Gallons | Bill for 25,000 Gallons | Bill for 25,000 Gallons | |
| Hutto | $ 341 | $ 306 | $ 647 | 42% |
| Kyle | $ 393 | $ 242 | $ 636 | 48% |
| Pflugerville | $ 380 | $ 228 | $ 608 | 18% |
| Buda | $ 403 | $ 170 | $ 573 | 11% |
| San Marcos | $ 281 | $ 271 | $ 552 | 16% |
| Taylor (Proposed) | $ 255 | $ 230 | $ 485 | 4% |
| Taylor (Current) | $ 232 | $ 230 | $ 462 | |
| Georgetown | $ 176 | $ 225 | $ 400 | 18% |
| Lockhart | $ 214 | $ 179 | $ 393 | 0% |
| Leander | $ 249 | $ 117 | $ 366 | 0% |
| Belton | $ 127 | $ 220 | $ 347 | 3% |
| Bastrop | $ 146 | $ 118 | $ 265 | 3% |
| Cedar Park | $ 138 | $ 105 | $ 243 | 0% |
| Round Rock | $ 120 | $ 112 | $ 232 | 5% |

* Bills shown are for current rates and do not include any potential rate increases planned by the entity for the pending fiscal year.

# Questions

# Utility Bill Explained

- Base Rate = Charged Even Without Usage

**CURRENT WATER CHARGES**

| Meter | Size | Previous | Current | Usage | Base Rate |
|---|---|---|---|---|---|
| 81480674N | 5/8" | 5225 | 5266 | 41 | 44.26 |

Gallons used equals Usage x 100 (Example 24 units = 2400 gallons)

Volumetric Charges (per kgal)

| | | |
|---|---|---|
| Block 1 | 20 @ 0.450 | 9.00 |
| Block 2 | 21 @ 0.495 | 10.40 |

TOTAL WATER CHARGES: 63.66

**CURRENT SEWER CHARGES**

| Base Rate | Quantity (in units) | Rate | Total Sewer Charges |
|---|---|---|---|
| 35.30 | 42.330 | 0.780 | 68.32 |

Total Sewer Charged = # of Units x Rate + Base Fee

Page 1 of 1

City of Taylor
Utility Billing
400 Porter St
Taylor, TX 76574

**ACCOUNT INFORMATION**

ACCOUNT: [redacted]
ZONE: 01
SERVICE ADDRESS: [redacted]
LAST PAYMENT: 06/30/26 -162.19
BASE SERVICE PERIOD: 05/31/26 TO 06/30/26
BILLING DATE: 07/05/26
DUE DATE: July 20, 2026

[redacted]
TAYLOR TX 76574-5161


**CURRENT WATER CHARGES**

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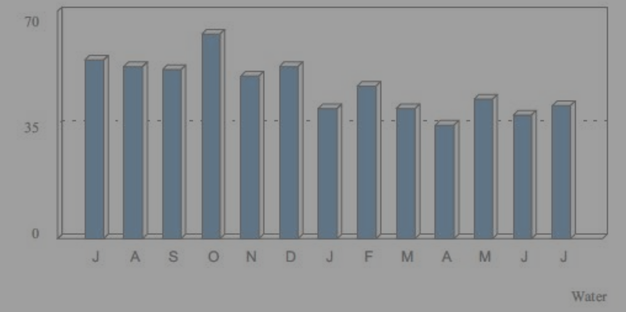
Fax (512) 352-6002
www.taylortx.gov

Office Hours: Mon-Fri 8:00 am - 5:00 pm
Visa, MasterCard and Discover Accepted
To report water emergencies call (512) 352-3251
Garbage, IESI 1-866-282-3508

**YOUR MONTHLY USAGE**




**OTHER CHARGES**

| Description | Amount |
|---|---|
| GARBAGE | 11.73 |
| DRAINAGE FEE | 3.00 |
| TRANSPORTATION USER FEE | 8.00 |
| RECYCLE | 5.77 |
| FRANCHISE FEE | 1.17 |
| FRANCHISE FEE | 0.58 |
| SALES TAX | 1.45 |

**AMOUNT DUE**

| | |
|---|---|
| TOTAL CURRENT CHARGES | 163.68 |
| TOTAL AMOUNT DUE BY 07/20/26 | 163.68 |

**SPECIAL MESSAGE**

The 2025 CCR Water Quality Report is now available to view on our website, www.taylortx.gov, or at the following link: https://gemgrp.com/eReports/CityOfTaylorTX2025CCR/

Scan this code to sign up for our monthly digital Community Connection Newsletter.

Payment Coupon

PLEASE RETURN THIS PORTION ALONG WITH YOUR PAYMENT AND MAKE YOUR CHECK PAYABLE TO THE CITY OF TAYLOR

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**AMOUNT DUE**

TOTAL AMOUNT DUE BY 07/20/26 163.68
TOTAL AMOUNT DUE IF PAID AFTER 07/20/26 163.68

**AMOUNT ENCLOSED**

REMIT PAYMENT TO:

[redacted]
TAYLOR TX 76574-5161

CITY OF TAYLOR
400 PORTER ST
TAYLOR TX 76574

01

Any previous balance shown is past due and the account is subject to disconnection without further notice, unless payment arrangements have been made. Remit payment for any past due balance immediately. Please verify your bill each month.

[redacted]

# Utility Bill Explained

- Water Usage = 4,100 Gallons in Bill Cycle
- Volumetric Charges = Usage Charges
  - 0-2,000 Gallons = $4.50/1k Gallons
  - 2,000-5,000 Gallons = $4.95/1k Gallons
  - etc.

**CURRENT WATER CHARGES**

| Meter | Size | Previous | Current | Usage | Base Rate |
|---|---|---|---|---|---|
| 81480674N | 5/8" | 5225 | 5266 | 41 | 44.26 |

Gallons used equals Usage x 100 (Example 24 units = 2400 gallons)

Volumetric Charges (per kgal)

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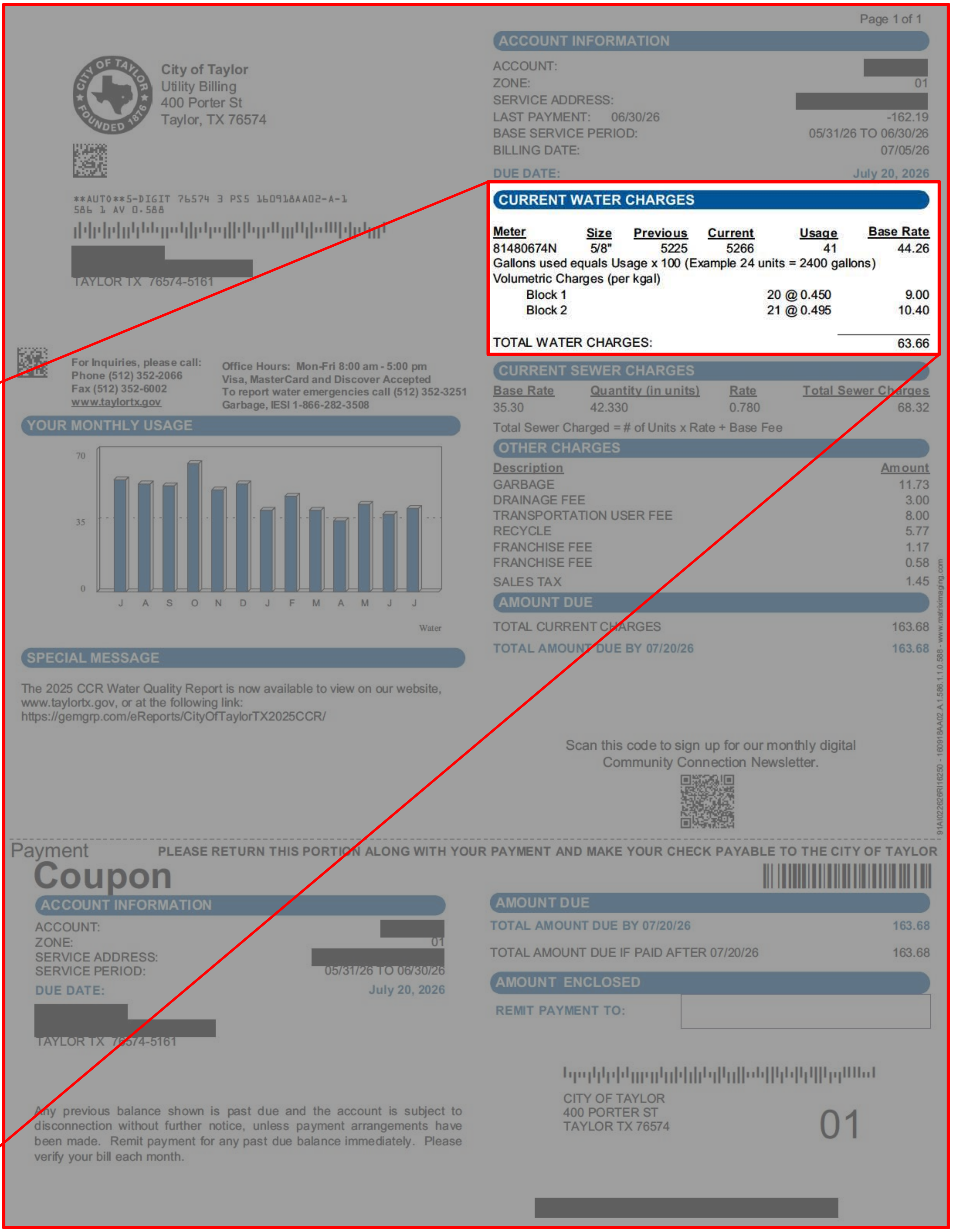

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TAYLOR TX 76574-5161

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400 PORTER ST
TAYLOR TX 76574

01

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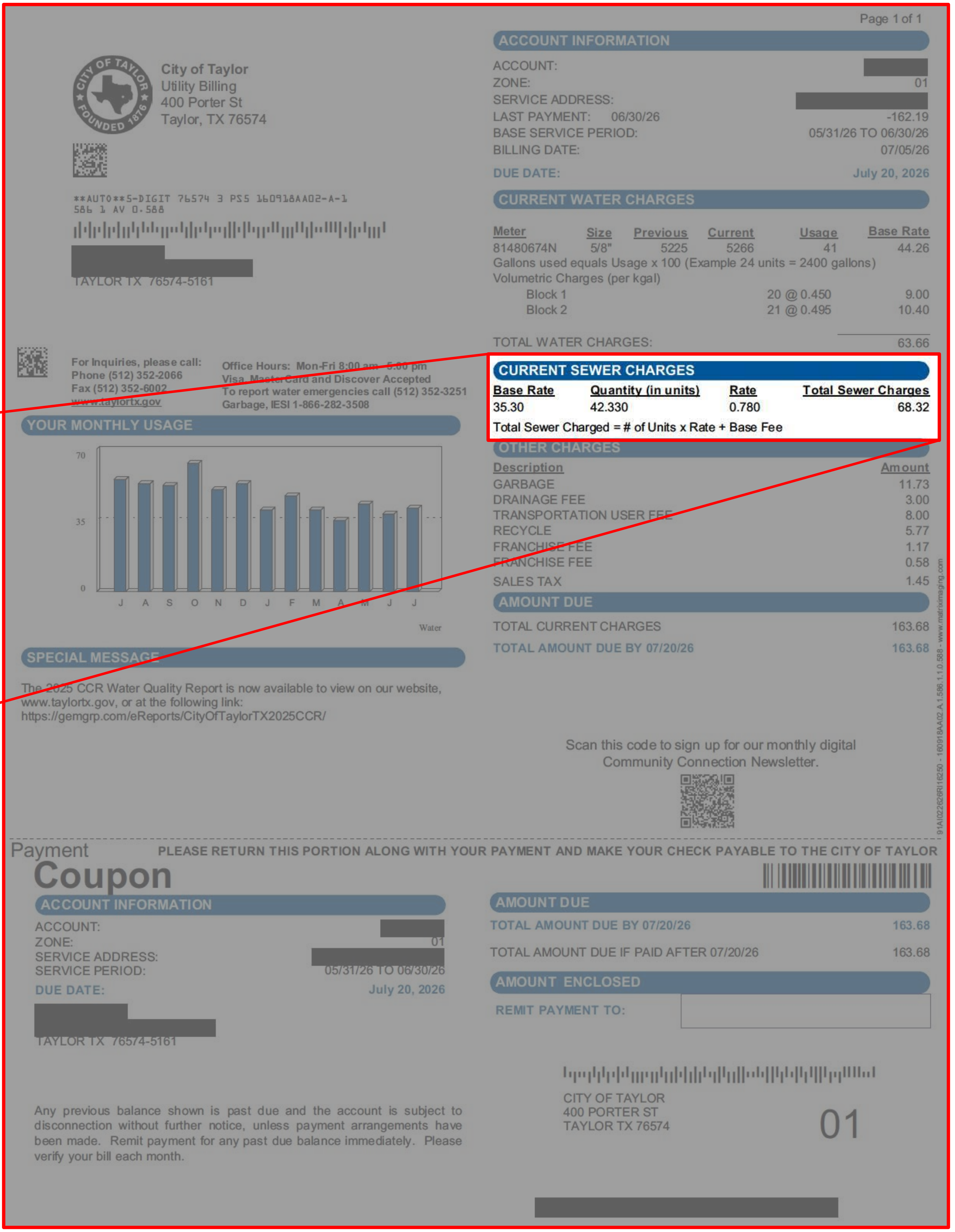
[redacted]

# Utility Bill Explained

- Sewer Quantity = Average monthly water use in Winter Months

| CURRENT SEWER CHARGES | | | |
|---|---|---|---|
| **Base Rate** | **Quantity (in units)** | **Rate** | **Total Sewer Charges** |
| 35.30 | 42.330 | 0.780 | 68.32 |

Total Sewer Charged = # of Units x Rate + Base Fee



Page 1 of 1

City of Taylor
Utility Billing
400 Porter St
Taylor, TX 76574

**AUTO**5-DIGIT 76574 3 PS5 160918AA02-A-1
586 1 AV 0.588

[redacted]
TAYLOR TX 76574-5161

**ACCOUNT INFORMATION**

| | |
|---|---|
| ACCOUNT: | [redacted] |
| ZONE: | 01 |
| SERVICE ADDRESS: | [redacted] |
| LAST PAYMENT: 06/30/26 | -162.19 |
| BASE SERVICE PERIOD: | 05/31/26 TO 06/30/26 |
| BILLING DATE: | 07/05/26 |
| DUE DATE: | July 20, 2026 |

**CURRENT WATER CHARGES**

| Meter | Size | Previous | Current | Usage | Base Rate |
|---|---|---|---|---|---|
| 81480674N | 5/8" | 5225 | 5266 | 41 | 44.26 |

Gallons used equals Usage x 100 (Example 24 units = 2400 gallons)
Volumetric Charges (per kgal)

| | | |
|---|---|---|
| Block 1 | 20 @ 0.450 | 9.00 |
| Block 2 | 21 @ 0.495 | 10.40 |

TOTAL WATER CHARGES: 63.66

For Inquiries, please call:
Phone (512) 352-2066
Fax (512) 352-6002
www.taylortx.gov

Office Hours: Mon-Fri 8:00 am - 5:00 pm
Visa, MasterCard and Discover Accepted
To report water emergencies call (512) 352-3251
Garbage, IESI 1-866-282-3508

**CURRENT SEWER CHARGES**

| Base Rate | Quantity (in units) | Rate | Total Sewer Charges |
|---|---|---|---|
| 35.30 | 42.330 | 0.780 | 68.32 |

Total Sewer Charged = # of Units x Rate + Base Fee

**YOUR MONTHLY USAGE**



**OTHER CHARGES**

| Description | Amount |
|---|---|
| GARBAGE | 11.73 |
| DRAINAGE FEE | 3.00 |
| TRANSPORTATION USER FEE | 8.00 |
| RECYCLE | 5.77 |
| FRANCHISE FEE | 1.17 |
| FRANCHISE FEE | 0.58 |
| SALES TAX | 1.45 |

**AMOUNT DUE**

| | |
|---|---|
| TOTAL CURRENT CHARGES | 163.68 |
| TOTAL AMOUNT DUE BY 07/20/26 | 163.68 |

**SPECIAL MESSAGE**

The 2025 CCR Water Quality Report is now available to view on our website, www.taylortx.gov, or at the following link: https://gemgrp.com/eReports/CityOfTaylorTX2025CCR/

Scan this code to sign up for our monthly digital Community Connection Newsletter.

Payment Coupon

PLEASE RETURN THIS PORTION ALONG WITH YOUR PAYMENT AND MAKE YOUR CHECK PAYABLE TO THE CITY OF TAYLOR

**ACCOUNT INFORMATION**

| | |
|---|---|
| ACCOUNT: | [redacted] |
| ZONE: | 01 |
| SERVICE ADDRESS: | [redacted] |
| SERVICE PERIOD: | 05/31/26 TO 06/30/26 |
| DUE DATE: | July 20, 2026 |

[redacted]
TAYLOR TX 76574-5161

**AMOUNT DUE**

| | |
|---|---|
| TOTAL AMOUNT DUE BY 07/20/26 | 163.68 |
| TOTAL AMOUNT DUE IF PAID AFTER 07/20/26 | 163.68 |

**AMOUNT ENCLOSED**

REMIT PAYMENT TO:

CITY OF TAYLOR
400 PORTER ST
TAYLOR TX 76574

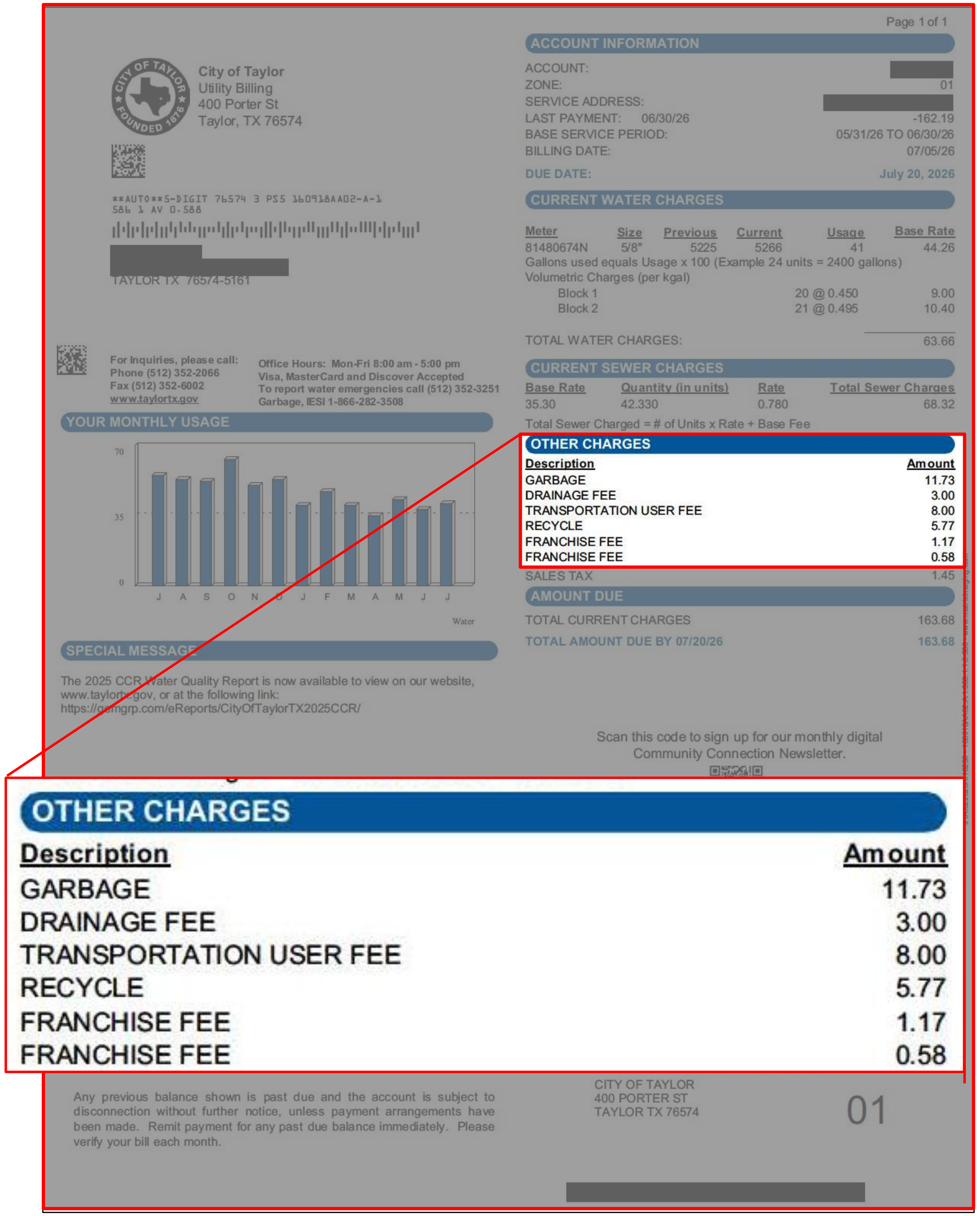
01

Any previous balance shown is past due and the account is subject to disconnection without further notice, unless payment arrangements have been made. Remit payment for any past due balance immediately. Please verify your bill each month.

[redacted]

# Utility Bill Explained

- **Garbage** – Trash paid to Waste Connections
- **Drainage Fee** – Funds the Municipal Drainage Utility System for drainage maintenance and improvements
- **Transportation User Fee** – Funds street maintenance and improvements
- **Recycle** – Curbside recycling paid to Waste Connections
- **Franchise Fees** – Percentage of Garbage and Recycle paid to City for Administration



Page 1 of 1

City of Taylor
Utility Billing
400 Porter St
Taylor, TX 76574

**ACCOUNT INFORMATION**

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ZONE: 01
SERVICE ADDRESS: [redacted]
LAST PAYMENT: 06/30/26 -162.19
BASE SERVICE PERIOD: 05/31/26 TO 06/30/26
BILLING DATE: 07/05/26
DUE DATE: July 20, 2026

**CURRENT WATER CHARGES**

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Gallons used equals Usage x 100 (Example 24 units = 2400 gallons)
Volumetric Charges (per kgal)
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| SALES TAX | 1.45 |

**AMOUNT DUE**

TOTAL CURRENT CHARGES 163.68
TOTAL AMOUNT DUE BY 07/20/26 163.68

[redacted]
TAYLOR TX 76574-5161

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**YOUR MONTHLY USAGE**



**SPECIAL MESSAGE**

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CITY OF TAYLOR
400 PORTER ST
TAYLOR TX 76574

01

[redacted]

# City Council Meeting
# August 6, 2026
# Transmittal Letter

| STRATEGIC PILLAR |
| --- |
| Economic Vitality |

**Agenda Item Number:** 2.

**Agenda Title:** **Discuss Preliminary FY27 Budget (No Action)**

**Council Action to be Taken:** Receive Presentation from City staff and Discussion only regarding the FY27 Budget.

**Department Submitted:** Finance

**Staff Contact:** Robert Powers, Chief Financial Officer

## 1. PURPOSE / DESCRIPTION

City Staff will present the preliminary recommendations for the FY27 Annual Budget. This will be an opportunity for the City Council to discuss their priorities and/or expectations for the upcoming year. The presentation will be primarily focused on the City's General Fund, but will cover other funds as well.

## 2. STAFF ANALYSIS / BACKGROUND / PRIOR COUNCIL ACTIONS

City staff desires Council feedback and input on the preliminary budget. The City Manager plans to submit his proposed budget to the City Council on or before August 10th. At the August 13th City Council meeting, Council will be required to vote on setting a *proposed maximum* tax rate and schedule a public hearing. It is important to note that this action does not approve the tax rate. That vote will be decided by City Council at the September 10, 2026 meeting.

The proposed budget and tax rate will be introduced at the August 27th City Council meeting. The public hearing for the budget is proposed to be at the August 27th meeting and the public hearing for the tax rate is recommended for September 10. Adoption of the budget and tax rate would occur at the September 10th meeting.

## 3. PROS and CONS

| PROS | CONS |
| --- | --- |

| | |
|---|---|
| • | • |

## 4. RECOMMENDATION

No action is necessary, but any City Council feedback is welcomed prior to formal submission of the proposed budget.

## 5. FUNDING SOURCE

## 6. TIMELINE

Proposed budget is due to be filed with the City Clerk's office on or before August 10, 2026.
Budget & Tax Rate ordinances would be introduced at the August 27, 2026 meeting.
Adoption of both the budget and tax rate would occur at the September 10, 2026 meeting.

## 7. OTHER OPTIONS

## 8. ATTACHMENTS

1. Presentation FY27 Budget Workshop_8.6.26

# FY27 Budget Workshop

August 6, 2026

# Where we Left off – June 17, 2026 workshop

- Current Tax Rate = $0.58500
- General Fund Budget Gap = $530,000
- Estimated ending FY 26 Fund Balance = $18,000,000 (57%)
- Recommended Uses of Fund Balance for FY27
  - $1,000,000 set aside for vehicle & equipment replacement
  - $250,000 Comprehensive Plan & Land Use Update
  - $146,000 Public Safety 1% COLA
  - $116,000 Non-civil service employee 1x Stipend
  - ➢ *Estimated FY27 Ending Fund Balance = $16,485,000 (55%)*

# Where we Left off – June 17, 2026 workshop (cont'd)

- Prior to the workshop, department budgets were scrutinized to find savings wherever possible.
- Requested adjustments to base (ATBs) for new personnel, programs or new equipment were not able to be considered due to funding constraints.
- The Utility Fund transfer ($2,250,000) to the General Fund was increased (current rate has remained unchanged at $1,600,000 for 7 years.)  Increase was possible due to increased revenue from Samsung operations.

# Where we are now – August 6, 2026

- Health Insurance Premium increase is 8% instead of 20% previously projected (savings = $170,000)
- Final WCAD Certified Values = additional $200,000
- Samsung WWTP Blue Sky LLC (Epcor subsidiary) = additional $1,040,000*

** Previous preliminary budget had contingency reserved in the General Fund in case Epcor is successful in its lawsuit with WCAD regarding its tax exemption claim. However, even if successful, refund of prior taxes paid by Epcor would come from the TIF#2 fund which is where they were originally deposited, so a separate contingency is not required.*

# Changes since June 17

- With improved revenue outlook since June, the General Fund base budget *deficit* of $530,000, became a $695,000 *surplus*.
- Therefore, city management now recommends the following:
- Partially restore some of the base budget cuts – primarily in the areas of training, uniforms, facility maintenance, and Fire Dept. overtime. ($295,000)
- 2% COLA for employees (in lieu of previous proposed 1% cola for Civil Service employees and 1x stipend for other employees. Net increase $110,000)



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# Changes since June 17 (cont'd)

- The General Fund operating base budget is balanced between revenues & expenditures.
- City Management recommends the use of fund balance for significant 1x expenditures.
  - $200,000 - Comprehensive Plan & Land Use Update (previously $250,000)
  - $1,270,000 - Fleet & Heavy Equipment Replacement
    - $500,000 Fire Tanker Truck (30 yrs); acquired from Pflugerville Fire Dept in 2016.
    - $135,000 Fire Squad vehicle (replacement due to total loss claim in 2026)
    - $151,255 Public Works Asphalt Roller (2015)
    - $400,000 Street Sweeper (2015)
    - $44,000 (2) Parks Dept mowers (2009 & 2017)
    - $40,000 TRP Sports Complex infield groomer (2020)

# Truth-in-Taxation worksheets

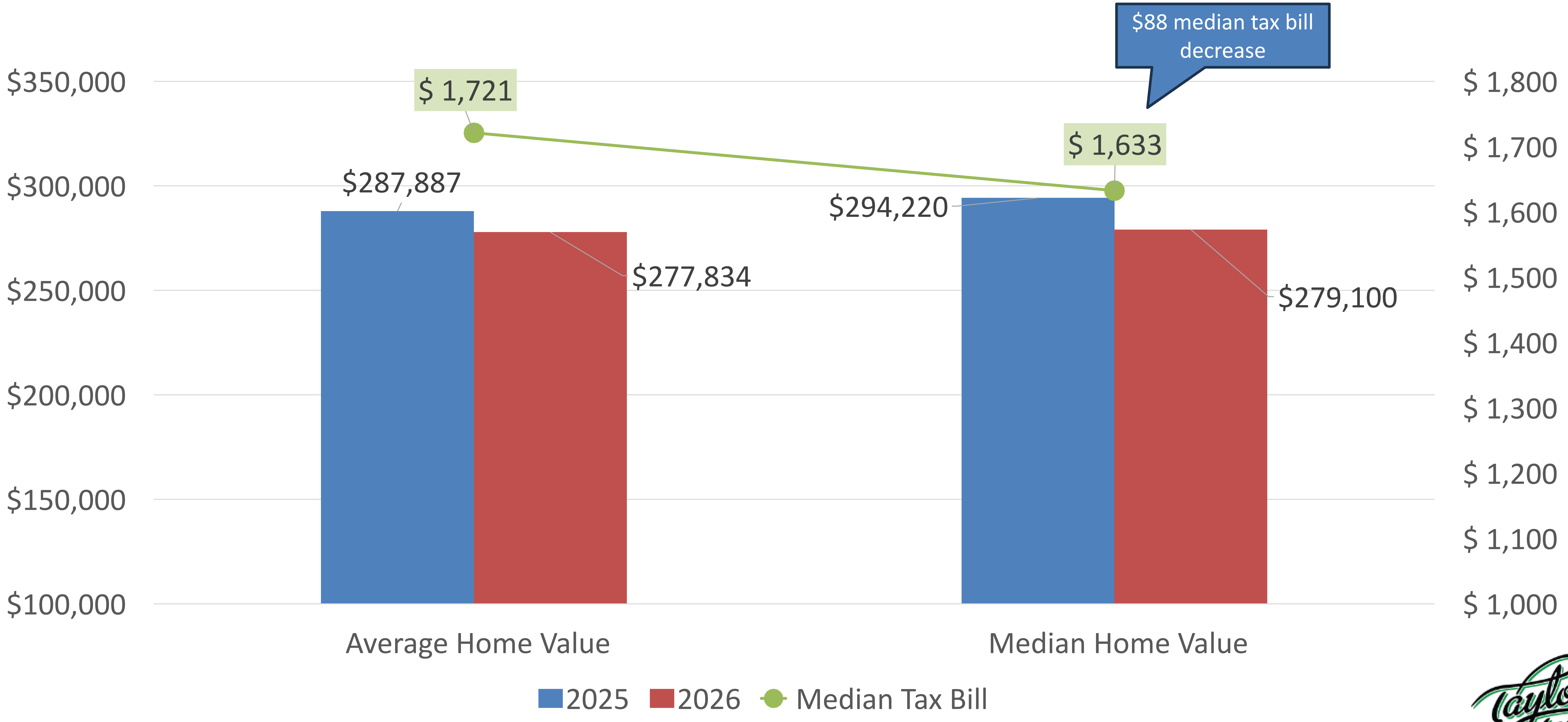
- No-New-Revenue Rate (NNR)
  - Tax Rate that would produce same total tax revenue as last year from existing property.
- NNR Maintenance & Operations Rate
  - Tax Rate that would produce the same total tax revenue for maintenance & operations (General Fund) as last year from existing property.
- Debt Service Rate
  - Tax Rate required to produce tax revenue sufficient to pay existing debt service (includes all value, including new property.)
- Voter-Approval Rate (VAR)
  - Tax Rate equal to Maintenance & Operations Rate plus 3.5% plus required Debt Service Rate.

# Truth-in-Taxation worksheets

| Tax Base | FY 2026 | FY 2027 | DIFF. |
|---|---|---|---|
| NET TAXABLE (*EXCLUDING* TIFs) | $2,839,913,440 | $3,449,730,892 | 21.5% |
| NEW VALUE | | $214,168,422 | 7.5% |
| **Tax Rate** | **FY 2026** | **FY 2027** | **DIFF.** |
| CURRENT YEAR TAX RATE | 0.585000 | | |
| NO-NEW-REVENUE (NNR) RATE | | 0.518562 | -6.64 CENT (DECREASE) |
| | | | |
| VOTER-APPROVAL RATE | | 0.597152 | +1.2152 CENTS (INCREASE) |
| | | | |
| M&O (GENERAL FUND) RATE | 0.371924 | 0.296879 | -7.32 CENTS (DECREASE) |
| DEBT SERVICE RATE | 0.213076 | 0.286321 | +7.32 CENTS (INCREASE) |
| | | | |
| PRELIMINARY TOTAL TAX RATE | 0.585000 | 0.585000 | NO CHANGE |
| | | | |

# Residential property values with homestead

## (Median Home values decreased 5.1% or $88 decrease in tax bill)



# Requested Additional uses of fund balance

- Fire Ladder Truck equipment - $100,000
- Animal Shelter shade structure - $55,000
- Animal Services (radios & dispatch module enhancements) - $28,300
- Compensation Study - $35,000
- Library & Fire Station No. 1 replace fencing - $9,775

- Revised estimated ending Fund Balance would be $16,455,000 (53.9%)

# Utility Fund (based on current rates)

| | FY 2023 | FY 2024 | FY 2025 | FY 2026-bdg | FY 2026-est. | FY 2027 |
|---|---|---|---|---|---|---|
| | | | | | | |
| | | | | | | |
| Beginning Fund Balance | 5,650,062 | 7,178,910 | 9,027,299 | 9,070,576 | 9,494,379 | 14,948,183 |
| | | | | | | |
| Revenues | 13,929,288 | 16,388,889 | 16,446,153 | 16,103,070 | 22,400,070 | 20,914,642 |
| | | | | | | |
| Expenditures | | | | | | |
| 701-Utility Billing | 563,964 | 636,814 | 788,110 | 724,174 | 730,006 | 796,346 |
| 706-Wastewater Treatment | 1,237,371 | 1,744,924 | 1,447,280 | 2,066,619 | 1,762,566 | 2,610,201 |
| 708-Utility Maintenance | 2,239,255 | 2,829,609 | 2,937,029 | 2,810,641 | 2,957,806 | 4,746,627 |
| 709-Non-Departmental | 8,359,850 | 9,329,154 | 10,806,653 | 10,501,636 | 11,495,888 | 12,300,171 |
| Total Expenditures | 12,400,440 | 14,540,501 | 15,979,072 | 16,103,070 | 16,946,266 | 20,453,345 |
| | | | | | | |
| Revenues Over/(Under) Expenditures | 1,528,848 | 1,848,388 | 467,081 | 0 | 5,453,804 | 461,297 |
| | | | | | | |
| Ending Fund Balance | 7,178,910 | 9,027,299 | 9,494,379 | 9,070,576 | 14,948,183 | 15,409,480 |
| | | | | | | |
| | | | | | | |
| Fund Balance % of Total Expenditures | 57.9% | 62.1% | 59.4% | 56.3% | 88.2% | 75.3% |

# Utility System - Adjustments to Base (Recommended)

| DEPARTMENT | DESCRIPTION | FY27 COST |
|---|---|---|
| UTILITIES ADMINISTRATION | COMMUNICATION SERVICES (Event-based; as-needed) | $100,000 |
| UTILITIES ADMINISTRATION | SAMSUNG WATER METER ANNUAL CALIBRATIONS | $5,000 |
| WASTEWATER TREATMENT PLANT | WWT PUMP & MOTOR INVENTORY | $300,000 |
| WASTEWATER TREATMENT PLANT | WWTP MAINTENANCE ATV | $25,000 |
| WASTEWATER TREATMENT PLANT | CHEVROLET 1/2T FOR PRETREATMENT OFFICER | $45,000 |
| DISTRIBUTION/COLLECTION | NORTH PUMP STATION - PUMP & MOTOR INVENTORY | $300,000 |
| DISTRIBUTION/COLLECTION | TOWER MAINTENANCE - TCEQ COMPLIANCE | $120,000 |
| DISTRIBUTION/COLLECTION | INSERTION VALVE | $80,000 |
| DISTRIBUTION/COLLECTION | TRAINING - CDL | $8,000 |

# Utility Fund – FY27 changes

- ❑ $187,000 Backhoe (2016)
- ❑ $640,000 Vac Truck (2017)
- ❑ $25,000 ATV (new; WWTP)
- ❑ $45,000 Pickup ½-ton (new; for WW Pretreatment Officer)
- ❑ $600,000 Pump & Motor Inventory (2); WWTP & North Pump Station.
- ❑ $120,000 Water Tower Maintenance (TCEQ compliance)
- ❑ $180,000 Right-of-way Inspection Services (dedicated)
- ❑ $100,000 Communication Services (as-needed)
- ❑ $100,000 Tree trimming (new)
- ❑ $75,000 Building Demolition (2)

Taylor Texas CITY OF TAYLOR TX

# Water Capital Improvement Plan

| Project Name | Source of Funding | Estimated Project Cost by Year 2027 | 2028 | 2029 | 2030 | 2031 | Five-Year CIP Total |
|---|---|---|---|---|---|---|---|
| Valve inventory and exercising program | Cash | $ 90,000 | $ - | $ - | $ - | $ - | $ 90,000 |
| Lead Service line inventory and replacements | Cash | $ 400,000 | $ 200,000 | $ 200,000 | $ 200,000 | $ 200,000 | $ 1,200,000 |
| Water Leak Detection - City wide | Cash | $ 52,500 | $ - | $ 57,500 | $ - | $ 57,500 | $ 167,500 |
| Northeast WL-2 Replace existing 6" along Old Thorndale with 24" | Fees | $ 500,000 | $ 2,500,000 | $ 2,500,000 | $ 810,000 | $ - | $ 6,310,000 |
| North Pump Station Bypass | Debt | $ 700,000 | $ - | $ - | $ - | $ - | $ 700,000 |
| FM 619 Water Transmission Line | Debt | $ 15,000,000 | $ - | $ - | $ - | $ - | $ 15,000,000 |
| North Main St Pressure Zone Improvements | Debt | $ 1,500,000 | $ 2,000,000 | $ - | $ - | $ - | $ 3,500,000 |
| E MLK Jr 8-in Waterline Replacement | Debt | $ - | $ 492,500 | $ - | $ - | $ - | $ 492,500 |
| N Main St Waterline Replacement | Debt | $ 800,000 | $ 669,500 | $ - | $ - | $ - | $ 1,469,500 |
| | | **$ 19,042,500** | **$ 5,862,000** | **$ 2,757,500** | **$ 1,010,000** | **$ 257,500** | **$ 28,929,500** |

# Sewer Capital Improvement Plan

| Project Name | Source of Funding | 2027 | 2028 | 2029 | 2030 | 2031 | Five-Year CIP Total |
|---|---|---|---|---|---|---|---|
| | | Estimated Project Cost by Year | | | | | |
| I & I Investegation and Reduction & Condition Based Repairs | Cash | $ 350,000 | $ - | $ - | $ - | $ - | $ 350,000 |
| I & I Investegation and Reduction & Condition Based Repairs - Tammi Lar | Cash | $ 200,000 | $ - | $ - | $ - | $ - | $ 200,000 |
| Smoke Detection - City wide | Cash | $ - | $ 192,500 | $ - | $ 167,500 | $ - | $ 360,000 |
| I & I Investegation and Reduction & Condition Based Repairs - Mustang Cr | Cash | $ 100,000 | $ 200,000 | $ - | $ - | $ - | $ 300,000 |
| WWTP Master Plan | Cash | $ 265,000 | $ - | $ - | $ - | $ - | $ 265,000 |
| Upsize along Bull Branch from 7th to 12th | Fees | $ 1,500,000 | $ 2,500,000 | $ - | $ - | $ - | $ 4,000,000 |
| Upsize along Bull Branch from 12th to Otis | Fees | $ - | $ - | $ - | $ 1,000,000 | $ 500,000 | $ 1,500,000 |
| Upsize along Bull Branch from 7th to 12th | Debt | $ - | $ 2,000,000 | $ 1,030,000 | $ - | $ - | $ 3,030,000 |
| Upsize along Bull Branch from 12th to Otis | Debt | $ - | $ 500,000 | $ 1,500,000 | $ 1,892,000 | $ - | $ 3,892,000 |
| Fine Screen | Other | $ 290,000 | $ - | $ - | $ - | $ - | $ 290,000 |
| Headworks (second bar screen, sluice gate replacement) | Other | $ - | $ 5,690,000 | $ - | $ - | $ - | $ 5,690,000 |
| Repair hazardous gas ventilation systems for influent lift stations and RAS | Other | $ 469,315 | $ - | $ - | $ - | $ - | $ 469,315 |
| RAS Pump building/MCC 2 E-house upgrade | Other | $ 1,270,000 | $ - | $ - | $ - | $ - | $ 1,270,000 |
| Berm at WWTP | Debt | $ - | $ 500,000 | $ 2,000,000 | $ 1,300,000 | $ - | $ 3,800,000 |
| Concrete at headworks, lining of stairs and influent channel | Debt | $ 350,000 | $ - | $ - | $ - | $ - | $ 350,000 |
| Train 1 Rehab | Other | $ 500,000 | $ 1,810,000 | $ 1,810,000 | $ - | $ - | $ 4,120,000 |
| Portable Operator Building | Debt | $ 500,000 | $ - | $ - | $ - | $ - | $ 500,000 |
| Sludge Thickener Drive Replacement | Debt | $ - | $ - | $ 779,000 | $ - | $ - | $ 779,000 |
| Talbot St Clay Line Replacement | Debt | $ 650,000 | $ - | $ - | $ - | $ - | $ 650,000 |
| | | **$ 6,444,315** | **$ 13,392,500** | **$ 7,119,000** | **$ 4,359,500** | **$ 500,000** | **$ 31,815,315** |

Taylor Texas
CITY OF TAYLOR TX

# Other Operating Funds - Airport

| | FY 2023 | FY 2024 | FY 2025 | FY 2026-bdg | FY 2026-est. | FY 2027 |
|---|---|---|---|---|---|---|
| Beginning Fund Balance | 702,393 | 643,970 | 476,506 | 130,520 | 330,137 | 364,399 |
| Revenues | 528,398 | 601,294 | 1,200,182 | 699,400 | 699,400 | 888,400 |
| Expenditures | | | | | | |
| 732-Airport Operations | 586,821 | 768,758 | 1,346,551 | 652,487 | 665,138 | 828,928 |
| Revenues Over/(Under) Expenditures | (58,423) | (167,464) | (146,369) | 46,913 | 34,262 | 59,472 |
| Ending Fund Balance | 643,970 | 476,506 | 330,137 | 177,433 | 364,399 | 423,871 |

# Other Operating Funds - Cemetery

| | FY 2023 | FY 2024 | FY 2025 | FY 2026-bdg | FY 2026-est. | FY 2027 |
|---|---|---|---|---|---|---|
| | | | | | | |
| Beginning Fund Balance | 162,284 | 159,385 | 137,236 | 174,996 | 164,695 | 182,893 |
| | | | | | | |
| Revenues | 347,347 | 387,156 | 338,974 | 919,730 | 913,730 | 400,500 |
| | | | | | | |
| Expenditures | | | | | | |
| 761-Cemetery Operations | 350,246 | 409,305 | 311,515 | 924,490 | 895,532 | 400,500 |
| | | | | | | |
| Revenues Over/(Under) Expenditures | (2,899) | (22,149) | 27,459 | (4,760) | 18,198 | 0 |
| | | | | | | |
| Ending Fund Balance | 159,385 | 137,236 | 164,695 | 170,236 | 182,893 | 182,893 |
| | | | | | | |

# Other Operating Funds - Fleet Services

| | FY 2023 | FY 2024 | FY 2025 | FY 2026-bdg | FY 2026-est. | FY 2027 |
|---|---|---|---|---|---|---|
| Beginning Fund Balance | (40,387) | 1,046 | 436,730 | 584,957 | 580,479 | 449,149 |
| Revenues | 964,703 | 1,332,579 | 1,205,361 | 1,070,808 | 1,099,033 | 1,255,290 |
| Expenditures | | | | | | |
| 517-Fleet Services | 923,270 | 896,895 | 1,061,612 | 1,298,835 | 1,230,363 | 1,305,290 |
| Revenues Over/(Under) Expenditures | 41,433 | 435,684 | 143,749 | (228,027) | (131,330) | (50,000) |
| Ending Fund Balance | 1,046 | 436,730 | 580,479 | 356,930 | 449,149 | 399,149 |

# Capital Project Funds – tax-supported

| Tax-Supported | Issued - Par | Current Balance |
|---|---|---|
| Fund 500 - 2022 CO's | $12,335,000 | $3,575,078<br>- Fire Ladder Truck (Dec '26)<br>- Bull Branch Trail<br>- Wilco A2 Corridor |
| Fund 162 - 2022 Tax Notes | $5,325,000 | $98,101<br>- Reserved for Arbitrage Interest Rebate |
| Fund 164 - 2023 TWDB | $5,090,000 | $4,821,205<br>- Bull Branch, Donna Channel, & Travis/Franklin Drainage |
| Fund 504 - 2023-A CO's | $52,155,000 | $52,783,165<br>- Justice Center |
| Fund 505 - 2024 CO's | $20,320,000 | $13,981,510<br>- Drainage Improvements<br>- MLK Sidewalks<br>- Davis Street Improvements |
| Fund 506 - 2025 CO's | $8,000,000 | $6,443,453<br>- Fire Station No. 2 Renovations<br>- Tammi Ln. Drainage Improvements<br>- Davis Street Improvements |

# Capital Project Funds – Utility Supported

| Utility-Supported | Issued- Par | Current Balance |
|---|---|---|
| Fund 600 - 2022 CO's | $10,575,000 | $2,909,921<br>- Bull Branch & Tammi Ln Sewer replacements<br>- E. MLK and N. Main waterline replacements<br>- WWTP Digester |
| Fund 602 - 2024 CO's | $8,930,000 | $9,146,868<br>- Bull Branch Interceptor<br>- WWTP Improvements (TCEQ) |
| Fund 603 - 2025 CO's | $5,000,000 | $5,143,569<br>- Bull Branch Interceptor<br>- WWTP Improvements (TCEQ) |



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# Special Revenue Funds – Hotel Occupancy Tax Fund

| | FY 2023 | FY 2024 | FY 2025 | FY 2026-bdg | FY 2026-est. | FY 2027 |
|---|---|---|---|---|---|---|
| | | | | | | |
| Beginning Fund Balance | 89,223 | 130,576 | 191,050 | 260,050 | 256,929 | 359,549 |
| | | | | | | |
| Revenues | 333,973 | 365,853 | 355,172 | 355,000 | 360,500 | 360,500 |
| | | | | | | |
| Expenditures | | | | | | |
| 612-Hotel/Motel Tax | 292,620 | 305,379 | 289,294 | 350,380 | 257,880 | 355,300 |
| | | | | | | |
| Revenues Over/(Under) Expenditures | 41,353 | 60,474 | 65,879 | 4,620 | 102,620 | 5,200 |
| | | | | | | |
| Ending Fund Balance | 130,576 | 191,050 | 256,929 | 264,670 | 359,549 | 364,749 |
| | | | | | | |

# Special Revenue Funds – Downtown TIF #1 Fund

| | FY 2023 | FY 2024 | FY 2025 | FY 2026-bdg | FY 2026-est. | FY 2027 |
|---|---|---|---|---|---|---|
| | | | | | | |
| Beginning Fund Balance | 268,507 | 554,217 | 847,693 | 1,070,488 | 1,235,949 | 1,550,127 |
| | | | | | | |
| Revenues | 694,429 | 1,029,329 | 1,066,576 | 1,135,000 | 1,146,000 | 1,180,000 |
| | | | | | | |
| Expenditures | | | | | | |
| 520-TIF No. 1 Administration | 408,719 | 735,853 | 678,320 | 1,240,195 | 831,822 | 2,153,663 |
| | | | | | | |
| Revenues Over/(Under) Expenditures | 285,709 | 293,476 | 388,256 | (105,195) | 314,178 | (973,663) |
| | | | | | | |
| Ending Fund Balance | 554,217 | 847,693 | 1,235,949 | 965,293 | 1,550,127 | 576,464 |
| | | | | | | |

# Special Revenue Funds – TIF No. 2 (Samsung) Fund

| | FY 2023 | FY 2024 | FY 2025 | FY 2026-bdg | FY 2026-est. | FY 2027 |
|---|---|---|---|---|---|---|
| | | | | | | |
| Beginning Fund Balance | 0 | 146,059 | 661,391 | 706,023 | 806,244 | 1,687,384 |
| | | | | | | |
| Revenues | 159,479 | 543,332 | 2,494,386 | 9,290,000 | 9,161,294 | 10,328,000 |
| | | | | | | |
| Expenditures | | | | | | |
| 520-TIF No. 2 Administration | 13,420 | 28,000 | 2,349,533 | 9,163,000 | 8,280,154 | 10,328,000 |
| | | | | | | |
| Revenues Over/(Under) Expenditures | 146,059 | 515,332 | 144,853 | 127,000 | 881,140 | 0 |
| | | | | | | |
| Ending Fund Balance | 146,059 | 661,391 | 806,244 | 833,023 | 1,687,384 | 1,687,384 |
| | | | | | | |

# Special Revenue Funds – transportation user fee (tuf) Fund

| | FY 2023 | FY 2024 | FY 2025 | FY 2026-bdg | FY 2026-est. | FY 2027 |
|---|---|---|---|---|---|---|
| | | | | | | |
| Beginning Fund Balance | 1,512,221 | 1,675,705 | 2,052,577 | 2,187,095 | 2,242,585 | 1,014,440 |
| | | | | | | |
| Revenues | 897,522 | 883,461 | 910,189 | 875,000 | 985,000 | 960,000 |
| | | | | | | |
| Expenditures | | | | | | |
| 632-Transportation | 734,038 | 506,590 | 720,182 | 2,766,615 | 2,213,145 | 1,460,000 |
| | | | | | | |
| Revenues Over/(Under) Expenditures | 163,484 | 376,872 | 190,008 | (1,891,615) | (1,228,145) | (500,000) |
| | | | | | | |
| Ending Fund Balance | 1,675,705 | 2,052,577 | 2,242,585 | 295,480 | 1,014,440 | 514,440 |

# Special Revenue Funds – municipal drainage utility system (MDUS) Fund

| | FY 2023 | FY 2024 | FY 2025 | FY 2026-bdg | FY 2026-est. | FY 2027 |
|---|---|---|---|---|---|---|
| | | | | | | |
| Beginning Fund Balance | 297,783 | 446,543 | 819,914 | 906,934 | 1,009,581 | 1,017,183 |
| | | | | | | |
| Revenues | 601,953 | 683,530 | 665,077 | 675,500 | 718,500 | 715,000 |
| | | | | | | |
| Expenditures | | | | | | |
| 750-Municipal Drainage | 453,193 | 310,159 | 475,410 | 675,500 | 710,898 | 715,000 |
| | | | | | | |
| Revenues Over/(Under) Expenditures | 148,759 | 373,371 | 189,668 | 0 | 7,602 | 0 |
| | | | | | | |
| Ending Fund Balance | 446,543 | 819,914 | 1,009,581 | 906,934 | 1,017,183 | 1,017,183 |
| | | | | | | |

# Special Revenue Funds – Roadway Impact Fee Fund

| | FY 2023 | FY 2024 | FY 2025 | FY 2026-bdg | FY 2026-est. | FY 2027 |
|---|---|---|---|---|---|---|
| | | | | | | |
| Beginning Fund Balance | 487,326 | 724,055 | 985,783 | 1,585,783 | 2,714,763 | 3,414,763 |
| | | | | | | |
| Revenues | 257,263 | 261,728 | 1,728,980 | 600,000 | 710,000 | 725,000 |
| | | | | | | |
| Expenditures | | | | | | |
| 631-Roadway Impact Fee | 20,534 | - | - | - | 10,000 | - |
| | | | | | | |
| Revenues Over/(Under) Expenditures | 236,729 | 261,728 | 1,728,980 | 600,000 | 700,000 | 725,000 |
| | | | | | | |
| Ending Fund Balance | 724,055 | 985,783 | 2,714,763 | 2,185,783 | 3,414,763 | 4,139,763 |

# Special Revenue Funds – Water Impact Fee Fund

| | FY 2023 | FY 2024 | FY 2025 | FY 2026-bdg | FY 2026-est. | FY 2027 |
|---|---|---|---|---|---|---|
| | | | | | | |
| Beginning Fund Balance | 2,979,212 | 3,471,456 | 4,379,095 | 2,835,289 | 3,698,300 | 3,795,300 |
| | | | | | | |
| Revenues | 560,482 | 945,645 | 950,702 | 500,000 | 640,000 | 550,000 |
| | | | | | | |
| Expenditures | | | | | | |
| 592-Non-Departmental | 68,239 | 38,005 | 1,631,497 | 525,000 | 543,000 | 514,445 |
| | | | | | | |
| Revenues Over/(Under)Expenditures | 492,244 | 907,640 | (680,796) | (25,000) | 97,000 | 35,555 |
| | | | | | | |
| Ending Fund Balance | 3,471,456 | 4,379,095 | 3,698,300 | 2,810,289 | 3,795,300 | 3,830,855 |

# Special Revenue Funds – Wastewater Impact Fee Fund

| | FY 2023 | FY 2024 | FY 2025 | FY 2026-bdg | FY 2026-est. | FY 2027 |
|---|---|---|---|---|---|---|
| | | | | | | |
| Beginning Fund Balance | - | - | - | 2,059,297 | 2,545,952 | 2,862,952 |
| | | | | | | |
| Revenues | - | - | 2,545,952 | 600,000 | 810,000 | 775,000 |
| | | | | | | |
| Expenditures | | | | | | |
| 592-Non-Departmental | - | - | - | 475,000 | 493,000 | - |
| | | | | | | |
| Net Revenues Over/(Under) Net Expenditures | - | - | 921,655 | 125,000 | 317,000 | 775,000 |
| | | | | | | |
| Ending Fund Balance | - | - | 2,545,952 | 2,184,297 | 2,862,952 | 3,637,952 |

# Next Steps

- August 10 File Proposed Budget with City Clerk
- August 13 City Council Meeting
  - Receive 2026 Tax Rate Calculation Worksheet
  - Vote on Proposed *Maximum* Tax Rate (*starts process*)
  - Set Date for Public Hearing on the Proposed Tax Rate

- August 16 Publish Notice of Budget Public Hearing
- August 23 Publish Notice of Tax Rate Public Hearing

T.B.D. Additional Workshops if needed

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# Next Steps

- August 27 City Council Meeting
  - Public Hearing on Proposed Budget
  - Introduce Tax Rate and Budget Adoption Ordinances

- September 10 City Council Meeting
  - Public Hearing on Proposed Tax Rate
  - Vote to adopt FY27 Budget and adopt FY27 Tax Rate

# Adjustments to Base (Requested / Not included)

| DEPARTMENT | DESCRIPTION | FY27 COST |
|---|---|---|
| CITY COUNCIL | ADOPT RESIDENTIAL HOMESTEAD (HS) EXEMPTION | $125,000 |
| PUBLIC INFORMATION | SOCIAL MEDIA AND MARKETING COORDINATOR | $20,338 |
| PUBLIC INFORMATION | MULTIMEDIA SPECIALIST | $58,107 |
| PUBLIC INFORMATION | COMMUNITY ENGAGEMENT SPECIALIST | $45,428 |
| PUBLIC INFORMATION | LEADERSHIP TRAINING | $2,060 |
| PUBLIC INFORMATION | CIP COMMUNICATIONS | $4,000 |
| PUBLIC INFORMATION | LEAD TAYLOR REIMAGINED OPTION 1 | $7,000 |
| PUBLIC INFORMATION | PRINT NEWSLETTER OPTION 1-2 | $58,860 - $84,480 |
| HUMAN RESOURCES | HUMAN RESOURCES DIRECTOR | $140,000 |
| HUMAN RESOURCES | HUMAN RESOURCES GENERALIST | $10,000 |
| HUMAN RESOURCES | FINPATH WELLNESS | $7,000 |
| HUMAN RESOURCES | HOMEBUYERS INCENTIVE PROGRAM | $25,000 |

# Adjustments to Base (Requested / Not included)

| DEPARTMENT | DESCRIPTION | FY27 COST |
|---|---|---|
| CITY CLERK | LASERFICHE SOFTWARE | $147,500 |
| MUNICIPAL COURT | DEPUTY COURT CLERK | $72,526 |
| MAIN STREET | NEW EVENTS/TOURISM SPECIALIST | $72,633 |
| MAIN STREET | HISTORIC PRESERVATION COMMISSION MAILING LEGAL NOTICES | $700 |
| MAIN STREET | FARMER'S MARKET PROMOTIONS AND PRINTED MATERIALS | $500 |
| PUBLIC LIBRARY | ADDITIONAL PROGRAM FUNDS | $10,000 |
| PUBLIC LIBRARY | BOOKMOBILE | $150,000 |
| FIRE | FIRE STATION #3 DESIGN | $1,000,000 |
| FIRE | NEW ENGINE FOR FUTURE FIRE STATION #3 | $1,300,000 |
| FIRE | MEDICAL CASE MANAGEMENT | $21,000 |
| FIRE | FIRE STATION #1 RENOVATION | $5,000,000 |
| FIRE | DRIVER/OPERATOR UPGRADES | $54,000 |
| FIRE | 3 BATTALION CHIEF POSITIONS | $548,700 |
| FIRE | 6 FIREFIGHTER POSITIONS | $560,000 |

# Adjustments to Base (Requested / Not included)

| DEPARTMENT | DESCRIPTION | FY27 COST |
|---|---|---|
| FIRE | EMERGENCY MANAGEMENT SOFTWARE | $15,000 |
| FIRE | FIRE INSPECTOR POSITION | $146,000 |
| FIRE | RADIO UPGRADES | $210,000 |
| POLICE | ADDITIONAL DETECTIVE | $79,034 |
| POLICE | ADDITIONAL TASERS | $21,984 |
| POLICE | DATA ANALYST/ GRANT ADMINISTRATOR | $69,175 |
| POLICE | MARKETING RECRUITING FUNDS | $10,000 |
| POLICE | EMERGENCY LODGING FUNDS | $2,000 |
| ANIMAL SERVICES | ANIMAL SHELTER MANAGER | $71,282 |
| ANIMAL SERVICES | ANIMAL SERVICES DIRECTOR | $85,000 |

# Adjustments to Base (Requested / Not included)

| DEPARTMENT | DESCRIPTION | FY27 COST |
|---|---|---|
| STREETS AND GROUNDS | GUARDRAIL REPAIRS | $20,000 |
| STREETS AND GROUNDS | CEMETERY WORKER | $58,903 |
| STREETS AND GROUNDS | ADD SOLAR STREET LIGHTS ALONG EDMOND ST. (PUBLIC WORKS BLDG) | $25,000 |
| STREETS AND GROUNDS | HERITAGE SQUARE TREE LIGHTING | $8,000 |
| STREETS AND GROUNDS | PLOTTER | $8,000 |
| STREETS AND GROUNDS | GRASS GROWTH REGULATOR CHEMICAL-CEMETERY | $6,000 |
| PARKS AND RECREATION | WEATHER ALERT SYSTEM | $20,000 |
| PARKS AND RECREATION | CHRISTMAS TREE REPLACEMENT | $45,000 |
| PARKS AND RECREATION | ATHLETIC COORDINATOR | $111,758 |
| BUILDING MAINTENANCE | SECURITY SURVEILLANCE UPGRADES | $48,000 |
| BUILDING MAINTENANCE | INTERNAL SERVICES COORDINATOR (PROMOTION) | $5,800 |
| BUILDING MAINTENANCE | OVERTIME | $1,200 |
| BUILDING MAINTENANCE | FIRE ADMINISTRATION -COVERED PARKING | $100,000 |
| BUILDING MAINTENANCE | ALARM SYSTEMS | $15,000 |

# Adjustments to Base (Requested / Not included)

| DEPARTMENT | DESCRIPTION | FY27 COST |
|---|---|---|
| BUILDING MAINTENANCE | LIBRARY AND CITY HALL -PARKING LOT STRIPING | $8,868 |
| BUILDING MAINTENANCE | LIBRARY -WINDOW FILM | $5,500 |
| BUILDING MAINTENANCE | BUILDING MANTENANCE TECHNICIAN | $49,160 |
| BUILDING MAINTENANCE | BUILDING MANTENANCE TECHNICIAN (PART-TIME) | $24,580 |
| BUILDING MAINTENANCE | BUILDING MAINTENANCE CUSTODIAN (PART-TIME) | $22,295 |
| INFORMATION TECHNOLOGY | INTERNAL SERVICES ASSISTANT DIRECTOR (IT) (PROMOTION IT ADMINISTRATOR) | $25,000 |
| INFORMATION TECHNOLOGY | FIRE #1 AND WWTP NETWORK RACKS AND ORGANIZATION | $6,000 |
| NON-DEPARTMENTAL | FLEET REPLACEMENT PROGRAM | $500,000 |

# Adjustments to Base (Requested / Under review)

| DEPARTMENT | DESCRIPTION | FY27 COST |
|---|---|---|
| PEG ADMINISTRATION | PODCAST STUDIO IMPROVEMENTS | $5,500 |
| TRANSPORTATION FUND | SCHOOL ZONE LIGHTS REPLACEMENT | $64,000 |
| TRANSPORTATION FUND | INCREASE IN EMULSION | $18,000 |
| TRANSPORTATION FUND | STRIPING | $35,000 |
| TRANSPORTATION FUND | MAINT-DWNTWN LIGHTS/RADAR SIGNS/SCHOOL ZONE LIGHTS/TRAFFIC LIGHT | $20,000 |
| TRANSPORTATION FUND | SIGNAGE/ STOP, YIELD, STREET NAMES, ETC. | $30,000 |
| TRANSPORTATION FUND | MESSAGE BOARDS- QTY 1 | $25,000 |
| MUNICIPAL DRAINAGE | DETENTION POND FENCE REPAIR | $20,000 |
| MUNICIPAL DRAINAGE | FTE FOR CITYWIDE SWEEPER PROGRAM | $75,000 |

# Adjustments to Base (Requested / under review)

| DEPARTMENT | DESCRIPTION | FY27 COST |
|---|---|---|
| AIRPORT OPERATIONS | REPLACEMENT MOWER | $24,000 |
| CEMETERY OPERATING | ROBOTIC AUTONOMOUS MOWERS | $75,000 |
| CEMETERY OPERATING | CEMETERY GROUNDS OPERATOR | $49,161 |
| CEMETERY OPERATING | CEMETERY ROADS LEVEL-UP/REPAVE | $25,000 |
| FLEET SERVICES | TRUCK/EQUIPMENT TIRE IRONS ESCO | $1,200 |
| FLEET SERVICES | MAINTENANCE / INSURANCE ON POOL VEHICLES FOR POLICE DEPARTMENT | $10,000 |
| FLEET SERVICES | FLEET SERVICES INTERNSHIP PROGRAM PROPOSAL (PART-TIME) | $14,820 |

# End