



September 18, 2026

WEEKLY REPORT

To: Kyle City Council

From: Interim City Manager Perwez A. Moheet, C.P.A

Table of Contents



3

Council Schedule

4

Council Requests

8

FY 26-27 Budget Adopted

9

Programs and Services Update

10

Infrastructure and Project Updates

Attachments

Sales Tax Revenue Tracking 2025-26

Council Schedule

Thursday, September 24

Council Special Meeting at 6 p.m.

Monday, October 5

Council Special Meeting at 6 p.m.

Council Special Meeting at 7 p.m.

Tuesday, October 20

Council Special Meeting at 6 p.m.

Council Meeting at 7 p.m.

All meetings will be held at Kyle City Hall Council Chambers, 100 W. Center St., unless otherwise noted. All meetings conducted in the council chambers will be available via live stream on Kyle10 and the city [YouTube](#).

Council Requests

Item	Date	Request	Status
1	12/2/25	Kyle Housing Assessment Report	Assigned to Amber Schmeits/Jason Lutz; January 2027
2	12/16/25	Anti-displacement Strategy (Combine with Housing Assessment Report)	Assigned to Amber Schmeits/Jason Lutz; January 2027
3	3/24/26	Provide options for the Council related to the City property at 107 Veterans Drive	Assigned to Aimee Alcorn-Reed; Tabled. October 5, 2026
4	5/5/26	Bring back an item related to construction within riparian zones, as well as potential options associated with the creation of an overlay covering the Edwards Aquifer Recharge Zone	Assigned to Jason Lutz; Ordinance (2nd Reading) scheduled for October 20, 2026
5	6/2/26	Bring back options to amend the Code of Ethics or to otherwise approve a prohibition on Members of City Council accepting money from vendors, employees and contractors of, and associated PACs of the City for any reason including campaign donation, adding developers who are actively developing and soliciting development projects in Kyle, and adding late filed or late revisions to reports, for candidates and incumbents	Assigned to Aimee Alcorn-Reed; October 20, 2026

Council Requests

Item	Date	Request	Status
6	6/16/26	Evaluate and bring back options for incorporating certified veteran-owned and service-disabled veteran-owned business participation into the City's best-value procurement and contracting processes, implementation considerations, and outreach strategies	Assigned to Holly Holt-Torres; October 5, 2026
7	6/16/26	City Council Security Training	Assigned to Jeff Barnett; September 24, 2026
8	7/21/26	Direct Interim City Manager, Council Member Goza and City's Outside Counsel, Frank Garza of Davidson, Troilo, Ream & Garza to attend mediation regarding former City Manager Bryan Langley's employment payout	Assigned to Frank Garza; August 31, 2026
9	7/21/26	Staff to bring back options for a Pride event in 2027, working with community organizations, non profits, and Council Member Zapata	Assigned to Jesse Elizondo; January 2027
10	7/30/26	Bring back Options 2 and 3 as presented on July 30, 2026 for cost comparison consideration for the Animal Shelter	Assigned to Jesse Elizondo; September 24, 2026
11	8/1/26	Bring a presentation regarding Center Street On-System and Off-System and the Vybe Trail	Assigned to Leon Barba; Tabled on September 10; To return October 5, 2026

Council Requests

Item	Date	Request	Status
12	8/4/26	Direct the City Manager and City Attorney, with input from the Parks and Recreation Board, Library Board, Arts and Cultural Board and Train Depot Board, to evaluate options for one or more independent nonprofit fundraising partners and return to City Council with recommended legal structures, governance requirements, financial controls, ethics provisions, public-record and open-meeting implications, City resource requirements, asset acceptance procedures, maintenance obligations, audit requirements and draft agreements or ordinance amendments. No board is authorized to form, incorporate, control, solicit funds for or represent an independent nonprofit organization without subsequent approval by the City Council	Assigned to Aimee Alcorn-Reed; December 2026
13	8/8/26	City's backflow preventer inspection program review and suggestions for updates	Assigned to Amber Schmeits/Mike Murphy; October 5, 2026
14	9/1/26	Bring back a presentation on regulating short term rentals and options	Assigned to Planning Dept.; October 20, 2026
15	9/10/26	Bring back an item for discussion to consider prioritizing Bunton/Lehman Road Bond Project ahead of Center Street Road Bond Project	Assigned to Leon Barba; October 5, 2026

Council Requests

Item	Date	Request	Status
16	9/10/26	Bring back a logo policy for Water Towers	Assigned to Mike Murphy; January 2027
17	9/14/26	Emergency Preparedness Plan for Large Gatherings	Assigned to Jeff Barnett; December 1, 2026
18	9/15/26	Bring back a presentation on the Axon contract and a comparison between the Kyle Contract and the Hays County Sheriff's Office Axon Contract	Assigned to Jeff Barnett and Aimee Alcorn-Reed; October 20, 2026
19	9/15/26	Bring back an analysis of each of three contracts with Flock	Assigned to Jeff Barnett and Aimee Alcorn-Reed; October 20, 2026
20	9/15/26	Bring back options on different rate structures on a 1.3 rate structure and a 1.2 rate structure to amend the City of Kyle's outside -city water rates	Assigned to Perwez Moheet; December 2026

FY 2026-2027 Budget Adopted

The Kyle City Council has adopted the FY 2026–27 Budget, a \$437.8 million dollar plan that is structurally balanced with above minimum required reserve balance, funds all essential City services, operations and maintenance, and prioritizes core municipal services including public safety; street, sidewalk, and right-of-way maintenance; water and wastewater infrastructure; parks and library services, and resident support.

“When the budget process began, we faced a very different financial picture than where we are today,” Interim City Manager and Finance Director Perwez Moheet said. “Through careful planning, difficult conversations, and a renewed focus on our priorities, we arrived at a balanced and achievable budget that puts our community first while continuing to invest in the infrastructure and services needed to support Kyle’s Future.”

The budget sets a new property tax rate of \$0.5460 per \$100 of taxable value, a reduction of \$0.0497 per \$100 or 8.34% in property tax rates. Additionally, there is no increase in water, wastewater, and storm drainage fees for residents living within Kyle city limits and outside Kyle city limits. Kyle residents will see a 2.5% increase in solid waste/trash collection and recycling services.

The budget includes \$288.5 million in Capital Improvement Program (CIP) spending in FY 2026-27 as part of an \$838.8 five-year plan, funding 82 projects, that continues investment in public infrastructure, including the already underway Wastewater Treatment Plant expansion, new waterlines and water reservoirs to strengthen the city’s water supply, sidewalk improvements, and parks projects, while also advancing the 2022 voter-approved Road Bond program.

The adopted budget also maintains service levels across the organization, funding 460 full-time positions.

The FY 2026–27 Budget was adopted following public hearings on September 5 and 15, 2026. For more information and to view the full budget, visit CityofKyle.gov/Budget.

“Through careful planning, difficult conversations, and a renewed focus on our priorities, we arrived at a balanced and achievable budget that puts our community first while continuing to invest in the infrastructure and services needed to support Kyle’s Future.”

-Perwez Moheet

Programs and Services Updates

Kyle Knighthawks Celebrate a Winning Bocce Season

The 2026 Kyle Knighthawks Special Olympics Bocce season was a fantastic success! Athletes spent the season developing their skills, building confidence, learning game strategy, and preparing for competition in a fun and supportive environment. The season concluded with the 2026 Area 13 Special Olympics Texas Bocce Competition on Saturday, August 29, 2026, in Taylor, Texas. Of the 14 athletes who participated in the program this season, 12 athletes competed and proudly represented the Kyle Knighthawks.

Our athletes brought home an incredible:

- 4 Gold Medals
- 4 Silver Medals
- 3 Bronze Medals
- 1 Ribbon

Throughout the season, practices focused on ball control, accuracy, distance and direction, target practice, blocking, game strategy, and competition preparation. Athletes continued to build their skills while developing sportsmanship, teamwork, and confidence on the court. We could not be more proud of the dedication, determination, and hard work our athletes demonstrated throughout the season. Each practice provided an opportunity to learn something new, overcome challenges, and celebrate progress. Seeing our athletes put those skills into action on competition day was an incredible way to close out the season.



Infrastructure and Project Updates

Kyle Senior Community Center

Staff Contact: Jesse Elizondo

Last week, crews worked on finishing the planting and landscaping. Crews also continued work on the remainder of the electrical and lighting.

This week, crews will finish the remainder of cleaning up details on landscaping and planting. Crews will also work on the remaining electrical fixtures and lighting troubleshooting. Work will continue on the limestone seat wall, including filling the remaining gap, and work on the exterior water system RPZ. Additional work is to be started to resolve the issue of rooftop access to allow city staff to safely change air conditioner filters.



Center Street Village Wastewater Improvement

Staff Contact: Mike Murphy

This week, work is currently pending approval of a change order before the last major item can be completed. Once completed, the project can move toward final completion.

Gregg-Clarke All-Wheels Skatepark

Staff Contact: Jesse Elizondo

Last week, crews continued pouring additional Street Plaza flatwork. Crews continued work on the drain installation and grading in the retention area and continued work on the remaining electrical.

This week, crews will continue working on the Street Plaza flatwork and pedestrian areas. Crews will start final earthworks and grading for all non-concrete areas to prepare for backfill dirt before sod placement. Additional work continues in the retention area to continue drainage the remaining electrical. Installation of the water fountain and equipment are in process as well.



Wastewater Treatment Plant Expansion

Staff Contact: Mike Murphy

Archer Western continues to progress at a strong pace. Equipment start-up schedules are being submitted for approval and coordination with plant staff. Electrical scopes of work continue occurring. All bypass pumps are operating with no issues. The nature trail is on schedule to be opened the week of September 14th with the completion of the new Headwall/Outfall into Plum Creek.

The NPW (non-potable water) contractor is scheduled to meet the final completion date in December. Taknek is preparing for hydrostatic testing, and the new electrical sub-contractor is on site and placing wire in electrical conduits for power.



FM 1626 Ground Storage Tank and Pump Station

Staff Contact: Mike Murphy

Archer Western continues processing the base material for the access road, sealed the floor joints in the pump station, pressure tested on the chlorine injection line and excavating the sidewalk on the West side of the pump station.

Various contractors are working on the following:

- Running conduit and pulling wire for the HVAC system in the pump station.
- Set fence posts and place concrete for the screen wall at FM 1626.
- Setting the 30-inch future water line in the steel casing and began placing backfill.
- Running wire for controls for the AHU's and mini split systems for the pump station and the chlorine building.
- Ceiling tile installation in the pump station.
- Paving placed ribbon curb for the access road.
- Preparing the piping in the bypass valve enclosure for primer and touching up paint on piping in the pump station.



Well Site #4 (La Verde Site)

Staff Contact: Mike Murphy

Archer Western is excavating and placing the 4-inch drain line from the chlorine building. T. Morales is repairing damaged ground cable on site.



CR 158 Ground Storage Tanks

Staff Contact: Mike Murphy

Prota is collaborating with ARWA to fill the ground storage tank and begin testing this week. Landmark is installing the 4th floor chain hoist and bolt handrails on all three floors of the elevated storage tank, which will follow the same protocols as the ground tank. T. Morales is working on the communication panel in the booster pump building and pulling wires into light poles and the ARWA delivery structure, with terminations expected to be completed this week.

Stagecoach Live Oak Relocation

Staff Contact: Leon Barba

At this time, the tree appears to be doing well following the relocation. It has continued to produce new growth and has maintained good overall health with no significant pests, pathogens, or other concerns. EDI continues to monitor the tree and maintain the current irrigation to continue supporting its establishment in the new location.



FM 1626 Transmission Main

Staff Contact: Mike Murphy

Starting Monday, September 21 the westbound lane of Kohlers Crossing between FM 1626 and Benner Road will be closed for the installation of a 24" water transmission main improvement project. This closure is expected to last through December 2026.

This project includes the installation of a 6,300 linear feet of 24-inch and 30-inch main water line to supply additional water from the FM 1626 Pump Station site to a nearby well, ultimately supporting pressure planes and the City's overall water supply and infrastructure.

At times, access to Cromwell Drive, Everett Street, Burnham, and Benner Road may be impacted but access to the Brick and Mortar district including the Hays CISD Performing Arts Center, Sprouts and other nearby businesses will be maintained. Project updates and traffic information will be posted at CityofKyle.gov/Traffic.



Lane Closure

Starting Monday, September 21 the westbound lane of Kohlers Crossing between FM 1626 and Benner Road will be closed for the installation of a 24" water transmission main improvement project. This closure is expected to last through December 2026.

The improvements include the installation of a 6,300 linear feet of 24-inch and 30-inch main water line to supply additional water from the FM 1626 Pump Station site to a nearby well, ultimately supporting pressure planes and the City's overall water supply and infrastructure.

At times, access to Cromwell Drive, Everett Street, Burnham, and Benner Road may be impacted but access to the Brick and Mortar district including the Hays CISD Performing Arts Center, Sprouts and other nearby businesses will be maintained.

Drivers should expect delays in the area and are asked to slow down, follow posted signs and detours, watch for workers and equipment, and use caution in the work zone.

For questions and concerns, contact Kyle 3-1-1.





2022 Road Bonds Update

Staff Contact: Chris Arnold

KyleRoadBonds.com

Kohlers to Seton

Kohlers to Seton Extension (I-35 to Seton Pkwy) Stage: Construction

Construction continues along Kohlers between the IH-35 northbound frontage road and Seton Parkway, with work focused on roadway, bridge, utility, and drainage improvements. Ongoing activities include utility coordination and relocations, excavation and construction of pond retaining walls, excavation of Stormwater Detention Pond 2, roadway embankment and stormwater drainage pipe installation at the Kohlers-Seton bridge Abutment 1, curb and gutter installation at the Seton bridge approach, pre-stressed panel installation over the added bridge span, System 1A reinforced concrete pipe culvert installation, MSE Wall RW01 construction, and tying bridge slab steel. Upcoming work includes electrical wire installation near Seton/CTC and construction of the Kohlers bridge deck and concrete rails.

Kohlers to Seton Underpass (I-35) Stage: Early Design

The schematic design remains at 90% completion. Additional TxDOT schematic review comments received on August 13, 2026, were addressed and returned to TxDOT on August 27, 2026. The project team is awaiting schematic approval from TxDOT. The revised Interstate Access Justification Report was previously submitted on August 6, 2026, and the Intersection Control Evaluation report has been approved. The 60% PS&E plans have also been submitted and are under GEC/City review.



Bebee Rd

Bebee Road (West) Stage: Construction

Construction continues along the Bebee Road corridor, with work focused on roadway, utility, drainage, and pedestrian improvements. Ongoing activities include waterline installation from Bebee Road toward the proposed Bunton Branch Creek crossing, sidewalk installation along Bebee Road from the roundabout to Republic Drive, Astound conduit installation between IH-35 and the roundabout, and embankment placement along Bebee Road. The Kohlers-to-Bebée section remains open to traffic as a detour from Bebee Road at the IH-35 frontage road.

Upcoming work includes rock riprap placement at Culvert 24 for groundcover and drainage stabilization, storm sewer and utility work along Bebee Road, and single-phase Bebee Road construction from the roundabout to Sunlight Boulevard, pending approval.

Bebée Road (East) Stage: Final Design

Design remains at 95% completion. The final 100% PS&E schedule remains dependent on approval of the Supplemental Work Authorization and the ongoing roundabout analysis. The previously planned roundabout at Bebee Road and North Goforth Road has been removed from the project scope, and the City Council's roundabout analysis is expected to continue through December 2026. Right-of-way efforts are ongoing.



2022 Road Bonds Update (Continued)

Kyle Pkwy/Lehman Ext.

Stage: Final Design

Design remains at 95% completion. Final plans were partially submitted on June 30, 2026. Bid advertising and final plan approval remain dependent on the outcome of the City Council's intersection analysis, which is evaluating four proposed roundabouts. AT&T utility relocation is complete, and continued right-of-way acquisition remains dependent on the roundabout analysis.

Old Stagecoach Rd

Old Stagecoach Road North

Stage: Final Design

Design remains at 90% completion. The 100% final PS&E plans remain under review, with final plan review dependent on PEC plans and the ongoing roundabout analysis through December 2026. The Supplemental Work Authorization was approved on September 1, 2026, to update the plans and revise the alignment to avoid the bearing tree. Right-of-way acquisition is nearly complete, except for Parcel 82, which remains on hold under City direction.

Old Stagecoach Road

Stage: Final Design

Design remains at 95% completion. The revised 100% PS&E package was submitted on June 24, 2026. Construction bidding is dependent on a decision regarding the Vybe Trail width and acquisition of four dedicated parcels currently with the City of Kyle. Utility relocation is expected to begin in Fall 2026.

Center Street (Off TxDOT System)

Stage: Construction

Construction continues following the Notice to Proceed issued on June 22, 2026. The baseline schedule received on August 25, 2026, remains under review. Ongoing construction activities include potholing to identify existing utilities and implementation of a detour between Veterans Drive and Ranger Street along Center Street.

Upcoming work includes storm drainage infrastructure, reinforced concrete pipe, inlets, manholes, culvert replacement, and a new westbound traffic detour along Veterans Drive, Gregg Drive, and Ranger Street before returning to Center Street. Property fencing within the new right-of-way, Phase 1 Stage A stormwater pollution prevention measures, and pond construction remain on hold. Traffic Control Plan coordination with the City is ongoing. The PEC overhead/underground decision remains pending, and Frontier cannot finalize its utility design and permit until a determination is made on the roundabouts.

Center Street

Center Street (East Segment, on TxDOT System)

Stage: Final Design

Design remains at 55% completion. The 60% PS&E schedule is now to be determined and is dependent on the PEC overhead/underground decision and the Vybe Trail width decision.

Bunton Creek Rd

Stage: Final Design

Design remains at 95% completion. Bid plans and advertising remain dependent on the CLSUD agreement with the City of Kyle, the PEC overhead/underground decision, and the ongoing roundabout analysis. Right-of-way acquisition remains on hold due to the intersection analysis.

Windy Hill Rd

Stage: Construction

Construction continues with Phase 1B excavation along the roadway realignment footprint, subgrade grading and density-controlled embankment between stations 6+00 and 21+00, storm sewer trunkline, lateral, manhole and inlet work, widening of the existing culvert near the east project limits, PEC infrastructure installation including bores, open trench and electric pull boxes, lateral installation between the roundabout and IH-35, and Frontier fiber installation.

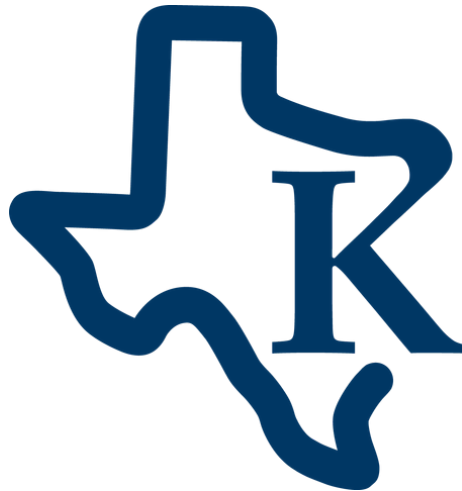
Upcoming work includes Goforth water and sewer improvements and continued earthwork, subgrade, and embankment activities. The contractor continues working around the existing gas line, while roundabout work remains paused due to the ongoing roundabout analysis.

Note: Traffic Study Update

Updated traffic studies are underway to reevaluate intersections throughout Kyle, including pedestrian facilities.

A recommendation will be provided once the new data has been collected and analyzed. Because the evaluations are ongoing, current plans remain subject to change.

See all the project details and updates at [KyleRoadBonds.com](https://www.kyletx.gov/KyleRoadBonds.com)



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Kyle Communications Department
CommunicationsDept@CityofKyle.com

City of Kyle, Texas
City Sales and Use Tax Collection by Month
Comparison for FY 2026 and FY 2025

Collection Month	Actual Receipts Current Year FY 2026	Comparison to Budget FY 2026				Comparison to Last Year FY 2025			
		Budget FY 2026	\$ Variance	% Variance	Sales Tax Rebates 380 Payments	Actual Receipts Last Year FY 2025	\$ Change From FY 2025	% Change From FY 2025	Sales Tax Rebates 380 Payments
October	\$ 1,526,482	\$ 1,570,544	\$ (44,062)	-2.81%		\$ 1,369,300	\$ 157,182	11.48%	\$ 98,473
November	1,776,340	1,965,674	\$ (189,334)	-9.63%		1,713,800	62,540	3.65%	115,501
December	1,579,072	1,665,830	\$ (86,758)	-5.21%		1,452,377	126,695	8.72%	110,407
January	1,544,961	1,643,617	\$ (98,656)	-6.00%		1,433,010	111,951	7.81%	39,140
February	2,211,641	2,518,678	\$ (307,037)	-12.19%		2,195,944	15,697	0.71%	48,294
March	1,465,368	1,553,082	\$ (87,714)	-5.65%	476,096	1,354,076	111,292	8.22%	36,813
April	1,564,779	1,510,888	\$ 53,891	3.57%		1,317,288	247,490	18.79%	33,118
May	2,026,085	2,029,256	\$ (3,171)	-0.16%		1,769,235	256,850	14.52%	36,849
June	1,711,327	1,797,002	\$ (85,675)	-4.77%		1,566,741	144,586	9.23%	39,931
July	1,621,810	1,845,474	\$ (223,664)	-12.12%		1,609,002	12,808	0.80%	71,273
August	1,976,360	2,068,997	\$ (92,637)	-4.48%		1,803,883	172,476	9.56%	33,863
September	1,633,344	1,777,290	\$ (143,946)	-8.10%	115,312	1,549,555	83,789	5.41%	34,377
Total	\$ 20,637,568	\$ 21,946,332	\$ (1,308,764)	-5.96%	\$ 591,408	\$ 19,134,212	\$ 1,503,356	7.86%	\$ 698,040