

CITY MANAGER'S PROPOSED FY 2025-26 BUDGET

Presentation to City Council: **July 26, 2025**

Presented by: **City Manager Bryan Langley**
Director of Finance Perwez Moheet, CPA



OVERVIEW



- ☐ **Budget Process & Timeline**
- ☐ **Strategic Plan and Strategic Focus areas**
- ☐ **Proposed Fund Financials FY 2025-26**
- ☐ **Proposed CIP Spending Plan**
- ☐ **Recap Budget Highlights**
- ☐ **Next Steps**



KEY TAKEAWAYS



Major Capital Projects
\$460.3M budgeted for Water Utilities, Streets and Transportation, and Parks projects



Parks Projects FY 2025-26
\$30.3M



7 Road Bond Projects will go under construction in FY 2025-26
\$130.8M



\$1.2M investment for Meet and Confer making Kyle the third in the region for pay



Water and Wastewater Utilities Projects for FY 2025-26
\$241M



\$21.5M identified in cost savings in FY 2024-25

Investing in these strategic initiatives = Projected Tax Rate at least \$0.6171

TRANSPARENT & CITIZEN FOCUSED BUDGET PROCESS



March

**City Council
Visioning
Workshop**

April

**Community
Survey Results**

May/June

**City Council
Budget
Workshops**

July

**City Managers
Presentation**

August

Tax Rate

September

**First Vote
Final Vote**

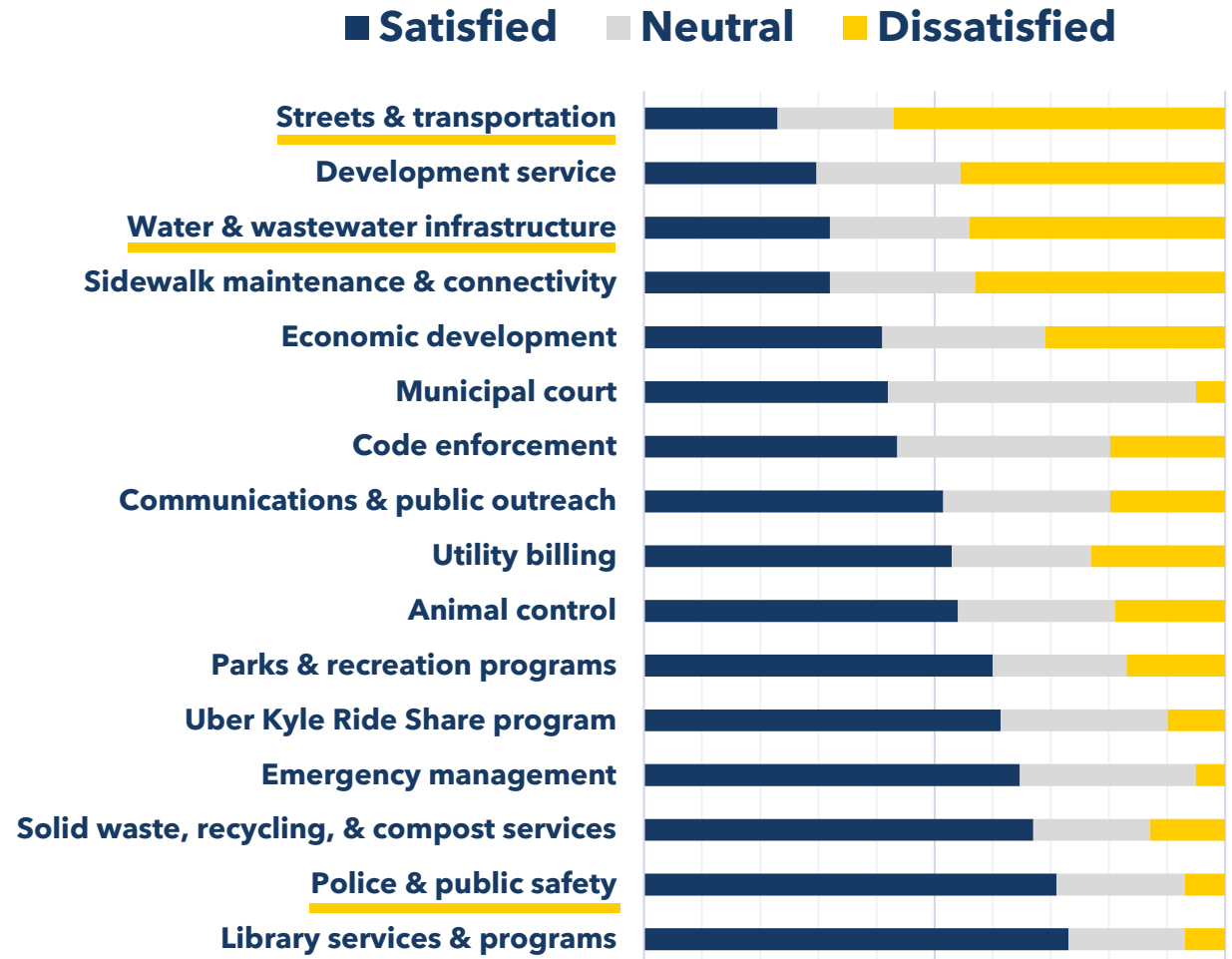
2025 COMMUNITY SURVEY RESULTS



- Feedback collected Spring 2025
- 504 Residents Responded
- Top 3 Priorities:

- Streets and Transportation
- Police and Public Safety
- Water and Wastewater Infrastructure

Complete Results at
CityofKyle.com/Survey



STRATEGIC PLAN



At the core of our FY 2025-26 budget process is a robust strategic planning effort - developed in collaboration with City Council in Spring 2025. The result is a clearly articulated vision and refreshed strategic priorities that now guide investment, initiatives, and staff objectives.

Formal adoption scheduled for September 2025 alongside the FY 2025-26 Budget

Our Vision

"Kyle aspires to be the undisputed regional leader in vehicular and pedestrian mobility, state-of-the-art parks and sports infrastructure, downtown redevelopment, and quality-of-life retail which augment a diverse, vibrant, equitable, thriving community that families, neighbors, and businesses are proud to call home."



STRATEGIC FOCUS AREAS



EXCELLENT & ACCOUNTABLE CITY GOVERNMENT

Kyle cultivates a high-performing government rooted in innovation, continuous improvement, and a culture of excellence - upholding the highest standards of service as we evolve to meet community needs efficiently and transparently.



OPERATIONAL EXCELLENCE



3-1-1 Customer Service System Launch

Established the City's first centralized customer service platform (phone, app, web), replacing fragmented systems.

Result: Improved responsiveness, reduced call duplication, and increased service efficiency citywide.



Parks System Reorganization & SOPs

Redesigned the parks org structure, implemented standard operating procedures, and reallocated equipment.

Result: Improved maintenance quality and performance without adding staff.



Procurement Centralization & OpenGov Rollout

Centralized procurement under Admin Services and adopted OpenGov software for standardized processes.

Result: Increased transparency, shortened contract timelines, and improved audit readiness.



Standardized Recruitment, Comp & Job Classifications

Created uniform job descriptions, launched a position control system, and completed a market-aligned compensation study.

Result: Strengthened hiring practices and equity, with nearly 4,000 applications reviewed and 123 positions filled.

ORGANIZATIONAL EXCELLENCE



SCADA System Implementation

Deploy a new Supervisory Control and Data Acquisition (SCADA) system to enable remote monitoring and control of critical water and wastewater infrastructure.

Result: Enhanced operational oversight and responsiveness for essential utility systems.



Generator Docking Stations

Install docking stations to support rapid deployment of portable generators during unexpected power outages.

Result: Increased system resilience at key water and wastewater sites.



Plan Review Process Overhaul

Implemented new and updated procedures for development plan reviews to improve workflow and accountability.

Result: Streamlined review process for greater accuracy, speed, and transparency.



Wastewater Treatment Plant Contract Strategy

Adopted a two-phase contract structure for the Wastewater Treatment Plant construction.

Result: Accelerated project timeline, reducing initial activation by 21 months.

COST CONTAINMENT FOR FY 2024-25



In-House Electricians for Park Infrastructure

\$765,000 Saved

Overview: Shifted from external contractors to in-house electricians for park and facility work.

Impact: Delivered flexible, on-demand support for capital and maintenance projects while avoiding \$765,000 in contract costs.

Procurement Savings Through Consolidation

\$436,000 Saved

Overview: Centralized purchasing and strengthened contract negotiations.

Impact: Reduced errors, enhanced compliance, and cut \$340,000 in commodity/contract costs and \$96,000 in admin overhead.

Customer Service Consolidation and Realignment

\$355,000 Saved

Overview: Integrated Utility Billing staff into the 3-1-1 system and streamlined personnel.

Impact: Eliminated redundancies, reduced overhead, and improved customer service delivery.

Legislative Program Outreach

\$1M in Avoided Costs

Overview: Used new legislative engagement strategies to fast-track a major water infrastructure project.

Impact: Prevented costly delays, accelerating approvals and saving an estimated \$1 million.

New Credit Card Processing Contract

\$780,000 Short-Term / \$2M Annual Savings

Overview: Negotiated a new processing contract based on transaction volume.

Impact: Projected to save \$780,000 by FY25 and up to \$2 million annually going forward.

Road Bond Project Savings

\$8M in Savings

Overview: Delivered significant cost savings through careful management of road bond projects.

Impact: Maximized value of bond funds and increased capacity for additional infrastructure improvements.

COST CONTAINMENT FOR FY 2024-25



Generator Grant for Water Utilities

\$1.32M in Federal Funding

Overview: Secured federal grant support for critical utility infrastructure.
Impact: Funded a \$4.2M generator project to improve power outage resilience.

New Sludge Hauling Contract

\$300,000 Annual Savings

Overview: Renegotiated contract with new vendor K3BMI for sludge hauling at WWTP.
Impact: Increased service reliability and operational performance.

Automated Meter Integration (AMI) System

\$5-6M Projected Savings

Overview: Deployed smart meters citywide for modern water usage tracking.
Impact: Improved leak detection, billing accuracy, and reduced manual labor.

Streamlined Inspection and Plan Review Processes

\$160,000 Annual Savings

Overview: Streamlined development review by consolidating inspections and eliminating redundancies.
Impact: Faster review times and better cross-department coordination.

Elimination of Outsourced Inspection Costs

\$2.2M Savings by FY26

Overview: Transitioned away from third-party inspections to build in-house capacity.
Impact: Reduced vendor reliance and strengthened internal development services.

Overall Cost Containment Savings for FY 2024-25: \$21.5M

PLANNED COST CONTAINMENT FOR FY 2025-26



In-House Design Team Implementation

\$652,938 Net Savings

Impact: Improved consistency, built internal expertise, and accelerated project timelines.

Capital Project Management Team Implementation

\$950,146 Cost Offset

Overview: \$950,146 for project management team and software for the City's \$460.3 million CIP program in FY 2025-26.

Impact: Conservatively, staff expects the cost of the new positions to be offset by savings in contractual services, but we anticipate reductions more than this amount which will be redirected to enhance core community services, including public safety, parks, and administrative functions.

Impact Fees

\$7.38M Generated *

Overview: The City has proposed updating water and wastewater impact fees to meet 10-year infrastructure needs. The new fee is \$19,670 per LUE will be taken to City Council August 19.

Impact: The \$7,156 increase per LUE would generate about \$7.38 million in added revenue, reducing pressure on existing ratepayers. *Based on FY 2024-25 numbers.

Projected Cost Containment for FY 2025-26: \$8.98M

SUSTAINABLE & RESILIENT INFRASTRUCTURE

Kyle prioritizes sustainable and resilient infrastructure by investing in well-maintained streets, sidewalks, and drainage systems. Through strategic growth management, the city proactively addresses water and wastewater needs with a focus on conservation and innovation - ensuring long-term viability for both residents and businesses.



SETTING THE FOUNDATION



FY 2024-25 was about setting the foundation that will shape how we grow, invest, and serve the residents in Kyle. These completed efforts ensure we're taking a proactive approach to city growth.

Water Master Plan – Adopted our first-ever Water Master Plan in April 2025 to guide \$387M in infrastructure upgrades, system expansions, and resiliency improvements over the next five years.

Sidewalk Master Plan – Provides a prioritized, citywide inventory and investment strategy for pedestrian connectivity. We now have a clear schedule to close gaps, improve ADA compliance, and enhance safety—particularly around schools and transit corridors.

Water & Wastewater Impact Fee Study – Updated fee structures ensure that new development contributes its fair share to the expansion of utility systems. This protects existing ratepayers and aligns revenues with actual growth-related costs.

Cost of Service and Rate Study (Water & Wastewater) – Refined our rate models to ensure financial sustainability of utility services. Adjustments will phase in gradually, reflecting actual system usage and cost recovery needs.

FM 1626 Take Point and Water Tanks



SETTING THE FOUNDATION (CONT)



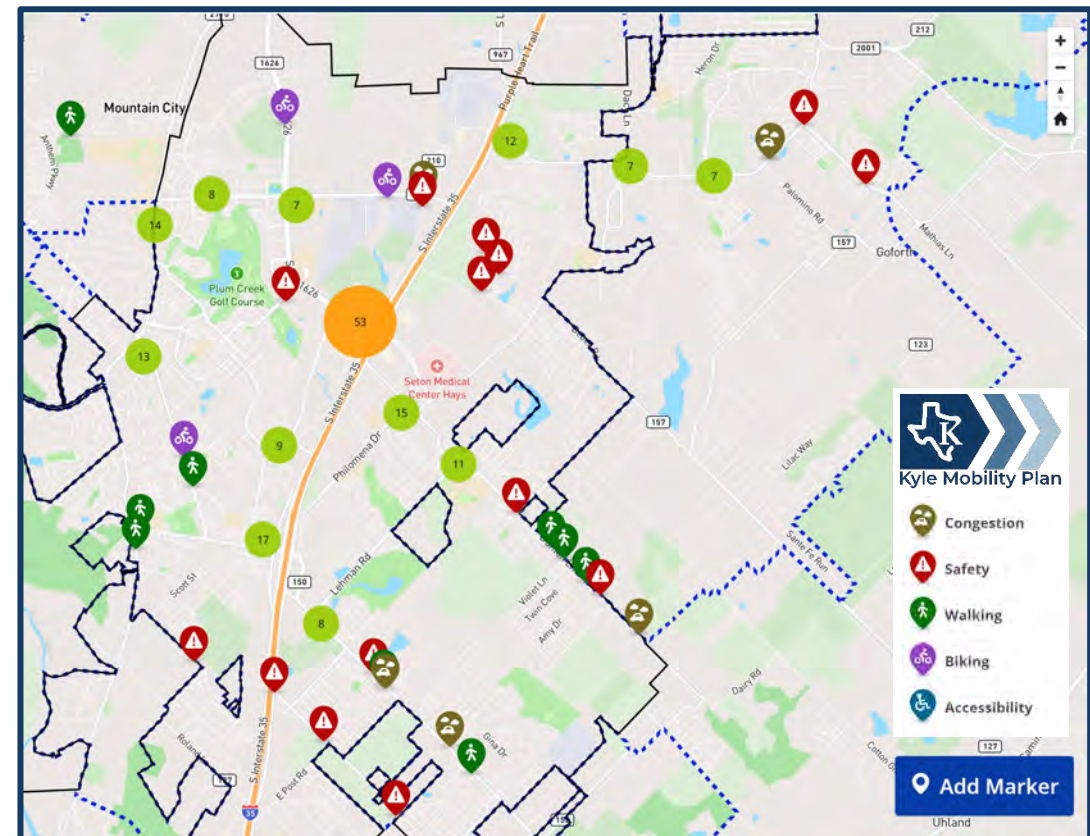
FY 2024-25 was about setting the foundation that will shape how we grow, invest, and serve the residents in Kyle. **These completed efforts ensure we're taking a proactive approach to city growth.**

Plans Currently Underway:

- ❑ **Kyle Mobility Plan**
 - o In Public Outreach Phase until August 29, 2025
 - o Final Report expected Spring 2026
- ❑ **Facilities Master Plan**
 - o In Staff Interview Phase
 - o Preliminary Report due September 2025

Unified Development Code: Adoption is slated for November of 2026. Community Development has launched the process for a Unified Development Code, which will address zoning, subdivision, utilities and infrastructure, and building regulations. By examining the Development Code holistically, we are working to support sustainable growth, protect residents and first responders, and ensure alignment with the City's vision and goals.

Mobility Plan Interactive Map



FROM PLANNING TO PROGRESS



As we prioritized planning for the future, we also remained **focused on delivering key infrastructure** that brings convenience and security to the community for years to come.

Water/Wastewater Projects:

- o **Alliance Water Supply** - Expanded capacity by 37 percent, adding 1.73M Gallons per Day (MGD).
- o **GVSUD Agreement** - Adds 0.652 MGD now, growing to 1.42 MGD; total new supply to-date is 2.37 MGD.
- o **FM 1626 Take Point** - Site expansion will continue to the end of 2026.
- o **AMI Water Meter Change-out** - Citywide smart-meter installation slated for completion in late 2025.
- o **GBRA WaterSECURE Partnership** - Brings up to 10 MGD of additional supply by 2035.

Transportation and Public Works Projects:

- o **Pavement Management Program** - Resurfaced, rehabilitated, and reconstructed ~39 lane-miles, holding the network at an 82.5 PCI.
- o **Bebee West / Kohlers-to-Seton (2022 Bond)** - Construction phase started.
- o **Marketplace Avenue (2022 Bond)** - Roadway improvements completed.
- o **Kohlers Roundabouts (Benner, Sanders, Cromwell)** - Construction phase starts in December.

AMI Smart Water Meter Installation



INVESTING IN THE FUTURE

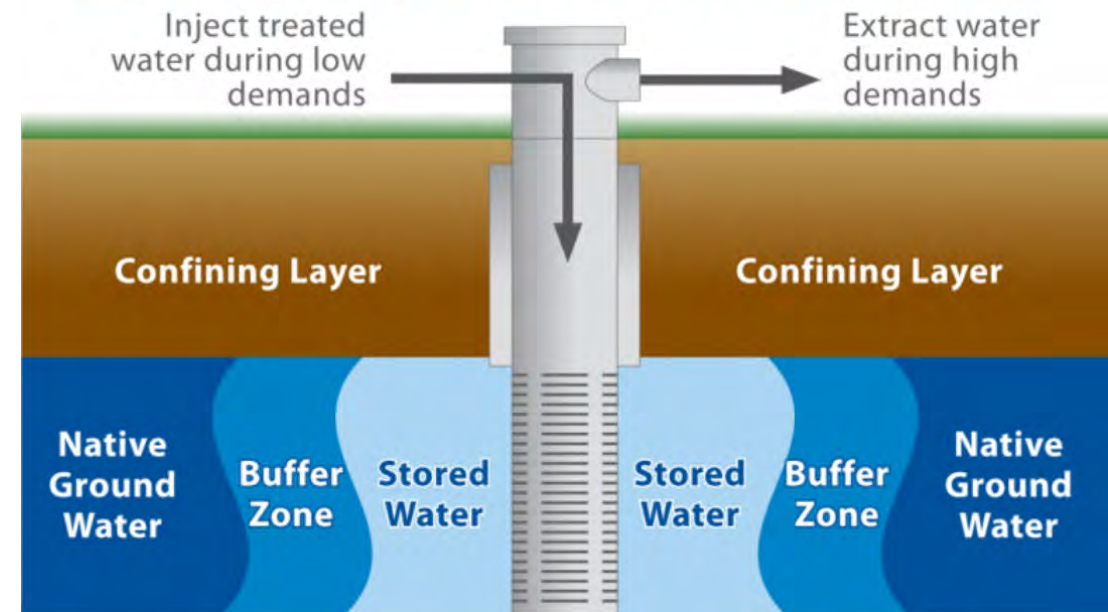


The city is moving at full speed to deliver critical water infrastructure improvements and prepare us for the next phase of growth. These projects reflect an **intentional effort to modernize and expand the city water and wastewater systems.**

Approximately \$700M planned for 48 water and wastewater infrastructure improvement projects over the next 5 years:

- o Aquifer Storage & Recovery Early Works Program
- o SCADA System Upgrades/Replacement
- o Wastewater Treatment Plant:
 - o Expansion - anticipated to increase treatment capacity to 6 MGD by August 2026 & 9 MGD by August 2028
 - o Masonry wall and Beatification Plan with landscaping buffer
 - o Access Road
 - o Reclaimed Water Fill Station
- o Alliance Water 3rd Take-point
- o Indirect/Direct Potable Re-use - adding 3 MGD to Kyle by 2036, expand to 6.0 MGD in 2041
- o Generators for Wastewater Lift Station Sites

AQUIFER STORAGE AND RECOVERY (ASR)



INVESTING IN THE FUTURE



The city is making progress on critical transportation improvements to **support safer, more efficient travel for everyone—drivers, pedestrians, bicyclists, and more—across the community.**

More than \$359M for 23 planned road projects over the next 5 years:

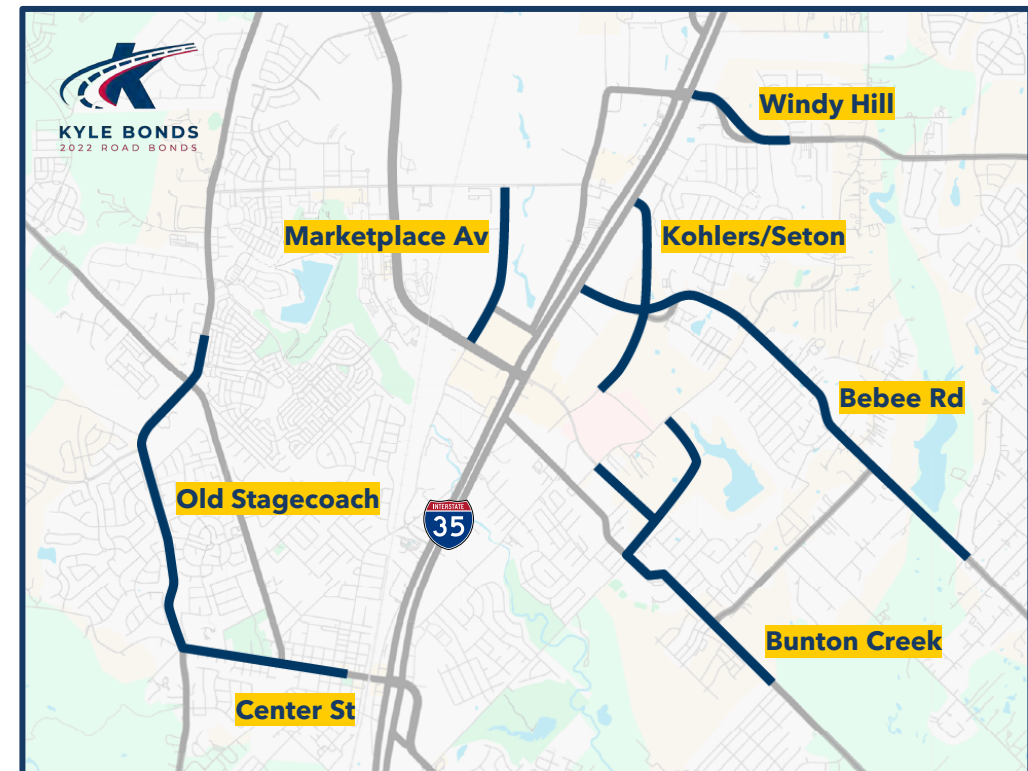
\$89M for 15 CIP road projects

- o \$25.2M for Kohlers Crossing Roundabouts at Cromwell, Sanders and Benner.
- o \$12M for Kyle Crossing/Marketplace Roundabouts at Kohlers
- o \$7.1M for Kohlers railroad overpass
- o \$7.7M for Downing/Dacy Roundabout
- o \$15.4M for roundabouts at Dacy/Bunton Creek and Spring Branch/Burleson

**\$271.3M in Road Bond projects (\$130.8M in FY 2025-26).
Under construction in FY 2025-26:**

- o Bebee Road West
- o Kohlers Crossing to Seton (Off-System)
- o Old Stagecoach Road
- o Kyle Parkway/Lehman Road
- o Bunton Creek Road
- o Windy Hill Road
- o Center Street (Off-System)

2022 Kyle Road Bond Projects



INVESTING IN THE FUTURE (CONT)



The city is making progress on critical transportation improvements to **support safer, more efficient travel for everyone—drivers, pedestrians, bicyclists, and more—across the community.**

\$1.5M for Annualized road preservation program

\$966,144 for sidewalk improvements and connectivity - \$4.8M over next 5 years:

- o CIP - \$700,000
- o CDBG - \$266,144

Sidewalk projects proposed in CIP:

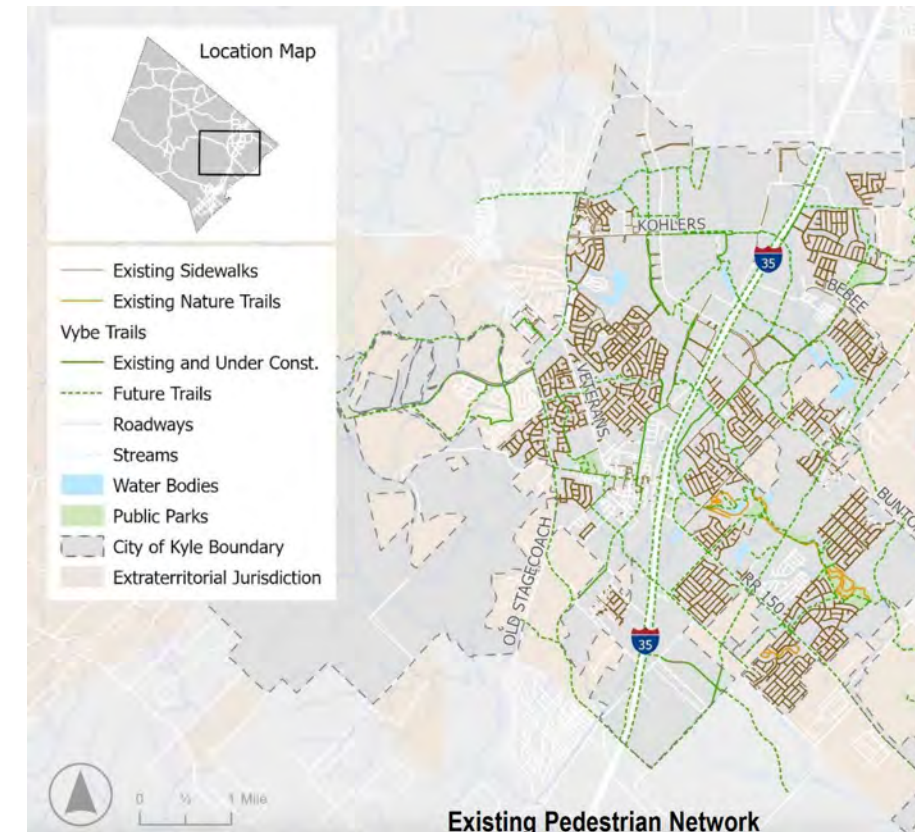
(identified as top priority in the Sidewalk Master Plan - Adopted June 2025)

- o Veterans Drive
- o Kohlers Crossing
- o Philomena Drive
- o FM 150
- o Bunton Creek Road

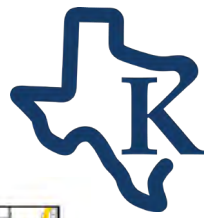
\$750,000 for Fleet Management Implementation and Transition:

- o Replacement of 6 vehicles - \$330,000
- o Fleet Study Implementation - \$150,000
- o New Equipment - \$270,000
- o Continue using Enterprise Lease Contract for replacement vehicles as needed.
- o Contract to initiate Fleet Study will be presented to council in August.
- o The study results and recommended implementation plan will come back before council at a later date.

Pedestrian Network



THE VYBE TRAIL SYSTEM



Currently the Vybe Trail system has **16.07 existing miles** of connected trails throughout the city. Over the next 5 years, an additional 29.28 miles of trail will be added to the system for a total of 45.35 miles of trail.

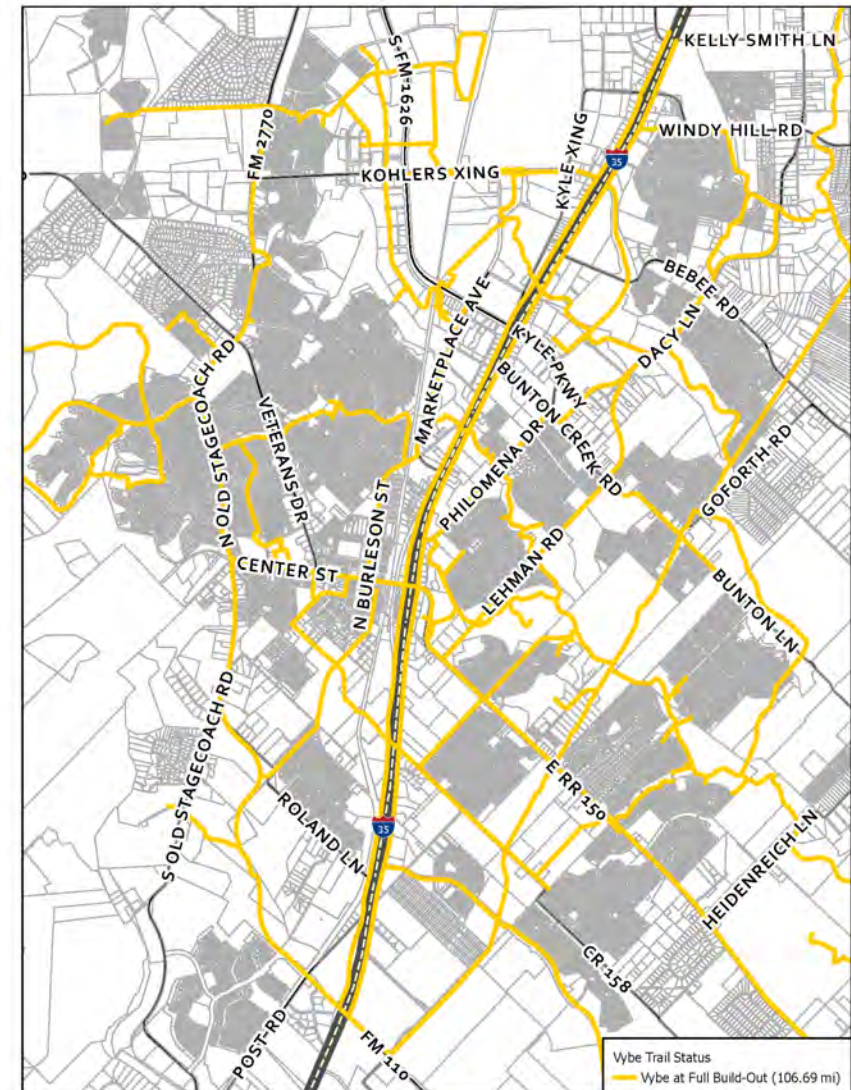
In FY 2025-26, 8.98 miles will be under construction as outlined below.

Under Construction FY 2025-26:

- 0.3 mi** St. David's Segment
- 0.5 mi** Spring Branch Segment
- 1.57 mi** Waterleaf Segment
- 0.27 mi** Retail Roads
- 1.2 mi** Kohler's Off-System
- 1.28 mi** Bunton Creek Road
- 0.5 mi** W. Center Street and Jack C. Hays Trail (On-System)
- 1.18 mi** Kohler's to Seton
- 0.49 mi** Old Stagecoach North
- 1.13 mi** Old Stagecoach (Middle)
- 0.56 mi** Old Stagecoach (W. Center)

Significant future connections:

- Lake Kensington/Seton Park
- Lake Park District
- Project Two-Step
- FM 150 Bypass
- Six Creeks Blvd Loop
- Plum Creek East Trail



WIRELESS TRANSMISSION FACILITIES



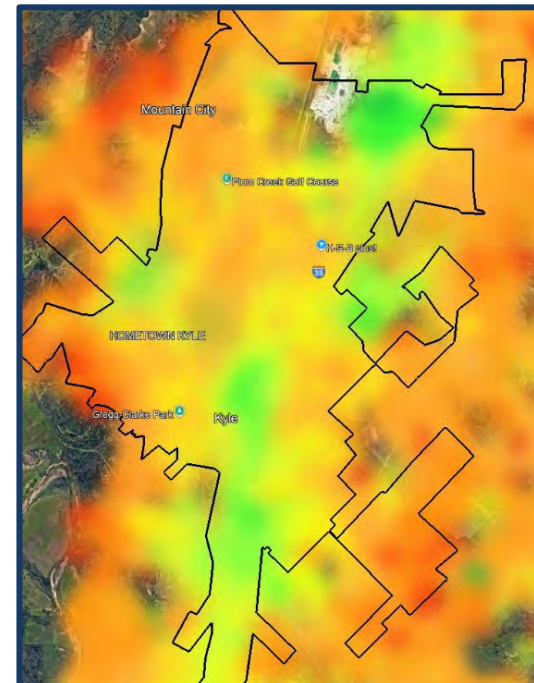
In late 2024, the City of Kyle partnered with Diamond Communications to **enhance cell coverage throughout the City** by leasing wireless telecommunications space on **City-owned properties.**

Diamond identified significant cell coverage gaps within Kyle and pinpointed City-owned properties in those areas that could be marketed to carriers.

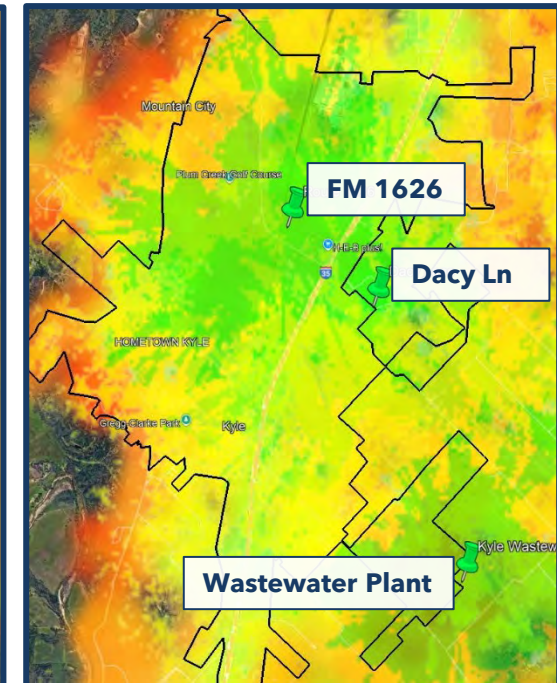
The maps show the projected coverage when the anchor tenant's equipment will be installed. These strategic sites were selected based on documented coverage gaps and are expected to significantly improve cellular service capacity and reliability for Kyle's growing population – **benefiting approximately 58,000 residents and businesses.**

Location	30 YR Projected Lease Revenue
1626 Water Tank	\$1,722,185
Dacy Lane Water Tank	\$1,129,499
WWTP	\$1,489,108
Total:	\$4,340,792

**Existing
Mobile Coverage**



**Projected
Mobile Coverage**



SAFE & WELCOMING COMMUNITY

Kyle is a safe and welcoming city where residents support one another and embrace diversity. Community initiatives, inclusive public spaces, and strong neighborhood connections create a sense of belonging for all.



FROM PLANNING TO PROGRESS



FY2024 MATRIX Staffing Study – In FY 2024, the City of Kyle engaged Matrix Consulting Group to conduct a comprehensive analysis to determine the optimal staffing levels for the Kyle Police Department. The staffing recommendations presented here are based on the findings of that study.

2025-28 Meet and Confer Agreement – Approved on June 17, 2025

- o Competitive Compensation
- o Testing & Promotion
- o Recruitment & Augmenting Staff
- o Sick, Vacation & Holiday Accrual/Usage
- o Discipline Practice

Increased Community Engagement – The department continues ongoing outreach and recognition efforts to promote increased department transparency and increase positive community engagement via social media and community programs like the Pops with Cops program.

Mental Health Dashboard – A new Mental Health Dashboard was created in 2025 to analyze all calls and ensure people are receiving the right care when there is a Mental Health related concern.

Response Times for Priority 1 Calls – The average police response time in FY 2024-25 for priority 1 calls was 5.76 minutes, well below the 10-minute target. This consistent performance reflects strong emergency response operations and timely service.

WHERE ARE WE HEADED?



For FY 2025-26, the City of Kyle is **committed to creating a safer city** through innovative technologies, enhanced emergency management and proactive solutions.

Utilize Drone Technology – Drone Safety is designed to enhance public safety by providing law enforcement and other emergency responders with rapid aerial support, providing real-time situational awareness and reducing response times.

Create K-9 Unit – Trained to assist first responders for various tasks, including criminal apprehension, searching for evidence, detecting narcotics or explosives, tracking suspects or missing persons, and providing support during high-risk situations.

Enhanced Emergency Management Capabilities – An Emergency Management Planner is recommended along with installation of an emergency siren system.

Improve Fleet Management – To ensure the Kyle Police Department's fleet is reliable, secure, and efficiently maintained, we are investing in a Fleet Technician to manage vehicle maintenance, repairs, and readiness, reducing downtime and extending vehicle life.

Animal Services – In the coming year, we will onboard a new Animal Services Director, complete the Animal Care Facility design and begin construction, establish an Animal Services Advisory Board, and initiate detailed policy development, outline programming, and solidify key partnerships.



INVESTING IN THE FUTURE



The **total budget request for the Kyle Police Department** for the fiscal year 2026 is \$20,470,000. This budget supports new initiatives to enhance emergency management planning and public safety and includes estimated cost increase for the Meet & Confer initiative.



Equipment

- ❑ Drone Safety - \$150,000
- ❑ Implementation of Emergency Alert Sirens - \$150,000

Personnel and Support Costs

- ❑ Police K-9 Officer - \$136,502
- ❑ Emergency Management Planner - \$81,515
- ❑ Fleet Technician - \$50,617

Animal Services

- ❑ Director of Animal Services - \$152,992

Meet and Confer Agreement - \$1.2M

**Overall Additional Investment in FY 2025-26:
\$1,921,626**

VIBRANT & FUN DESTINATION

Kyle is a dynamic destination where culture, entertainment, and innovation thrive. With diverse events, vibrant public spaces, and growing business opportunities, the city attracts visitors, promotes local talent, and enhances quality of life for all residents.



FROM PLANNING TO PROGRESS



Parks, Recreation, and Open Space Master Plan – Adopted in May 2025, the plan will guide the development, enhancement, and sustainability of the city's parks, trails, and recreation services over the next 10 years.

Sportsplex Master Plan – Adopted in July 2025, the plan provides a clear vision and roadmap to guide the design and construction process, ensuring the development meets local needs and supports recreational growth for Kyle residents and visitors alike.

Republic Drive Facility – Ribbon Cutting held in July 2025. Renovated and relocated Parks & Recreation operations to the new Republic Drive hub, centralizing services and improving coordination.

Mobile Library – Ribbon Cutting Held in May 2025. The Mobile Library brings library resources and services directly to the community, ensuring access for all – regardless of location, mobility, or other barriers.

Public Art Master Plan – Public outreach for this plan will close on July 28, 2025. The plan will steer funding, placement, and management of art that reflects city values.

Library Master Plan – Public outreach for this plan will close on August 23, 2025. The plan will be a community-driven roadmap to adapt library spaces, programs, and services to future needs.

Lake Kensington Master Plan – Currently underway and is anticipated to be complete Spring 2026.



FROM PLANNING TO PROGRESS (CONT)



1500 Dacy Lane Facility Design – This design includes 6 multi-purpose rooms with retractable walls, allowing for flexible configurations—including a single open ballroom capable of accommodating up to 300 people. Construction is slated to begin in September 2025, with completion expected by January 2026.

Lake Kyle Fitness Court – The City of Kyle cut the ribbon on the Lake Kyle Fitness Court on July 22, 2025. Created for adults of all abilities aged 14+, the Fitness Court© workouts are adaptable for all fitness levels, allowing participants to move at their own pace.



Park Improvement Planning underway in FY 2024-25

– actively investing in strategic park planning and design efforts to enhance community spaces and support future recreational development:

- ☐ Gregg-Clarke Park Preliminary Design
- ☐ All-Wheels Skatepark Design Park Preliminary Design
- ☐ Lake Kensington Master Plan
- ☐ Lake Kyle Park Preliminary Design
- ☐ Outdoor Sports Complex Fields Schematic Design
- ☐ Steeplechase Park Parking Lot Design
- ☐ Steeplechase Park Preliminary Design
- ☐ Steeplechase Park Playground Replacement
- ☐ Waterleaf Park Parking Lot Design
- ☐ Waterleaf Park Preliminary Design
- ☐ Waterleaf Park Playground Replacement

WHERE ARE WE HEADED?



For FY 2025-26, the Kyle Parks and Recreation Department and Kyle Public Library are committed to enhancing community quality of life through delivering inclusive and engaging programs and spaces that serve residents of all ages and abilities.

Enhancing Special Events - A Special Events Coordinator position is proposed to elevate Kyle's signature events including Kyle Fair, Grinch on the Green, and City Fest.

Program Improvements - FY 2025-26 will launch CPR certification and Junior Lifeguard Training as well as new Volunteer Engagement Program that will help connect residents with meaningful opportunities to give back. Additionally, a Recreation Services Supervisor is proposed to facilitate better coordination of the Dacy Facility.

Youth Services Librarian - A dedicated Youth Services Librarian is proposed to strengthen programming and support for children and teens, fostering lifelong learning and literacy.

Library Technology Upgrade - The City will invest in replacing all public facing computer technology in the library to enhance access, improve user experience, and support the evolving needs of a growing community.



WHERE ARE WE HEADED? (CONT)



The Parks and Recreation Department has more than **\$96M in planned Parks improvements over the next 5 years.**

FY 2025-26 Major Projects - \$30.3M

Gregg-Clarke All-Wheels Skatepark
Lake Kensington Nature Park
Vybe Trail Improvements
Steeplechase Improvements
Waterleaf Improvements
Gregg-Clarke Improvements
Lake Kyle Design
Mary Kyle Hartson Improvements
Outdoor Sportsplex



INVESTING IN THE FUTURE



The **total budget for the Kyle Parks and Recreation Department and Kyle Public Library** for the FY 2025-26 is increasing by \$573,365 from the previous year.

Personnel and Support Costs:

- ❑ (1) Special Events Coordinator - \$62,462
- ❑ (1) Recreation Services Supervisor - \$125,041
- ❑ (1) Youth Services Librarian - \$52,641

New Equipment:

- ❑ Bucket Truck Replacement - \$262,500
- ❑ Library Technology Upgrades - \$70,721

**Overall Additional Investment in
FY 2025-26: \$573,365**

Gregg-Clarke All-wheels Skate Park Concept Art



THRIVING & PROSPEROUS ECONOMY

Kyle is shaping its future as the undisputed economic powerhouse of Hays County - an innovative, business-friendly destination where workforce development, emerging technologies, and long-term sustainability drive prosperity and position the city for continued leadership in the region.



FROM PLANNING TO PROGRESS



Over the last 3 years the City of Kyle has secured \$543,615,048 in private development investment, creating 2,985 jobs in Kyle.

Tax Increment Reinvestment Zones (TIRZ) - Created one new TIRZ with TIRZ #6 and expanded TIRZ #4 strategically funding major infrastructure and redevelopment priorities. TIRZ #4 will support the extension of S. Goforth Road, while TIRZ #6 is dedicated to advancing downtown revitalization efforts. Both zones were created in partnership with Hays County and are designed to spur reinvestment and long-term economic growth in key areas of the community.

Major Milestones in FY2024-25:

- o Sprouts and Retail Shops - Groundbreaking held on October 30, 2024/Opening Expected in October 2025
- o Nitro Swim - Ribbon Cutting held on May 16, 2025
- o Plum Creek Technology Park - Groundbreaking held on May 29, 2025

Public Private Partnership Development - Issued Requests for Proposals (RFPs) for several transformative projects, including:

- o A restaurant at Heroes Memorial Park
- o A hotel within the Lake Park District
- o An office development in the Brick and Mortar District

Small Business Kickstart Program - Launched to support and empower local entrepreneurs. Hosted Kickstart Your Business (October 2024) and Small Biz, Big Voice: Marketing in Today's World (July 2025).

Improved Efficiency and Customer Service - Improved project tracking and performance monitoring. Expanded internal inspection capacity by hiring certified inspectors, allowing 98-100% of inspections to be completed by City staff—reducing delays and improving the customer experience.

FROM PLANNING TO PROGRESS (CONT)



Economic Development Strategic Plan - Approved in October 2024, this plan outlines the long-term vision and strategic direction for economic growth in Kyle.

Projects that meet the city's strategic goals:

Kyle Park District - A 100-acre mixed-use retail and residential destination located at the I-35 and Bebee Road. Represents a private investment of \$250 million in the city of Kyle, generating \$2.5 million in sales taxes and \$1 million in property taxes. Groundbreaking to take place in Fall of 2025.

Brick and Mortar District - Key infrastructure investments underway. Three major retail roads Avenue A, Heroes Memorial Drive, and the extension of Cromwell, are on track for completion by late fall. Design work is also advancing on 3 roundabouts at Benner, Cromwell, and Sanders to improve mobility and traffic flow throughout the district. Sprouts Ribbon Cutting scheduled for October 2025.

Sportsplex - Council recently adopted the outdoor site master plan for a regional sports complex. The plan supports a recreation-forward site design that emphasizes high-intensity athletic uses and tournament-ready facilities, that support a strong regional draw and is aligned with the City's economic development goals.



WHERE ARE WE HEADED?



For FY 2025-26, Kyle's Economic Development and Development Services Departments will focus on **building a vibrant local economy by guiding sustainable growth, supporting businesses, fostering innovation, and partnering to develop a skilled workforce.**

Unified Development Code – Adoption is slated for November of 2026. Development Services has launched the process for a Unified Development Code, which will address zoning, subdivision, utilities and infrastructure, and building regulations. By examining the Development Code holistically, we are working to support sustainable growth, protect residents and first responders, and ensure alignment with the City's vision and goals.

Home Repair Program Expansion – Enhance partnership with Habitat for Humanity to meet growing community needs for home repairs. \$25,000 increase included in FY 2025-26, taking program from \$25,000 to \$50,000.

Housing Study Implementation – In FY 2025-26, the City will complete a formal Housing Study to guide future housing policies and decision-making. The city will work with the newly appointed Housing Authority Board to align our efforts in support of a coordinated, forward-looking approach to housing in Kyle.

Home Repair Program: Floor Replacement



BEFORE



AFTER

DOWNTOWN REDEVELOPMENT



From 2003 to present, the city has invested approximately \$23.8M in downtown improvements including Mary Kyle Hartson Park, utility undergrounding and property acquisitions.

Downtown Planning - During the council visioning workshop in Spring 2025, staff presented redevelopment opportunities on a block by block basis which provided guidance for future investment and planning efforts for Downtown.

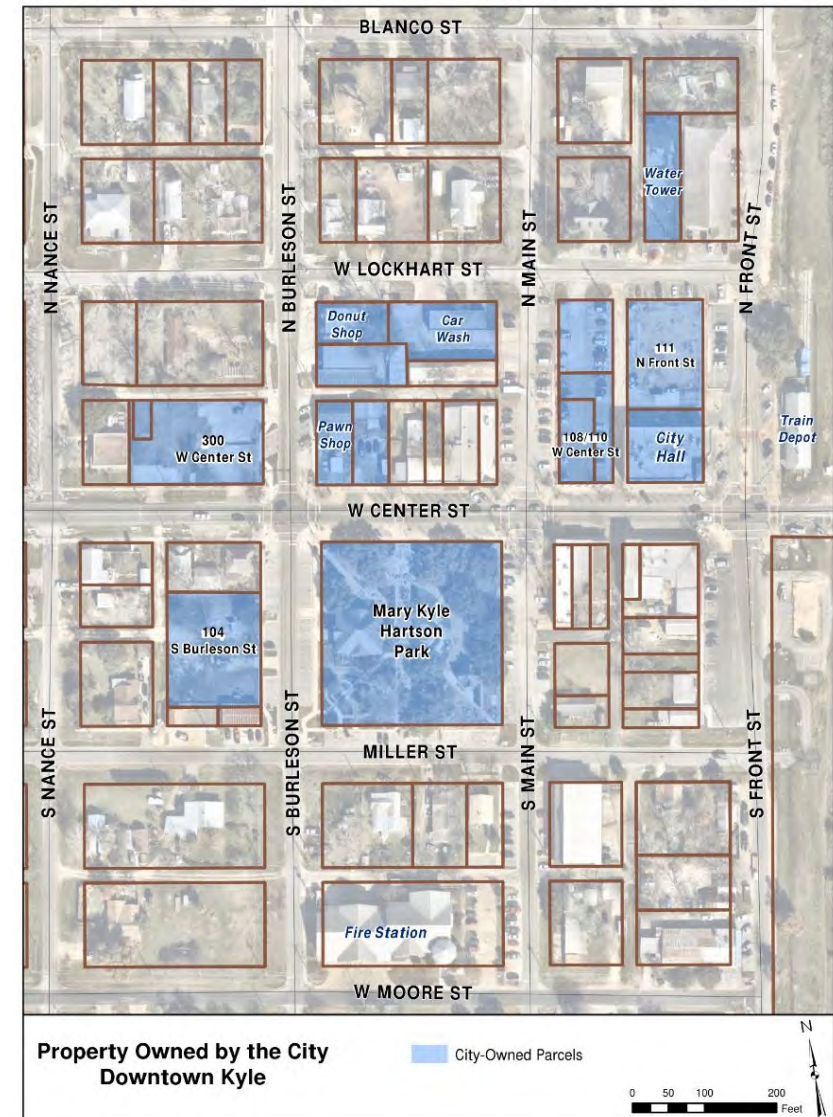
Short Term Improvements:

- o Beautification and Landscaping - linear park and Center Street entry way improvements - to be brought before council Fall 2025
- o Krug Center and Mary Kyle Hartson Park improvements - Final recommendations expected late 2025

Long Term Improvements:

- o Downtown Parking Solutions - Assembling properties to build a parking solution to support broader downtown area improvements
- o Engaging with development partners to transform key properties into vibrant mixed-use destinations featuring retail, office, and residential components
- o Expansion and redevelopment of City Hall and municipal offices

\$1.5M planned annually in downtown investments



FUND FINANCIALS

PROPOSED BUDGET FY 2025-26



ABOUT CITY'S BUDGET STRUCTURE



The City, like most government organizations, utilizes the Fund accounting system.

Fund accounting system provides for:

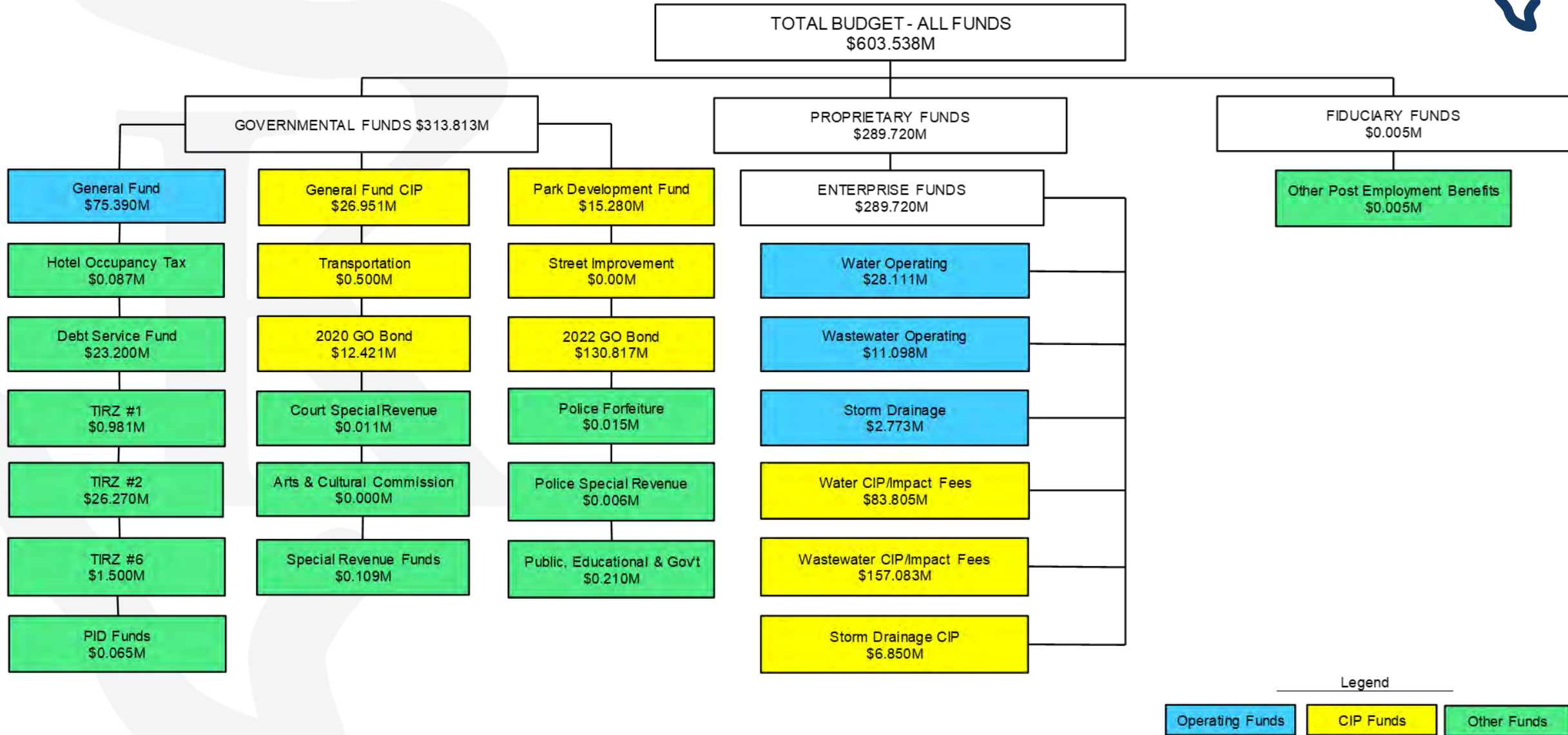
- o Accountability
- o Transparency
- o Separation of funds based on public purpose and intent. Allows for separate budgeting, accounting, & financial reporting systems

On an average, the City manages 50-60 separate Funds per year in **three Fund types:**

- o **Governmental Funds**
 - o Generally used to account for and track tax-supported functions & activities
- o **Enterprise Funds**
 - o Utilized to account for and track City's business-type activities and functions
 - o User fees and charges for services such as the utilities
- o **Fiduciary Type Funds**
 - o Trusts



CITY'S FUND STRUCTURE

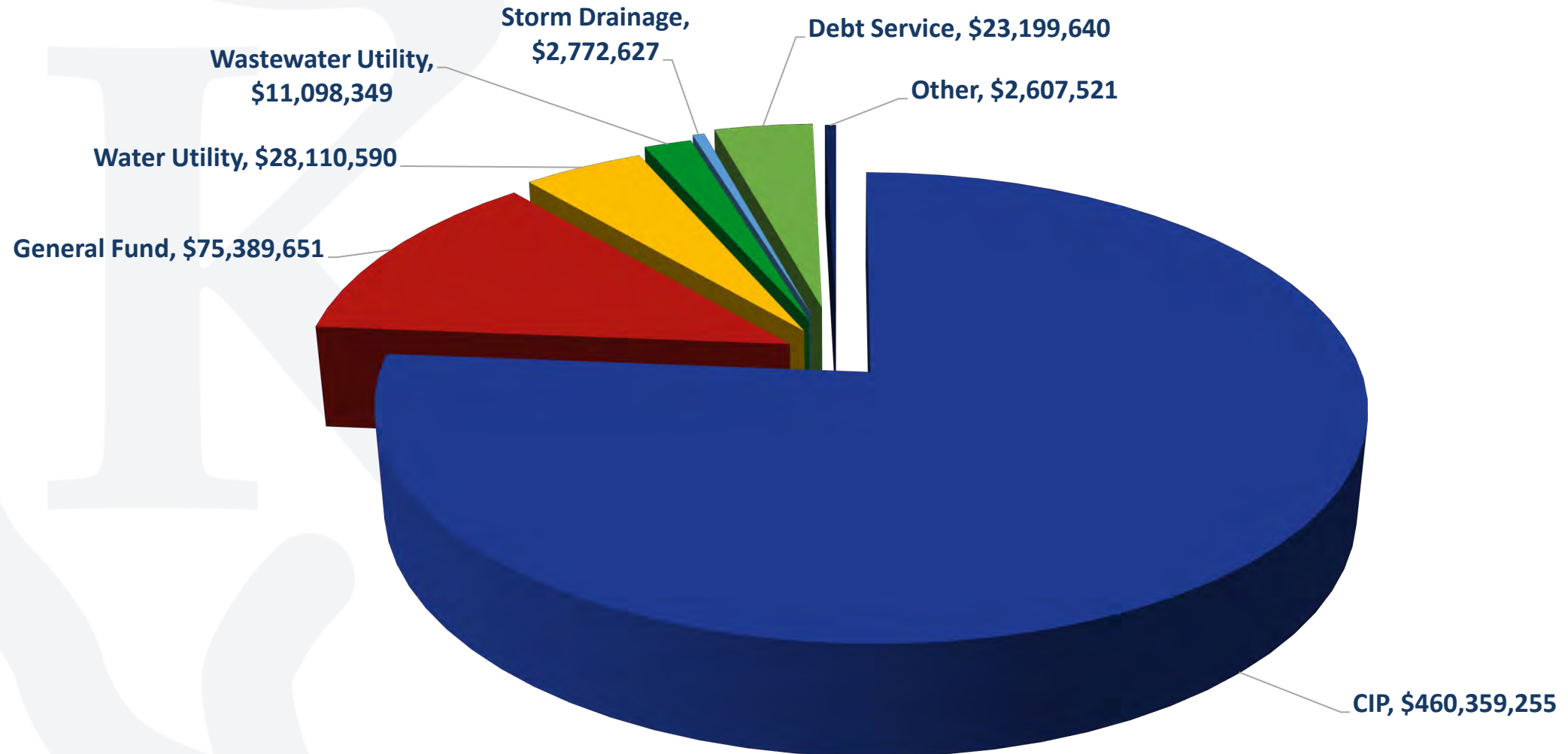


PROPOSED BUDGET FY 2025-26



ALL CITY FUNDS

PROPOSED BUDGET FY 2025-26: \$603,537,633



BUDGET HIGHLIGHTS - ALL CITY FUNDS

PROPOSED BUDGET FY 2025-26



Overall, for All City Funds:

- ❑ \$603.5 million total proposed budget for all City Funds
- ❑ \$460.4 million in planned CIP spending in Fiscal Year 2026
- ❑ \$1.3 billion 5-year CIP spending plan
- ❑ 24.0 new positions proposed for a total of 470.0 positions
- ❑ Property tax rates: awaiting certified tax rate calculations from HCTAC
 - o Detailed property tax rate presentation scheduled on August 19, 2025
- ❑ Rate increase for water and wastewater service in FY 2026
 - o Rate increase varies for inside-City and outside-City customer classes
- ❑ Change in storm drainage fees
- ❑ 2.5% increase in solid waste service rates per contract terms with TDS
- ❑ Proposed increase to Water and Wastewater Impact Fees to reflect 10-year infrastructure demands. The new rate of \$19,670 per LUE is an increase of \$7,156.



BUDGET HIGHLIGHTS - 24 NEW POSITIONS

PROPOSED BUDGET FY 2025-26



Department	Position Title	FTE	Full-Year Amount*	Funding Source
Administrative Services	Procurement Specialist	1.0	\$119,237	General Fund
Administrative Services	Safety Compliance Officer	1.0	\$140,801	General Fund/ Water/ Wastewater
Animal Services	Director of Animal Services	1.0	\$255,983	General Fund
City Attorney's Office	Assistant City Attorney	1.0	\$127,200	General Fund
Library Services	Youth Services Librarian	1.0	\$101,286	General Fund
Parks and Recreation	Recreation Services Supervisor	1.0	\$109,842	General Fund
Parks and Recreation	Special Events Coordinator	1.0	\$75,985	General Fund
Police Department	Emergency Planner	1.0	\$101,518	General Fund
Police Department	Fleet Technician	1.0	\$92,521	General Fund
Police Department	K-9 Officer	1.0	\$105,430	General Fund
	Continued...			
	..			

BUDGET HIGHLIGHTS - 24 NEW POSITIONS

PROPOSED BUDGET FY 2025-26



Department	Position Title	FTE	Full-Year Amount*	Funding Source
Transportation & Public Works	Project Manager	2.0	\$259,174	General Fund- CIP
Transportation & Public Works	Project Coordinator	2.0	\$219,684	General Fund- CIP
Transportation & Public Works	Engineer	1.0	\$147,937	General Fund- CIP
Transportation & Public Works	CAD & Design Engineering Technician	1.0	\$82,145	General Fund- CIP
Transportation & Public Works	Facilities Maintenance Supervisor	1.0	\$93,490	General Fund
Water Utilities- Water/ Wastewater	Wastewater Treatment Plant Operator	1.0	\$93,490	Wastewater Fund
Water Utilities- Water/ Wastewater	Lead Water Production Operator	1.0	\$109,842	Water Fund
Water Utilities- Water/ Wastewater	Backflow Technician	1.0	\$101,284	Wastewater Fund
Water Utilities- Water/ Wastewater	Assistant Wastewater Treatment Plant Operator	1.0	\$80,002	Wastewater Fund
	Continued.....			

BUDGET HIGHLIGHTS - 24 NEW POSITIONS

PROPOSED BUDGET FY 2025-26



Department	Position Title	FTE	Full-Year Amount*	Funding Source
Water Utilities- Water/ Wastewater	Division Manager- Water Quality	1.00	\$169,950	Water/ Wastewater Fund
Water Utilities- Water/ Wastewater	Instrument & Control Technician	1.00	\$93,481	Water/ Wastewater Fund
Water Utilities- Water/ Wastewater	Water/ Wastewater Lab Technician	1.00	\$86,423	Water/ Wastewater Fund
	TOTAL FOR NEW POSITIONS:	24.0	\$2,766,705*	

***Note:** All positions are shown at their full annual cost for transparency and planning purposes. However, all new positions are funded at 50% in the budget based on hiring by departments no earlier than April 1, 2026, for each position.

MAJOR OPERATING FUNDS PROPOSED BUDGET FY 2025-26





GENERAL FUND

5-YEAR FINANCIAL FORECAST FISCAL YEARS 2026-2030

ABOUT 5-YEAR FINANCIAL FORECAST



- **Financial forecast** is an essential part of the annual budget process to help with budgetary decision-making.
- Purpose of the financial forecast is to evaluate current and future fiscal conditions to help guide policy and management decisions.
- A financial forecast is **a fiscal management tool** that presents estimated information based on past, current, and projected financial conditions.



KEY ASSUMPTIONS - FINANCIAL FORECAST GENERAL FUND REVENUES



	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029	Year 5 FY 2030
Property Valuation Growth	7.0%	7.0%	8.0%	9.0%	10.0%
Sales Tax Growth	9.0%	9.0%	10.0%	10.0%	10.0%
Development Revenue Growth	0.0%	0.0%	5.0%	7.0%	7.0%
Other Revenues	5.0%	5.0%	5.0%	5.0%	5.0%
General Fund Transfer From Water & Wastewater Utilities	8.0%	8.0%	8.0%	8.0%	8.0%

KEY ASSUMPTIONS - FINANCIAL FORECAST GENERAL FUND EXPENDITURES



	Year 1 FY 2026	Year 2 FY 2027	Year 3 FY 2028	Year 4 FY 2029	Year 5 FY 2030
Operations & Maintenance	5.0%	5.0%	5.0%	5.0%	5.0%
Meet & Confer	\$1.2M	3.0%	3.0%	3.0%	3.0%
Compensation (Merit Pay)	3.5%	3.5%	3.5%	3.5%	3.5%
Healthcare Costs	10.0%	10.0%	10.0%	10.0%	10.0%
Cash Funded - CIPs	\$0.0M	\$0.0M	\$0.25M	\$3.0M	\$5.0M

5-YEAR FORECAST - GENERAL FUND

SUMMARY FY 2026 THROUGH 2030



	Approved Budget 2024-25	Current Year Estimate 2024-25	5-Year Budget Forecast Period				
			Year 1 2025-26	Year 2 2026-27	Year 3 2027-28	Year 4 2028-29	Year 5 2029-30
BEGINNING FUND BALANCE	\$ 25,832,911	\$ 25,832,911	\$ 19,244,259	\$ 20,343,945	\$ 20,425,494	\$ 22,025,991	\$ 23,255,226
1 REVENUE							
2 Property Tax	\$ 20,251,638	\$ 20,251,638	\$ 21,669,253	\$ 23,186,100	\$ 25,040,988	\$ 27,294,677	\$ 30,024,145
3 Sales Tax	20,134,250	19,328,880	21,946,333	23,921,502	26,313,653	28,945,018	31,839,520
4 Development Revenues	13,983,423	7,207,448	6,998,336	6,679,691	7,013,676	7,504,633	8,029,957
5 Other Revenues	13,151,260	12,169,557	12,855,995	13,493,801	14,166,794	14,875,719	15,622,579
6 Transfers-In	9,884,444	9,884,444	15,127,389	14,936,158	15,793,159	16,751,272	17,763,547
7 TOTAL REVENUE	\$ 77,405,015	\$ 68,841,967	\$ 78,597,305	\$ 82,217,253	\$ 88,328,270	\$ 95,371,319	\$ 103,279,749
8 TOTAL ESTIMATED FUNDS AVAILABLE	\$ 103,237,926	\$ 94,674,878	\$ 97,841,563	\$ 102,561,197	\$ 108,753,764	\$ 117,397,310	\$ 126,534,975
9 EXPENDITURES							
10 Operations & Maintenance	\$ 69,024,864	\$ 61,279,951	\$ 75,389,651	\$ 79,880,178	\$ 83,841,805	\$ 88,036,879	\$ 92,481,878
11 Cash Funding - CIP	11,280,000	10,180,000	-	-	250,000	3,000,000	5,000,000
12 Transfer Out - TIRZ Increment Tax Revenues	1,933,489	1,933,489	2,107,968	2,255,526	2,635,968	3,105,205	4,070,725
13 Transfer Out - Other	2,030,983	2,037,180	-	-	450,000	3,450,000	6,150,000
14 TOTAL EXPENDITURES & TRANSFERS OUT	\$ 84,269,336	\$ 75,430,620	\$ 77,497,619	\$ 82,135,703	\$ 86,727,773	\$ 94,142,084	\$ 101,552,603
15 CHANGE IN FUND BALANCE	\$ (6,864,321)	\$ (6,588,653)	\$ 1,099,686	\$ 81,549	\$ 1,600,497	\$ 1,229,235	\$ 1,727,145
16 ESTIMATED ENDING FUND BALANCE	\$ 18,968,590	\$ 19,244,259	\$ 20,343,945	\$ 20,425,494	\$ 22,025,991	\$ 23,255,226	\$ 24,982,371
17 Required Minimum Fund Balance Per Policy (25% of Operating Expenses)	\$ 17,256,216	\$ 15,319,988	\$ 18,847,413	\$ 19,970,044	\$ 20,960,451	\$ 22,009,220	\$ 23,120,470
18 \$ Fund Balance in Excess of Minimum Required Per Policy	\$ 1,712,374	\$ 3,924,271	\$ 1,496,532	\$ 455,450	\$ 1,065,540	\$ 1,246,007	\$ 1,861,902
19 % Fund Balance in Excess of Minimum Required Per Policy	9.92%	25.62%	7.94%	2.28%	5.08%	5.66%	8.05%



GENERAL FUND

PROPOSED BUDGET SUMMARY & HIGHLIGHTS

SUMMARY - GENERAL FUND

PROPOSED BUDGET FY 2025-26



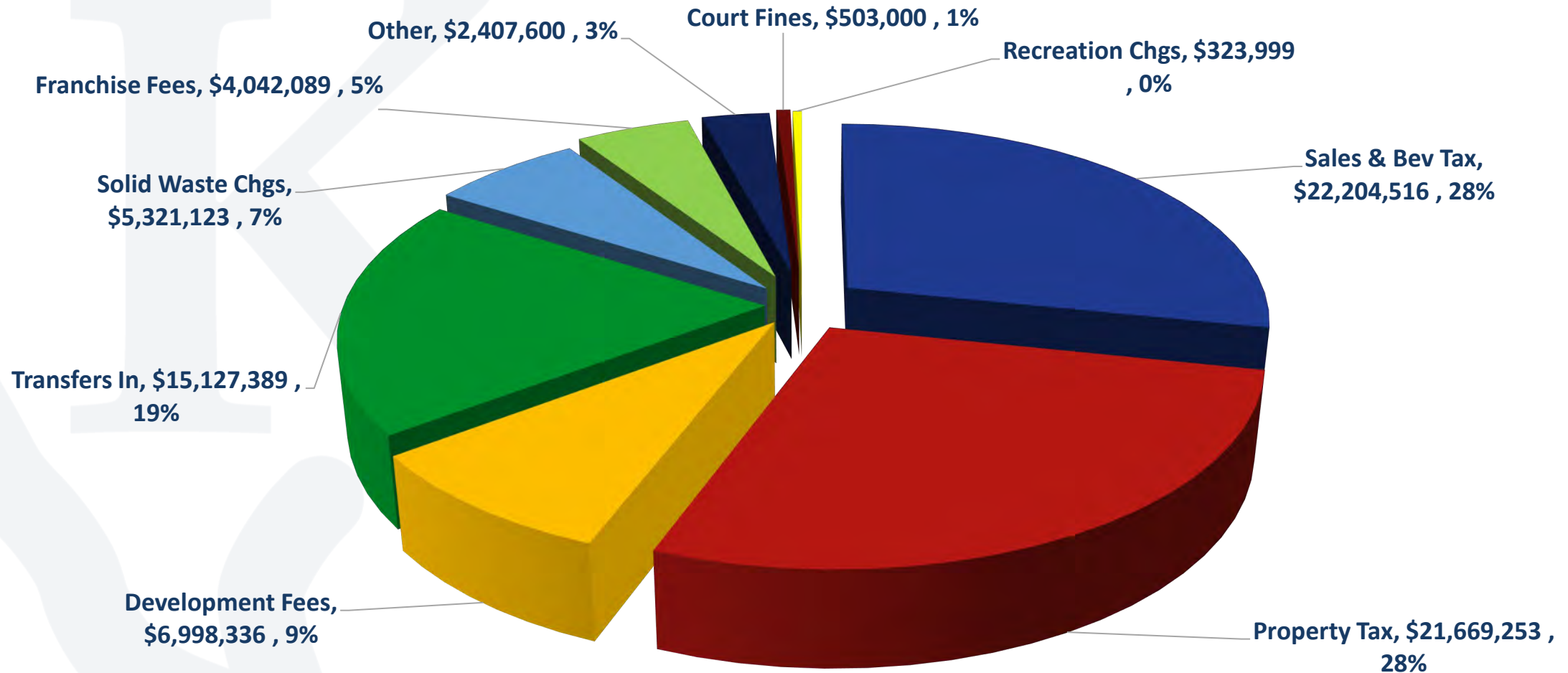
Balanced proposed budget for FY 2025-26

- o **\$78.5 million total revenues and transfers-in**
- o **\$77.5 million total expenditures and transfers-out**
- o **\$20.3 million in estimated ending fund balance**
- o **\$1.2 million included for meet and confer for sworn police officers**
- o **16.3 total new positions proposed**
 - o Complete list of new positions provided in the proposed budget document



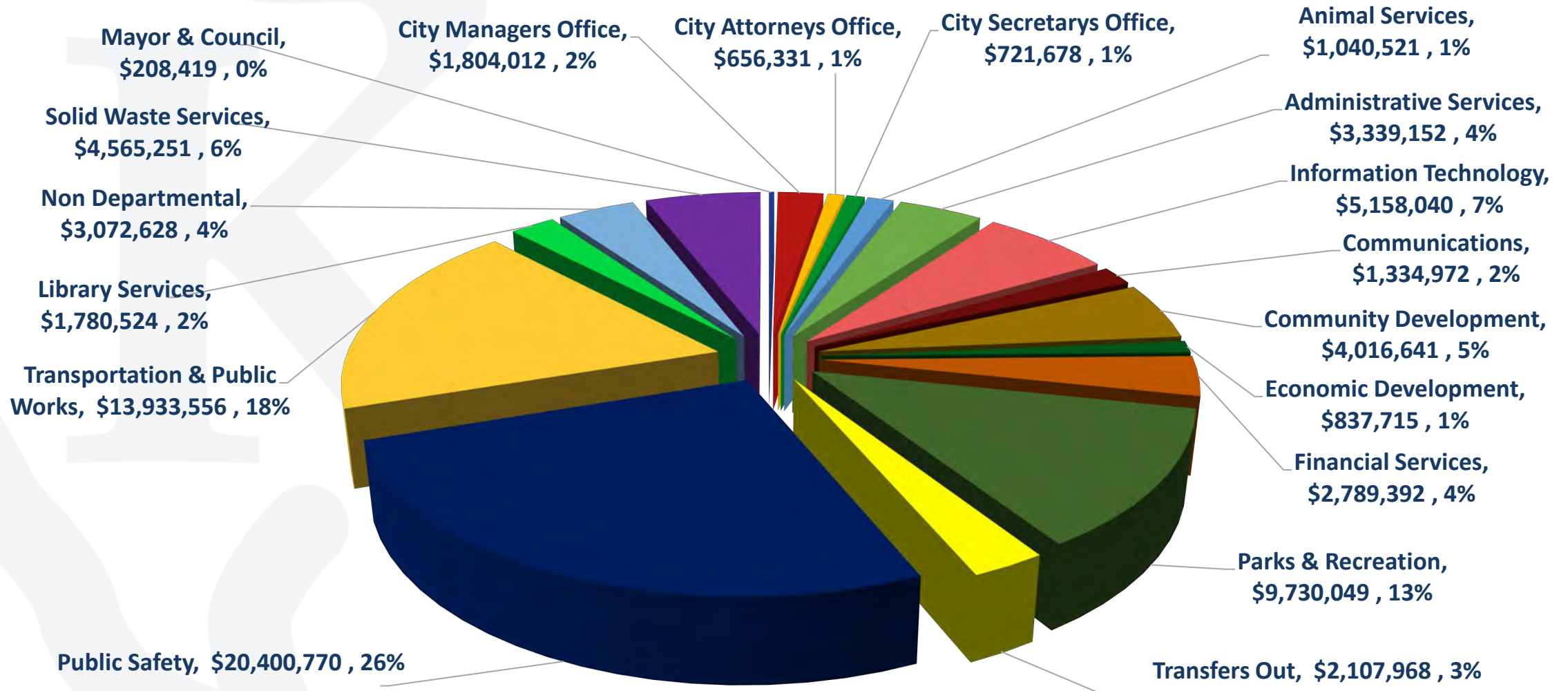
REVENUE & TRANSFERS-IN GENERAL FUND

PROPOSED BUDGET FY 2025-26: \$78,597,305



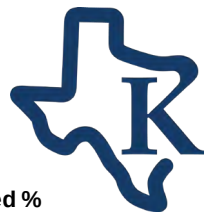
EXPENDITURES & TRANSFERS-OUT GENERAL FUND

PROPOSED BUDGET FY 2025-26: \$77,497,619



FUND SUMMARY - GENERAL FUND

PROPOSED BUDGET FY 2025-26



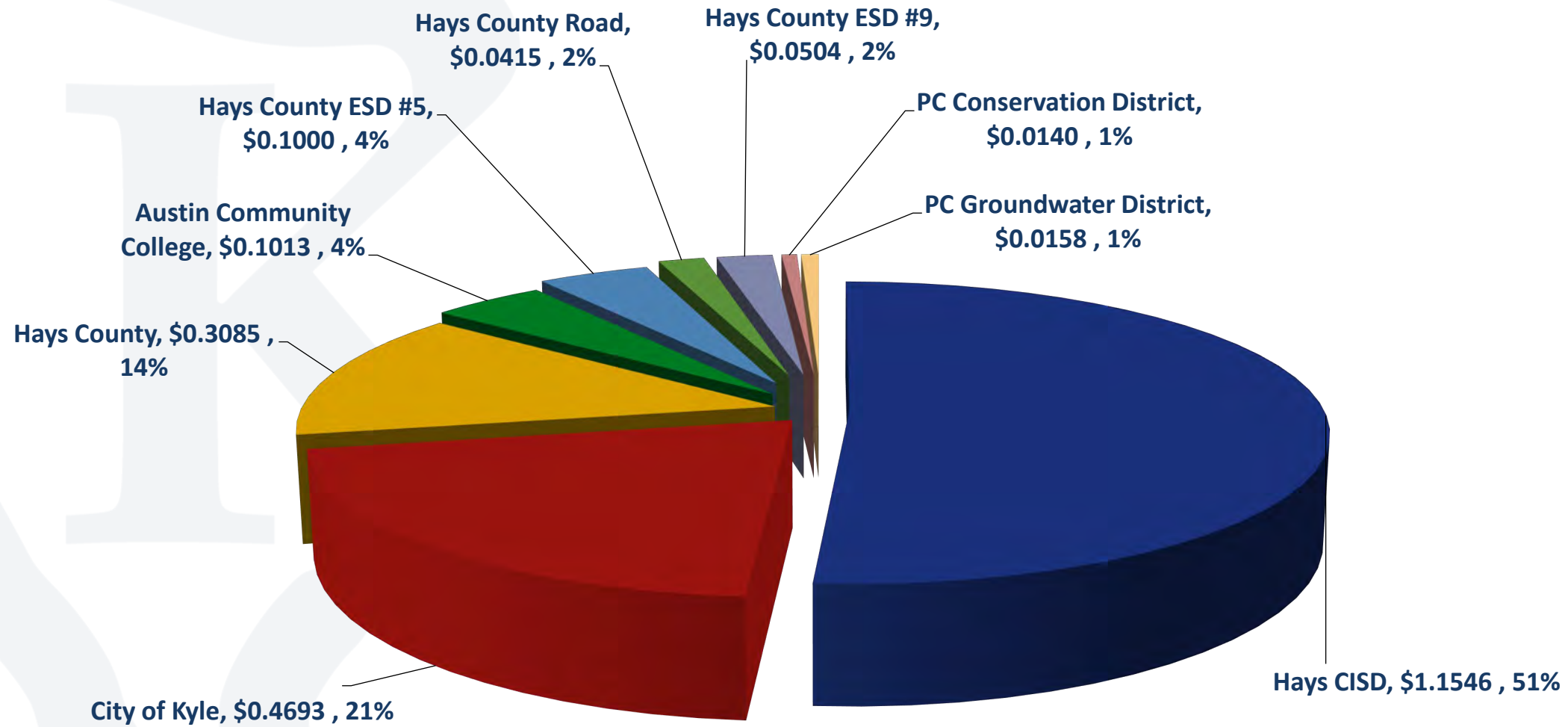
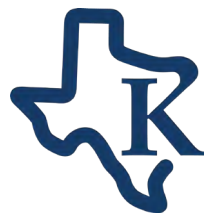
	Actual 2022-23	Actual 2023-24	Approved Budget 2024-25	Current Year Estimate 2024-25	CM Proposed Budget 2025-26	Proposed \$ Increase(Decrease) From FY 2024-25 Approved Budget	Proposed % Increase(Decrease) From FY 2024-25 Approved Budget
BEGINNING FUND BALANCE	\$ 32,928,475	\$ 34,218,420	\$ 25,832,911	\$ 25,832,911	\$ 19,244,259		
1 REVENUE							
2 Property Tax	\$ 16,034,515	\$ 17,787,140	\$ 20,251,638	\$ 20,251,638	\$ 21,669,253	\$ 1,417,615	7.00%
3 Sales Tax	16,772,273	18,045,781	20,134,250	19,328,880	21,946,333	1,812,083	9.00%
4 Development Revenues	7,786,722	8,008,910	13,983,423	7,207,448	6,998,336	(6,985,087)	-49.95%
5 Other Revenues	14,932,003	16,657,096	13,151,260	12,169,557	12,855,995	(295,265)	-2.25%
6 Transfers-In	2,735,169	2,136,313	9,884,444	9,884,444	15,127,389	5,242,945	53.04%
7 TOTAL REVENUE	\$ 58,260,681	\$ 62,635,240	\$ 77,405,015	\$ 68,841,967	\$ 78,597,305	\$ 1,192,290	1.54%
8 TOTAL ESTIMATED FUNDS AVAILABLE	\$ 91,189,156	\$ 96,853,660	\$ 103,237,926	\$ 94,674,878	\$ 97,841,563		
9 EXPENDITURES							
10 Operations & Maintenance	\$ 42,068,189	\$ 55,252,553	\$ 69,024,864	\$ 61,279,951	\$ 75,389,651	\$ 6,364,787	9.22%
11 Cash Funding - CIP	11,904,152	13,965,561	11,280,000	10,180,000	-	(11,280,000)	-100.00%
12 Transfer Out - TIRZ Increment Tax Revenues	1,569,014	1,694,795	1,933,489	1,933,489	2,107,968	174,479	9.02%
13 Transfer Out - Other	1,429,381	107,839	2,030,983	2,037,180	-	(2,030,983)	-100.00%
14 TOTAL EXPENDITURES & TRANSFERS OUT	\$ 56,970,736	\$ 71,020,748	\$ 84,269,336	\$ 75,430,620	\$ 77,497,619	\$ (6,771,718)	-8.04%
15 CHANGE IN FUND BALANCE	\$ 1,289,945	\$ (8,385,508)	\$ (6,864,321)	\$ (6,588,653)	\$ 1,099,686		
16 ESTIMATED ENDING FUND BALANCE	\$ 34,218,420	\$ 25,832,911	\$ 18,968,590	\$ 19,244,259	\$ 20,343,945		
17 Required Minimum Fund Balance Per Policy (25% of Operating Expenses)	\$ 10,517,047	\$ 13,813,138	\$ 17,256,216	\$ 15,319,988	\$ 18,847,413		
18 \$ Fund Balance in Excess of Minimum Required Per Policy	\$ 23,701,373	\$ 12,019,773	\$ 1,712,374	\$ 3,924,271	\$ 1,496,532		
19 % Fund Balance in Excess of Minimum Required Per Policy	225.36%	87.02%	9.92%	25.62%	7.94%		



PROPERTY TAX RATES

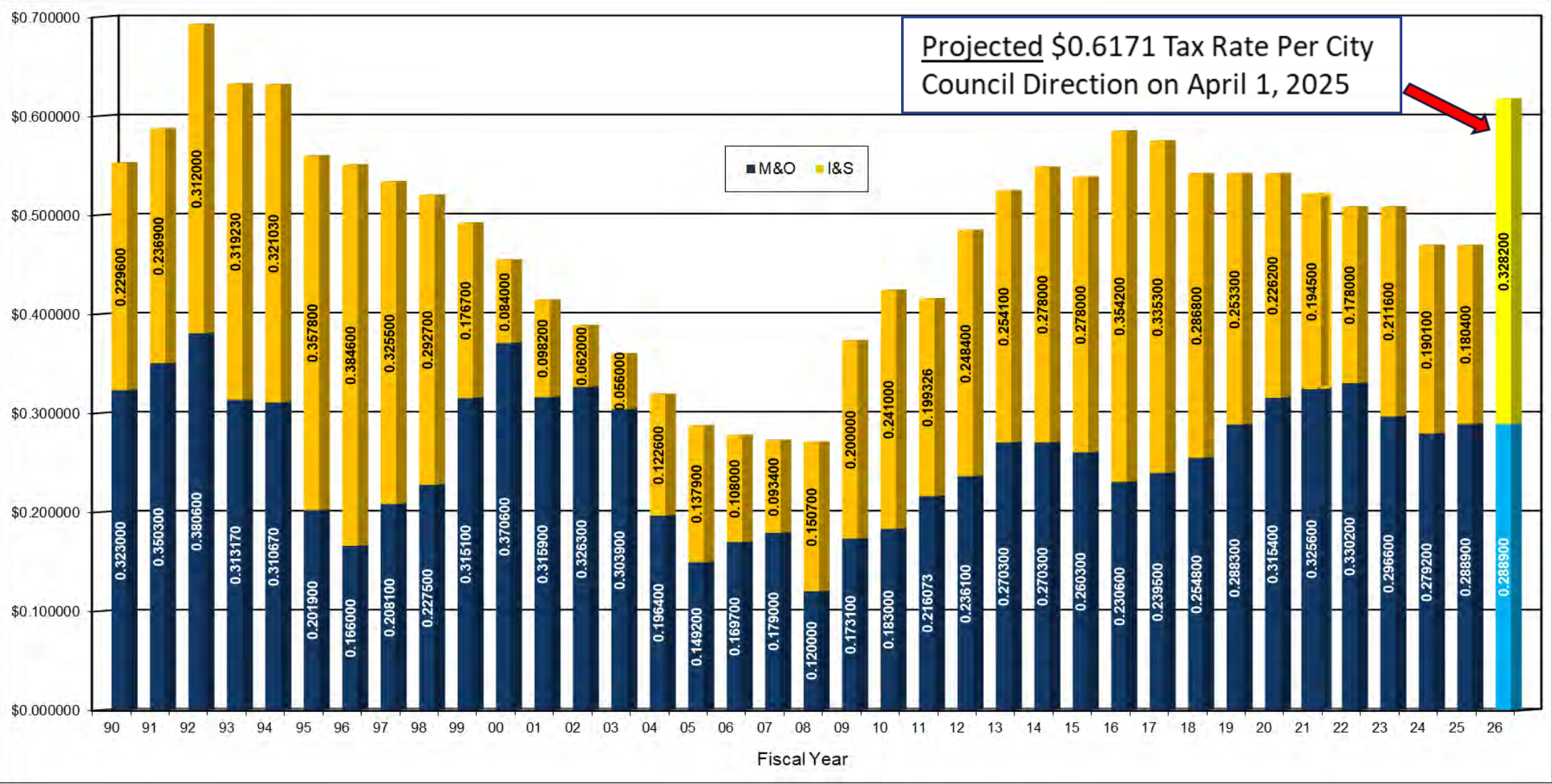
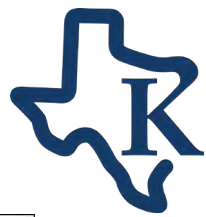
STATISTICS & HIGHLIGHTS

CURRENT PROPERTY TAX RATES IN KYLE \$2.25544

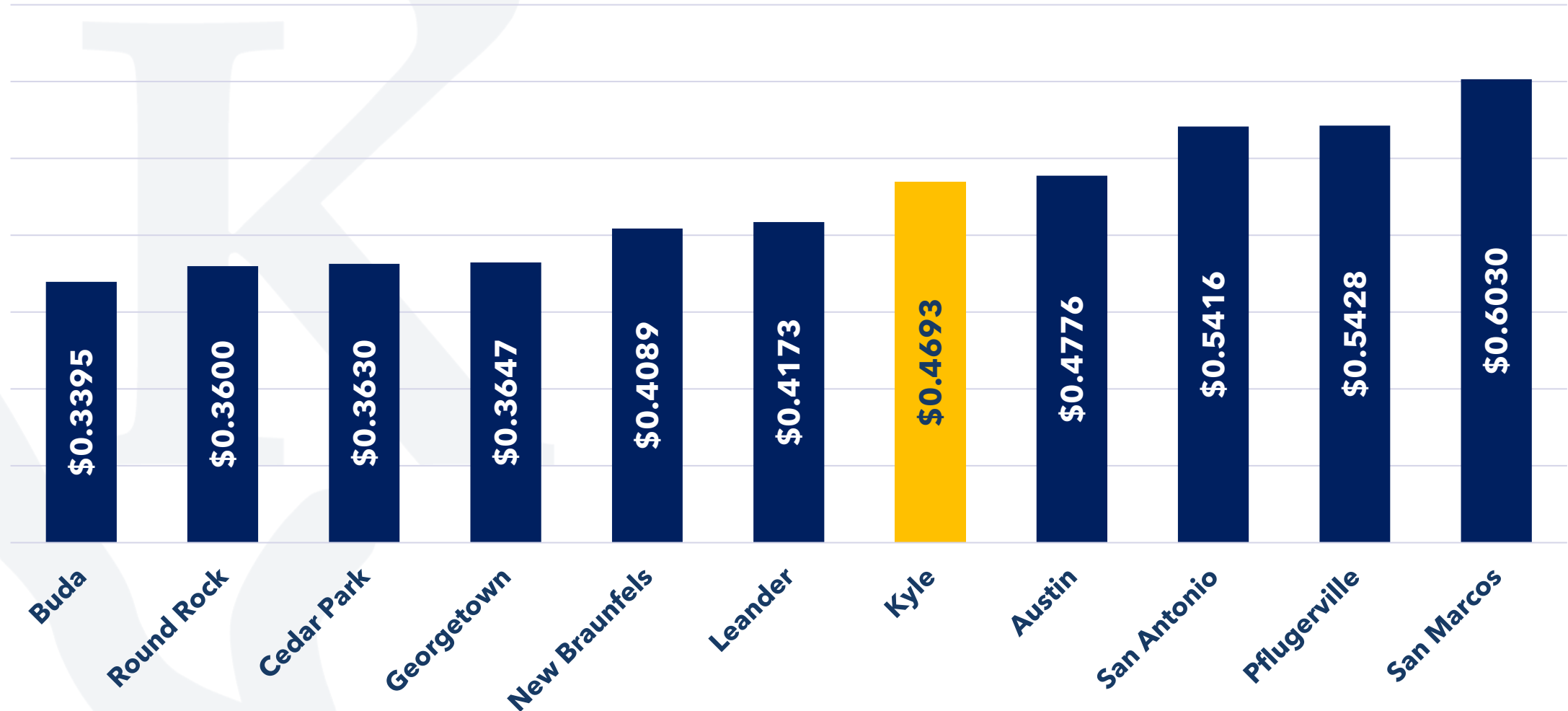


PROPERTY TAX RATE HISTORY

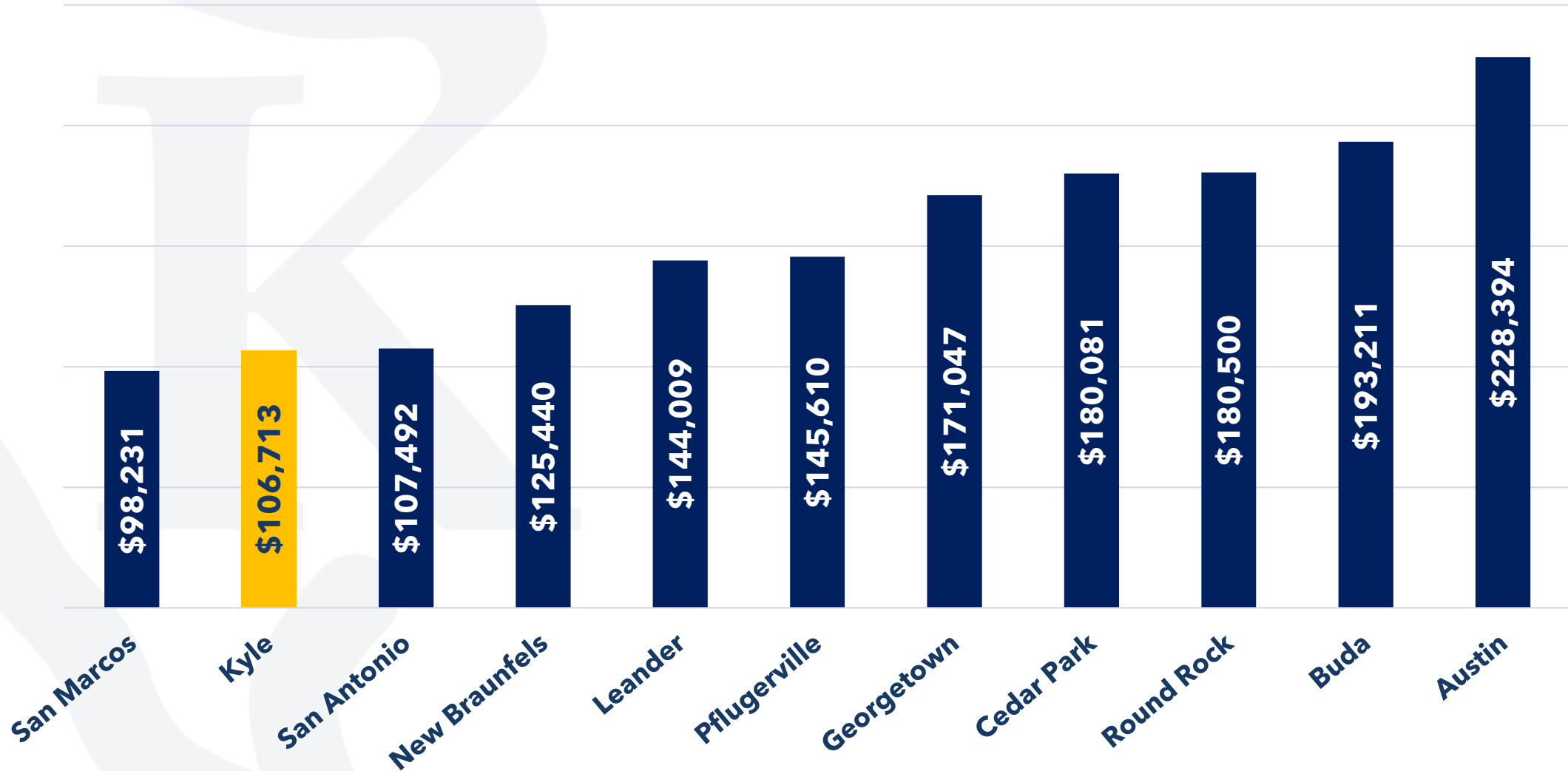
FISCAL YEARS 1990 - 2025



COMPARISON OF CURRENT PROPERTY TAX RATES

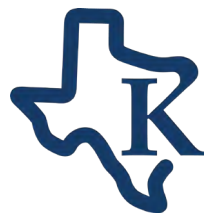


ASSESSED VALUATION PER CAPITA



2025 CERTIFIED TAXABLE ASSESSED VALUATIONS

PROPOSED BUDGET FY 2025-26

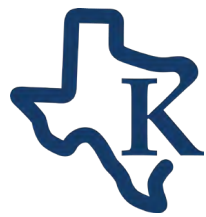


2025 CHANGE IN TAXABLE ASSESSED VALUATION* (NET)	
2025 Total Certified Taxable Assessed Valuation* (Net)	\$ _ , _ , _ , _
2024 Total Certified Taxable Assessed Valuation* (Net)	\$
\$ Increase in 2025 Certified Taxable Assessed Valuation* (Net)	\$ _ , _ , _ , _
% Increase in 2025 Certified Taxable Assessed Valuation* (Net)	_ . _ %

* Excludes taxable assessed valuations for TIRZ # 1, 2, 3, 4, 5, & 6

2025 CERTIFIED PROPERTY TAX RATES

PROPOSED BUDGET FY 2025-26

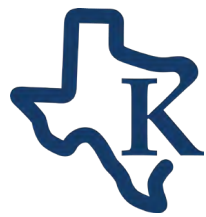


2025 CHANGE IN AVERAGE HOME TAXABLE VALUATION & TAX BILL					
Tax Year	Average Home Value	Tax Rate	Tax Levy	Homestead Reduction	Average Net Tax Bill
2025	\$____,____	\$____.____	\$____,____.____	(\$____.____)	\$____,____.____
2024	\$____,____	\$0.4693	\$____,____.____	(\$____.____)	\$____,____.____
Proposed Change	\$____,____	\$____.____	\$____,____.____	\$____.____	\$____,____.____

Awaiting certified tax rates calculated by the Hays County Tax Assessor-Collector

2025 CERTIFIED PROPERTY TAX RATES

PROPOSED BUDGET FY 2025-26



2025 PROPERTY TAX RATES FOR CITY OF KYLE				
	Current Tax Rate	No-New- Revenue Tax Rate	Voter- Approval Tax Rate	Proposed Tax Rate
Maintenance & Operations (M&O) Rate	\$0.2889	\$_._____	\$_._____	\$_._____
Interest & Sinking (I&S) Rate	\$0.1804	\$_._____	\$_._____	\$_._____
Total Property Tax Rate Per \$100/TAV	\$0.4693	\$_._____	\$_._____	\$_._____

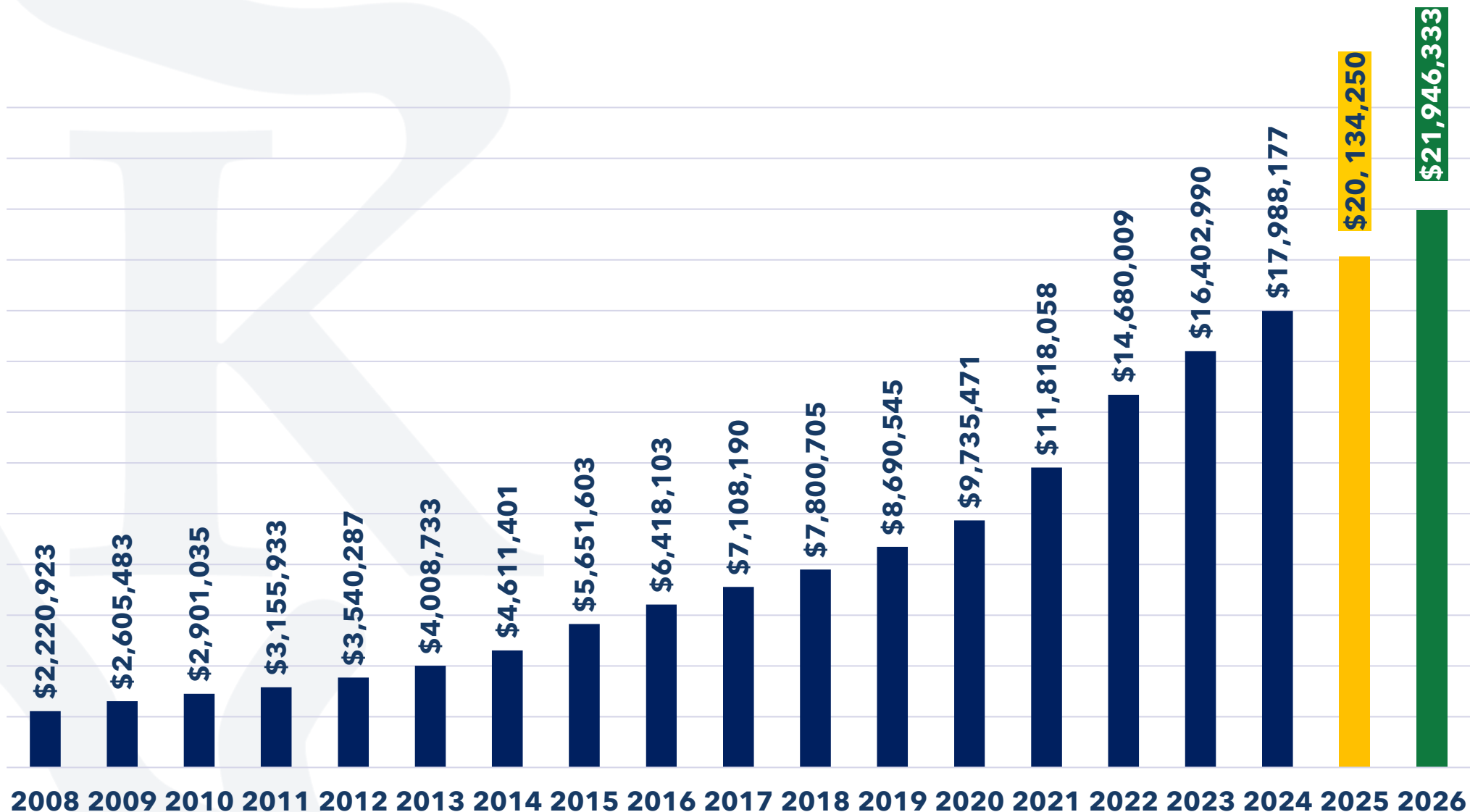
Awaiting certified tax rates calculated by the Hays County Tax Assessor-Collector



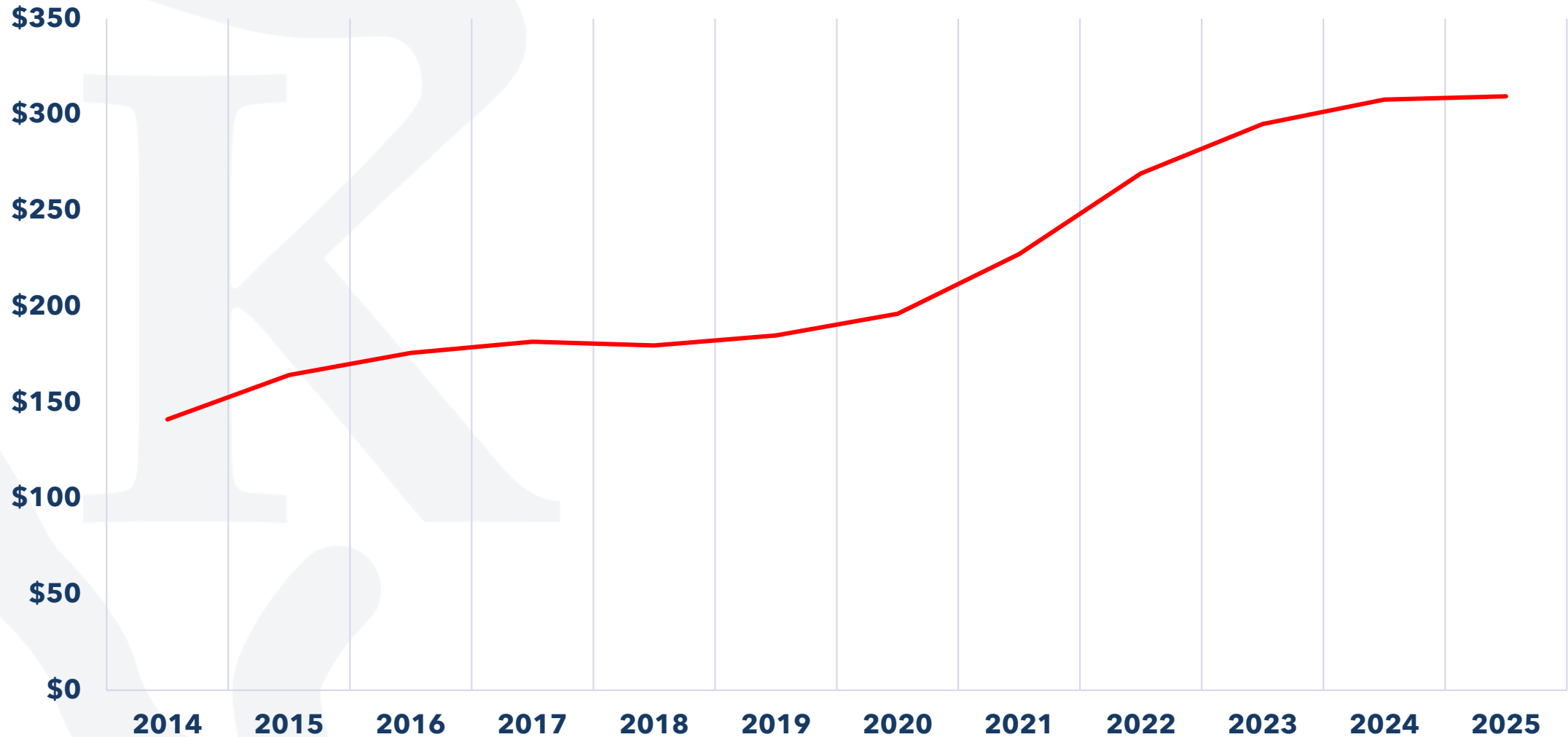
SALES TAX

STATISTICS & HIGHLIGHTS

SALES TAX COLLECTIONS 2008-2026



SALES TAX PER CAPITA





WATER UTILITY FUND

PROPOSED BUDGET SUMMARY & HIGHLIGHTS

SUMMARY - WATER UTILITY FUND

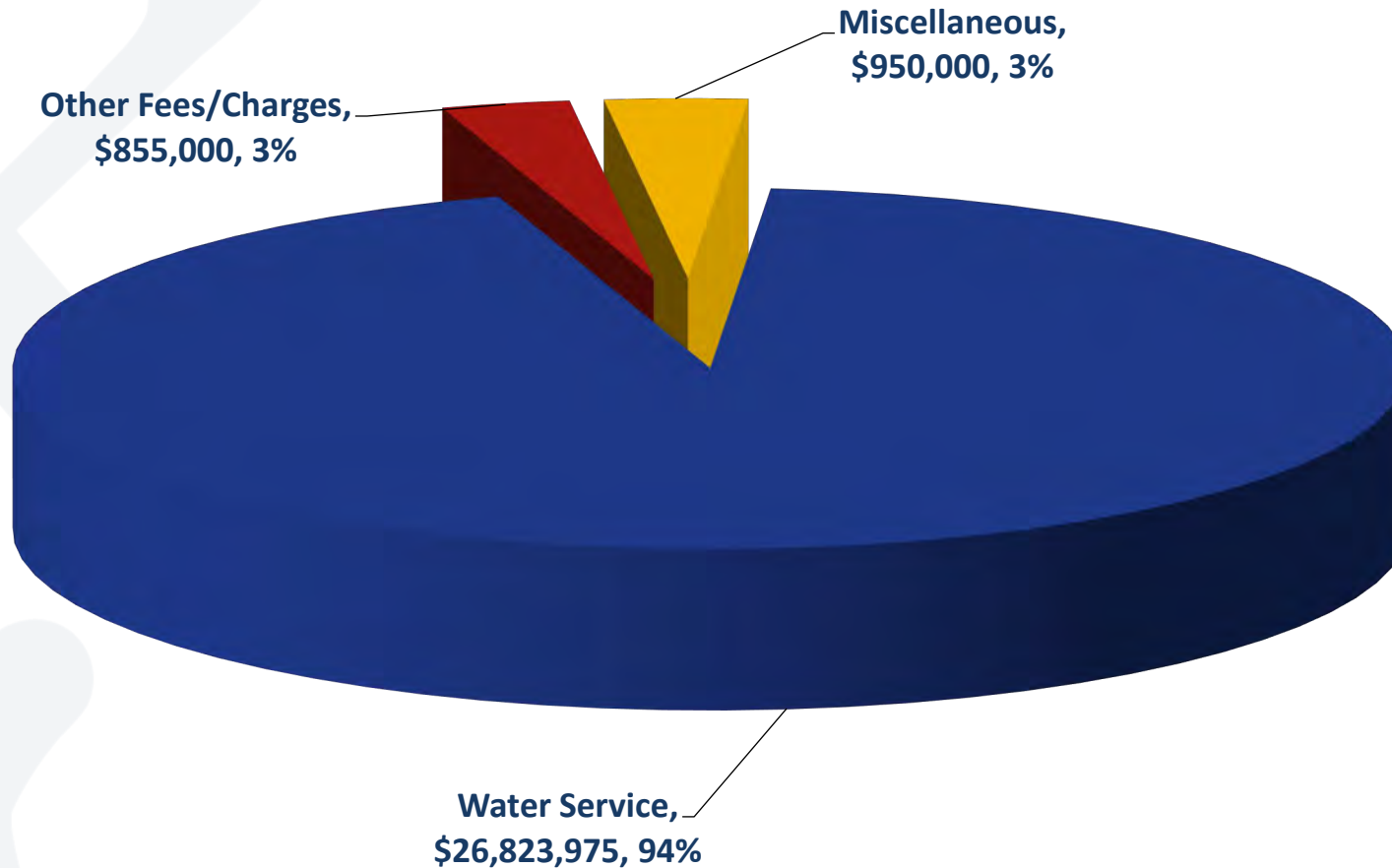
PROPOSED BUDGET FY 2025-26



- o **\$28.6 million total revenues and transfers-in**
- o **\$32.8 million total expenditures and transfers-out**
 - o \$2.1 million equity transfer to General Fund
 - o \$2.2 million indirect support cost reimbursement to General Fund
- o **\$11.4 million in estimated ending fund balance**
 - o Estimated fund balance exceeds required minimum by \$4.3 million
- o **Rate increase for water service rates in FY 2025-26**
 - o Rate increase varies by inside-City and outside-City customer classes
- o **2.7 total new positions proposed**
 - o Complete list of new positions provided in the proposed budget document

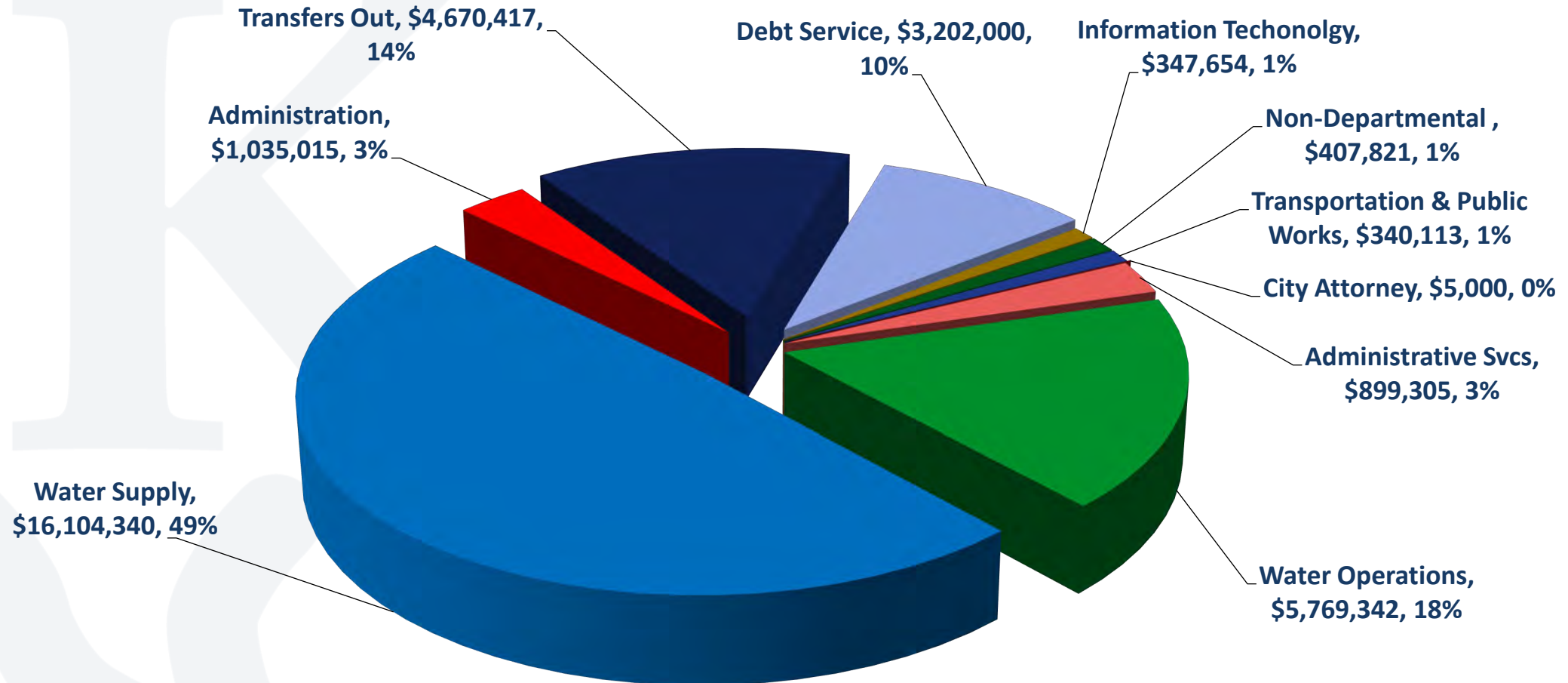
REVENUE & TRANSFERS-IN WATER UTILITY FUND

PROPOSED BUDGET FY 2025-26: \$28,628,975



EXPENDITURES & TRANSFERS-OUT WATER UTILITY FUND

PROPOSED BUDGET FY 2025-26: \$32,781,007



FUND SUMMARY - WATER UTILITY FUND

PROPOSED BUDGET FY 2025-26



	Actual 2022-23	Actual 2023-24	Approved Budget 2024-25	Current Year Estimate 2024-25	CM Proposed Budget 2025-26	Proposed \$ Increase(Decrease) From FY 2024-25 Approved Budget	Proposed % Increase(Decrease) From FY 2024-25 Approved Budget
BEGINNING FUND BALANCE	\$ 11,600,913	\$ 13,738,534	\$ 15,005,254	\$ 15,005,254	\$ 15,506,580		
1 REVENUE:							
2 Water Sales	\$ 19,050,393	\$ 20,508,629	\$ 18,572,718	\$ 22,238,298	\$ 27,678,975	\$ 9,106,257	49.03%
3 Other Revenue	53,985	1,233,138	950,000	764,826	950,000	-	0.00%
4 TOTAL REVENUE	\$ 19,104,379	\$ 21,741,767	\$ 19,522,718	\$ 23,003,124	\$ 28,628,975	\$ 9,106,257	46.64%
5 EXPENDITURES:							
6 Operations & Maintenance	\$ 14,143,919	\$ 16,879,559	\$ 21,342,720	\$ 19,388,141	\$ 28,110,590	\$ 6,767,870	31.71%
7 Cash Funding - CIP	500,000	500,000	-	-	-	-	0.00%
8 TOTAL EXPENDITURES	\$ 14,643,919	\$ 17,379,559	\$ 21,342,720	\$ 19,388,141	\$ 28,110,590	\$ 6,767,870	31.71%
9 TRANSFERS OUT:							
10 Transfers Out - General Fund	\$ 650,000	\$ 650,000	\$ 650,000	\$ 650,000	\$ 2,090,555	\$ 1,440,555	221.62%
11 Transfers Out - Debt Service	257,982	398,326	454,693	454,693	370,003	(84,690)	-18.63%
12 Transfers Out - Other	-	-	2,008,963	2,008,963	2,209,859	200,896	10.00%
13 TOTAL TRANSFERS OUT:	\$ 907,982	\$ 1,048,326	\$ 3,113,656	\$ 3,113,656	\$ 4,670,417	\$ 1,556,761	50.00%
14 TOTAL EXPENDITURES & TRANSFERS OUT	\$ 15,551,901	\$ 18,427,885	\$ 24,456,376	\$ 22,501,797	\$ 32,781,007	\$ 8,324,630	34.04%
15 TOTAL REVENUE & TRANSFERS-IN IN EXCESS (DEFICIT) OVER EXPENDITURES	\$ 3,552,478	\$ 3,313,882	\$ (4,933,658)	\$ 501,327	\$ (4,152,032)		
16 ADJUSTMENT PER AUDIT FOR RESTRICTED FUNDS	\$ (1,414,858)	\$ (2,047,163)					
17 ESTIMATED ENDING FUND BALANCE	\$ 13,738,534	\$ 15,005,254	\$ 10,071,595	\$ 15,506,580	\$ 11,354,549		
18 Required Minimum Fund Balance Per Policy (25% of Total Requirements)	\$ 3,535,980	\$ 4,219,890	\$ 5,335,680	\$ 4,847,035	\$ 7,027,647		
19 \$ Fund Balance in Excess of Minimum Required Per Policy	\$ 10,202,554	\$ 10,785,364	\$ 4,735,915	\$ 10,659,545	\$ 4,326,901		
20 % Fund Balance in Excess of Minimum Required Per Policy	288.54%	255.58%	88.76%	219.92%	61.57%		

RATE INCREASE - WATER UTILITY FUND

PROPOSED BUDGET FY 2025-26



Inside-City Water Customers:

- o **20% rate increase for minimum monthly charge**
 - o All customer classes
- o **20% rate increase for volumetric charges**
 - o All customer classes



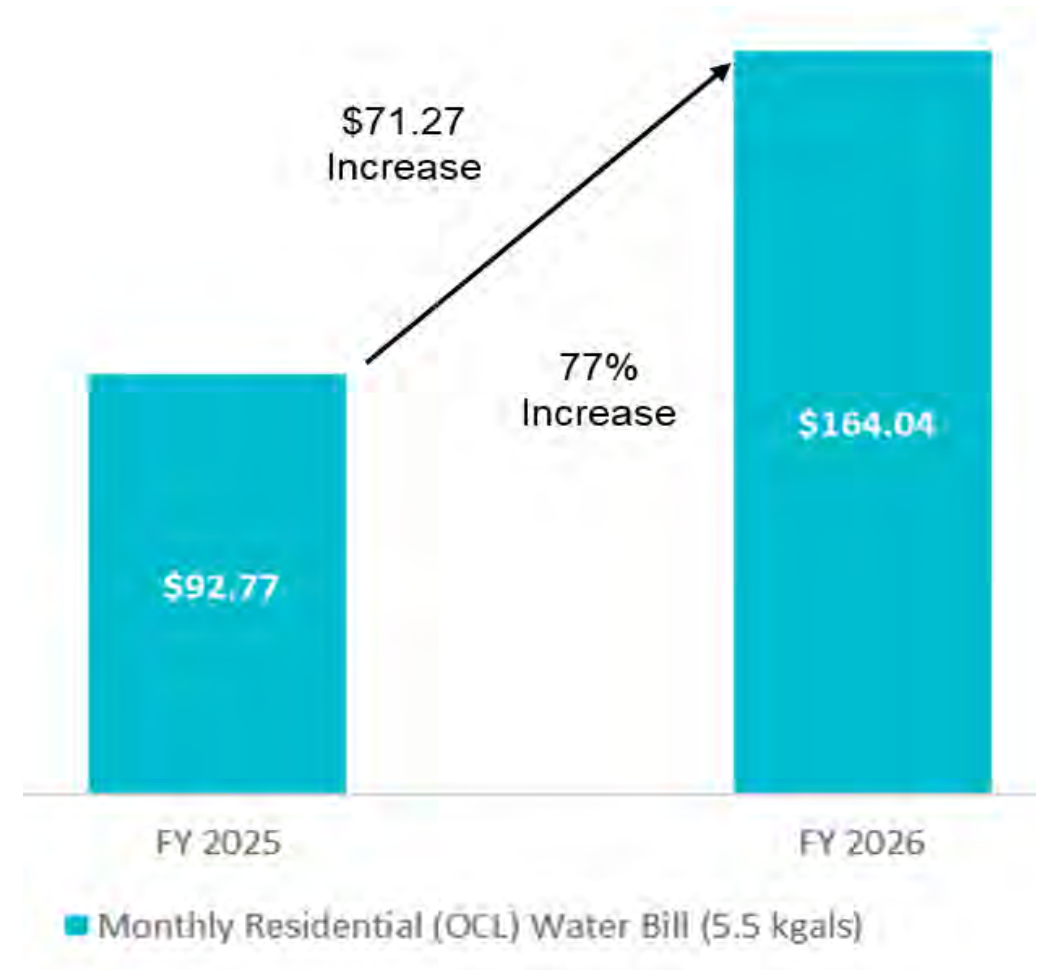
RATE INCREASE - WATER UTILITY FUND

PROPOSED BUDGET FY 2025-26



Outside-City Water Customers:

- o **77% rate increase for minimum monthly charge**
 - o All outside-City customers classes
- o **77% rate increase for volumetric charge for residential customers**
- o **222% rate increase for volumetric charge for commercial customers**
- o **143% rate increase for volumetric charge for irrigation customers**



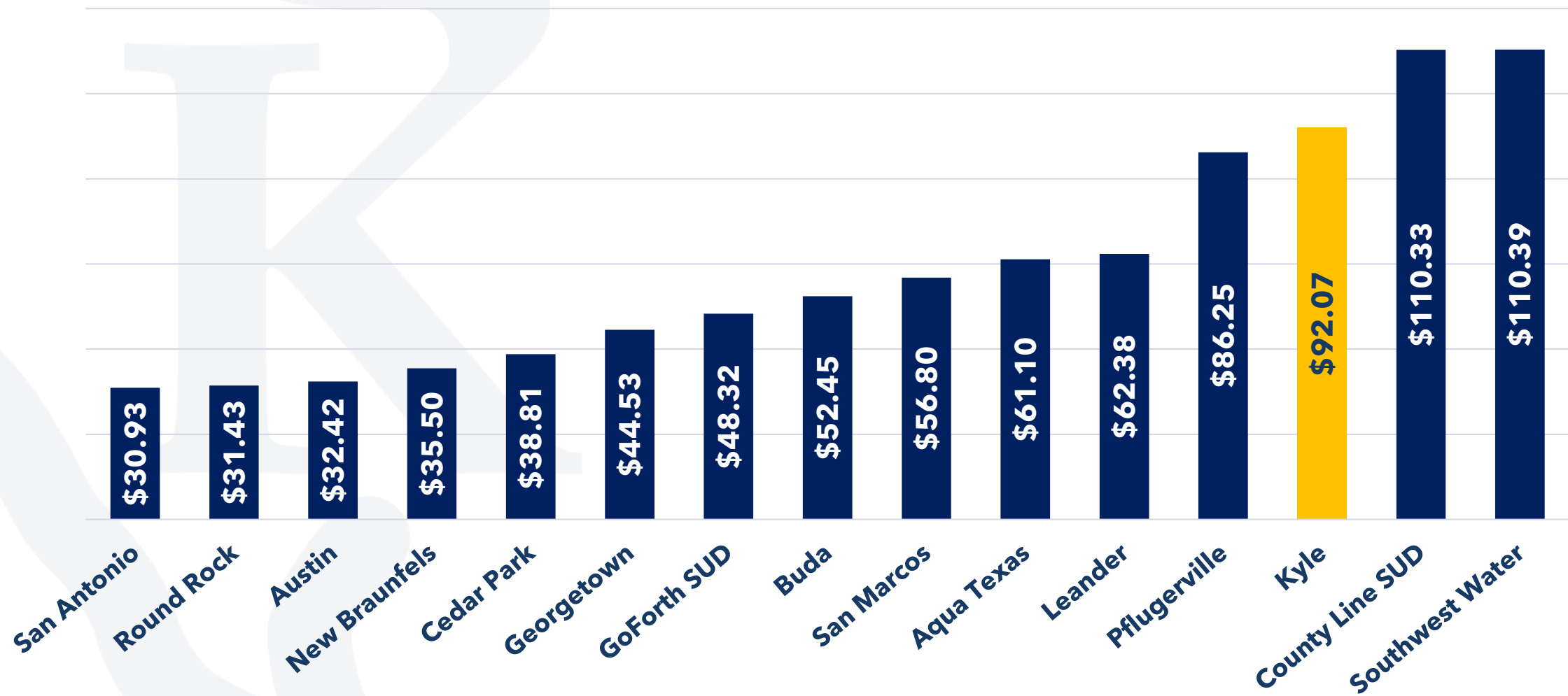
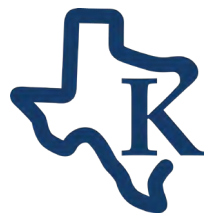
AVERAGE MONTHLY BILL IMPACT FOR RESIDENTIAL CUSTOMER CLASS



INSIDE-CITY RESIDENTIAL				
Monthly Bill*	Existing	Proposed	\$ Increase	% Increase
Water	\$76.73	\$92.07	\$15.35	20%
Wastewater	\$45.36	\$48.08	\$2.72	6%
Total	\$122.08	\$140.15	\$18.07	15%

OUTSIDE-CITY RESIDENTIAL				
Monthly Bill*	Existing	Proposed	\$ Increase	% Increase
Water	\$92.77	\$164.04	\$71.27	77%
Wastewater	\$74.90	\$97.47	\$22.57	30%
Total	\$167.67	\$261.51	\$93.84	56%

COMPARISON OF AVERAGE MONTHLY RESIDENTIAL BILL - WATER





WASTEWATER UTILITY FUND

PROPOSED BUDGET SUMMARY & HIGHLIGHTS

SUMMARY - WASTEWATER UTILITY FUND

PROPOSED BUDGET FY 2025-26

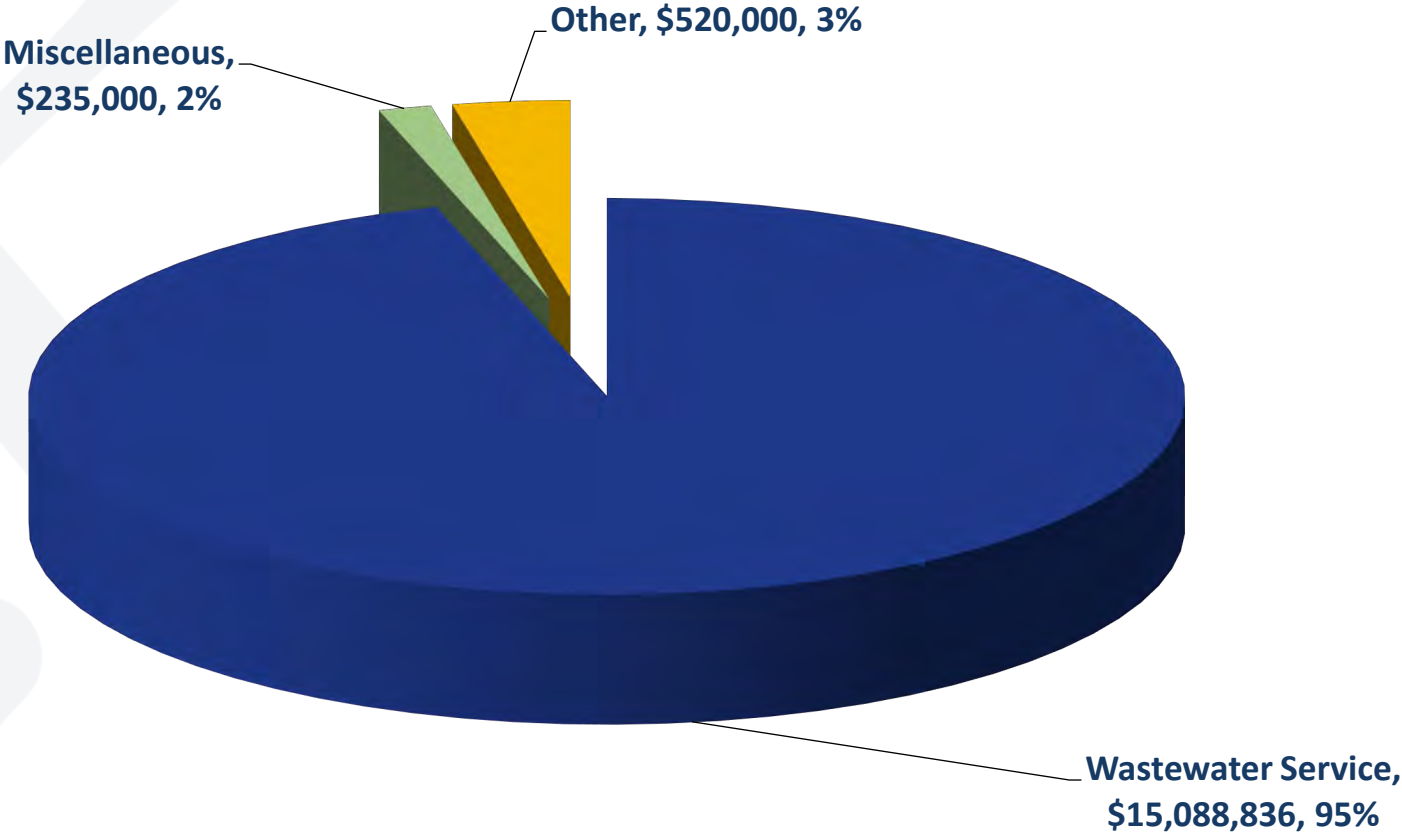


- o **\$15.8 million total revenues and transfers-in**
- o **\$13.7 million total expenditures and transfers-out**
 - o \$1.2 million equity transfer to General Fund
 - o \$1.4 million indirect support cost reimbursement to General Fund
- o **\$17.3 million in estimated ending fund balance**
- o **Rate increase for wastewater service rates in FY 2025-26**
 - o Rate increase varies by inside-City and outside-City customer classes
- o **5.0 total new positions proposed**
 - o Complete list of new positions provided in the proposed budget document



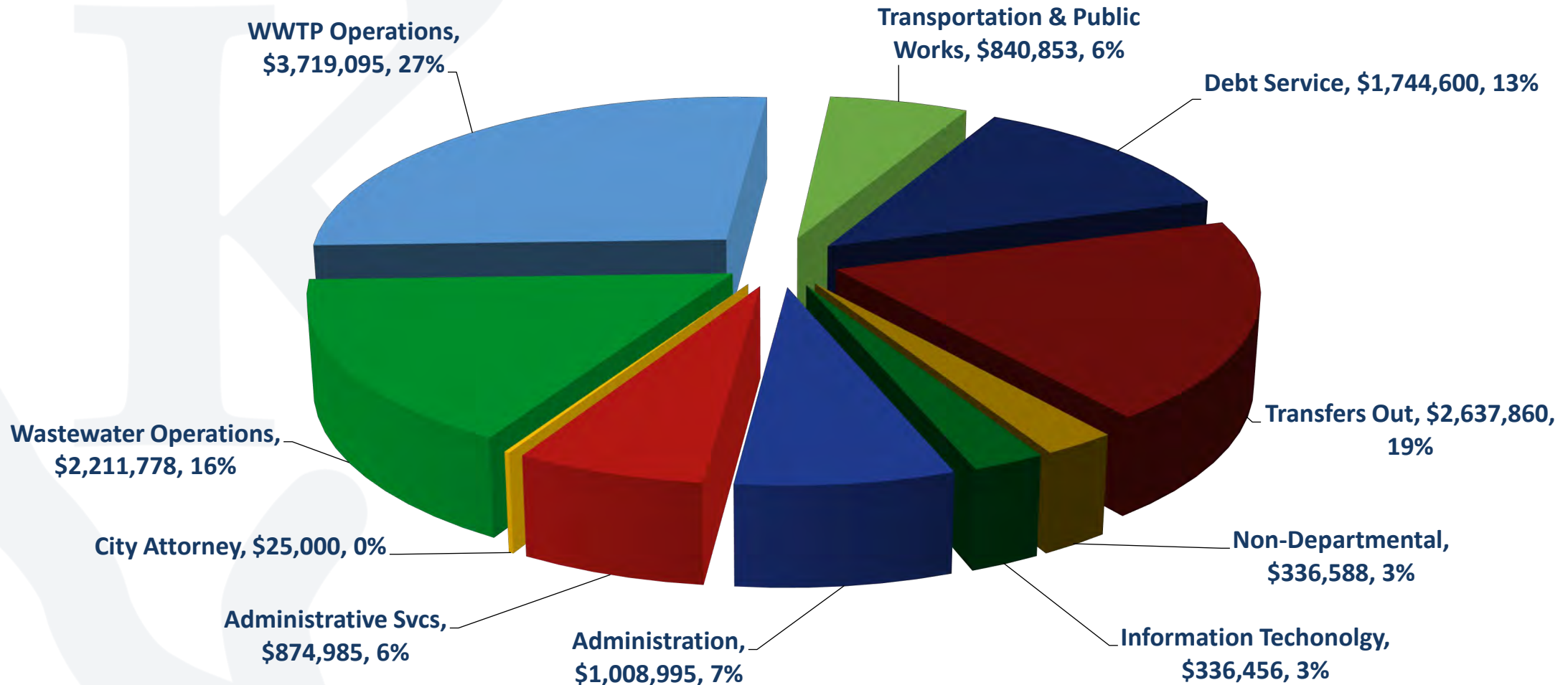
REVENUE & TRANSFERS-IN WASTEWATER UTILITY FUND

PROPOSED BUDGET FY 2025-26: \$15,843,836



EXPENDITURES & TRANSFERS-OUT WASTEWATER UTILITY FUND

PROPOSED BUDGET FY 2025-26: \$13,736,209



FUND SUMMARY

WASTEWATER UTILITY FUND



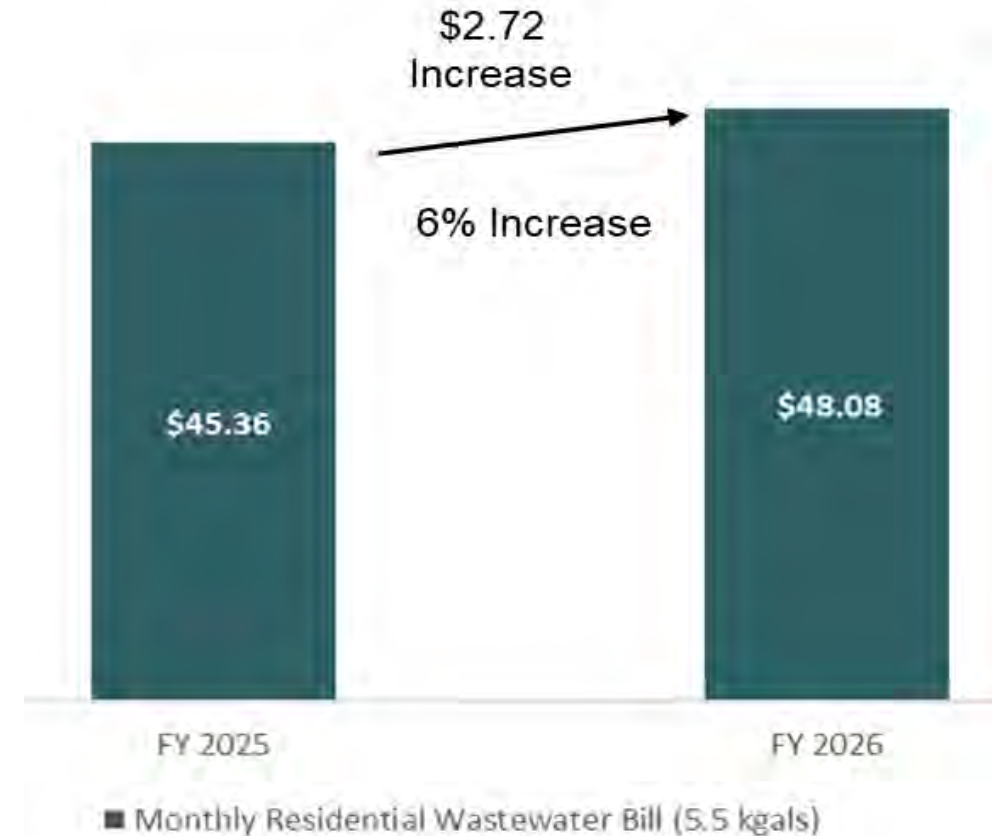
	Actual 2022-23	Actual 2023-24	Approved Budget 2024-25	Current Year Estimate 2024-25	CM Proposed Budget 2025-26	Proposed \$ Increase (Decrease) From FY 2024-25 Approved Budget	Proposed % Increase (Decrease) From FY 2024-25 Approved Budget
BEGINNING FUND BALANCE	\$ 9,149,070	\$ 10,232,900	\$ 14,146,013	\$ 14,146,013	\$ 15,152,117		
1 REVENUE:							
2 Wastewater Service Charges	\$ 12,028,394	\$ 13,678,734	\$ 11,752,578	\$ 14,429,390	\$ 15,323,836	\$ 3,571,258	30.39%
3 Other Revenue	22,283	714,480	520,000	527,865	520,000	-	0.00%
4 TOTAL REVENUE AND TRANSFERS IN:	\$ 12,050,677	\$ 14,393,214	\$ 12,272,578	\$ 14,957,255	\$ 15,843,836	\$ 3,571,258	29.10%
5 EXPENDITURES:							
6 Operations & Maintenance	\$ 6,269,136	\$ 7,246,379	\$ 12,233,035	\$ 11,953,500	\$ 11,098,349	\$ (1,134,686)	-9.28%
7 Cash Funding - CIP	500,000	500,000	-	-	-	-	0.00%
8 TOTAL EXPENDITURES:	\$ 6,769,136	\$ 7,746,379	\$ 12,233,035	\$ 11,953,500	\$ 11,098,349	\$ (1,134,686)	-9.28%
9 TRANSFERS OUT:							
10 Transfers Out - General Fund	\$ 650,000	\$ 650,000	\$ 650,000	\$ 650,000	\$ 1,175,787	\$ 525,787	80.89%
11 Transfers Out - Debt Service	40,332	62,173	70,961	70,961	57,714	(13,247)	-18.67%
13 Transfers Out - Other	3,012,751	-	1,276,690	1,276,690	1,404,359	127,669	10.00%
14 TOTAL TRANSFERS OUT:	\$ 3,703,083	\$ 712,173	\$ 1,997,651	\$ 1,997,651	\$ 2,637,860	\$ 640,209	32.05%
15 TOTAL EXPENDITURES & TRANSFERS OUT	\$ 10,472,219	\$ 8,458,552	\$ 14,230,686	\$ 13,951,151	\$ 13,736,209	\$ (494,477)	-3.47%
16 TOTAL REVENUE & TRANSFERS-IN IN EXCESS (DEFICIT) OVER EXPENDITURES	\$ 1,578,459	\$ 5,934,662	\$ (1,958,108)	\$ 1,006,104	\$ 2,107,627		
17 ADJUSTMENT PER AUDIT FOR RESTRICTED FUNDS	\$ (494,628)	\$ (2,021,549)					
18 ESTIMATED ENDING FUND BALANCE	\$ 10,232,900	\$ 14,146,013	\$ 12,187,905	\$ 15,152,117	\$ 17,259,744		
19 Required Minimum Fund Balance Per Policy (25% of Total Requirements)	\$ 1,567,284	\$ 1,811,595	\$ 3,058,259	\$ 2,988,375	\$ 2,774,587		
20 \$ Fund Balance in Excess of Minimum Required Per Policy	\$ 8,665,616	\$ 12,334,418	\$ 9,129,646	\$ 12,163,742	\$ 14,485,157		
21 % Fund Balance in Excess of Minimum Required Per Policy	552.91%	680.86%	298.52%	407.04%	522.07%		

RATE INCREASE WASTEWATER UTILITY FUND PROPOSED BUDGET FY 2025-26



Inside-City Wastewater Customers:

- 6% rate increase for minimum monthly charge
- 6% rate increase for volumetric charges

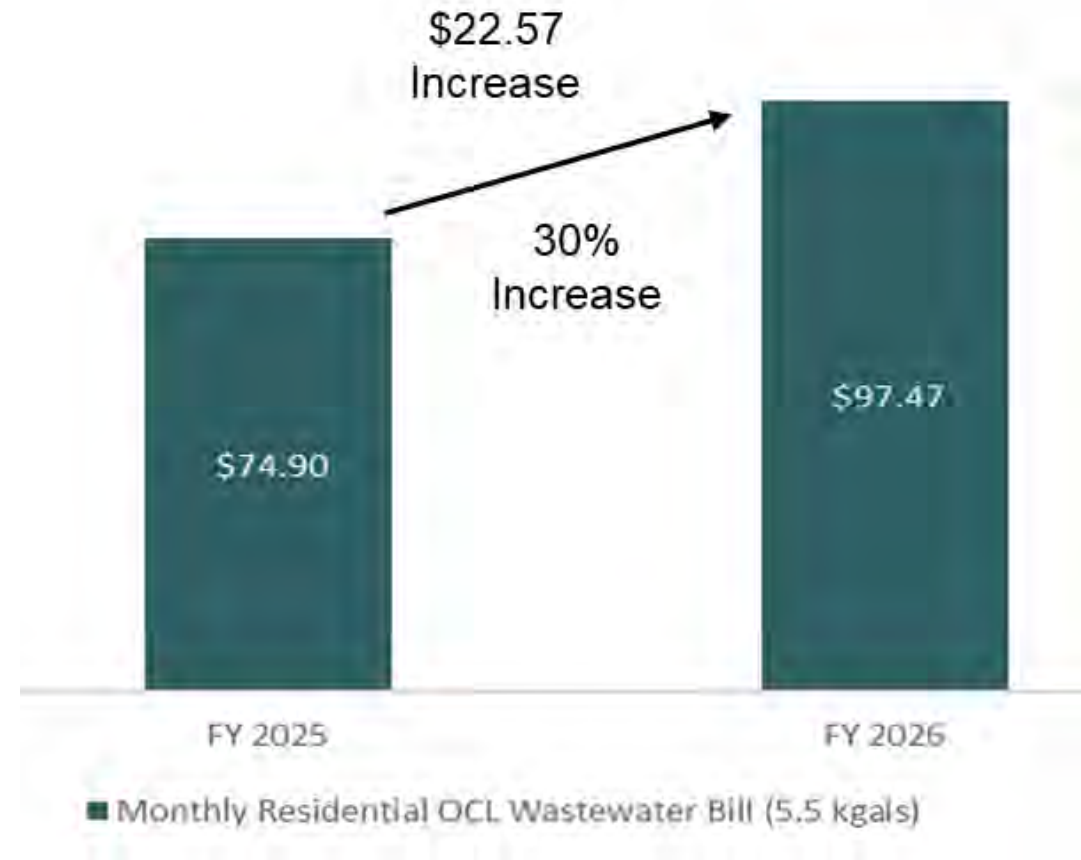


RATE INCREASE WASTEWATER UTILITY FUND PROPOSED BUDGET FY 2025-26



Outside-City Wastewater Customers:

- 35% rate increase for minimum monthly charge
- 27% rate increase for volumetric charge for residential customers
- 53% rate increase for volumetric charge for non-residential customers



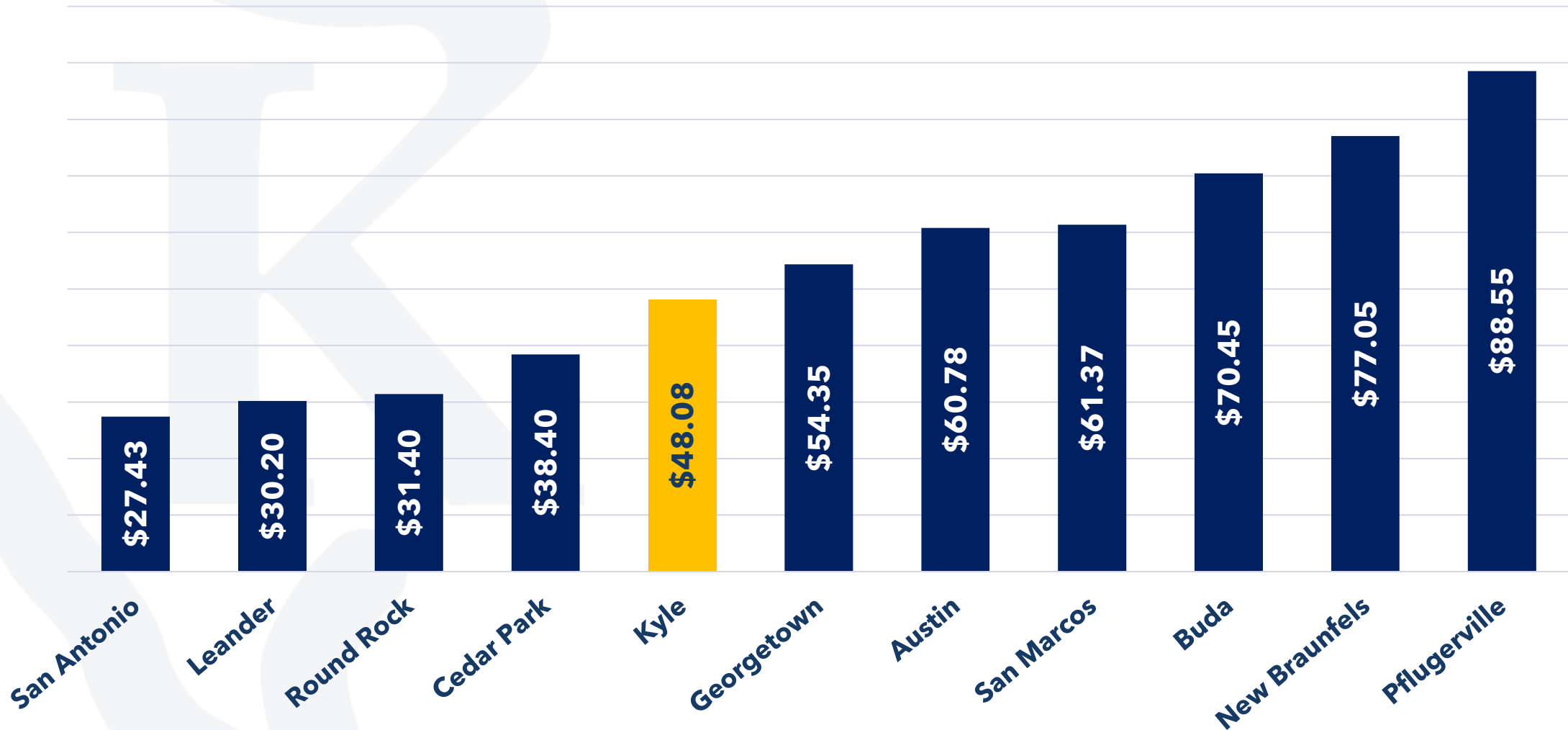
AVERAGE MONTHLY BILL IMPACT FOR RESIDENTIAL CUSTOMER CLASS



INSIDE-CITY RESIDENTIAL				
Monthly Bill*	Existing	Proposed	\$ Increase	% Increase
Water	\$76.73	\$92.07	\$15.35	20%
Wastewater	\$45.36	\$48.08	\$2.72	6%
Total	\$122.08	\$140.15	\$18.07	15%

OUTSIDE-CITY RESIDENTIAL				
Monthly Bill*	Existing	Proposed	\$ Increase	% Increase
Water	\$92.77	\$164.04	\$71.27	77%
Wastewater	\$74.90	\$97.47	\$22.57	30%
Total	\$167.67	\$261.51	\$93.84	56%

COMPARISON OF AVERAGE MONTHLY RESIDENTIAL BILL - WASTEWATER





STORM DRAINAGE UTILITY FUND

PROPOSED BUDGET SUMMARY & HIGHLIGHTS

SUMMARY - STORM DRAINAGE UTILITY FUND

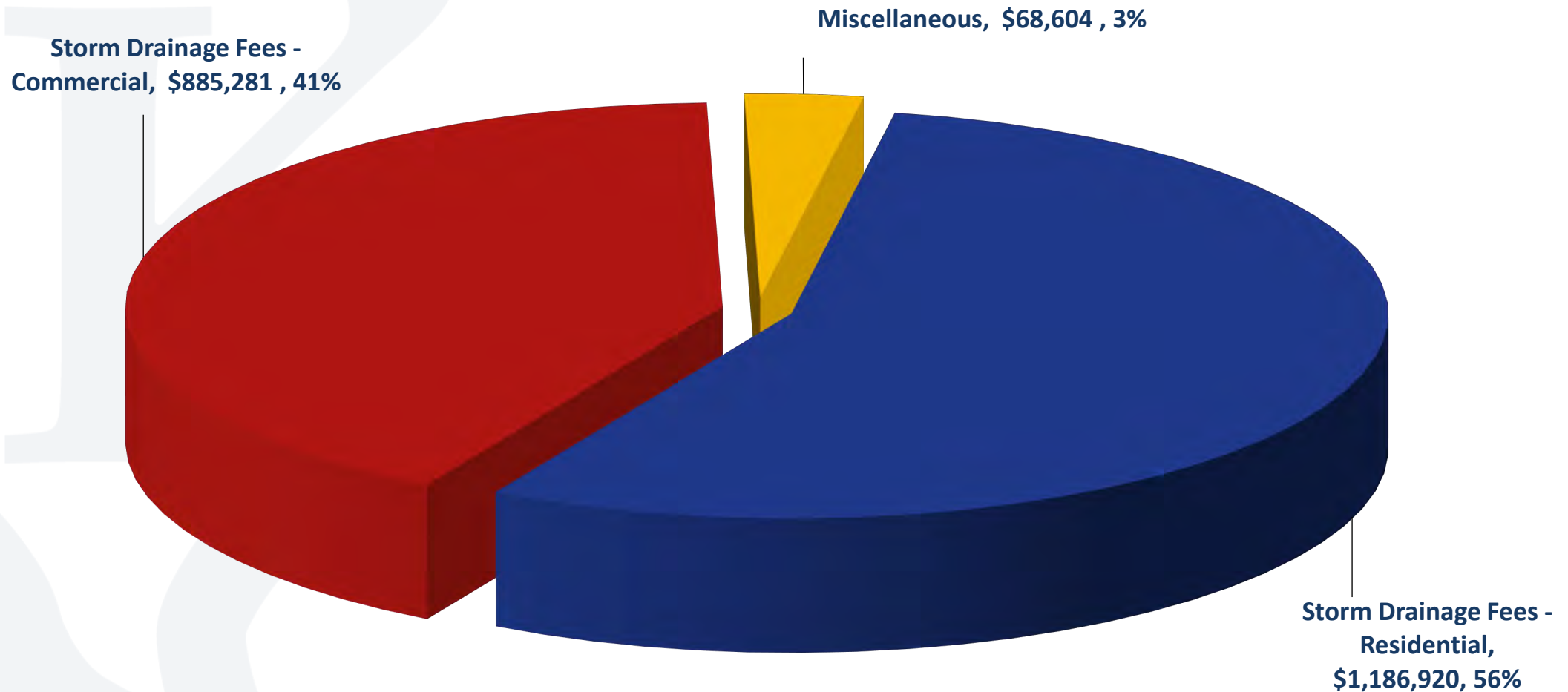
PROPOSED BUDGET FY 2025-26



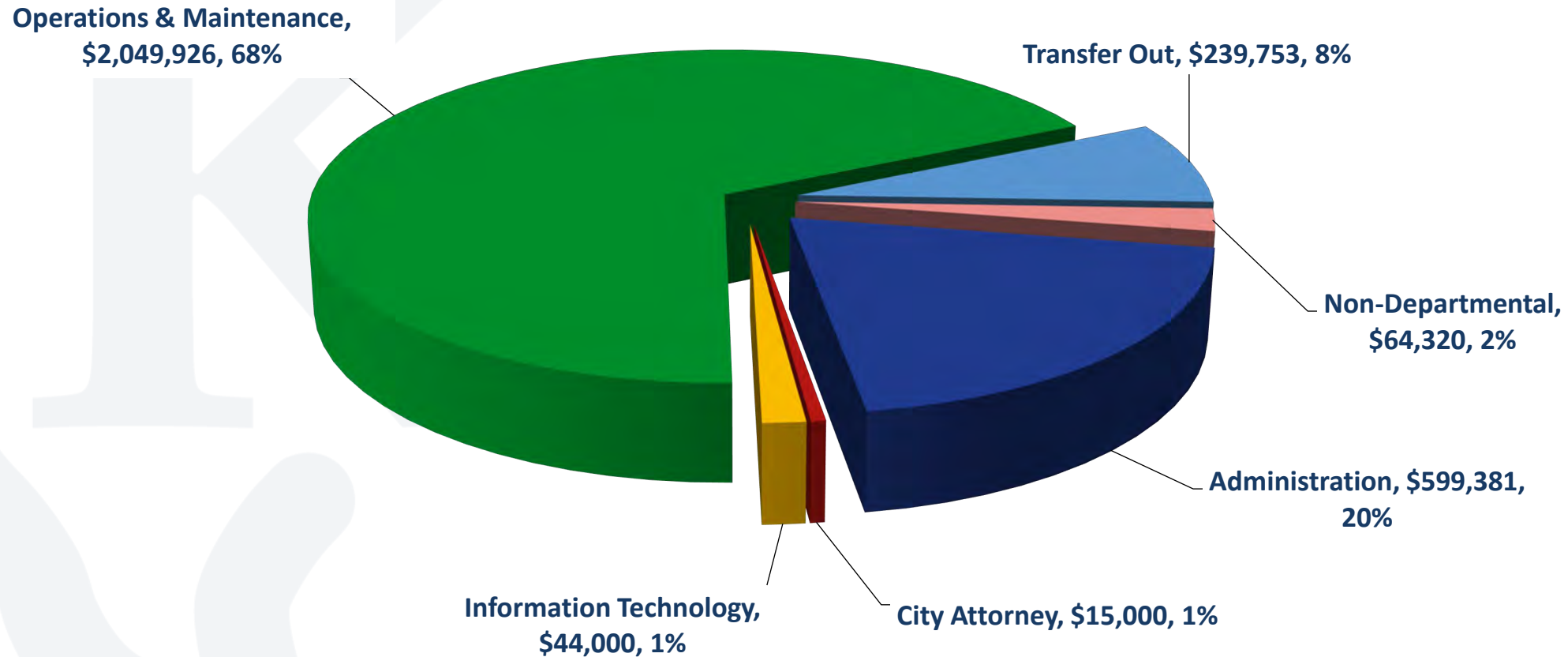
- o **\$2.1 million total revenues and transfers-in**
- o **\$3.0 million total expenditures and transfers-out**
 - o \$0.24 million indirect support cost reimbursement to General Fund
- o **\$0.7 million in estimated ending fund balance**
- o **Fee adjustment for storm drainage fees in FY 2025-26**
 - o Drainage fee study completed
 - o Recommended drainage fee adjustments discussed in next slides



REVENUE & TRANSFERS-IN STORM DRAINAGE UTILITY FUND PROPOSED BUDGET FY 2025-26: \$2,140,805



EXPENDITURES & TRANSFERS-OUT STORM DRAINAGE UTILITY FUND PROPOSED BUDGET FY 2025-26: \$3,012,380



FUND SUMMARY

STORM DRAINAGE UTILITY FUND

PROPOSED BUDGET FY 2025-26



	Actual 2023-24	Actual 2024-25	Approved Budget 2024-25	Current Year Estimate 2024-25	CM Proposed Budget 2025-26	Proposed \$ Increase (Decrease) From FY 2024-25 Approved Budget	Proposed % Increase (Decrease) From FY 2024-25 Approved Budget
BEGINNING FUND BALANCE	\$ 1,044,896	\$ 1,257,406	\$ 1,299,041	\$ 1,299,041	\$ 1,572,771		
1 REVENUE:							
2 Drainage Fees	\$ 1,819,691	\$ 2,024,197	\$ 2,010,608	\$ 2,128,414	\$ 2,073,701	\$ 63,093	3.14%
3 Other Revenue	58,555	86,596	240,500	67,104	67,104	(173,396)	-72.10%
4 TOTAL REVENUE AND TRANSFERS IN:	<u>\$ 1,878,245</u>	<u>\$ 2,110,794</u>	<u>\$ 2,251,108</u>	<u>\$ 2,195,518</u>	<u>\$ 2,140,805</u>	<u>\$ (110,303)</u>	<u>-4.90%</u>
5 EXPENDITURES:							
6 Operations & Maintenance	\$ 1,143,996	\$ 1,447,385	\$ 2,325,401	\$ 1,703,831	\$ 2,772,627	\$ 447,226	19.23%
7 Transfer Out	640,000	500,000	217,957	217,957	239,753	21,796	10.00%
8 TOTAL EXPENDITURES & TRANSFERS OUT	<u>\$ 1,783,996</u>	<u>\$ 1,947,385</u>	<u>\$ 2,543,358</u>	<u>\$ 1,921,788</u>	<u>\$ 3,012,380</u>	<u>\$ 469,022</u>	<u>18.44%</u>
9 TOTAL REVENUE & TRANSFERS-IN IN EXCESS (DEFICIT) OVER EXPENDITURES	<u>\$ 94,249</u>	<u>\$ 163,409</u>	<u>\$ (292,250)</u>	<u>\$ 273,730</u>	<u>\$ (871,574)</u>		
10 ADJUSTMENT PER AUDIT FOR RESTRICTED FUNDS	<u>\$ 118,261</u>	<u>\$ (121,775)</u>					
11 ESTIMATED ENDING FUND BALANCE	<u>\$ 1,257,406</u>	<u>\$ 1,299,041</u>	<u>\$ 1,006,791</u>	<u>\$ 1,572,771</u>	<u>\$ 701,196</u>		
12 Required Minimum Fund Balance Per	\$ 285,999	\$ 361,846	\$ 581,350	\$ 425,958	\$ 693,157		
13 \$ Fund Balance in Excess of Minimum	\$ 971,407	\$ 937,194	\$ 425,441	\$ 1,146,813	\$ 8,040		
14 % Fund Balance in Excess of Minimum	339.65%	259.00%	73.18%	269.23%	1.16%		

FEE ADJUSTMENT - STORM DRAINAGE

PROPOSED BUDGET FY 2025-26



Drainage fee study completed in July 2025 by HDR, Inc.

- o Study found that cost responsibility has slightly shifted between residential and commercial customers.

Recommended drainage fee adjustments:

- o Residential: \$1.00 monthly fee increase from \$5.00 per month to \$6.00 per month (20.0%)
- o Commercial: \$68.72 average monthly fee decrease from \$237.12 per month to \$168.40 per month (29.0%)
- o Fee adjustment designed to minimize fee increase by drawdown of fund balance.

Annual review of storm drainage fee recommended.





**PROPOSED 5-YEAR
CAPITAL IMPROVEMENTS PLAN
(CIP)
FISCAL YEARS 2026 TO 2030**

SUMMARY OF PROPOSED 5-YEAR CAPITAL IMPROVEMENTS PLAN (CIP)



- 1. 5-Year CIP Spending Plan Covers = **FY 2026 to FY 2030**
- 2. Number of Proposed Projects = **125**
- 3. Proposed CIP Spending FY 2025-26 = **\$460.4 Million**
- 4. Proposed 5-Year CIP Spending Plan = **\$1.27 Billion**
 - Tax-Supported CIPs = **\$490.1 Million or 38.6%**
 - Non-Tax Supported CIPs = **\$781.0 Million or 61.4%**

	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	Total
5-Year Spending Plan FY 2026-2030	\$460.4M	\$336.5M	\$210.8M	\$111.3M	\$152.1M	\$1,271.1M

A complete listing of all CIP projects are provided in the budget document.

PROPOSED 5-YEAR CAPITAL IMPROVEMENTS PLAN (CIP) FISCAL YEARS 2026-2030 (\$ IN MILLIONS)



Funding Source	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	Total
1. General Fund	\$27.0	\$27.1	\$24.4	\$15.3	\$41.3	\$135.1
2. Park Development Fund	\$15.3	\$26.1	\$12.8	\$8.2	\$6.8	\$69.2
3. Water Utility Fund	\$83.8	\$90.4	\$80.5	\$55.2	\$77.4	\$387.3
4. Wastewater Utility Fund	\$157.1	\$94.7	\$53.2	\$3.7	\$13.7	\$322.2
5. Storm Drainage Utility Fund	\$6.9	\$11.5	\$4.3	\$0.9	\$7.9	\$31.5
6. 2022 Road Bond Fund	\$130.8	\$76.3	\$34.1	\$26.6	\$3.5	\$271.3
7. Transportation Fund	\$0.5	\$6.6	\$0.0	\$0.0	\$0.0	\$7.1
8. TIRZ #2 Fund	\$25.2	\$0.0	\$0.0	\$0.0	\$0.0	\$25.2
9. TIRZ #6 Fund	\$1.5	\$1.5	\$1.5	\$1.5	\$1.5	\$7.5
Continued...						

A complete listing of all CIP projects are provided in the budget document.

PROPOSED 5-YEAR CAPITAL IMPROVEMENTS PLAN (CIP) FY 2026-2030 (\$ IN MILLIONS)



Funding Source	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	Total
10. 2020 GO Bond Fund (Parks)	\$6.2	\$1.3	-	-	-	\$7.5
11. County's Matching Funds (Parks)	\$6.2	\$1.3	-	-	-	\$7.5
5-Year Spending Plan 2026-2030	\$460.4	\$336.5	\$210.8	\$111.3	\$152.1	\$1,271.1

A complete listing of all CIP projects are provided in the budget document.

5-YEAR FORECAST OF CIP FUNDING REQUIREMENTS FY 2026 THROUGH FY 2030



	Purpose & Description	Year 1 FY 2025-2026	Year 2 FY 2026-2027	Year 3 FY 2027-2028	Year 4 FY 2028-2029	Year 5 FY 2029-2030	5-Year Total**	%
1	TAX-SUPPORTED CIP FUNDING REQUIREMENTS:							
2	2020 General Obligation (GO) Bonds - Parks	\$ 6,210,362	\$ 1,246,185	\$ -	\$ -	\$ -	\$ 7,456,547	
3	2022 General Obligation (GO) Bonds - Roads	130,816,967	76,286,981	34,087,049	26,613,804	3,519,000	271,323,801	
4	Total Estimated Tax-Supported GO Bonds:	<u>\$ 137,027,329</u>	<u>\$ 77,533,166</u>	<u>\$ 34,087,049</u>	<u>\$ 26,613,804</u>	<u>\$ 3,519,000</u>	<u>\$ 278,780,348</u>	
5	OTHER TAX-SUPPORTED CIP FUNDING REQUIREMENTS:							
6	General Fund CIPs	\$ 26,951,144	\$ 27,096,144	\$ 24,446,144	\$ 15,261,144	\$ 41,281,894	\$ 135,036,470	
7	Park Development CIPs	15,280,000	26,075,970	12,786,264	8,185,000	6,835,000	69,162,234	
8	Transportation CIP - City's Share of Grant Match	500,000	6,600,000	-	-	-	7,100,000	
9	Total Estimated Other Tax-Supported CIP Funding Requirements:	<u>\$ 42,731,144</u>	<u>\$ 59,772,114</u>	<u>\$ 37,232,408</u>	<u>\$ 23,446,144</u>	<u>\$ 48,116,894</u>	<u>\$ 211,298,704</u>	
10	TOTAL ESTIMATED TAX-SUPPORTED CIP FUNDING REQUIREMENTS:	\$ 179,758,473	\$ 137,305,280	\$ 71,319,457	\$ 50,059,948	\$ 51,635,894	\$ 490,079,052	38.6%

5-YEAR FORECAST OF CIP FUNDING REQUIREMENTS FY 2026 THROUGH FY 2030

- CONTINUED



11

NON-TAX SUPPORTED CIP FUNDING REQUIREMENTS:

12	Water Utility System Improvements	\$ 83,805,250	90,352,420	80,500,000	\$ 55,200,000	\$ 77,400,000	\$ 387,257,670	
13	Wastewater Utility System Improvements	157,083,000	94,650,000	53,150,000	3,650,000	13,650,000	322,183,000	
14	Drainage Utility System Improvements	6,850,000	11,500,000	4,300,000	900,000	7,900,000	31,450,000	
15	TIRZ #2 CIPs	25,152,170	-	-	-	-	25,152,170	
16	TIRZ #6 CIPs	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	7,500,000	
18	TOTAL ESTIMATED NON-TAX SUPPORTED CIP FUNDING REQUIREMENTS:	\$ 274,390,420	\$ 198,002,420	\$ 139,450,000	\$ 61,250,000	\$ 100,450,000	\$ 773,542,840	60.9%

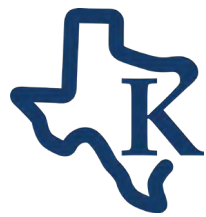
19

OTHER NON-TAX SUPPORTED CIP FUNDING REQUIREMENTS:

20	Hays County 2020 Bonds - Parks	\$ 6,210,362	1,246,185	-	\$ -	\$ -	\$ 7,456,547	
21	TOTAL ESTIMATED OTHER NON-TAX SUPPORTED CIP FUNDING REQUIREMENTS:	\$ 6,210,362	\$ 1,246,185	\$ -	\$ -	\$ -	\$ 7,456,547	0.6%
22	TOTAL ESTIMATED NON-TAX SUPPORTED CIP FUNDING REQUIREMENTS:	\$ 280,600,782	\$ 199,248,605	\$ 139,450,000	\$ 61,250,000	\$ 100,450,000	\$ 780,999,387	61.4%

5-YEAR FORECAST OF CIP FUNDING REQUIREMENTS FY 2026 THROUGH FY 2030

- CONTINUED



Purpose & Description	Year 1 FY 2025-2026	Year 2 FY 2026-2027	Year 3 FY 2027-2028	Year 4 FY 2028-2029	Year 5 FY 2029-2030	5-Year Total**	%
TOTAL ESTIMATED TAX-SUPPORTED CIP FUNDING REQUIREMENTS:	\$ 179,758,473	\$ 137,305,280	\$ 71,319,457	\$ 50,059,948	\$ 51,635,894	\$ 490,079,052	38.6%
TOTAL ESTIMATED NON-TAX SUPPORTED CIP FUNDING REQUIREMENTS:	\$ 280,600,782	\$ 199,248,605	\$ 139,450,000	\$ 61,250,000	\$ 100,450,000	\$ 780,999,387	61.4%
TOTAL ESTIMATED TAX-SUPPORTED & NON-TAX SUPPORTED CIP FUNDING REQUIREMENTS:	\$ 460,359,255	\$ 336,553,885	\$ 210,769,457	\$ 111,309,948	\$ 152,085,894	\$ 1,271,078,439	100.0%

**5-Year Total Includes Hays County Park Bonds = \$7,456,547



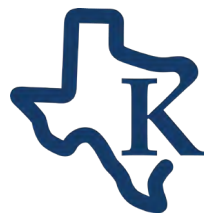
**TOTAL OUTSTANDING
BOND DEBT
&
DEBT SERVICE REQUIREMENT
FOR FY 2025-26**

TOTAL BOND DEBT OUTSTANDING AS OF JULY 26, 2025



TYPE OF BOND DEBT	PRINCIPAL OUTSTANDING
General Obligation Bonds, Series 2013	\$ 1,825,000
General Obligation Refunding Bonds, Series 2013	\$ 7,820,000
General Obligation Refunding Bonds, Series 2014	\$ 4,405,000
General Obligation & Refunding Bonds, Series 2015	\$ 21,555,000
General Obligation Refunding Bonds, Series 2016	\$ 2,640,000
Certificates Obligation Bonds, Series 2020	\$ 25,870,000
General Obligation Refunding Bonds, Series 2020	\$ 1,330,000
General Obligation Bonds, Series 2022	\$ 28,225,000
General Obligation Bonds, Series 2023	\$ 38,860,000
Tax Increment Revenue Bonds, Series 2023	\$ 8,060,000
TOTAL BOND DEBT OUTSTANDING:	\$140,590,000

PLANNED BOND SALE AUTHORIZATION ON AUGUST 5, 2025



TYPE OF BOND DEBT	NEW PRINCIPAL ADDED
General Obligation Bonds, Series 2025	\$ 45,900,000
Certificates Obligation Bonds, Series 2025	\$ 79,050,000
TOTAL NEW BOND DEBT:	\$124,950,000

TOTAL BOND DEBT OUTSTANDING AS OF AUGUST 5, 2025



TYPE OF BOND DEBT	PRINCIPAL OUTSTANDING
General Obligation Bonds, Series 2013	\$ 1,825,000
General Obligation Refunding Bonds, Series 2013	\$ 7,820,000
General Obligation Refunding Bonds, Series 2014	\$ 4,405,000
General Obligation & Refunding Bonds, Series 2015	\$ 21,555,000
General Obligation Refunding Bonds, Series 2016	\$ 2,640,000
Certificates Obligation Bonds, Series 2020	\$ 25,870,000
General Obligation Refunding Bonds, Series 2020	\$ 1,330,000
General Obligation Bonds, Series 2022	\$ 28,225,000
General Obligation Bonds, Series 2023	\$ 38,860,000
Tax Increment Revenue Bonds, Series 2023	\$ 8,060,000
General Obligation Bonds, Series 2025	\$ 45,900,000
Certificates Obligation Bonds, Series 2025	\$ 79,050,000
TOTAL BOND DEBT OUTSTANDING:	\$265,540,000

TOTAL BOND DEBT OUTSTANDING BY REPAYMENT SOURCE AS OF AUGUST 5, 2025



SOURCE OF DEBT REPAYMENT	PRINCIPAL OUTSTANDING	% OF TOTAL
Property Tax - General Fund	\$157,330,880	59.25%
Water Rates - Water Utility System	\$ 41,517,680	15.64%
Wastewater Rates - Wastewater Utility System	\$ 40,206,784	15.14%
Tax Increment Reinvestment Zone No. 1	\$ 8,824,706	3.32%
Tax Increment Reinvestment Zone No. 2	\$ 17,660,000	6.65%
TOTAL BOND DEBT OUTSTANDING:	\$265,540,000	100.00%

TOTAL PRINCIPAL & INTEREST ON BOND DEBT AS OF AUGUST 5, 2025



TYPE OF BOND DEBT	PRINCIPAL OUTSTANDING	INTEREST UNTIL PAYOFF	TOTAL P&I DUE
General Obligation Bonds, Series 2013	\$ 1,825,000	\$ 263,430	\$ 2,088,430
General Obligation Refunding Bonds, Series 2013	\$ 7,820,000	\$ 1,264,419	\$ 9,084,419
General Obligation Refunding Bonds, Series 2014	\$ 4,405,000	\$ 340,800	\$ 4,745,800
General Obligation & Refunding Bonds, Series 2015	\$ 21,555,000	\$ 4,605,675	\$ 26,160,675
General Obligation Refunding Bonds, Series 2016	\$ 2,640,000	\$ 263,430	\$ 3,091,600
Certificates Obligation Bonds, Series 2020	\$ 25,870,000	\$ 15,742,950	\$ 41,612,950
General Obligation Refunding Bonds, Series 2020	\$ 1,330,000	\$ 190,600	\$ 1,520,600
General Obligation Bonds, Series 2022	\$ 28,225,000	\$ 12,197,300	\$ 40,422,300
General Obligation Bonds, Series 2023	\$ 38,860,000	\$ 20,975,750	\$ 59,835,750
Tax Increment Revenue Bonds, Series 2023	\$ 8,060,000	\$ 6,126,813	\$ 14,186,813
General Obligation Bonds, Series 2025	\$ 45,900,000	\$ 26,316,000	\$ 72,216,000
Certificates Obligation Bonds, Series 2025	\$ 79,050,000	\$ 64,249,213	\$143,299,213
TOTAL BOND DEBT OUTSTANDING:	\$265,540,000	\$152,724,549	\$418,264,549

DEBT SERVICE PAYMENTS DUE IN **FY 2025-26** BY REPAYMENT SOURCE



SOURCE OF DEBT REPAYMENT	PRINCIPAL PAYMENT	INTEREST PAYMENT	TOTAL PAYMENT	% OF TOTAL
Property Tax - General Fund (I&S Debt Levy)	\$15,667,548	\$ 7,104,337	\$22,771,885	74.38%
Water Rates - Water Utility System	\$ 1,087,914	\$ 1,958,812	\$ 3,046,726	9.95%
Wastewater Rates - Wastewater Utility System	\$ 912,334	\$ 1,753,776	\$ 2,666,110	8.71%
Tax Increment Reinvestment Zone No. 1	\$ 680,791	\$ 300,155	\$ 980,946	3.20%
Tax Increment Reinvestment Zone No. 2	\$ 331,413	\$ 819,462	\$ 1,150,875	3.76%
TOTAL DEBT SERVICE PAYMENT IN FY 2025-26:	\$18,680,000	\$11,936,542	\$30,616,542	100.00%



PROPOSED FEES & RATES

PROPOSED BUDGET FY 2025-26

PROPOSED NEW FEES & CHANGES

FY 2025-26



1. Total Number of Fees & Charge = **536**
2. Number of New Fees Proposed = **54**
3. Number of Fees/Charges Unchanged = **321**
4. Number of Fees Changed = **161 (158 Increased & 3 Decreased)**

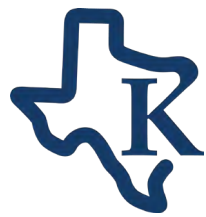
A complete listing of all Fees & Charges are provided in the budget document.



ALL OTHER CITY FUNDS

PROPOSED BUDGET FISCAL YEAR 2025-26

ALL OTHER CITY FUNDS



\$486,166,416 Total Proposed Expenditures For All 48 Other City Funds

Examples of Other City Funds include:

Debt Service Fund	\$ 23,199,640
General Fund CIP	\$ 26,951,144
Park Development Fund	\$ 15,280,000
2022 Road Bond Fund	\$ 130,816,967
Water CIP Fund	\$ 83,805,250
Wastewater CIP Fund	\$ 157,083,000
Storm Drainage CIP Fund	\$ 6,850,000
TIRZ #2 Fund	\$ 26,269,941
	\$ 470,255,942

A complete listing of all other City Funds and expenditure details are provided in the budget document.

NEXT STEPS



- o **Saturday, July 26, 2025**

- o City Manager's Presentation of Proposed Budget for FY 2025-26

- o **Tuesday, August 19, 2025**

- o Property Tax Rate Calculations From Hays County Tax Assessor-Collector (HCTAC)
 - o Approval of Resolution to Consider Tax Rate Increase At A Future City council Meeting
 - o Strategic Plan and HR Policy

- o **Tuesday, September 2, 2025**

- o Public Hearings - Budget, Fees, Utility Rates, & Property Tax Rates
 - o 1st Reading: Budget Adoption Ordinance
 - o 1st Reading: Property Tax Rate Adoption Ordinance
 - o 1st Reading: Property Tax Increase Ratification Ordinance



NEXT STEPS (CONT)

o **Tuesday, September 16, 2025**

- o Public Hearings - Budget, Fees, Utility Rates, & Property Tax Rates
- o 2nd Reading: Budget Adoption Ordinance
- o 2nd Reading: Property Tax Rate Adoption Ordinance
- o 2nd Reading: Property Tax Increase Ratification Ordinance
- o Annual Update & Approval City's Strategic Plan
- o Annual Update & Approval of City Policies:
 - Investment Policy
 - Personnel Policy
 - Procurement Policy

o **All Proposed Budget Information Will Be Posted on City's Webpage:**

- o **cityofkyle.com/finance**

COMMENTS & DIRECTION FROM CITY COUNCIL

