

# Workshop: Proposed FY 2026 Budget

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# Discussion Topics

1. Operating Budget Variances
2. Vehicles & Equipment
3. Supplemental Requests
4. Capital Projects
5. Rates, Charges, & Fees
6. Property Tax Rate
7. Other

# Operating Budget Variances

- Overtime
- Training
- Other

# Vehicles & Equipment

## **Police Department Vehicles: \$425,082**

- CID – 1 Ford F-150 (replace 2016 Ford F-150)
- CID – 1 midsize SUV (replace 1018 Tahoe)
- Patrol – 3 Ford Police Interceptors (replace 2022 Ford Police Interceptors)

## **Fire Department Equipment: \$224,925**

- Power load stretcher for EMS unit (new)
- Self-contained breathing apparatus (replacement)

# Supplemental Requests

1. Recurring
2. Nonrecurring
3. Unfunded

# Supplemental Requests

## Recurring:

- Part-time Fire Marshal: \$45,200
- Reclass 1 Officer to Sergeant: \$7,900
- Reclass 3 FF/P to Eng Oper: \$6,600
- Mobile radio replacements: \$45,300
- Video support: \$12,000
- DS-related incentive pay: \$3,900
- YAB TML Youth Summit: \$3,750
- Random drug screening: \$3,000
- B&C volunteer t-shirts: \$1,000
- Rec Center open Sundays: \$0

# Supplemental Requests

## **Nonrecurring:**

- Monumentation system: \$46,000
- Rec Center air handler unit replacements: \$40,000
- Rec Center fitness room flooring replacement: \$22,000
- Strategic Plan consultant: \$20,000
- Evelyn's Park restaurant exterior repaint (10-year refresh): \$17,500

# Supplemental Requests

## **Unfunded:**

- Street light banner program: \$22,000
- Communications intern: \$16,100
- Employee survey: \$3,000
- Replaster BFAC pool & replace frog: \$125,000 (deferred to FY27)

# 30 Capital Projects Advancing In FY 2026

## Infrastructure Projects:

- Regional Drainage Improvements (Cypress Ditch, South Detention Ponds, North Detention Ponds)
- Wastewater Facilities Lifecycle Management
- Lift Station Force Main for Houston WWTP Connection
- Bellaire Lift Station
- Lift Station Portable Generator
- Wastewater Collection System Improvements
- Priority Water Line Improvements
- Water Distribution System Valve Improvements
- Citywide Groundwater Well Automation & Rehabilitation
- Feld Park Groundwater Well Generator
- Renwick Groundwater Well Generator
- Central Groundwater Well Chlorine Building
- Water Storage Tank Rehab
- Water Model Study
- SCADA
- Fire Hydrant Rehab & Replacement
- Traffic Signal Timing Optimization
- Traffic Signalization Improvements
- Pavement Condition Analysis

## Parks & Facilities Projects:

- Public Works Building
- Rec Center Entrance & Parking Lot Improvements
- Library Building Improvements
- Building Security Improvements
- City Hall Generator
- Fire Station LED Lighting Retrofit
- Library RFID
- Evergreen Park
- Parks Master Plan
- Safe & Accessible Parks Improvements
- Mulberry Park Tennis Court Lights

# Capital Projects

## **Reasons to move forward:**

- Already underway
- Infrastructure needs
- Grant-funded
- Advance strategic goals

## **How to move forward:**

- Program manager
- Project manager
- Engineering firm
- Project coordinator

# Rates, Charges, & Fees

## **General Fund:**

- Rec Center membership fees

## **Enterprise Fund:**

- Water
- Wastewater
- Stormwater
- Solid Waste

# Property Tax Rate

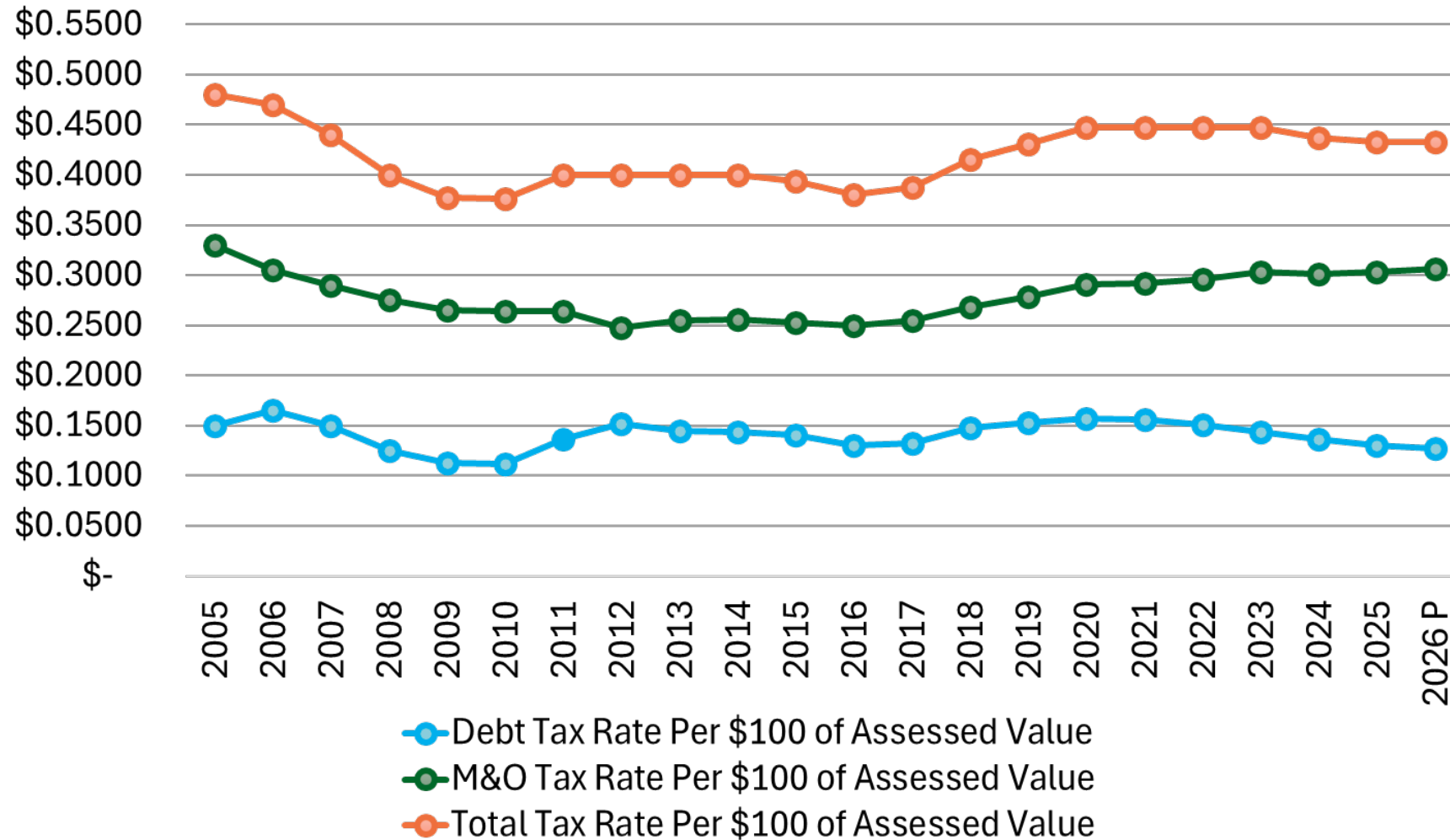
## Calculation of property tax revenue:

FY 2025 M&O VAR tax revenue	\$17,351,000
+3.5% increase	\$607,000
+Taxes on \$62.5M of new property	\$253,000
FY 2026 M&O VAR tax revenue	\$18,211,000
FY2026 debt service tax revenue	\$7,140,250
<b>Total FY 2026 property tax revenue</b>	<b>\$25,351,250</b>

# Property Tax Rate

	<b>FY 2025</b>	<b>FY 2026</b>	<b>Change</b>
M&O tax rate	\$0.3034	\$0.3064	+\$0.0030
Debt tax rate	\$0.1299	\$0.1269	-\$0.0030
Total tax rate	\$0.4333	\$0.4333	\$0.0000

# Property Tax Rate



# Property Tax Rate

**\$8,350,000 for drainage improvements**

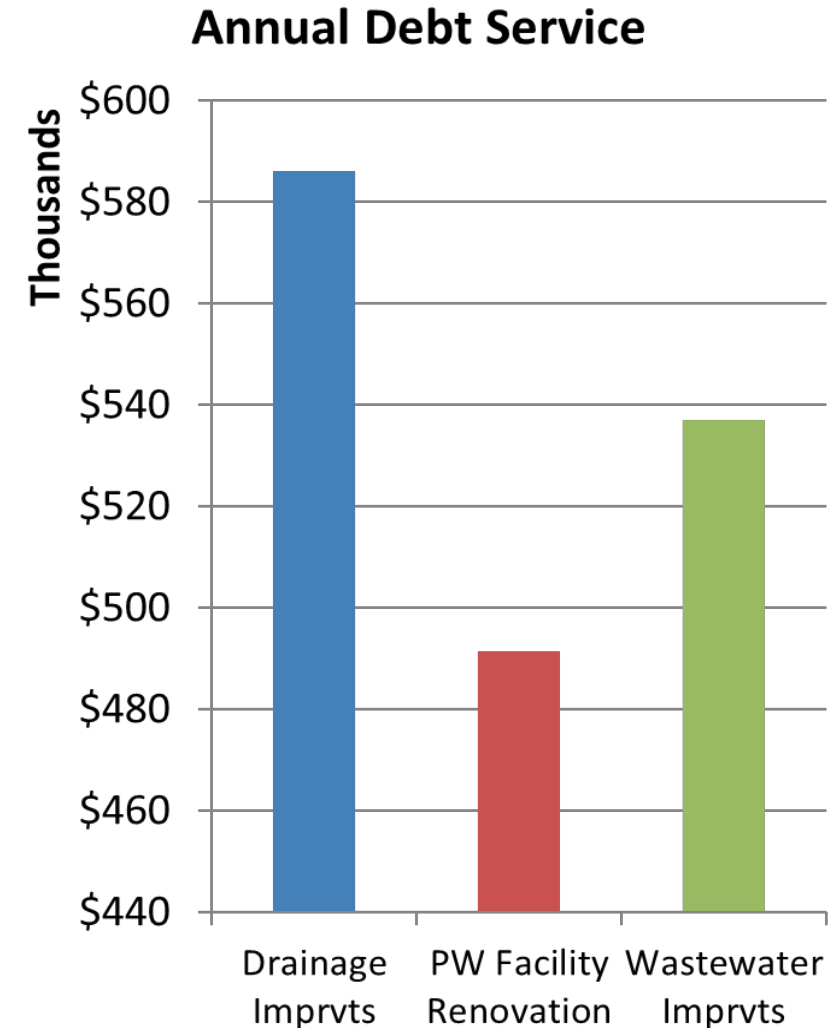
- Annual debt service = \$586,000
- Property taxes (28%) / drainage fees (72%)

**\$7,000,000 for PW facility renovation**

- Annual debt service = \$491,375
- Property taxes (40%) / utility rates (60%)

**\$7,650,000 for wastewater improvements**

- Annual debt service = \$537,000
- Utility rates



# Other

# Next Steps

**August 18:** Budget workshop #2 (if needed)

**September 15:** Budget adoption

**October 6:** Public hearing on tax rate; adoption of tax rate