



## **EXECUTIVE SUMMARY**

### **BACKGROUND**

Pursuant to State law and according to City Charter, the City must adopt a budget by the last regularly scheduled Council meeting in September, prior to the beginning of the fiscal year. The budget must contain a complete financial statement of the City and the City must hold a public hearing on the budget and follow truth-in-taxation requirements.

The budget process begins each year by reviewing the proposed annual budget for fiscal year 2024-2025 through a budget workshop, which provides staff the opportunity to present the proposed budget and respond to any questions that City Council may have. On Monday, August 12th, Staff met with City Council to introduce the budget during Budget Discussion #1. It is Staff's intent to further discuss the budget and answer any questions that Council may have regarding the proposed budget during Budget Session #2.

This meeting is the 2nd budget discussion for the FY25 Proposed Budget. Tonight's budget meeting will focus on answering follow up questions, the enterprise (water/sewer) fund as well as information about fee changes and new fees.

### **SCHEDULE**

#### Previous Meetings & Events

- 4/22/24 – Early Budget Input Session
- 6/24/24 – Comprehensive CIP Budget Workshop
- 8/07/24 – Proposed Budget delivered to Council
- 8/12/24 – Budget Discussion #1
- 8/12/24 – Maximum Tax Rate Adopted

#### Tonight's Meeting

- 8/19/24 – Budget Discussion #2

#### Future Meetings & Events

- 8/26/24 – Budget Discussion #3 (if needed)
- 9/09/24 – Public Hearing on Budget, First Reading on Budget, First Reading of Tax Rate Ordinance, First Reading of Non-Development Fee Ordinance
- 9/23/24 – Public Hearing on Tax Rate, Second and Final Reading on Budget, Second and Final Reading of Tax Rate Ordinance, Second and Final Reading of Non-Development Fee Ordinance
- 10/1/24 – Fiscal Year FY24 Begins

### **Recommended Action**

Hold discussion on the FY25 Proposed Budget



# Memo

**To:** Trent Epperson, City Manager  
**From:** Rachel Wynslow, Head of Office of Management and Budget (OMB)  
**CC:** Ron Fraser, Deputy City Manager  
Victor Brownlees, Assistant City Manager  
**Date:** August 15, 2024  
**Re:** Response to Questions from Budget Discussion #1

## Executive Summary

Budget Discussion #1 took place on Monday, August 12<sup>th</sup>, 2024. Included below are responses to questions asked related to the [proposed budget](#) and follow ups from that meeting. Responses are organized by fund.

## Questions & Answers

### General Fund Questions

#### 1. How are all the different supplementals funded?

Page 32 and 33 of the Budget show each supplemental and whether it is funded by the General Fund, Enterprise Fund (W/S), or Other Funds. If it is funded by Other Funds the source of funds is included in the Supplemental description. The Other Funds include PEDC, CVB, Park Development, Motor Pool, IT, Drainage, and Capital Projects.

#### 2. The \$.0204 reduction in the tax rate accounts for an approximated \$2,040,000 reduction in revenue to the City vs. keeping the tax rate flat. Is that correct?

At our current taxable valuation of \$11.7B the reduction is about \$3.58M which includes the reduction in the TIRZ Admin Fee. It is \$2.75M in property taxes and \$830K in the TIRZ Admin Fee.

#### 3. Expenditures for FY25 are showing an increase of 3.5% EXCLUDING pay plans. What is it WITH the pay plans included?

The proposed budget is a 4.3% increase over expenses in the FY2024 Amended. This incorporates the updated pay plans, and additional supplementals funded.

<b>Expense Category</b>	<b>FY24 Amended</b>	<b>FY25 Proposed</b>	<b>% Change</b>
Salaries & Wages	78,234,263	84,129,549	7.5%
Materials & Supplies	5,416,146	4,533,598	-16.9%
Buildings & Grounds	777,572	502,024	-35.4%
Miscellaneous Services	11,855,027	11,921,746	.56%
Other	352,594	334,337	-5.2%
Capital Outlay	1,366,599	1,164,551	-14.8%
Transfers Out	17,796,479	18,634,074	4.7%
<b>Total</b>	<b>\$117,948,966</b>	<b>\$123,066,372</b>	<b>4.3%</b>

**4. What are we doing to properly compensate those who have already joined the PD?**

The increase to the Pay Classification Plan for Civil Service provides an 8.8% increase for all current Police Officers from Steps 1-10 and officers in the top step (Step 11) receiving a 5.2% increase. Sergeant steps will increase 6.2% and Lieutenant and Captain will increase 7.3%. These increases bring the full step plan (Step 1 to top out) for all classifications to 100% of the average of our peer cities pay plans.

**5. Based on the numbers on page 11 we are looking at \$60.8 mil for the General Fund, \$41.3 mil for debt service, \$30.8 mil from sales tax, \$3 mil from fees, and \$4.6 mil from investment earnings (p. 43). That’s a total of \$140.5 mil in revenue with \$123 mil in expenses. This leaves a delta of \$17.5 mil. Where is that difference coming from?**

The property taxes received for debt service are held in another fund (200-Debt Service Fund) and do not count towards the revenue supporting general fund expenditures. Similarly, the annual debt expenses are held in fund 200 and not reflected in General Fund. The total revenue supporting General Fund operating expenses is \$124.4M.

**6. In the Conclusion on page 13 it says, “we are able to support the highest of our priorities with this year’s budget.” However, I don’t see added resources for roadways (unless we are relying on the PEDC for that - see #5), the IT internal service fund remains underfunded, and there is no money allocated for the much-needed Municipal Court software upgrade. These all seem to be very critical areas that need to be funded.**

- The Municipal Court Software was funded in the IT fund for FY2025. This is expected to cost \$135,000 in the FY25 budget.
- Capital lease fees for Facilities and Information Technology were unable to be funded. However, the ongoing maintenance and operations of these funds is funded.
- The Street Rehabilitation Program project was approved with Budget Amendment #2 providing an additional \$4.3M for the Streets over FY24 and FY25.
- The proposed budget includes a \$1.3M contribution to the Infrastructure Reinvestment Fund for ongoing street & sidewalk maintenance.

- Supplementals include the 5-person Street Maintenance Crew funded to begin in April 2025.

**7. Safe Community - p. 25. Are these salaries pay + benefits or just pay? The Police Officers average \$171,735.33, the Animal Control Officer is \$175,620, and the Crime Scene Supervisor is \$183,413. These seem to be substantial compensation packages. Do we have the data to backup these compensation ranges?**

This is all costs for year one of the position. They include vehicles for each Police Officer position, the Animal Control Officer, and the Crime Scene Supervisor. While Salary and Benefits make up most of the cost, and will be recurring, the one-time vehicle cost is only present in year one. All positions will be compensated in accordance with the pay plan.

**8. Sustainable Infrastructure - p. 26. “These positions are cost neutral and are funded via transfers from across active CIP Funds to the General Fund to reimburse for staff time and effort.” Does this mean we are financing this project management team through CO’s and Bonds? If so, does that mean that once the projects covered by those CO’s or Bonds is completed then the team will be laid off?**

These positions, along with most Engineering Capital Projects staff and administrative staff are reimbursed for their time and effort from Capital Projects Funds. This includes interest earnings on bond and CO proceeds, and savings from project costs. It is unlikely the city will ever not have an active Capital Improvement Plan, and there are no plans to remove these positions in the future. However, if in the future the CIP is less robust, we would reduce staff through attrition or transfers.

**9. What is the total annual budget for Parks and Rec. on the General Fund?**

The total Parks & Recreation expenditure budget in the general fund is \$9,963,715. Revenue related to Parks & Recreation is \$2,157,578 bringing the net impact of Parks & Recreation to \$7,806,137.

**10. General Fund Overview - p. 92 - 94. Page 92 shows an increase in revenues of \$8,692,278, or 7.5%, for FY25 over FY24. Page 94 shows an increase in expenses of \$5,117,406, or 4.339%, over the same time period. The difference between the increased revenues and the increased expenses is a net gain of \$3,547,872. However, the Ending Fund Balance YOY shows an increase of \$1,344,913. Subtracting the ending fund balance increase from the net gain leaves \$2,220,959 seemingly unaccounted for. What am I missing here?**

FY2024 expenditure exceeds the FY2024 revenue causing a deficit. The FY 2025 revenue exceeds expenditure from FY2025 resulting in a YOY increase of 1.3M. Fund balance policy to maintain a 90 day of Fund Balance, so the revenue has to make up the deficit between FY2024 projected budget and FY 2025 leaving us with \$90K over the fund balance policy.

**11. VATR vs NNR - p. 92 v p. 95 and p. 93 v p.96. Why are all the numbers the same between these pages? The only differences between the VATR and the NNR are between pages 94 and 97 and only in '26 and '27. FY 25's numbers are all the same.**

The FY25 data is the proposed budget as is. The multi-year General Fund forecasts for FY2026 and FY2027 are for two different scenarios one at the VATR and one at the NNR.

**12. What does the account miscellaneous miscellaneous encompass?**

Miscellaneous Miscellaneous covers one specific account in the Materials & Supplies Category. Beginning in FY25 departments were instructed to stop using this account. However, it was used for materials & supplies that didn't exactly fit into other account descriptions. There is both miscellaneous miscellaneous and miscellaneous food ice and drinks. Food, Ice, and drinks will continue to be utilized going forward. This provides for council meals, ice and electrolyte purchases for our field crews, and meals needed for meetings.

**13. What is the category of miscellaneous services, and why is it in so many account descriptions?**

Miscellaneous Services is a functional expense category in accounting that includes city-wide and departmental expenses that do not fit into the other expenditure types. These include public notification publications, cellular phones, telephones, air cards, professional services, landscaping services (right of way maintenance), mileage, postage, printing, temporary staffing, professional development, certifications & licenses, memberships, copier services, streetlighting, and utilities for city facilities.

When the accounts in New World were set up, they often included the account and category level detail. So Miscellaneous is often used in the description of the account along with its true description. Professional/Contractual Services Miscellaneous makes up the bulk of these accounts, and miscellaneous is just there to cover the wide variety of professional contracts the city makes use of.

**14. Can we get more information about miscellaneous services expenses?**

Below is a chart that indicates miscellaneous services expenses by department and division across the entire general fund.

GENERAL FUND			
DEPARTMENT & DIVISION		2024 Projected	2025 Budgeted
<b>CITY COUNCIL</b>			
100 - City Council	100 - Administration	\$ 58,398	\$ 77,378
<b>CITY MANAGER</b>			
105 - City Manager's Office	100 - Administration	\$ 75,835	\$ 75,378
105 - City Manager's Office	115 - Office of Management and Budget		\$ 757,086
105 - City Manager's Office	270 - Office of Emergency Management	\$ 101,980	\$ 91,530
<b>LEGAL</b>			
110 - Legal	100 - Administration	\$ 44,251	\$ 44,323
<b>CITY SECRETARY</b>			
115 - City Secretary's Office	100 - Administration	\$ 193,745	\$ 156,015
<b>HUMAN RESOURCES</b>			
120 - Human Resources	100 - Administration	\$ 355,352	\$ 449,109
<b>FIANANCE</b>			
130 - Finance	100 - Administration	\$ 1,078,257	\$ 401,385
<b>OTHER ADMIN</b>			
150 - Other Requirements	100 - Administration	\$ 560,484	\$ 630,480
<b>POLICE</b>			
200 - Police	100 - Administration	\$ 377,994	\$ 380,528
200 - Police	200 - Patrol	\$ 34,867	\$ 20,600
200 - Police	205 - Patrol - Commercial Motor Vehicle	\$ 3,840	\$ 5,040
200 - Police	215 - Investigations	\$ 64,614	\$ 69,320
200 - Police	225 - Admin - Community Services	\$ -	\$ 3,000
200 - Police	230 - Admin - Training	\$ 258,873	\$ 264,105
200 - Police	235 - Admin - School Resource Officer	\$ 21,820	\$ 18,080
200 - Police	240 - Support - Communciations/Records	\$ 84,400	\$ 19,700
200 - Police	245 - Support - Jail	\$ 14,180	\$ 14,180
200 - Police	250 - Support - Animal Services	\$ 283,404	\$ 339,621
200 - Police	255 - Training Academy	\$ 4,650	\$ 4,650
<b>FIRE</b>			
205 - Fire	100 - Administration	\$ 129,185	\$ 194,767
205 - Fire	230 - Admin - Training	\$ 389,228	\$ 473,389
205 - Fire	260 - Operations	\$ 823,856	\$ 692,135
205 - Fire	265 - Marshal	\$ 19,235	\$ 19,235
205 - Fire	275 - Health Code Enforcement	\$ 92,260	\$ 96,460
<b>PUBLIC WORKS &amp; ENGINEERING</b>			
300 - PW Engineering & Capital Projects	305 - Traffic Management	\$ 736,419	\$ 652,812
300 - PW Engineering & Capital Projects	340 - Engineering	\$ 225,848	\$ 198,691
300 - PW Engineering & Capital Projects	345 - Capital Projects	\$ 99,595	\$ 107,455
305 - Public Works	100 - Administration	\$ 66,942	\$ 81,663
305 - Public Works	311 - Streets	\$ 1,740,959	\$ 1,723,326
305 - Public Works	315 - Grounds Maintenance	\$ 1,994,926	\$ 2,208,261
<b>COMMUNICATION</b>			
400 - Communications	100 - Administration	\$ 128,111	\$ 136,411
<b>MUNICIPAL COURT</b>			

405 - Municipal Court	100 - Administration	\$ 59,359	\$ 63,514
<b>COMMUNITY DEVELOPMENT</b>			
410 - Community Development	100 - Administration	\$ 22,070	\$ 51,782
410 - Community Development	415 - Permits & Inspections	\$ 107,893	\$ 118,180
410 - Community Development	420 - Planning	\$ 524,242	\$ 209,517
410 - Community Development	425 - Development Services	\$ 5,835	\$ 11,580
<b>LIBRARY</b>			
415 - Library	100 - Administration	\$ 70,983	\$ 89,273
<b>PARKS</b>			
500 - Parks & Recreation	100 - Administration	\$ 80,430	\$ 81,987
500 - Parks & Recreation	510 - Recreation	\$ 30,618	\$ 40,974
500 - Parks & Recreation	520 - Athletics	\$ 75,179	\$ 38,293
500 - Parks & Recreation	525 - Special Events	\$ 25,386	\$ 29,625
500 - Parks & Recreation	530 - Senior Programs	\$ 41,187	\$ 46,558
500 - Parks & Recreation	535 - Aquatics	\$ 11,731	\$ 16,381
500 - Parks & Recreation	540 - Parks	\$ 166,236	\$ 150,368
500 - Parks & Recreation	545 - Recycling	\$ 4,275	\$ 3,603
500 - Parks & Recreation	550 - Natural Resources	\$ 40,885	\$ 40,039
500 - Parks & Recreation	555 - Recreation Operations	\$ 525,210	\$ 523,959
<b>MISCELLANEOUS SERVICES TOTAL</b>		<b>\$ 11,855,027</b>	<b>\$ 11,921,746</b>



Below is a chart with itemized description of expenditures for the General Fund:

GENERAL FUND		
DESCRIPTION	2024 PROJECTED	2025 BUDGETED
Advertising and Promotion Advertising	14,628	14,628
Advertising and Promotion Legal/Public Notice	14,173	13,675
Advertising and Promotion Marketing Programs/Promo	1,100	4,900
Communications Cable TV	120	120
Communications Cellular Communications	191,911	213,031
Communications Computer Access	600	600
Communications Pc Aircard Charges	168,637	168,246
Communications Telephone	2,600	3,350
Insurance Services Administration Fees	70,700	76,700
Insurance Services Insurance Miscellaneous	2,000	2,000
Insurance Services Notary	1,674	1,674
Other Services Applicant Polygraphs	1,000	1,800
Other Services Bank/Credit Card Charges	200,000	225,000
Other Services Clean Up	70,000	71,500
Other Services Election Expense	111,000	115,000
Other Services Force Mow	12,000	12,000
Other Services HR Testing & Processing	22,000	25,050
Other Services Investigative Costs	27,479	26,000
Other Services Medical Exams	70,815	73,763
Other Services Mileage	5,589	5,904
Other Services Postage	52,778	56,928
Other Services Printing	118,189	133,114
Other Services Recruitment Costs	66,000	98,782
Other Services Temporary Staffing	282,563	356,936
Professional Development Books Periodicals and Subscription	36,837	41,097
Professional Development Certifications & Licenses	329,469	430,125
Professional Development Conferences & Seminar Costs	696,677	737,470
Professional Development Membership & Dues	91,413	88,241
Professional Development T.C.O.L.E. Training	3,800	3,800
Professional/Contractual Services Accounting Services	154,915	266,000
Professional/Contractual Services Consulting	274,790	198,000
Professional/Contractual Services Courier Service	360	380
Professional/Contractual Services EMS Billing Service	130,000	-
Professional/Contractual Services Lab/Testing	12,500	12,500
Professional/Contractual Services Landscaping	1,896,513	2,112,380
Professional/Contractual Services Legal Expense	51,200	53,600
Professional/Contractual Services Miscellaneous	3,080,329	2,643,146
Professional/Contractual Services Tax Appraisal District	618,675	659,362
Professional/Contractual Services Veterinary	124,250	124,000
Rental Equipment Rental	118,753	124,829
Utility Services Electricity	29,953	28,582
Utility Services Street Lighting	1,703,244	1,680,806
Utility Services Utilities	993,793	1,016,728
<b>TOTAL MISCELLANEOUS</b>	<b>\$11,855,027</b>	<b>\$11,921,746</b>

**15. What are the larger expenses in Professional/Contractual Services Miscellaneous?**

Professional/Contractual Services Miscellaneous Expenses over \$50,000 include the following:

- Street Sweeping Contract **\$65,000**
- Guardrail Repair Contract **\$50,000**
- CIP Consultant **\$50,000**
- HR Comp and Class **\$100,000**
- Kennel Cleaning Contract **\$144,000**
- Contracted Fire Dispatch Services **\$384,250**
- Pavement Marking Contract **\$310,000**
- Span Wire Installation at Intersections **\$105,000**



- Third Party/Inspections & Plan Review Services **\$55,000**
- Tree Care Contract & Maintenance **\$172,000**

**16. Can we get more information about miscellaneous revenue?**

Below is a chart that indicates miscellaneous services revenues by itemized description of miscellaneous revenues.

<b>FUND 100- MISCELLANEOUS REVENUES</b>		
<b>Revenue Description</b>	<b>2024 Projected</b>	<b>2025 Budgeted</b>
Miscellaneous Building Rent	\$15,594	\$15,594
Miscellaneous Phone & Fax Reimbursement	\$9,504	\$9,000
Miscellaneous Street Light	\$25,000	\$20,000
Miscellaneous Other Xerox Copies	\$3,017	\$3,000
Miscellaneous Sale Of Property	\$9,202	\$23,000
Miscellaneous Miscellaneous	\$329,196	\$400,000
Miscellaneous FEMA Reimbursement	\$10,696	\$0
Miscellaneous Vending Machines	\$1,741	\$600
Miscellaneous Nsf Fees	\$415	\$100
Miscellaneous Public Safety	\$39,548	\$2,500
Miscellaneous Public Safety	\$6,657	\$7,000
Miscellaneous Jail Phone	\$2,521	\$2,600
Miscellaneous Court Bonds	\$4,735	\$5,000
Miscellaneous Waiver Of Encroachment	\$1,714	\$1,750
Miscellaneous Sign Revenue	\$3,273	\$3,273
Miscellaneous Parks	\$991	\$991
Miscellaneous Cash Over/Short	\$0	\$462
<b>Total Miscellaneous Revenues</b>	<b>\$463,804</b>	<b>\$494,870</b>

Miscellaneous Miscellaneous revenue includes the T-Mobile payments for the cell phone tower, and rebates from the P-Card program.

**17. Can we see additional sample property tax bills? Including one from a MUD and Alvin ISD? Can you confirm the original sample property tax bill is correct?**

The original sample property tax bill has the wrong tax rates for Brazoria County and Road & Bridge Fund (Brazoria County). The revised property tax bill is presented below:

Taxable Value Summary							
	Tax Year 2023			Tax Year 2024			Annual \$ Change
Appraised Value	398,170			401,340			\$ 3,170
Homestead Cap Loss	18,859			-			\$ (18,859)
Taxable Value	\$ 379,311			\$ 401,340			\$ 22,029
Proposed Tax Rate Comparison of Values							
Taxing Entity	Tax Year 2023			Tax Year 2024			Annual \$ Change
	Rate	Amount***	% of Total Amount	Rate**	Amount	% of Total Amount	
Pearland Independent School District	1.1373	3,177	46.0%	1.1373	3,427	47.2%	251
City of Pearland	0.6554	2,424	35.1%	0.6350	2,484.80	34.3%	61
Brazoria County	0.2707	821	11.9%	0.2613	839	11.6%	18
Brazoria County Drainage District #4	0.1148	348	5.0%	0.1148	369	5.1%	20
Road & Bridge Fund (Brazoria County)	0.0433	130	1.9%	0.0422	134	1.9%	4
<b>Total</b>	<b>2.2214</b>	<b>6,900</b>		<b>2.1906</b>	<b>7,254</b>		<b>354</b>
% of Appraised Value		1.7%			1.8%		

Sample property tax bills – Alvin ISD w/ MUD #34

Taxable Value Summary							
	Tax Year 2023			Tax Year 2024			Annual \$ Change
Appraised Value	348,400			376,750			\$ 28,350
Homestead Cap Loss	28,863			25,259			\$ (3,604)
Taxable Value	\$ 319,537			\$ 351,491			\$ 31,954
Proposed Tax Rate Comparison of Values							
Taxing Entity	Tax Year 2023			Tax Year 2024			Annual \$ Change
	Rate	Amount***	% of Total Amount	Rate**	Amount	% of Total Amount	
Alvin Independent School District	1.1923	2,618	34.2%	1.1700	2,942	35.1%	325
City of Pearland	0.6554	2,042	26.7%	0.6350	2,176	26.0%	134
BRAZORIA CO. MUD #34	0.5500	1,406	18.4%	0.5500	1,547	18.5%	141
Brazoria County	0.2707	692	9.1%	0.2613	735	8.8%	43
Alvin Community College	0.1513	483	6.3%	0.1513	532	6.4%	48
Brazoria County Drainage District #4	0.1148	293	3.8%	0.1148	323	3.9%	29
Road & Bridge Fund (Brazoria County)	0.0433	109	1.4%	0.0422	117	1.4%	8
<b>Total</b>	<b>2.9777</b>	<b>7,643</b>		<b>2.9246</b>	<b>8,372</b>		<b>728</b>
% of Appraised Value		2.2%			2.2%		

18. What are salary and wages longevity?

All regular City employees employed full time for a minimum of 13 months at the start of the fiscal year shall receive \$4.00 per month per year of service. This is paid annually from the account indicated above. Longevity fluctuates year to year since it based on the tenure of employees currently in that department/division.

**19. How is salary and wages clothing allowance and wearing apparel different?**

Wearing apparel is when the city buys a standard uniform and/or city branded apparel (Wearing Apparel) or Personal Protective Equipment (PPE) in order to best execute job duties. This includes the standard uniform for PD, and Pearland Water employees to name a few. Clothing allowance when employees must attend work functions in clothing outside of their uniform that is not provided by the city. This is primarily utilized by Police Detectives.

**20. What are the proposed compensation changes and what is the financial impact?**

The current compensation changes included in the budget for all employees other than sworn public safety are 5%. For Non-Exempt Employees who are not sworn they are receiving a 2% step and 3% COLA. That is mirrored for the exempt employees.

For Public Safety, there are several different changes. The Civil Service Pay Plan starting pay grade was adjusted for each position to increase between 6.2% to 8.8%. No Civil Service employee is receiving less than a 5.2% increase.

The Fire pay plan % increase for the first step in each classification is between 8.6% to 13%. Based on the pay plan adjustments, no position on the fire pay plan is getting less than a 6.5% increase.

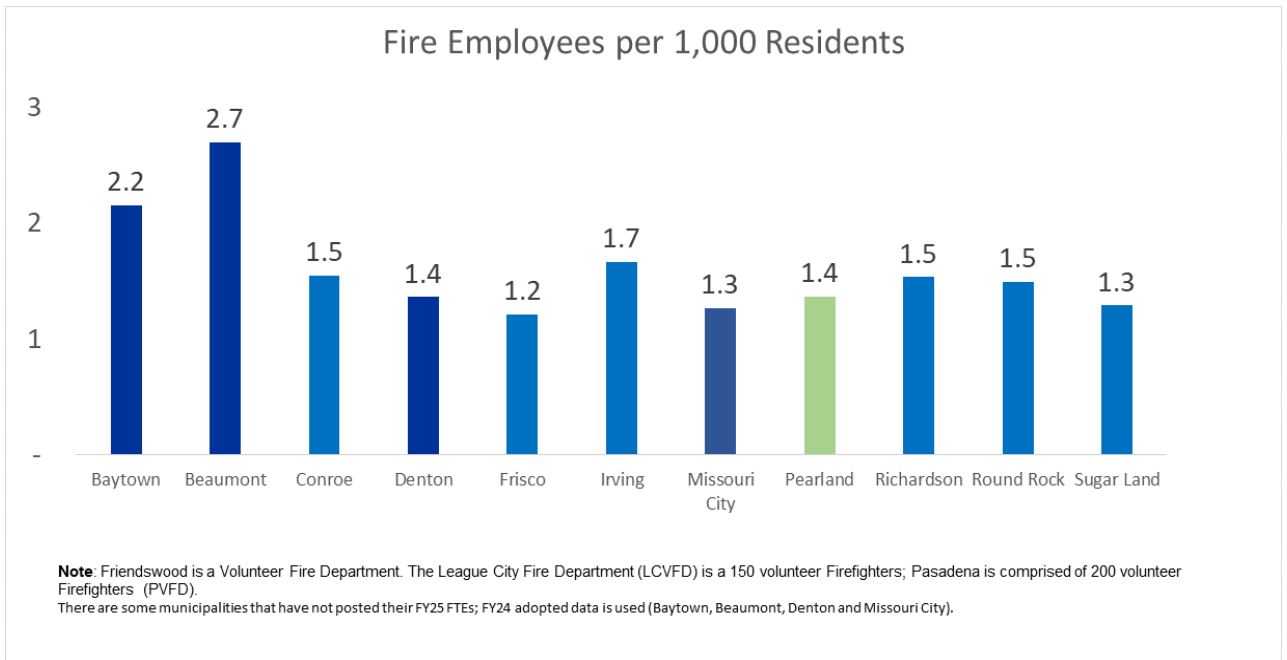
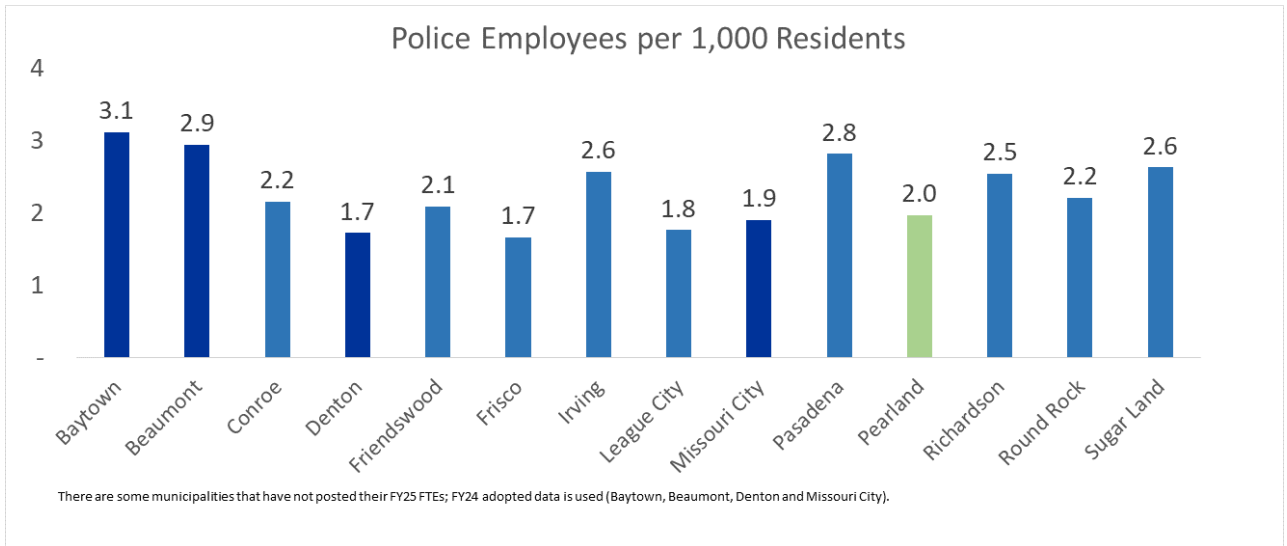
**21. What would the impact of an additional 1% for city staff be? What about a 2% compensation increase?**

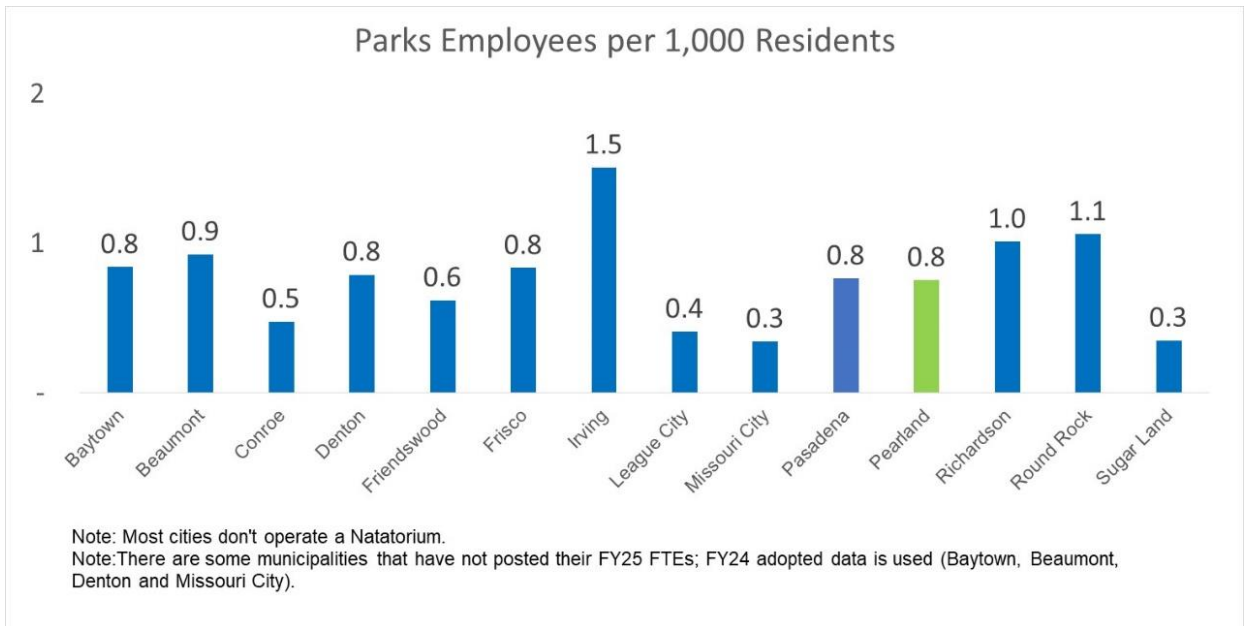
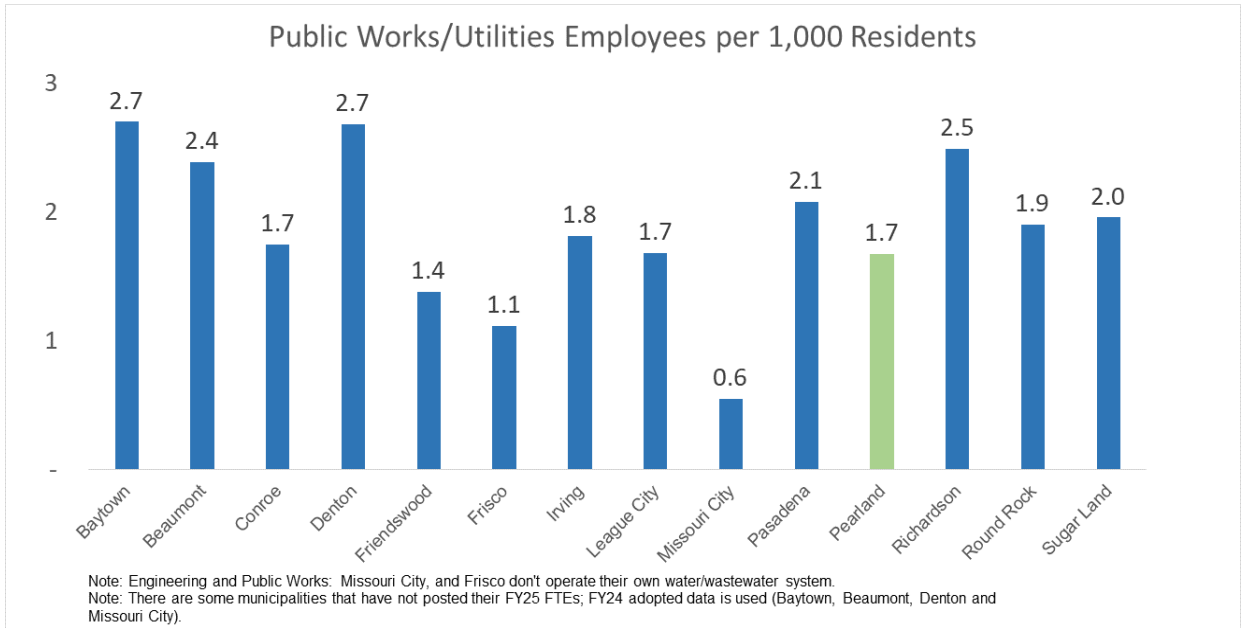
Additional compensation changes including benefits for general fund are indicated below for both a 1% change and a 2% change. These amounts would be on top of what is already proposed, and it would be required to cut expenses elsewhere to support these increases in the General Fund.

Category	Current Average % Increase in Pay Plan	Cost of Additional 1% to Pay Plan	Cost of Additional 2% to Pay Plan
Police	7%	\$330,000	\$660,000
Fire	10%	\$270,000	\$540,000
Other Departments	5%	\$250,000	\$500,000
<b>General Fund Total</b>	<b>7.5%</b>	<b>\$850,000</b>	<b>\$1,700,000</b>
Other Funds	5%	\$160,000	\$320,000
<b>Total City-Wide</b>	<b>7%</b>	<b>\$1,010,000</b>	<b>\$2,020,000</b>

**22. How many employees in each department does the City of Pearland have relative to other municipalities?**

The four largest departments are shown below. There are many nuances to these comparisons such as: Fire and EMS are sometimes separated; some cities have volunteer fire departments; some cities do not operate their own utilities; etc. When those may factor in it is noted in the footnote of the chart.





## 23. What are transfers out?

There are several transfers out. Most of them are to fund the internal service funds. This includes Motor Pool O&M transfers, lease fee transfers, IT Transfers, Facilities Transfers, a transfer to fund the risk fund. There are also transfers to pay for the Infrastructure Reinvestment Fund, the Drainage Maintenance Fund and to reimburse the Enterprise Fund for water used.

**24. For the transfers can we get additional information on the transfers in and out by type?**

The City operates several internal service funds which have transfers in and out from across several departments and funds. Below we have broken down the transfers in and out of each of the internal service funds.

Transfers out for Facilities are calculated using the YTD O&M cost by location, and then allocated back to the departments on an FTE basis. Costs will vary from fiscal year to fiscal year depending on utilization. There is a one fiscal year lag.

Transfers Out Facilities		
Account		FY25 Proposed Budget
100-105-100.5900.050	CMO-Administration	21,083
100-110-100.5900.050	Legal	26,359
100-115-100.5900.050	City Secretary	17,586
100-120-100.5900.050	Human Resources	38,670
100-130-100.5900.050	Finance	30,093
100-200-100.5900.050	Police-Administration	329,943
100-205-100.5900.050	Fire-Administration	705,124
100-305-100.5900.050	EPW-Admin	320,137
100-400-100.5900.050	Communications	24,601
100-405-100.5900.050	Municipal Court	-
	Community Development-Admin	44,342
100-415-100.5900.050	Library	67,116
100-500-100.5900.050	Parks-Administration	637,743
<b>General Fund (100) Total</b>		<b>\$ 2,262,797</b>
305-800-100.5900.050	Visit Pearland	22,065
<b>CVB Fund (305) Total</b>		<b>\$ 22,065</b>
600-130-390.5900.050	Finance-Utility Billing	54,337
600-150-100.5900	Other Requirements	550,354
600-314-100.5900.050	Pearland Water-Admin	311,760
<b>Enterprise Fund (600) Total</b>		<b>\$ 916,451</b>
705-000-000.5900	IT-Non-Departmental	83,052
<b>Information Tech (705) Total</b>		<b>\$ 83,052</b>
<b>Grand Total</b>		<b>\$ 3,284,365</b>

Transfers In Facilities		
Account	Detail	FY25 Proposed Budget
704-000-000.3900.050		
	From General Fund (100)	2,262,797
	From CVB Fund (305)	22,065
	From Enterprise Fund (600)	916,451
	From Information Technology Fund (705)	83,052
<b>Grand Total</b>		<b>\$ 3,284,365</b>



The table below shows repair & maintenance transfers for the Motor Pool Fund. Allocations are made based the YTD utilization of services for the first six months of the fiscal year. Therefore, charges across departments/divisions vary year to year depending on the maintenance needed by the departments fleet of vehicles.

Transfers Out Repair & Maintenance		
Account	Department/Division	FY25 Proposed Budget
100-105-270.5900.020	CMO-Emergency Management	2,061
100-120-100.5900.020	Human Resources	305
100-200-100.5900.020	Police-Administration	18,616
100-200-200.5900.020	PolicePatrol	647,247
100-200-205.5900.020	Police-Commercial Motor Vehicle	1,032
100-200-215.5900.020	Police-Investigations	14,968
100-200-225.5900.020	Police-Community Services	6,216
100-200-250.5900.020	Police-Animal Services	9,719
100-200-235.5900.020	Police-SRO	8,698
100-205-100.5900.020	Fire-Administration	3,455
100-205-260.5900.020	Fire-Operations	889,637
100-205-265.5900.020	Fire-Marshal	14,232
100-205-275.5900.020	Fire-Code Enforcement	5,344
100-300-305.5900.020	Engineering-Traffic Control	12,399
100-300-340.5900.020	Engineering-Engineering	15,467
100-300-345.5900.020	Engineering-Capital Projects	5,342
100-305-100.5900.020	EPW-Administration	985
100-305-311.5900.020	EPW-Streets	2,114
100-305-315.5900.020	EPW-Grounds Maintenance	47,746
100-400-100.5900.020	Communications	179
100-410-415.5900.020	Community Development-Permits & Inspections	8,642
100-410-420.5900.020	Community Development-Permits & Inspections	179
100-500-525.5900.020	Parks-Special Events	566
100-500-530.5900.020	Parks-Senior Services	749
100-500-540.5900.020	Parks-Parks	21,178
100-500-550.5900.020	Parks-Natural Resources	2,953
<b>General Fund (100) Total</b>		<b>1,740,029</b>
346-305-312.5900.020	EPW-Drainage	65,209
<b>Drainage Maintenance Fund (346) Total</b>		<b>65,209</b>
600-130-390.5900.020	Finance-Utility Billing	15,214
600-305-315.5900.020	EPW-Grounds Maintenance	10,034
600-314-350.5900.020	Pearland Water-Lift Stations	24,577
600-314-355.5900.020	Pearland Water-Wastewater Treatment	11,589
600-314-360.5900.020	Pearland Water-Environmental Services	1,709
600-314-365.5900.020	Pearland Water-Water Production	26,721
600-314-370.5900.020	Pearland Water-Distribution and Collections	376,180
600-314-395.5900.020	Pearland Water-Surface Water Plant	1,489
<b>Enterprise Fund (600) Total</b>		<b>467,513</b>
703-305-325.5900.020	EPW-Fleet	935
<b>Motor Pool Fund (703) Total</b>		<b>935</b>
704-305-330.5900.020	EPW-Facilities	8,099
<b>Facilities Fund (704) Total</b>		<b>8,099</b>
705-140-100.5900.020	Information Technology	456
<b>Information Technology Fund (705) Total</b>		<b>456</b>
<b>Grand Total</b>		<b>2,282,241</b>

Transfers In Repair & Maintenance		
Account	Detail	FY25 Proposed Budget
703-150-910.3900.020		
	Transfer From General Fund (100)	1,740,030
	Transfer From Drainage Maintenance Fund (346)	65,209
	Transfer From Enterprise Fund (600)	467,512
	Transfer From Motor Pool (703)	935
	Transfer From Facilities Fund (704)	8,099
	Transfer From Information Technology Fund 705	456
<b>Grand Total</b>		<b>\$ 2,282,241</b>

For Transfers In Lease Payments, the transfer is based on actual cost to replace a vehicle included in the Motor Pool in line with the replacement criteria. Amounts should increase over time as more vehicles are added to the lease fees. Also included, are new vehicles included for positions being added to the budget. This may cause one time costs to reflect in the lease fees depending on the number of positions being added.

Transfers Out Lease Payment		
Account	Department/Division	FY25 Proposed Budget
100-105-270.5900.030	CMO-Emergency Mgmt.	5,556
100-200-100.5900.030	Police-Admin	13,334
100-200-200.5900.030	Police-Patrol	967,499
100-200-205.5900.030	Police-CMV	22,384
100-200-215.5900.030	Police-Investigations	195,028
100-200-225.5900.030	Police-Community Services	5,556
100-200-235.5900.030	Police-SRO	15,000
100-200-250.5900.030	Police-Animal Services	113,867
100-205-100.5900.030	Fire-Admin	51,668
100-205-260.5900.030	Fire-Operations	675,815
100-205-265.5900.030	Fire-Marshal	11,112
100-300-305.5900.030	EPW-Traffic	13,167
100-300-340.5900.030	EPW-Engineering	27,780
100-300-345.5900.030	EPW-Capital Projects	144,626
100-305-311.5900.030	EPW-Streets	220,650
100-305-315.5900.030	EPW-Grounds Maintenance	17,224
100-400-100.5900.030	Communications	16,667
100-500-540.5900.030	Parks-Parks	18,044
100-500-555.5900.030	Parks-Recreation Operations	30,560
<b>General Fund (100) Total</b>		<b>2,565,537</b>
346-305-312.5900.030	EPW-Drainage	356,821
<b>Drainage Maintenance Fund (346) Total</b>		<b>356,821</b>
600-130-390.5900.030	Finance-Utility Billing	77,780
600-305-315.5900.030	EPW-Grounds Maintenance	102,280
600-314-100.5900.030	Pearland Water-Admin	40,566
600-314-350.5900.030	Pearland Water-Lift Stations	51,782
600-314-355.5900.030	Pearland Water-Wastewater	208,959
600-314-360.5900.030	Pearland Water-Environmental Services	22,224
600-314-365.5900.030	Pearland Water-Water Production	117,228
600-314-370.5900.030	Pearland Water-Distribution & Collections	484,076
600-314-395.5900.030	Pearland Water-Surface Water	45,004
<b>Enterprise Fund (600) Total</b>		<b>1,149,899</b>
703-305-325.5900.030	EPW-Fleet	6,112
<b>Motor Pool (703) Total</b>		<b>6,112</b>
705-305-330.5900.030	Information Technology	9,000
<b>Information Technology (705) Total</b>		<b>9,000</b>
706-305-325.5900.030		435,000
<b>Capital Holding (706) Total</b>		<b>\$ 435,000</b>
<b>Grand Total</b>		<b>\$ 4,522,369</b>

Transfers In Lease Payment		
Account	Detail	FY25 Proposed Budget
703-150-910.3900.030		
	From General Fund - Fund 100	2,565,537
	From Drainage Maintenance - Fund 346	356,821
	From Water & Sewer Fund - Fund 600	1,149,899
	From Motor Pool Fund - Fund 703	6,112
	From IT Fund - Fund 705	9,000
	From Capital Fund - Fund 706	435,000
<b>Grand Total</b>		<b>\$ 4,522,369</b>

The table below reflects the Capital Holding Fund (Fund 706) Related Transfers. Currently, only Motor Pool capital lease fees are recorded in this fund. They first pass-through fund 703 to show they are associated with Motor Pool and are then transferred to Capital Holding. As vehicles in the motor pool reach replacement criteria, the money is transferred from the Capital Holding fund to Motor Pool to make the replacement purchase in Capital Outlay.

Transfers Out Fleet Management	
Account	FY25 Proposed Budget
703-150-910.5900.030	2,644,959
<b>Fund 703 Total</b>	<b>2,644,959</b>
<b>Grand Total</b>	<b>2,644,959</b>

Transfers In Fleet Management		
Account	Detail	FY25 Proposed Budget
706-305-325.3900.030		
	From Motor Pool Fund - Fund 703	2,644,959
<b>Grand Total</b>		<b>\$ 2,644,959</b>

The table below reflects the Information Technology Related Transfers:

Information Technology Transfers				
Fund	Department/Division	Account Number	Transfer Out	Transfer In
General Fund	CMO-Administration	100-105-100.5900.025	56,252	
General Fund	Legal	100-110-100.5900.025	42,710	
General Fund	City Secretary	100-115-100.5900.025	28,474	
General Fund	Human Resources	100-120-100.5900.025	62,642	
General Fund	Finance	100-130-100.5900.025	124,200	
General Fund	Police-Administration	100-200-100.5900.025	2,592,300	
General Fund	Fire-Administration	100-205-100.5900.025	1,334,513	
General Fund	EPW-Administration	100-305-100.5900.025	825,323	
General Fund	Communications	100-400-100.5900.025	69,863	
General Fund	Municipal Court	100-405-100.5900.025	173,343	
General Fund	Community Development-Admin	100-410-100.5900.025	159,453	
General Fund	Parks-Administration	100-500-100.5900.025	619,915	
	<b>General Fund Total</b>		<b>6,088,988</b>	
Hotel/Motel	Visit Pearland	305-800-100.5900.025	60,937	
	<b>Hotel/Motel Fund Total</b>		<b>60,937</b>	
Court Technology	Court Technology	320-405-100.5900.025	24,300	
	<b>Court Technology Fund Total</b>		<b>24,300</b>	
Enterprise Fund	Finance-Utility Billing	600-130-390.5900.025	1,002,144	
Enterprise Fund	EPW-Grounds Maintenance	600-305-315.5900.025	339,818	
Enterprise Fund	Pearland Water-Administration	600-314-100.5900.025	3,212,083	
	<b>Enterprise Fund Total</b>		<b>4,554,045</b>	
Motor Pool	EPW-Fleet	703-305-325.5900.025	108,937	
	<b>Motor Pool Fund Total</b>		<b>108,937</b>	
Information Technology	Information Technology	705-000-000.3900.025	-	10,837,207
	<b>Information Technology Total</b>		<b>-</b>	<b>10,837,207</b>
	<b>Grand Total</b>		<b>\$ 10,837,207</b>	<b>\$ 10,837,207</b>

## Debt Service Fund

**25. Debt Service Fund - p. 44. Why are we looking at a deficit of \$1,973,084 for FY2025? If we are looking at a deficit, then why are we proposing a \$.0229 reduction in the debt service tax rate?**

Debt Service Fund Balance should be at least 10% (or \$4,439,666M in FY2025) of current year Debt payment (Principal and Interest). We propose the Debt Service Fund Balance of \$4,439,716 in FY2025, still meeting the requirement and be able to reduce the debt

service tax rate for TY 2024. Additionally, due to the projected fund balance in FY24 we were able to utilize amounts above the policy to lower the debt service rate for FY24, so that we are not overtaxing.

## Special Revenue Fund Questions

**26. Could any of these Special Revenue Funds be used to pay down some of our taxpayer's debt?**

No, these Special Revenue funds usually reflect revenue that comes in from an outside source for a specific purpose. For example, the City-Wide donation funds are from a specific person or organization to the City department sometimes to do very specific things. They are utilized when possible, to offset general fund costs.

**27. Safe Community - p. 29. Could we reduce the number of unmarked units purchased from 8 to 5 at a cost of \$300k and to fund the Municipal Court software upgrade?**

The unmarked units being purchased are from Motor Pool Fund balance directly. There is not availability to use these funds for non-Motor Pool purposes. The Incode software replacement has been budgeted in the Information Technology Fund for FY25.

**28. Connected Community - p. 31. Southdown. If we do not repair the park, would we be looking a potential negligence liability issue? Could PEDC funds or HOT funds be used for this rather than the General Fund? How close are our other parks to needing similar rehabilitation?**

If we do not replace the playground we would be required to close the playground. General Fund dollars are not being spent on this project. This project is fully funded from the Park Development Fund. Other parks that might need work were identified in the Parks Master Plan. PEDC funds could be used for this expenditure but HOT cannot. We have several other park playgrounds, courts, pavilions, splash pads, etc. that will require recapitalization in the future. We have annual allocations that will be allocated to cover some of these expenditures.

**29. Parks and Rec. - p. 56. Where is the \$453,885 shortfall being made up from? Is the \$900K Capital Outlay for the Southdown playground and fall zone replacement?**

There is no shortfall, as this reflects expenses exceeding revenue for fiscal year 2025. The proposed ending fund balance for FY25 is \$114. The \$900K is for the Southdown playground replacement.

**30. HOT - p.45. This fund seems to be maintaining a balance of \$7.7 mil + year over year. Can any of these funds be used to improve parks rather than coming out of the General Fund?**

No, this fund can only be used for very specific purposes according to the law. We would not be able to fund the Southdown Playground replacement from this fund as it has no nexus to tourism. The Cultural Arts Master Plan will also examine how these funds can be deployed in the future.

However, there is \$600,000 included in Capital Outlay Buildings & Grounds in the proposed FY25 budget to utilize for a Park collaboration in the event one can be developed that meets the legal requirements.

**31. City Wide Donation - p. 47. Could these funds potentially go towards the needed municipal court software upgrade? Then the unmarked vehicles could all be purchased and, if HOT funds can fund Southdown then the whole \$900k could go towards roads.**

No, because they are donated to Police, Fire, and Animal Services by citizens or organizations to assist them in funding items. The Fire department uses them to offset costs for training supplies, and Animal Services utilizes them for veterinary care for highly adoptable animals. Previously, these funds have been used to assist in funding the Mobile Command Post or other high-cost items so it can carry a fund balance.

**32. Municipal Channel - p. 69. This account seems to not only fund itself year over year but it also has several years of operating costs in its fund balance. Could \$300k of this be moved over to the IT Internal Service Fund and allow that account to be shored up?**

Federal guidelines for use of PEG funds say we can only expend the funds for capital costs associated with PEG facilities (public, educational and governmental channel).

**33. Infrastructure Reinvestment - p. 71. I thought the plan was to increase this account by \$500k each year to start making headway on getting to the minimum \$5.97 mil needed just to maintain what we have. This appears to be showing a flat allocation of \$1.3 mil.**

It is a flat allocation. The goal was to increase funding by \$500K on an annual basis. However, without an increase in general fund revenue above what is proposed there were no dollars available to increase the contribution by \$500K in FY25. We added the Street Rehabilitation Program to the CIP for a total of \$4.3M.

## Capital Project Questions

**34. Are there CIP projects that could be cut in order fund other higher priorities such as our heavily underfunded roadway system?**

During the CIP development process projects are evaluated and scheduled based on necessity. Projects have been prioritized based on the community's needs in alignment with the City's Strategic Priorities. Several factors go into the evaluation. Projects already in progress should not be removed from the Capital Improvement Plan as funds are already committed. The council could direct the delay or removal of projects not under design or construction, however publicly published schedule commitments on bond funded projects should be considered before delaying projects. There are currently two projects in place to specifically address streets and sidewalk rehabilitation. The Street Rehabilitation Program aims to address the City's 2024 pavement condition survey that detail the streets in need of rehabilitation at an estimated total cost of \$4.4M. The Concrete Sidewalk Gaps and Replacement project will cost an estimated total cost of \$15.4M and targets the City's sidewalk network to define, remove, and replace broad sections of sidewalks throughout the City. Additionally, multiple drainage projects and all the roadway projects in the CIP address segments of our roadway system.

**35. Capital Project Fund - p. 72. The sum total of the Ending Fund Balances (assuming all appropriations are approved throughout the fiscal year) is \$5,731,452. Does this mean we intend to borrow \$5,731,452 more than is needed to accomplish the goals of the CIP for FY25?**

The City of Pearland only borrows what is needed to fund CIP projects. To reduce the debt service burden to taxpayers, we make every effort to identify and obtain different funding sources including EDC and Grants. Projects are in various states of construction across funds, and these fund balances represent working capital as the projects complete. Available fund balance may be utilized in future years for completion of projects, or for debt service payments. These fund balances also help reimburse for operating expenses of the Capital Improvement team.

**36. If so, can we reduce the amount we borrow to lower the taxpayer's debt service burden and thus be able to reduce the overall proposed tax rate, on the debt service side, while also covering the shortfall discussed related to the debt service fund?**

The City of Pearland only issues the necessary debt to cover Capital Improvement Projects in progress annually as indicated in the adopted Capital Improvement Plan. There is no shortfall in the debt service fund, but expenditures do exceed revenue. The debt service fund maintains a fund balance of 10% of the FY25 debt payments including principal and interest.



**37. Capital Project Funds (Enterprise) - p. 76. Why is the ending fund balance \$25,533,675 across all funds?**

All funds included here relate to Capital Improvement Projects. These are the estimated running fund balances. As work is done on the included water/wastewater projects these funds will be reduced. There is over \$500M in ongoing water/wastewater Capital Improvement Plans so it is expected that the CIP funds would maintain a fund balance for in progress work.

**38. If this is the case, could we offset much of the need for a Water/Sewer rate increase with some of this excess?**

No, however as Enterprise Funded Capital Projects are completed any potential fund balances are examined to see if they can be transferred to assist with debt payments. No such transfers were identified in FY25.

**39. How does this ending fund balance square with \$17,797,559 in “Operating Reserve over Policy” on p. 78 or are they unrelated?**

They are unrelated.

## Enterprise Fund Questions

**40. By raising the water rates 8% that results in the average consumer paying \$97.08 more per year and the base consumer paying \$50.04 per year. Do we have the data on the highest residential consumer and the impact it would have on them?**

For the month of July 2024, the customer that consumed the highest usage would see an increase of \$121.22. This increase is not a representative of this customer’s typical usage and appears to be an outlier. For their average usage, this customer would see a monthly increase of \$21.34.

**41. How many Pearland Water customers don’t reach a base usage of 2,000 gallons per month?**

The number of customers that do not reach the base usage of 2,000 gallons will fluctuate from month to month. In the month of July 2024, a total of 3,507 (9.4%) customers did not reach the base usage of 2,000 gallons. The total number of residential customers is 37,339.

42. We are projecting a rate increase of 8% YOY for the next 4 years with 7% in '29. I see on page 103 that this results in a steady increase in our Bond coverage ratio YOY with the ratio being in excess of the required 1.15 of .95 by 2029. However, the required 25% reserve balance diminishes YOY to right at 25% in 2029. How is our coverage ratio going up but our reserves ratio is going down?

When we changed from issuing Revenue Bonds to Certificates of Obligation to fund Capital Improvement projects the bond coverage ratio changed. When issuing Revenue Bonds we have to maintain a bond coverage ratio of 1.4. With the switch to certificates of obligation we have to maintain a 1.15 coverage ratio on the revenue bonds previously issued. The CO's do not require a bond coverage. Going forward the amount of funds set aside for bond coverage will continue to diminish.

43. Can we see what the impact of different rate changes would be on the Enterprise Fund?

FY 2025 Proposed: smoothing rates in FY2025 – FY2029. The proposed recommendation provides the lowest water & sewer rates from FY25 through FY29.

Fiscal Year	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
% increase	13.1%	14%	8%	8%	8%	8%	7%
<b>Bond Cov. Ratio (1.15)</b>	1.42	1.31	1.40	1.60	1.78	2.10	2.10
<b>Reserve Requirement (15%)</b>	60%	58%	48%	36%	24%	21%	16%

Scenario 1: keeping 6% water rate growth in FY 2025 & FY 2026 and smoothing rates in future years

Fiscal Year	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
% increase	13.1%	14%	6%	6%	10%	11%	11%
<b>Bond Cov. Ratio (1.15)</b>	1.42	1.31	1.34	1.48	1.71	2.14	2.29
<b>Reserve Requirement (15%)</b>	60%	58%	46%	29%	16%	15%	15%

Scenario 2: keeping 3% water rate growth in FY 2025 and smoothing rates in future years

Fiscal Year	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
% increase	13.1%	14%	3%	10%	10%	11%	10%
<b>Bond Cov. Ratio (1.15)</b>	1.42	1.31	1.26	1.51	1.74	2.18	2.29
<b>Reserve Requirement (15%)</b>	60%	58%	43%	27%	15%	15%	16%

Scenario 3: lowest water rate increases for each fiscal year to meet bond ordinance and financial policy.

Fiscal Year	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
% increase	13.1%	14%	0%	4%	31%	2%	9%
<b>Bond Cov. Ratio (1.15)</b>	1.42	1.31	1.17	1.24	2.07	2.2	2.27
<b>Reserve Requirement (15%)</b>	60%	58%	39%	15%	15%	15%	15%

**44. W&S Summary - p.78. With \$17.8 mil above reserve policy, couldn't we pay down some debt on the W&S system with some of that?**

The \$17.8M is our forecast number for FY2025 if everything matches with our projections in FY2024 and FY2025, also with the water rate of 8% in FY2025.

Also, this part shows only Fund 600 – Water & Sewer Fund, the combine Reserved Fund “600 & 601” ratio of 25% is not mentioned here.

**45. Wouldn't paying down the debt help reduce the need for rate increases somewhat?**

Yes, it could. However, debt payments are made on a schedule, and we are meeting our FY25 obligations. Our Financial Advisor looks for opportunities to refinance or defease debt in order to reduce overall debt.

**46. It appears that W&S operating fund runs at a deficit every year. I don't understand how we are making up the difference. Are we selling debt to fund operating expenditures in the Enterprise Fund?**

No, we only issue debt to fund Water and Sewer related Capital Improvement Projects. We make up part of the deficit through water rate increase, and also use part of the Cash Equivalent available from prior years as long as we still can maintain the bond ratio and two reserves policies.

**47. Starting on p. 98. Why don't the revenues listed here match the W&S Charges listed on p. 91? What other revenues are being accounted for on p. 98 that aren't on p. 91?**

The W&S charges on p.91 is linked directly to water rate. This Water/Sewer Charges is also listed under Charges for Service in p. 99. The W&S revenue on p. 98 is explained in detail on p.99 as Total Revenue under Multi-Year Budget 2025-2029 Enterprise Fund Detail.

**48. Can we get additional detail on miscellaneous services in the Enterprise Fund?**

Below is a chart comprised of Enterprise Fund expenditures by department and division.

<b>FUND 600 MISCELLANEOUS EXPENSES</b>		
<b>DEPARTMENT &amp; DIVISION</b>	<b>2024 Projected</b>	<b>2025 Budgeted</b>
<b>FINANCE</b>		
130 - Finance390 - Utility Customer Service	\$540,392	\$611,208
<b>OTHER SERVICES</b>		
150 - Other Requirements100 - Administration	\$550,000	\$450,000
<b>PUBLIC WORKS</b>		
305 - Public Works315 - Grounds Maintenance	\$115,536	\$113,953
314 - Utilities Department100 - Administration	\$169,928	\$198,239
314 - Utilities Department350 - Lift Stations	\$391,892	\$388,910
314 - Utilities Department355 - Wastewater Treatment	\$3,722,288	\$3,684,822
314 - Utilities Department360 - Environmental Services	\$51,713	\$54,468
314 - Utilities Department365 - Water Production	\$2,430,850	\$1,955,485
314 - Utilities Department370 - Distribution & Collection	\$403,440	\$291,440
314 - Utilities Department395 - Surface Water Plant	\$473,809	\$1,120,520
<b>MISCELLANEOUS SERVICES TOTAL</b>	<b>\$8,849,848</b>	<b>\$8,869,045</b>

<b>ENTERPRISE FUND</b>		
<b>DESCRIPTION</b>	<b>2024 PROJECTED</b>	<b>2025 BUDGETED</b>
Advertising and Promotion Legal\Public Notice	\$ 55,000	\$ 50,000
Cell Phone	\$ -	\$ 1,270
Communications Cellular Communications	\$ 77,976	\$ 80,020
Communications Internet	\$ 124,255	\$ 109,800
Communications Pc Aircard Charges	\$ 45,039	\$ 42,348
Inventory Items	\$ 1,850	\$ 1,850
Medical Supplies	\$ 200	\$ 1,400
Other Services - Printing	\$ 1,000	\$ 1,000
Other Services Bank/Credit Card Charges	\$ 550,000	\$ 450,000
Other Services Mileage	\$ 185	\$ 100
Other Services Postage	\$ 289,579	\$ 322,375
Other Services Printing	\$ 80,561	\$ 92,375
Other Services Temporary Staffing	\$ 6,793	\$ -
Professional Development Books Periodicals and Subscription	\$ 920	\$ 920
Professional Development Certifications & Licenses	\$ 103,497	\$ 113,294
Professional Development Conferences & Seminar Costs	\$ 34,699	\$ 56,036
Professional Development Membership & Dues	\$ 12,831	\$ 15,479
Professional/Contractual Services Consulting	\$ 50,000	\$ 100,000
Professional/Contractual Services Landscaping	\$ 111,668	\$ 110,085
Professional/Contractual Services Legal Expense	\$ 26,306	\$ 26,306
Professional/Contractual Services Miscellaneous	\$ 5,593,510	\$ 4,876,096
Rental Building/Facility Rental	\$ 1,224	\$ 1,820
Rental Equipment Rental	\$ 57,712	\$ 66,040
Utility Services Electricity	\$ 2,491	\$ 2,700
Utility Services Utilities	\$ 1,622,552	\$ 2,347,731
<b>TOTAL MISCELLANEOUS</b>	<b>\$8,849,848</b>	<b>\$8,869,045</b>

Professional/Contractual Services over \$50,000 are listed below.

- Lift Station Cleaning-\$150,000
- MUD 3 CIP-\$590,000
- MUD WWTP O&M-\$200,000
- Sludge Disposal-\$945,000
- TCEQ Fees & Permit Renewals (Wastewater)-\$150,000
- Wet Haul Contract-\$630,000
- SCADA PLC Updates (Wastewater)-\$50,000
- Annual TCEQ Permit Fees (Water)-\$100,000
- Brazoria County Grounds Water District Fees Well Permits-\$100,000
- MUD 2 Fees JWP CIP Project-\$550,000
- MUD 2 O&M-\$168,000
- PLC & SCADA Services (Water) -\$100,000
- EPA/TCEQ Compliance testing-\$70,000
- Laboratory Testing-\$70,000
- Sanitary Water on Call Repair Service-\$180,000
- Sludge Disposal-\$150,000 (Surface Water)

**49. Why is the Solid Waste Fund running at a deficit year over year and where are the funds being made up from?**

Solid Waste is a pass-through Fund. Solid Waste Revenue – Charges for services are the Net of Trash Fees that the City collects directly from residents on behalf of Frontier minus the 15% Franchise Fee belongs to the City. Frontier invoices the City for the balance. The fund balance may reflect as negative due to the different billing cycles. Year over year revenues do exceed expenditures.

**50. Deputy Director of Utilities. The last line of this description is “strengthen our position in becoming a regional supplier of water for surrounding areas.” Is this a goal of ours?**

It is not a specified goal at this time but has been discussed for many years as an option to lower the overall costs for our current customers in the future, as our adjacent communities grow and need water sources. Managing this process/relationship as well as our contracts with the City of Houston, GCWA, and MUDs 1, 2, & 3 would be a focus of this position.

## Internal Service Fund Questions

**51. Sustainable Infrastructure - p. 30. The Cyber Risk & Intelligence Specialist. I agree that this role is needed. It appears to be funded by the IT Internal Service fund. Is this correct? Isn't that fund already heavily underfunded?**

The operating costs for the IT Internal Service Funds are reimbursed through transfers from several other operating funds including General Fund, and Enterprise Fund. While

the operating funds can't support the full Information Technology plan, they were able to support the increase of this position. What is underfunded is the Capital Replacement Fund and ongoing device replacement.

**52. Does the Health Claims fund typically run at \$2 mil + surplus? Is there a ceiling of how much we would look to keep as a surplus in this account before stopping funding it?**

The fund balance policy for this fund is to maintain 25%-35% of expenditures per year. The proposed budget falls within that range as recommend by HUB our benefit administrator.

**53. What are we planning to purchase for \$8 mil in the Motor Pool fund?**

The Capital Outlay category for Motor Pool fund includes all of the replacement vehicles for General Fund and Enterprise Fund for FY25. Also included are the new Fire Station 7 Apparatus, and a replacement ambulance. New vehicle purchases related to additional positions are also included this year. General Fund vehicle replacements for FY25, fire apparatus, ambulance, and additional Police CID vehicles were all purchased utilizing Motor Pool fund balance and had no impact on General Fund.

**54. Where does the \$2.7 mil get “transferred out” to?**

The \$2.7M represents the capital lease fees for FY25 for vehicles that were purchased in FY19 or later that will be replaced when they reach replacement criteria. These are the vehicles covered by the Motor Pool Fund. The funds first are transferred from the fund/department/division with eligible vehicles into the Motor Pool Fund and are then transferred out from the Motor Pool Fund to the Capital Holding Fund. In FY24 the Capital Holding Fund was implemented so Council could better see what was identified for planned capital replacement versus what was available fund balance in Motor Pool. At this time the Capital Holding Fund contains only vehicle lease fees attributable to the Motor Pool. FY25 is the first year in which vehicles are eligible for replacement under the Motor Pool policy so you will see a transfer out from Fund 706 to Fund 703 for the replacement of those eligible vehicles.

**55. Where does the \$10.8 mil for the Information Technology Fund get “transferred in” from? Why is there a fund balance of \$365,298 at the end of the fiscal year?**

The Transfers In come from across the organization. The Information Technology operating fund supports the existing staff, hardware and software needs. There were additional needs identified in the 5-year Information Technology plan that we have been unable to implement. In FY25 there is the addition of a Cyber Risk & Intelligence Specialist, replacement of the Municipal Court Incode software, additional CityWorks components, and a slight increase in the cycle of laptop/Toughbook replacements. The original goal was to maintain 5% of operating costs in these internal service funds to cover emergencies. However, since these funds are supported by transfers from General Fund, and Enterprise Fund, and other funds that maintain a fund balance policy this was deemed



redundant. Amounts in excess will be used to help offset future transfers or to fund one-time supplementals.

**56. What is the \$7.6 Capital Fund for if the Motor Pool, Facilities, and IT funds are already funded? I read that it's a "holding fund" but I don't understand what it is holding money for that is not accounted for in the other related funds (703, 704, and 705).**

The money in the Capital Holding fund is all the capital lease fees paid for vehicles purchased since FY2019. As vehicles are replaced per the replacement criteria money will be withdrawn from this fund and used to fund capital vehicle replacements. This amount will vary year to year based on eligible vehicle replacements. This fund will always maintain a fund balance, and the Motor Pool is not fully funded as 381 or 60% of vehicles remain outside of the lease fee program.

## PEDC

**57. Hickory Slough Expansion: Is this a project that can wait and some of the monies be refocused on roadway repairs? \$16.7 mil is 3-4 years worth of deferred repair and maintenance on our roads. Was this part of a bond package, thus requiring the funds to be spent in this manner and I am just not recalling at this moment?**

The City and PEDC entered into a funding agreement so that PEDC could assist the City in saving funds on parks and recreation purposes, which the City could repurpose debt issuances for other needs including new fire apparatus. The agreement approved in summer of 2023 for PEDC to fund the Phase II expansion of the Hickory Slough Sports Complex, estimated at \$17.6M or the actual cost, along with PEDC funding \$232,951 in one-time capital equipment items needed for the operation of the complex, and \$384,021 for a portion of the estimated annual ongoing operations and maintenance. The Complex is currently under design and expected to go under construction in 2025. The Hickory Slough Detention Facility and the Sports Complex were approved by city voters in the 2007, 2019 and 2023 bond referendums.

**58. Could Parks and Rec. be funded and managed through the PEDC, including maintenance and upkeep? This would have our parks system directly tied to the economic strength of the city. Just a thought as I continue to look for ways to fund pressing issues like roads, IT (since it touches every function of the City), and the court system upgrades.**

No. While the EDC can fund park capital projects without a requirement to create or retain jobs, they can only pay operational costs related to a project where they funded the capital costs. Section 505.303 of the Local Government Code authorizes the expenditure of PEDC funds for maintenance and operating costs of a project so long as the project is publicly owned and operated, and Type B funds were utilized to purchase or construct the project.

**59. 20% of the PEDC budget equates to how much, dollars wise, being invested into infrastructure and is this investment primarily for roadway repairs? How much of that 20% is planned to be allocated to road improvements?**

PEDC and the City Council adopted resolutions in 2023 to proactively redevelop older areas of the community to increase job opportunities and investment; and to diversify the City's tax base. The redevelopment will include targeted infrastructure recapitalization investments to preserve existing value and encourage new investment. The allocation shall focus on areas contained in the SH 35 Corridor Redevelopment Strategy, Old Town and the Broadway Corridor Development Plan and will improve the community's image, create market appeal, and provide opportunities for taxable value increases.

PEDC committed to allocate 20% of its annual sales tax revenue, or a little over \$3M per year, calculated as a rolling average over a five (5) year period beginning in FY 23. Recapitalization will include roadways, water, drainage with curb and storm sewers, sanitary sewer, costs for professional services and right of way acquisition. The plan presented to the Board and City Council from FY23 to FY28 had an estimated \$23.8M in expenditures that equated to 25.1% of sales tax revenue.

**60. How much of our needed roadways could be repaired with PEDC funds or are we doing all we reasonably can with the 20% allocated from the PEDC already?**

The 20% and all PEDC road infrastructure expenditures must meet the criteria of "projects" as defined in Texas Local Government Code, Section 501.103, that requires infrastructure necessary to promote or develop new or expanded business enterprises. PEDC must focus on streets in industrial and commercial areas.

**61. Do we have a metric on how much further behind we will be if we keep allocating \$4.67 mil less than what is needed or are we thinking the 20% from the PEDC is going to make up the difference?**

PEDC funds are for the complete reconstruction of streets that are in poor condition and cannot be spent on general maintenance of City streets. The streets that PEDC is reconstructing are beyond what routine maintenance can cost effectively address. PEDC's 20% recapitalization allocation alleviates the City having to issue debt to reconstruct these streets. So, while it will not make up the difference alone, it is one of our tools to address our street conditions, along with general fund, bond programs, and outside funding sources like state, federal, and county matching funds.

**62. How much of the \$36 mil Capital Outlay from the EDC fund is comprised of the earmarked 20% for infrastructure, if any?**

The FY25 budget includes \$6M for the 20% recapitalization.

**63. PEDC - p. 105. Where is the 20% allocation for infrastructure accounted for?**

Under "Mobility and Infrastructure" section the "State Highway 35/Old Town" line item includes the 20% allocation.

**64. How is the PEDC planning to fund this 20% allocation if its 2025 budget is already running at a \$21.3 mil deficit?**

PEDC FY25 budget is being funded by existing fund balance, sales tax and debt issuance. PEDC will have a projected \$10.1M fund balance at the end of FY 25.

**65. Recognizing that the EDC is required by law to maintain some level of debt. Is \$100,000 sufficient?**

The advice from the City's Financial Advisor (John Robuck) is as follows:

A private placement bond issue for \$100,000 would only generate proceeds of approximately \$60,000 for the EDC due to the minimum issuance costs/fees to sell bonds. In the current market, banks/financial institutions are not going to aggressively bid (or bid at all) on a debt obligation that has an annual debt service payment of \$10,000 to \$14,000. Their internal diligence, account maintenance and annual reviews will cost much more than they could earn by lending the funds to the EDC. That being said, we could sell a \$100,000 bond issue to a bank/financial institution, but the interest rate will be much higher than current market rates. In order to potentially attract a potential buyer, I would recommend a bond issue of at least \$825,000 to \$1,000,000, which would make the annual debt service requirement approximately \$100,000. Even a debt obligation of this size could be difficult to "place" - a debt sale of at least \$5M is more likely to appeal to the market.

As the EDC continues to develop its plans to contribute further towards investment in City infrastructure there will be opportunities to leverage sales tax dollars to support debt funded projects. This could include the EDC itself issuing debt for specific projects and alleviating the debt burden on taxpayers and/or utility customers. In that case it is likely that the level of EDC debt would be in excess of \$5M.



# Memo

**To:** Trent Epperson, City Manager  
**From:** Priya Bhakta, Assistant Director of Engineering & Public Works  
**CC:** Lorenzo Wingate, Director of Engineering & Public Works  
 Rachel Wynslow, Budget Officer  
**Date:** August 15, 2024  
**Re:** FY25 Vehicle & Equipment Replacement List

## FY25 Vehicle & Equipment Replacement List & Vehicle Data Sheets

The purpose of this memorandum is to present the recommended FY25 Vehicle & Equipment Replacement List along with Vehicle Data Sheets associated with vehicle replacements. As apart of the budget process, Fleet recommends a vehicle replacement list of eligible vehicles and equipment. Recommendations are made through a data-driven approach utilizing various reports from our fleet management software, Fleetio.

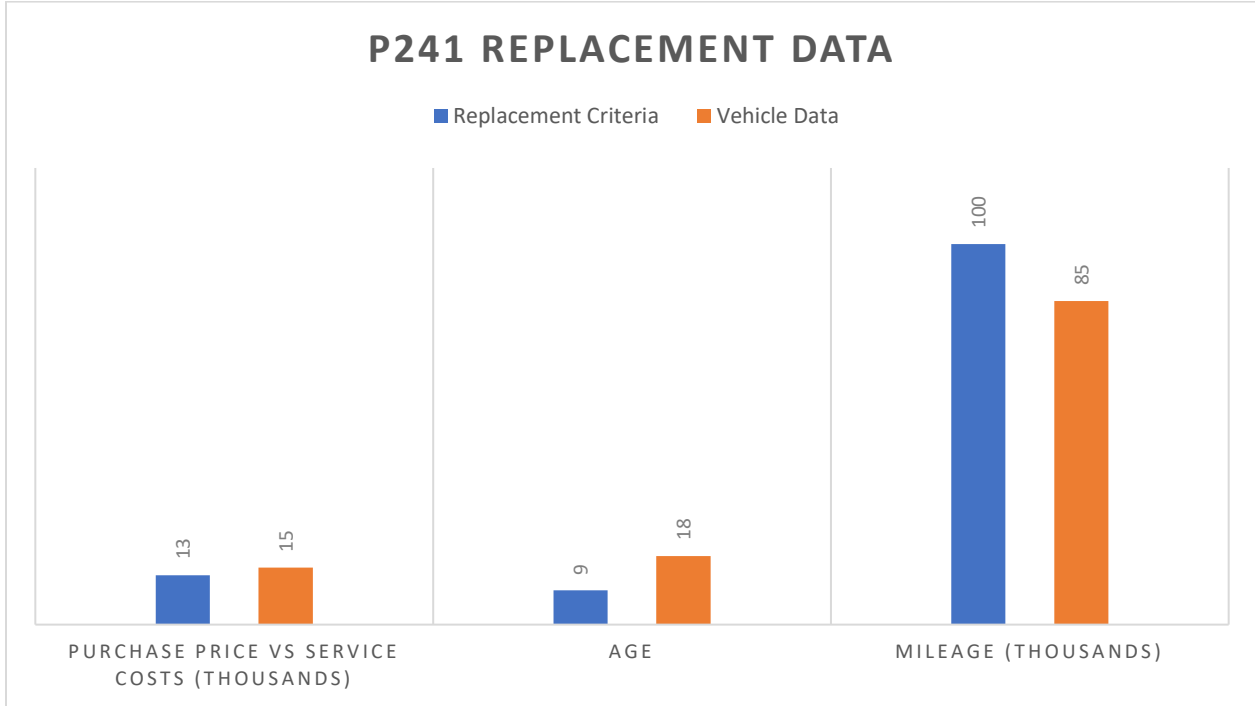
Staff has generated “Vehicle Data Sheets” to allow for an in-depth analysis of each replacement recommendation. The data sheet will provide information on the following: unit ID, make and model, year, lifecycle rate, graph depicting replacement criteria vs vehicle lifecycle, and photos of the vehicle or equipment needing replacement. **Please note no recommended equipment will have vehicle data sheets as they are all trailers/air compressor with limited data.**

The replacement criteria identified below, creates parameters for each vehicle and equipment to allow Fleetio to identify when a vehicle or piece of equipment has met or surpassed its useful life. The criteria includes estimated vehicle life through age, mileage and service costs.

General	Age of Vehicle	Miles on Vehicle	Service Costs
Cars - C	9	100,000	50% of Purchase Price
Pickup Truck – P	9	100,000	50% of Purchase Price
Trailer – R	10		
Truck Heavy – TH	15	100,000	50% of Purchase Price
Truck Light – TL	9	100,000	50% of Purchase Price
SUV – U	9	100,000	50% of Purchase Price
Machine – M	15	6,000 – 12,000 hours	50% of Purchase Price
Emergency Services	Age of Vehicle	Miles on Vehicle	Service Costs
Cars - C	6	90,000	50% of Purchase Price
Motorcycles – MC	4	25,000	50% of Purchase Price
Pickup Truck – P	6	90,000	50% of Purchase Price
SUV – U	6	90,000	50% of Purchase Price
Tower Truck - TH	10 Front Line / 4 Reserve		
Pumper/Ladder Truck - TH	8 Front Line / 4 Reserve		
Tanker Truck – TH	15		
Ambulance – TL	5 Front Line / 5 Reserve		

### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
P241	Ford F150	2006	199%

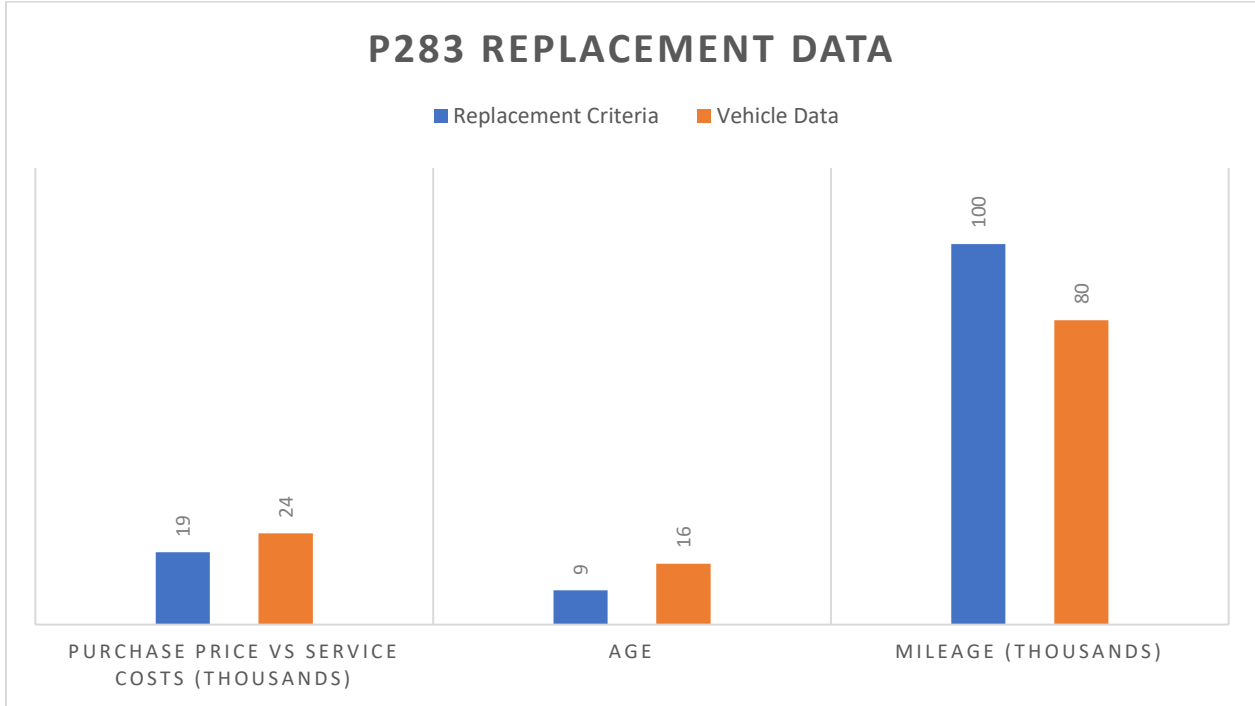


**Vehicle Summary:** P241 is operated by Community Development’s Permit & Inspections division. This unit’s service cost has exceeded purchase price and age is nine years past lifecycle. Fleet recommends replacement of this vehicle.



### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
P283	Ford F150	2008	175%



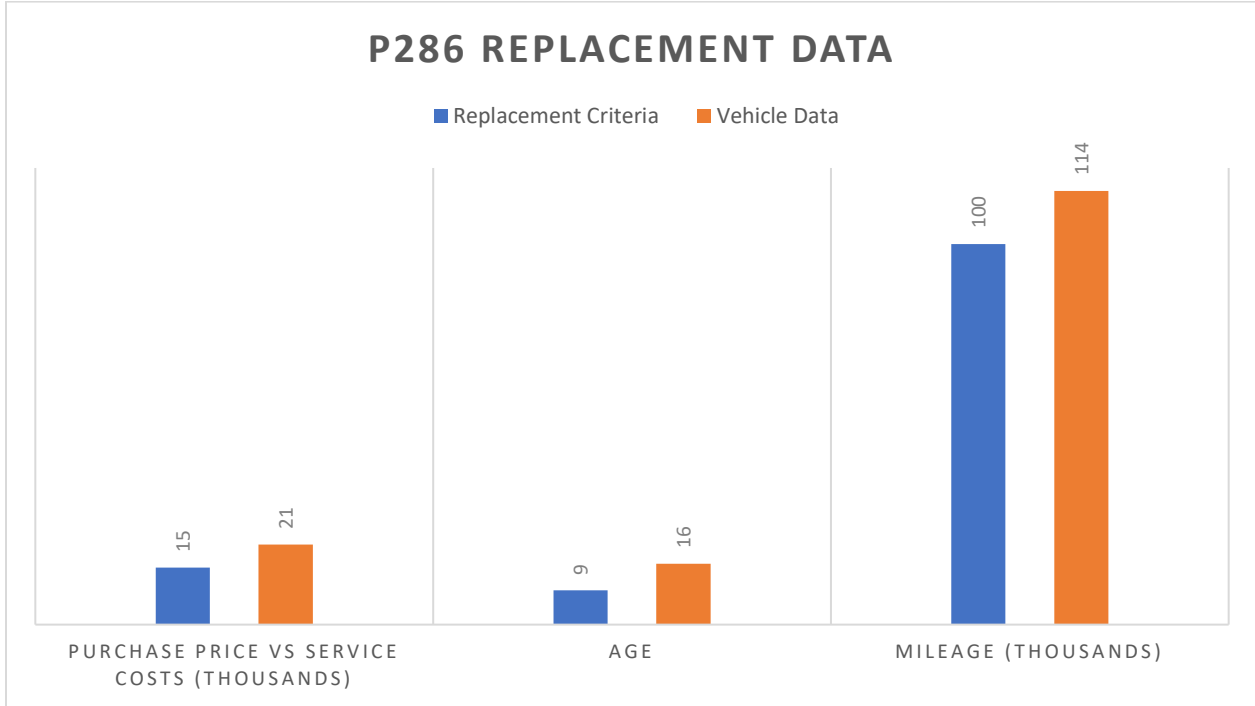
**Vehicle Summary:** P283 is operated by the Parks & Recreation Department. This vehicle has exceeded its lifecycle in age and service costs. Parks Operations needs a unit with towing capabilities as this unit cannot provide that function. Fleet recommends replacement for this unit.





### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
P286	Ford F150	2008	175%

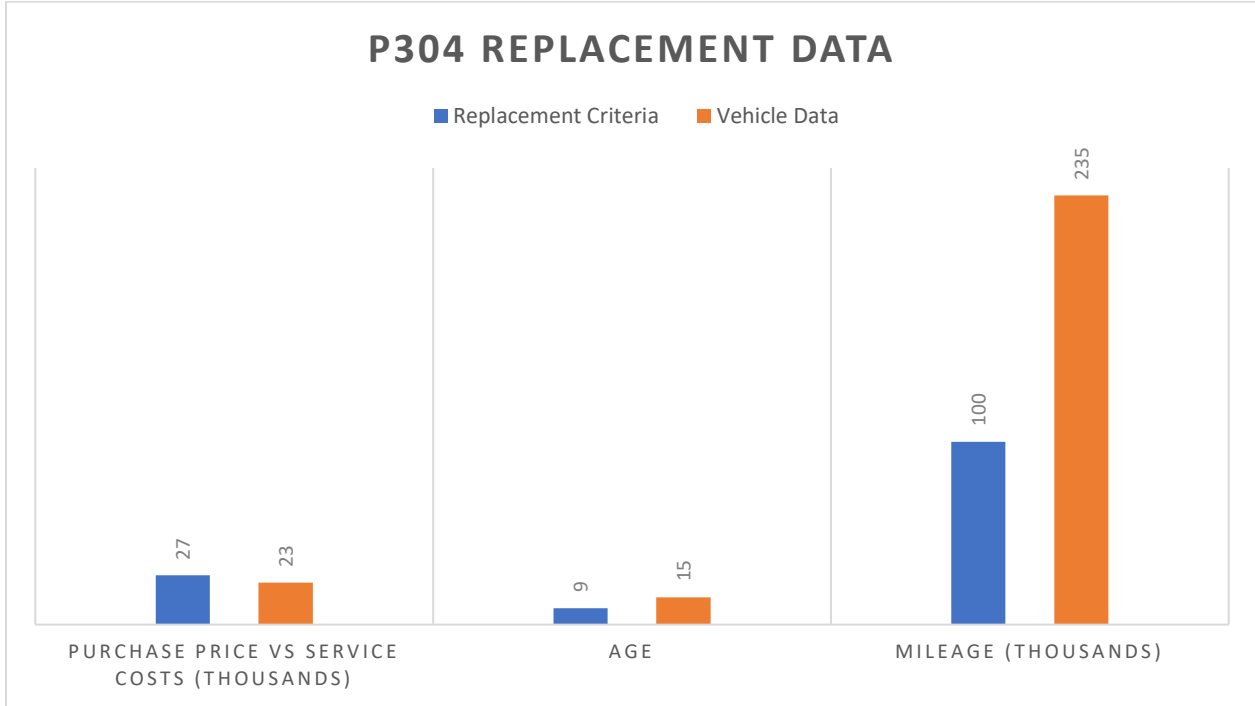


**Vehicle Summary:** P286 is operated by the Engineering & Public Works Streets division. This vehicle has exceeded all replacement criteria of age, mileage and service costs. Fleet recommends replacement of vehicle.



### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
P304	Ford F250 Super Duty	2009	235%

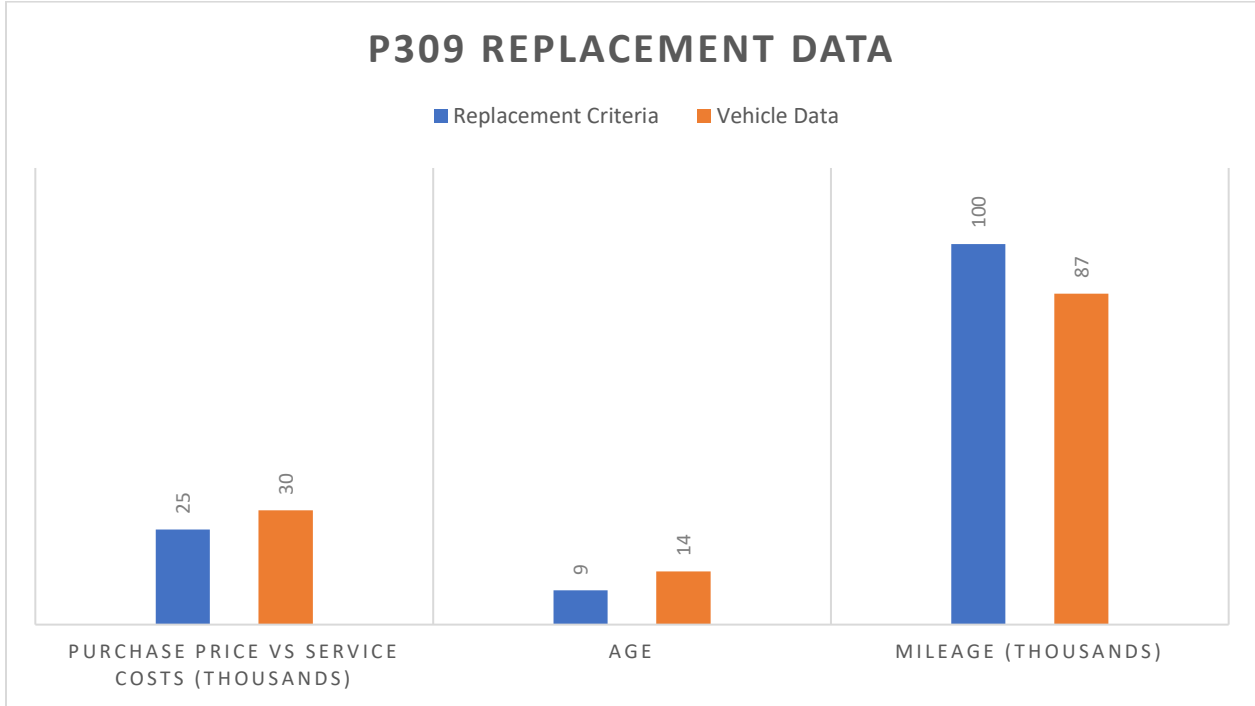


**Vehicle Summary:** P304 is operated by Engineering & Public Works Traffic division. This unit has exceeded all replacement criteria of age, mileage and maintenance cost. This vehicle has high utilization and has surpassed its lifecycle. Fleet recommends replacement of this vehicle.



### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
P309	Ford F250 Super Duty	2010	154%

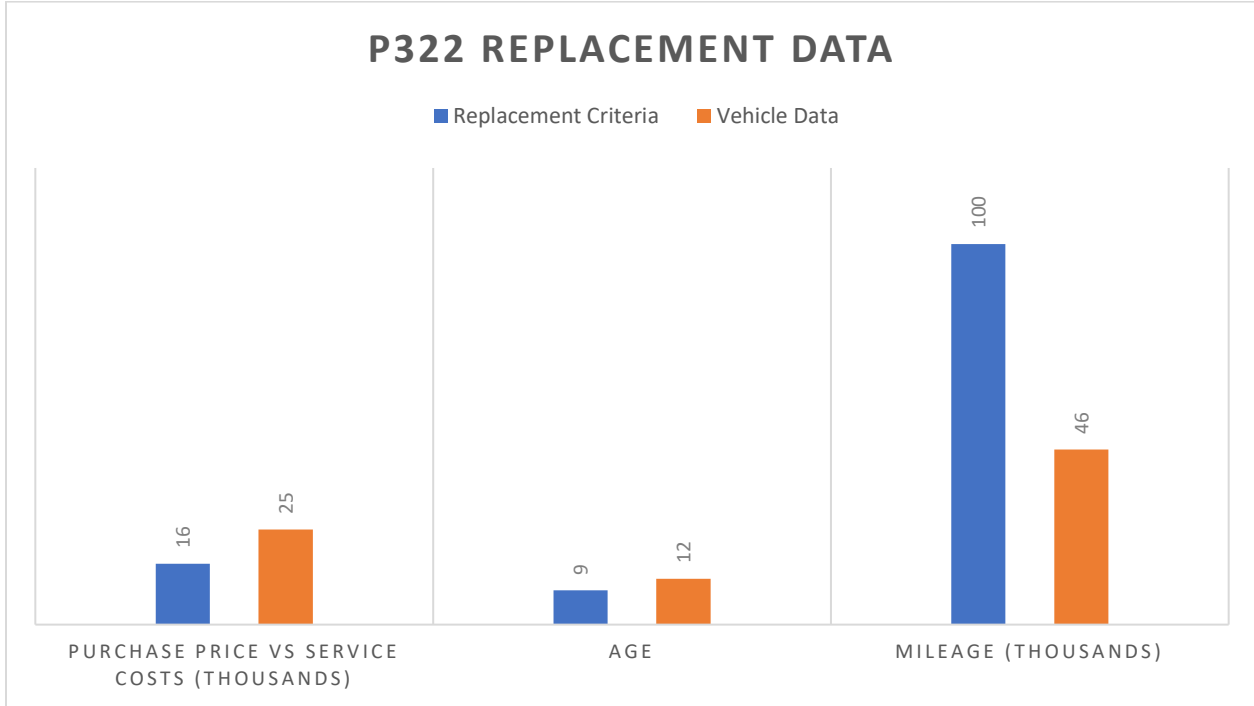


**Vehicle Summary:** P309 is operated by the Parks and Recreation Department within Parks Operations. This vehicle has exceeded the replacement criteria of age and service costs. Due to rising repairs of this unit and service costs surpassing purchase price, Fleet recommends replacement of the vehicle.



### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
P322	Ford F150	2012	131%

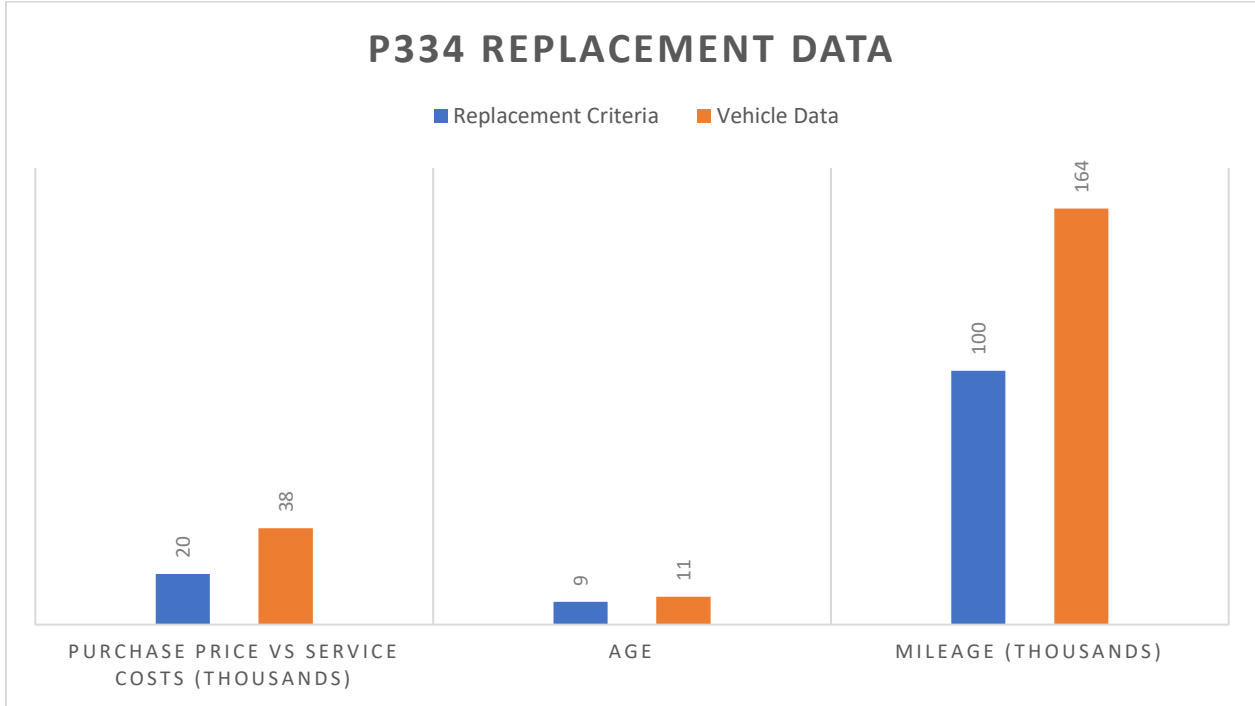


**Vehicle Summary:** P322 is operated by Utilities Wastewater division. This unit has exceeded its age and has service costs that has surpassed the vehicle’s purchase price. Due to Wastewater operations being more onsite at various treatment plants, this vehicle utilization is lower than replacement criteria. Fleet recommends replacement of this vehicle as its overall lifecycle has exceeded end of life.



### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
P334	Ford F150	2013	164%



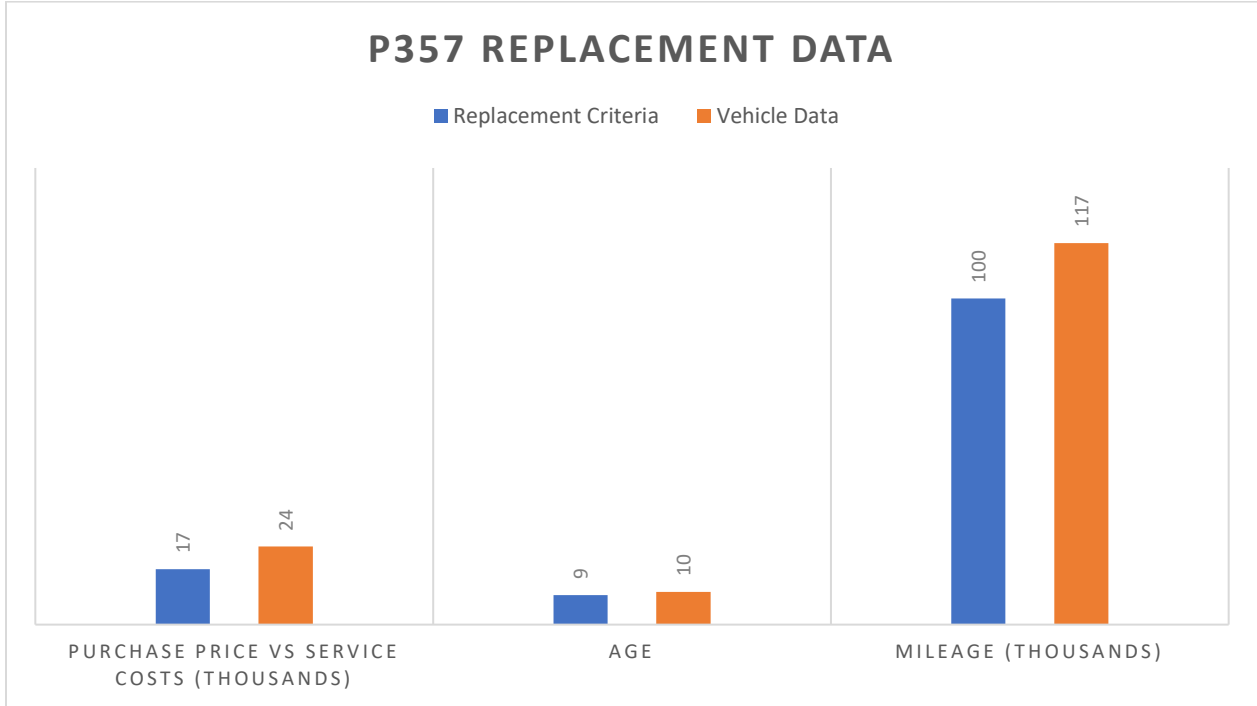
**Vehicle Summary:** P334 is operated by the Engineering & Public Works Engineering division. This unit has exceeded its replacement criteria of age, mileage and service costs. Fleet recommends replacement of this unit.





### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
P357	Ford F150	2014	117%

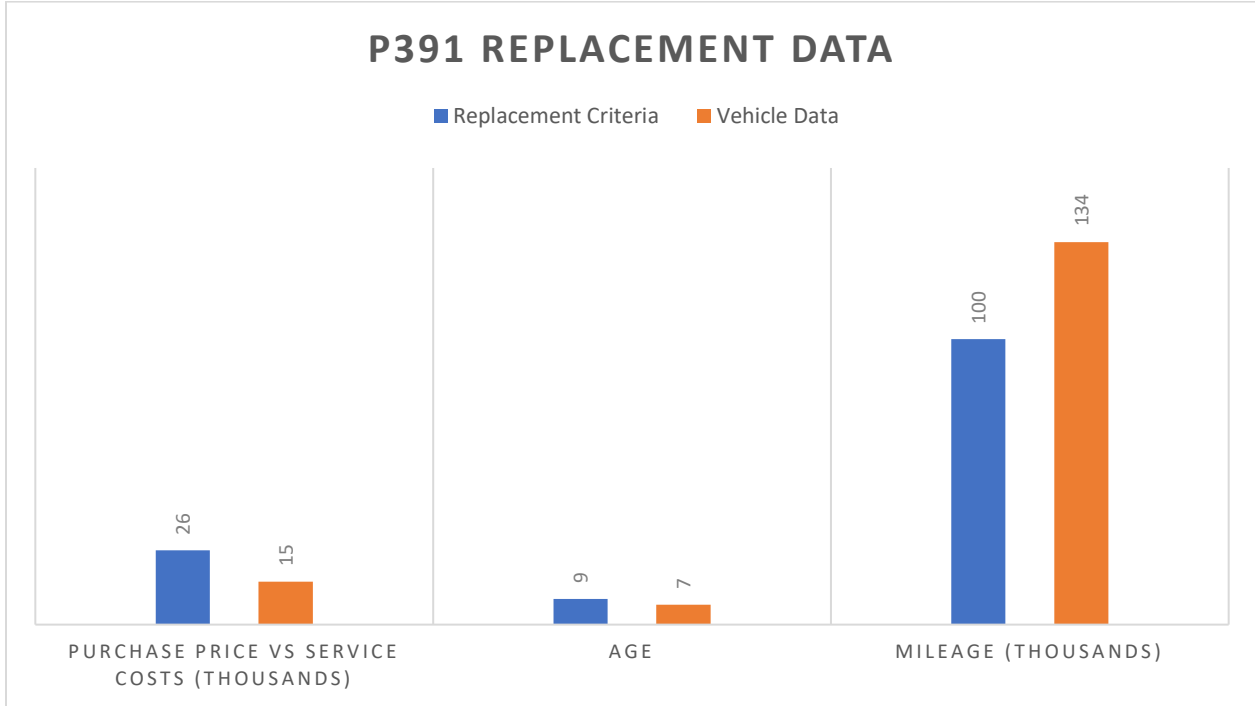


**Vehicle Summary:** P357 is operated by Utilities Water Production division. This unit has exceeded all replacement criteria of age, mileage and service costs. Fleet recommends replacement of this vehicle.



### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
P391	Ford F150	2017	129%



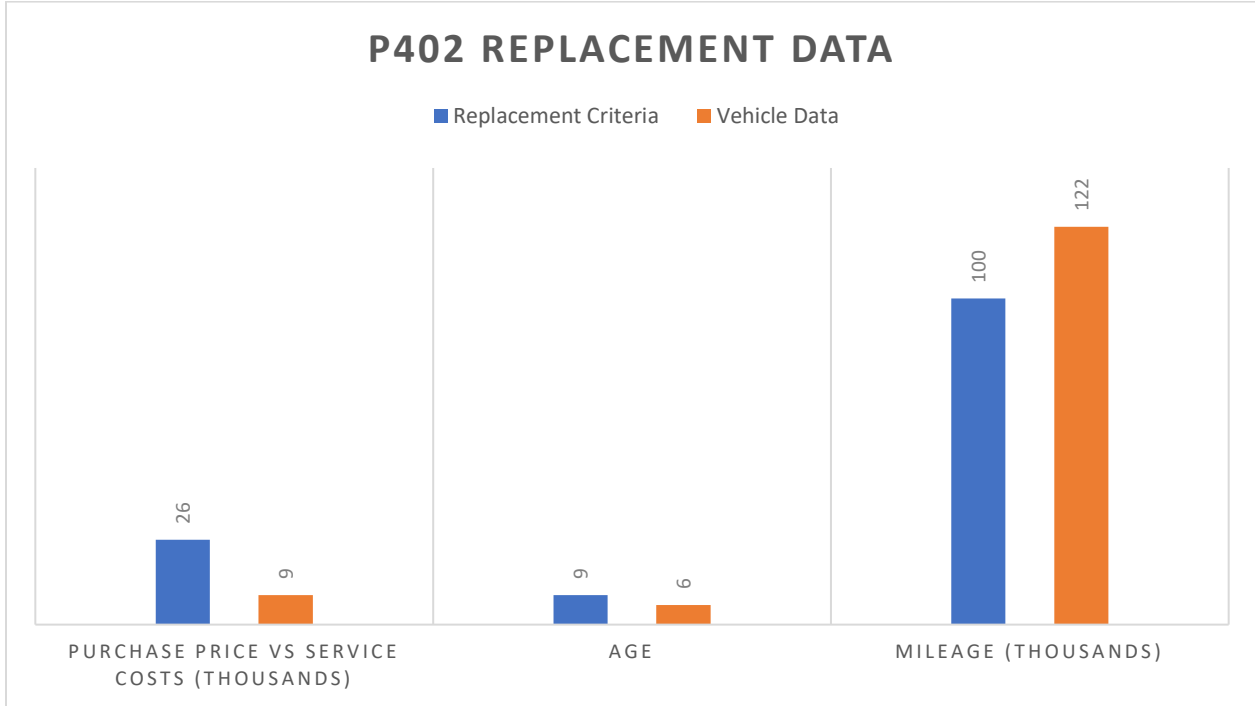
**Vehicle Summary:** P391 is operated by Finance’s Utility Billing division. This unit has exceeded its replacement mileage and service costs. Due to the nature of Utility Billing’s operations, this vehicle is experiencing high utilization. Fleet recommends replacement of this vehicle.





### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
P402	Ford F150	2018	122%

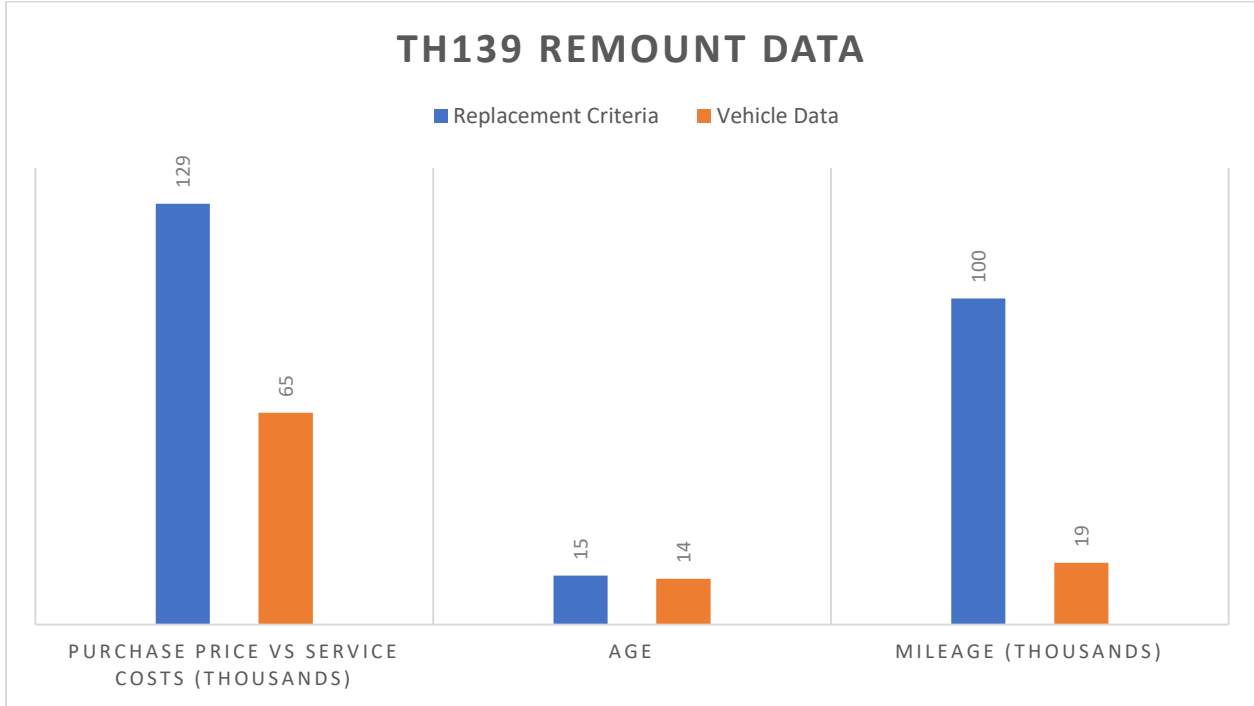


**Vehicle Summary:** P402 is operated by Engineering & Public Works Right of Way division. This unit has exceeded its mileage criteria; though age and service costs are under replacement eligibility, high utilization within the life of the vehicle is creating a rising lifecycle rate as this vehicle is being operated heavily due to operational services.



### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
TH139	Ford F750 Super Duty	2010	100%

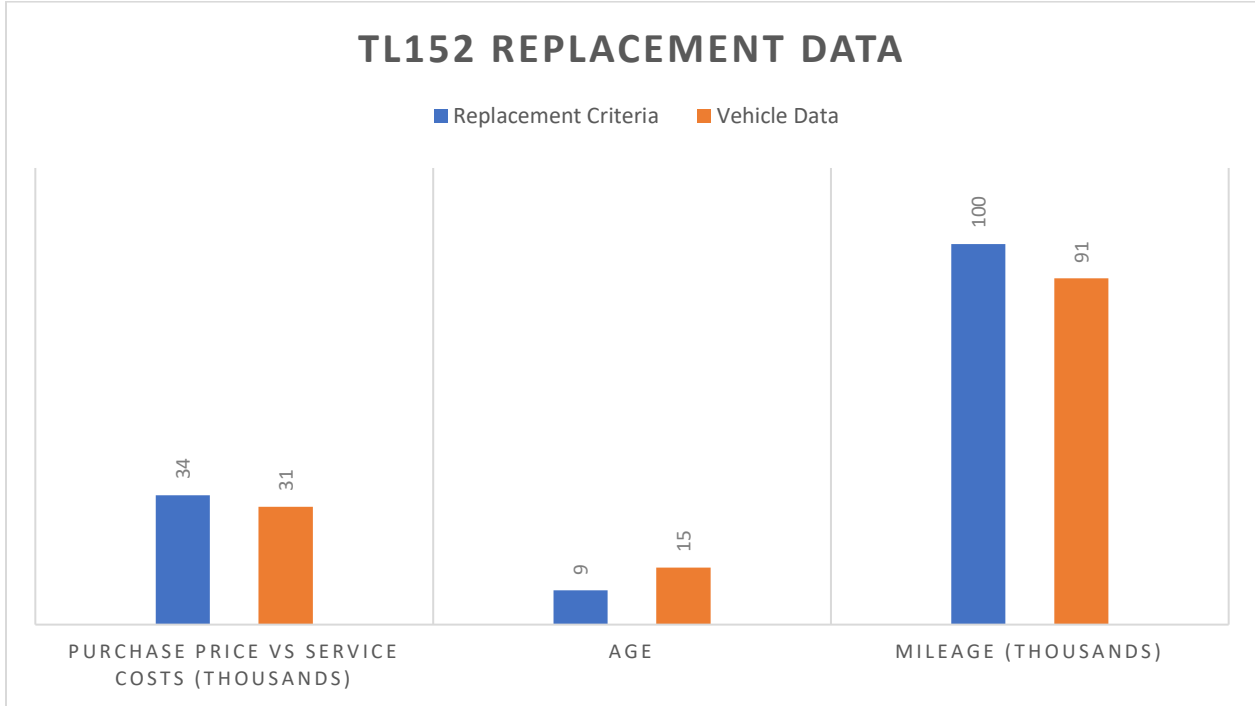


**Vehicle Summary:** TH139 is operated by the Engineering & Public Works Drainage Maintenance division. This unit is a grapple truck that removes drainage obstructions from local water ways and assists with reducing the risk of loss of life and property. The grapple attachment undergoes weekly repair issues and has become unreliable and inoperable. Fleet recommends this unit be remounted, with a new grapple attachment on current chassis.



### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
TL152	Ford F250 Super Duty	2009	173%

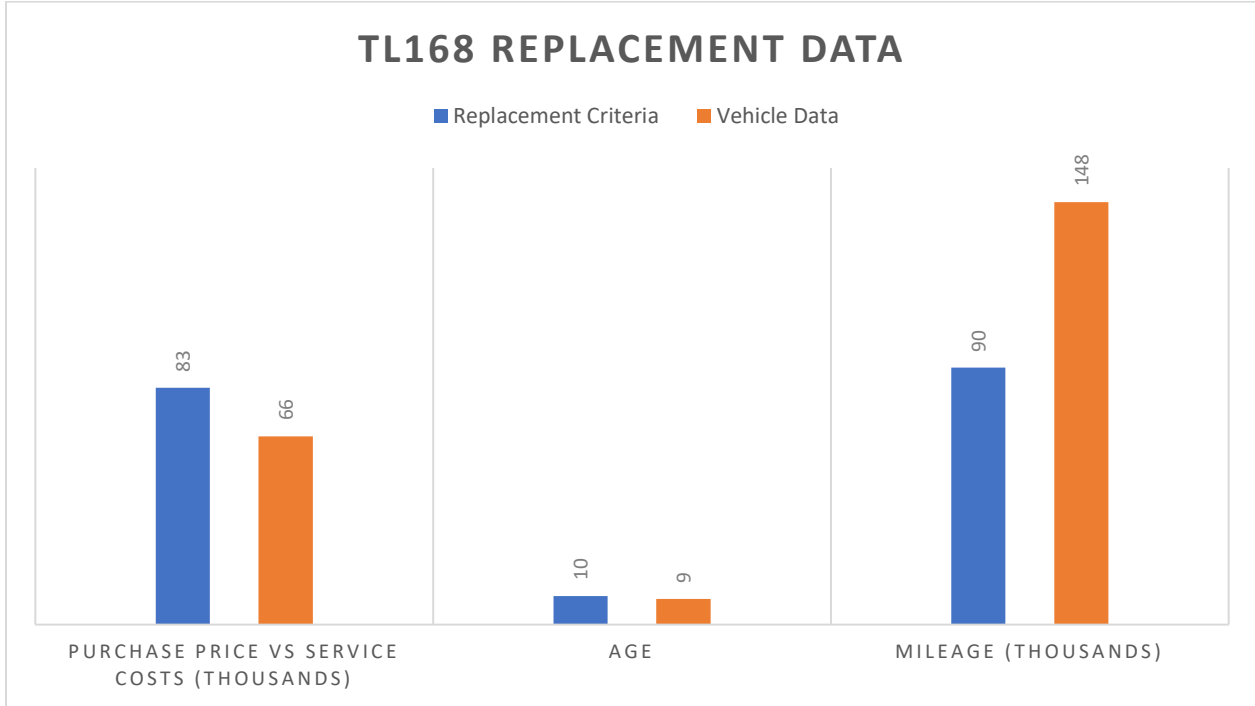


**Vehicle Summary:** TL152 is operated by the Police Department’s Animal Services division. This vehicle has surpassed its useful life in age and services costs. This unit supports transportation of animals and is only operational three months out of the year due to issues with the A/C in the box, which is not repairable. Fleet recommends replacement of this unit.



### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
TL168	Chevrolet Medic	2015	123%

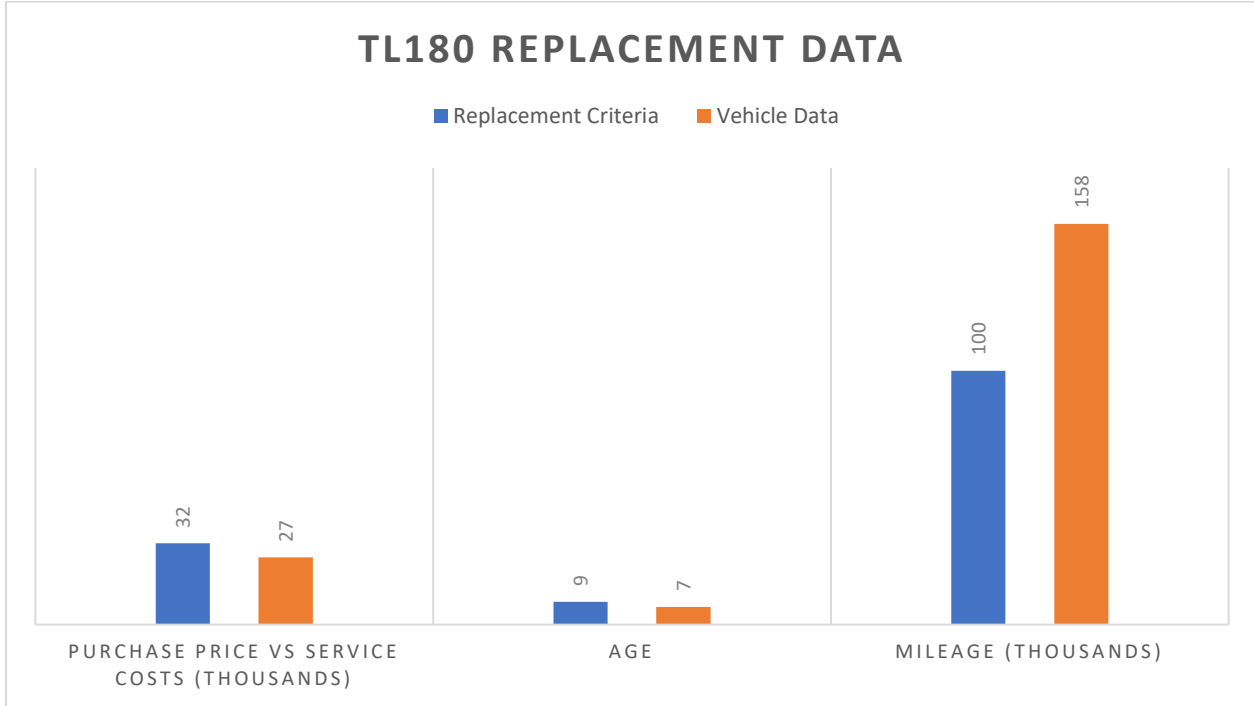


**Vehicle Summary:** TL168 is operated by the Fire Department for EMS services. This unit is an emergency service medic and has exceeded mileage and service costs. Medic units have a service life of 10 years, if this replacement is approved, by the time unit is ordered and delivered unit will have surpassed its age criteria. Due to emergency service needs, rising service costs, high idle hours and exceeding lifecycle rate, Fleet recommends replacement of this unit.



### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
TL180	Ford F350 Super Duty	2017	132%

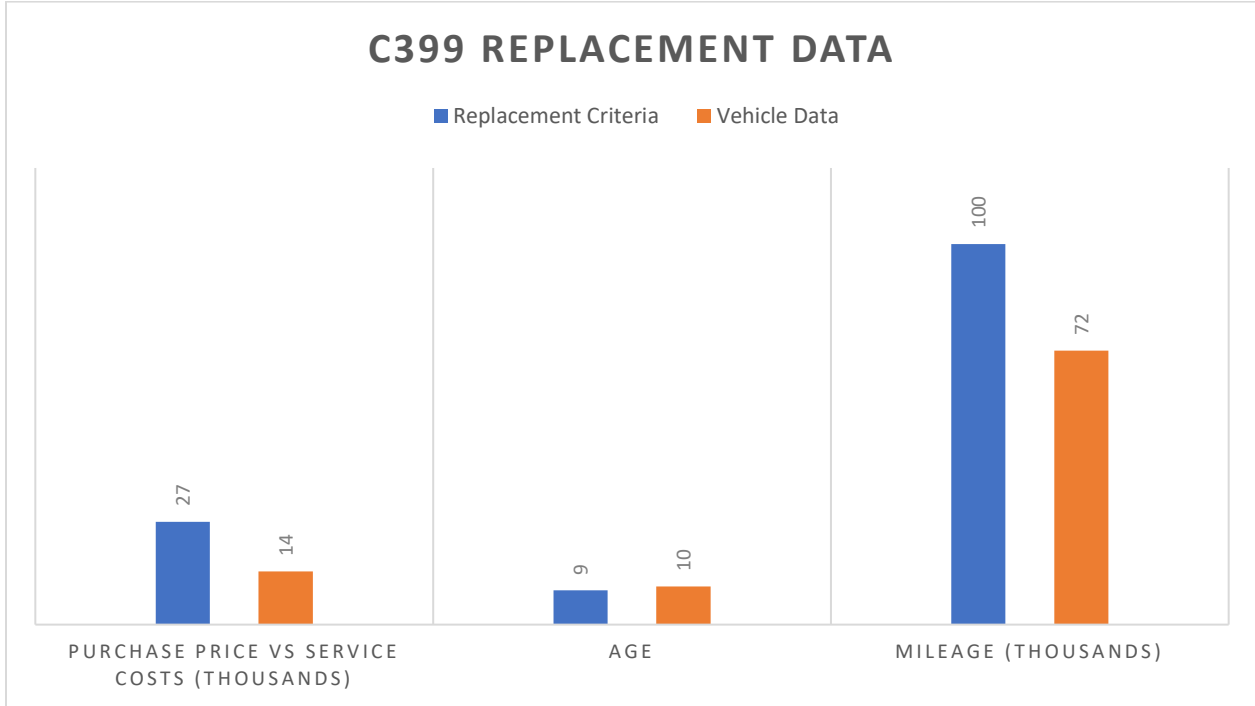


**Vehicle Summary:** TL180 is operated by Utilities Distribution & Collections (D&C) division. This unit has exceeded replacement criteria of mileage and service costs. Due to the nature of D&C's operations, this vehicle is experiencing high utilization. Fleet recommends replacement of this vehicle.



### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
C399	Chevrolet Caprice	2014	160%



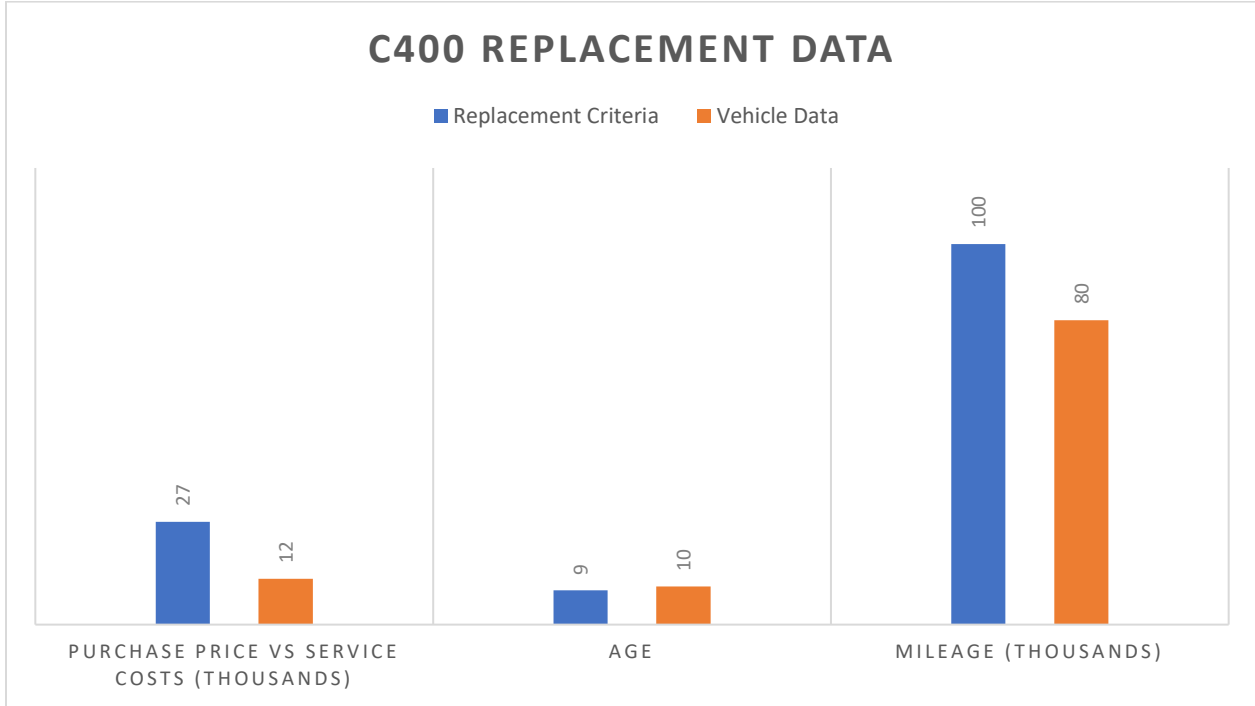
**Vehicle Summary:** C399 is operated by the Police Department’s Criminal Investigations division. This vehicle has exceeded its age and service cost. Fleet recommends replacement of unit.





### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
C400	Chevrolet Caprice	2014	160%



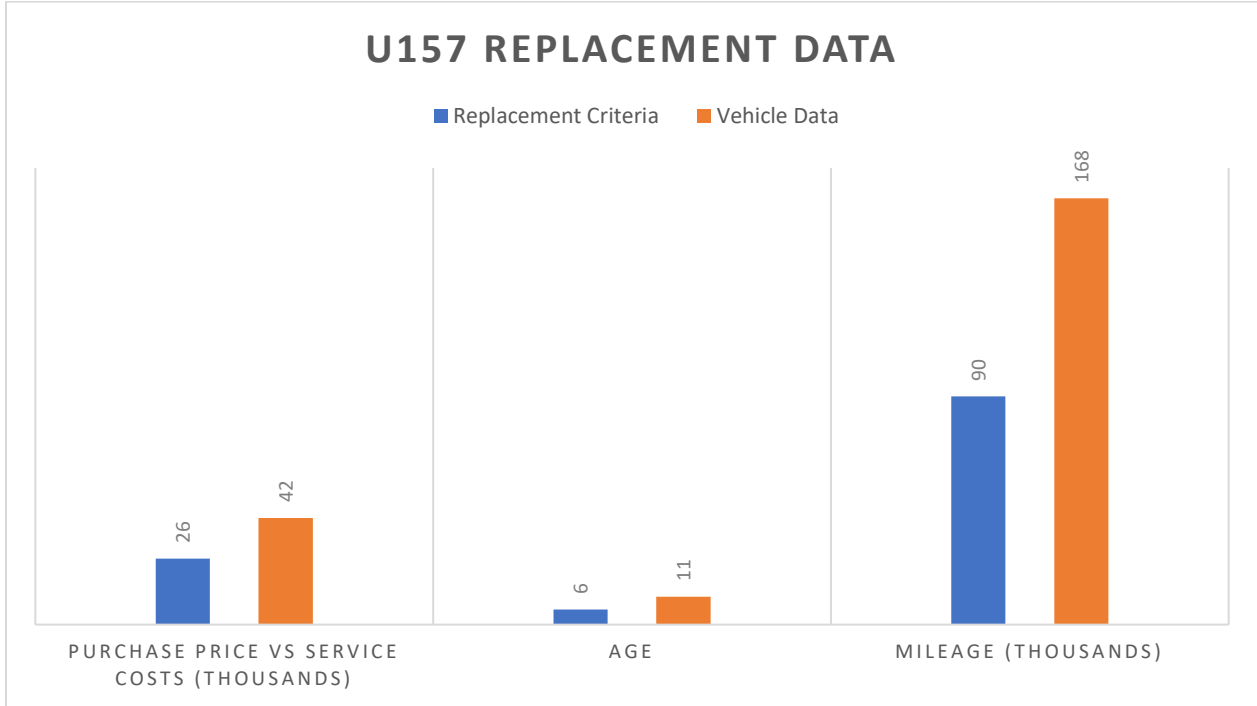
**Vehicle Summary:** C400 is operated by the Police Department’s Criminal Investigations division. This vehicle has exceeded its age and has rising maintenance cost. Fleet recommends replacement of unit.





### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
U157	Chevrolet Tahoe	2013	187%

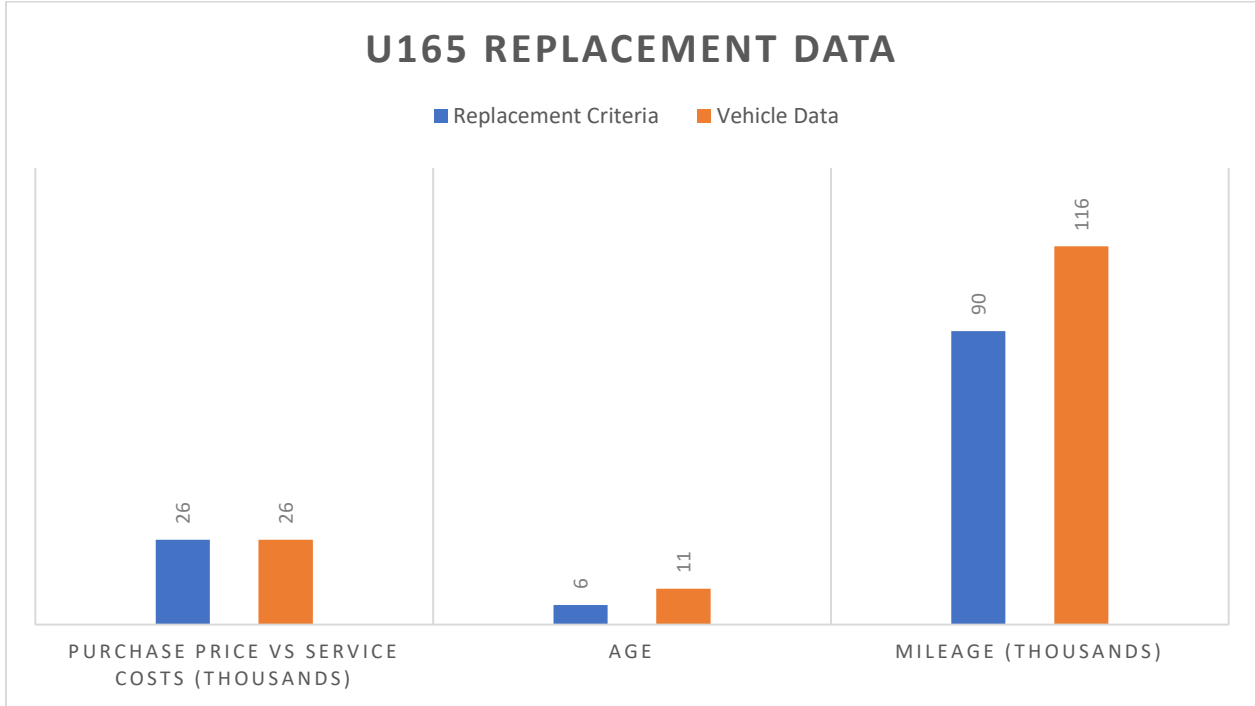


**Vehicle Summary:** U157 is operated by the Police Department’s Patrol division. This emergency services vehicle has nearly doubled in all replacement criteria: age, mileage and service costs. Fleet recommends replacement of this vehicle.



### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
U165	Chevrolet Tahoe	2013	172%

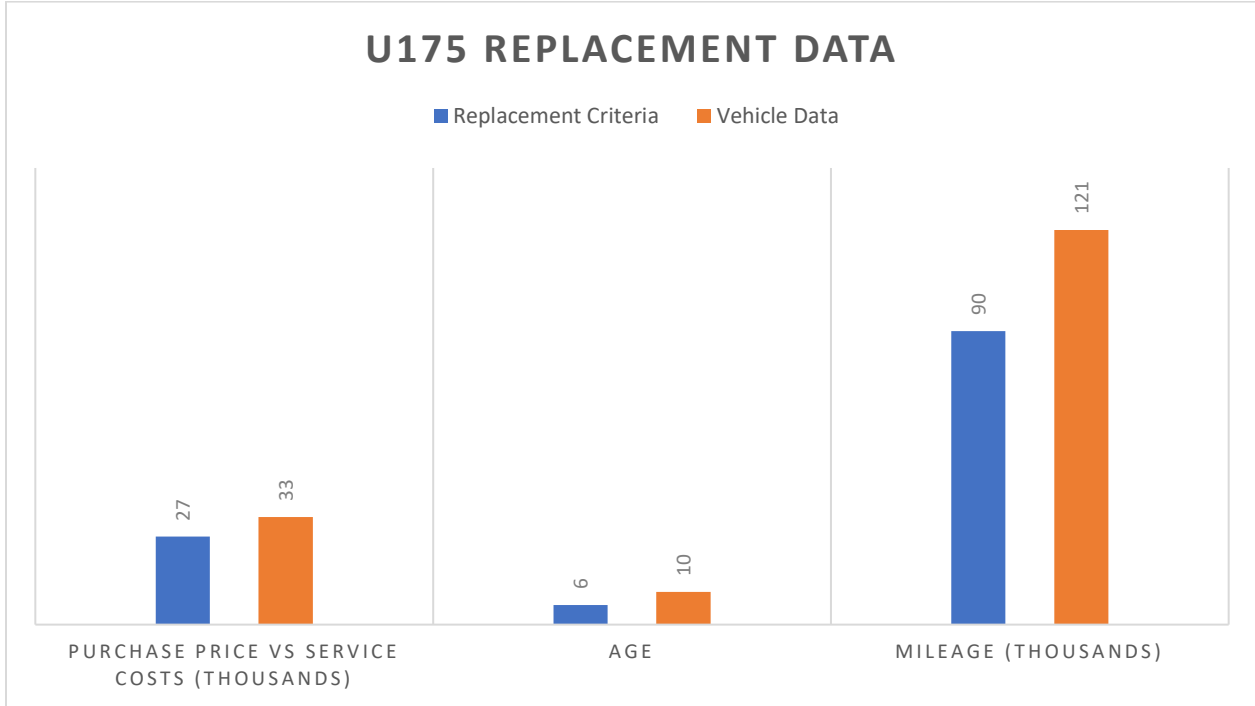


**Vehicle Summary:** U165 is operated by the Police Department’s Patrol division. This emergency services vehicle has surpassed its lifecycle in all replacement criteria of age, mileage and service costs. Fleet recommends replacement of this vehicle.



### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
U175	Chevrolet Tahoe	2014	168%

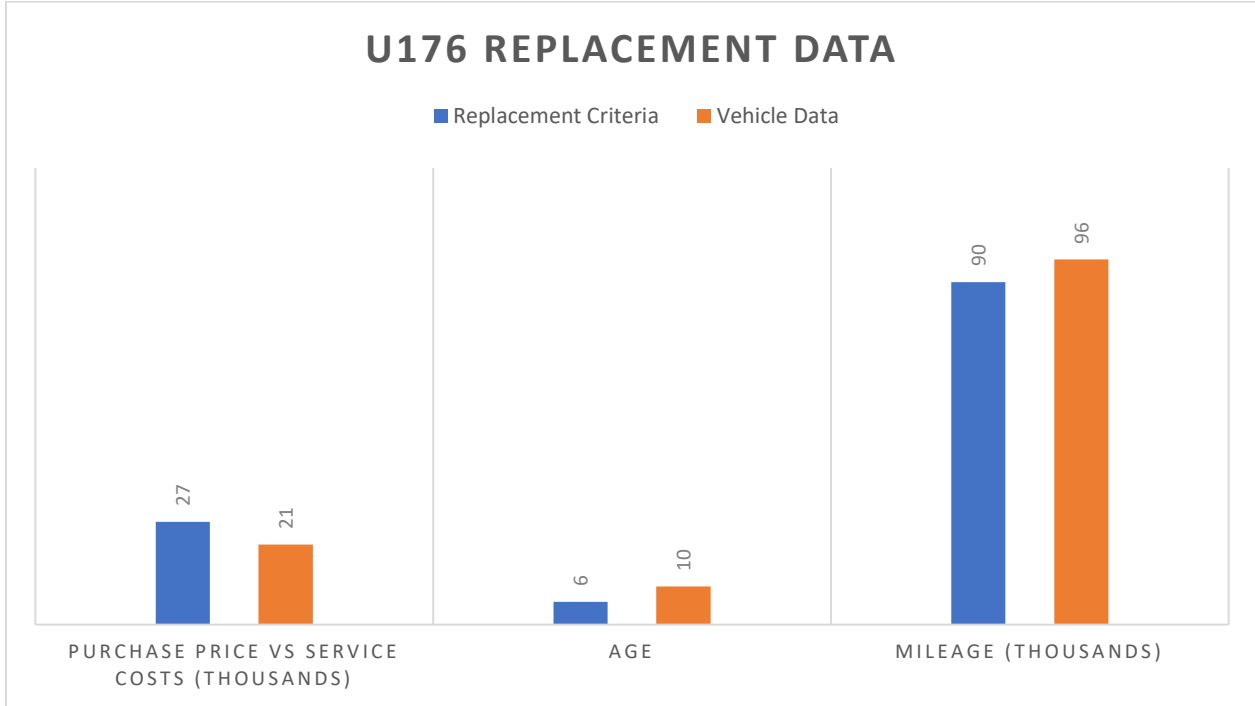


**Vehicle Summary:** U175 is operated by the Police Department’s Patrol division. This emergency services vehicle has exceeded its replacement criteria of age, mileage and service costs. Fleet recommends replacement of this unit.



### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
U176	Chevrolet Tahoe	2014	168%

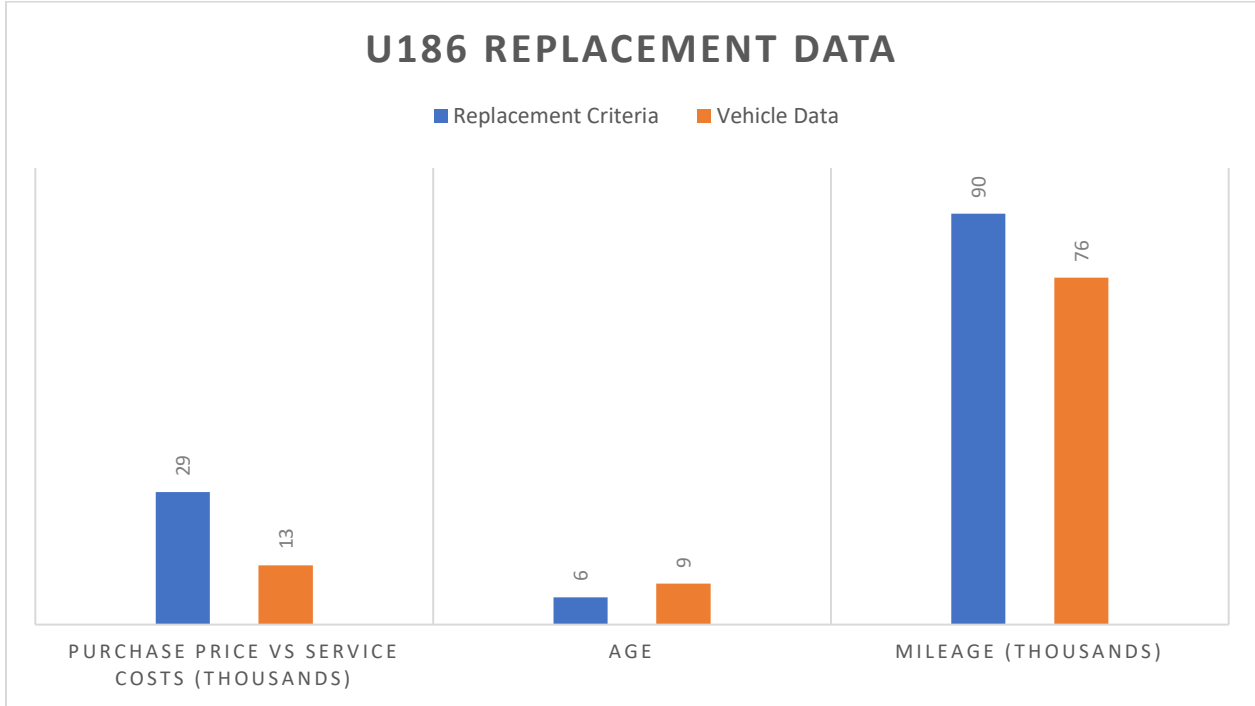


**Vehicle Summary:** U176 is operated by the Police Department’s Patrol division. This emergency services vehicle has exceeded its replacement criteria of age, mileage and service costs. Fleet recommends replacement of this unit.



### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
U186	Chevrolet Tahoe	2015	149%



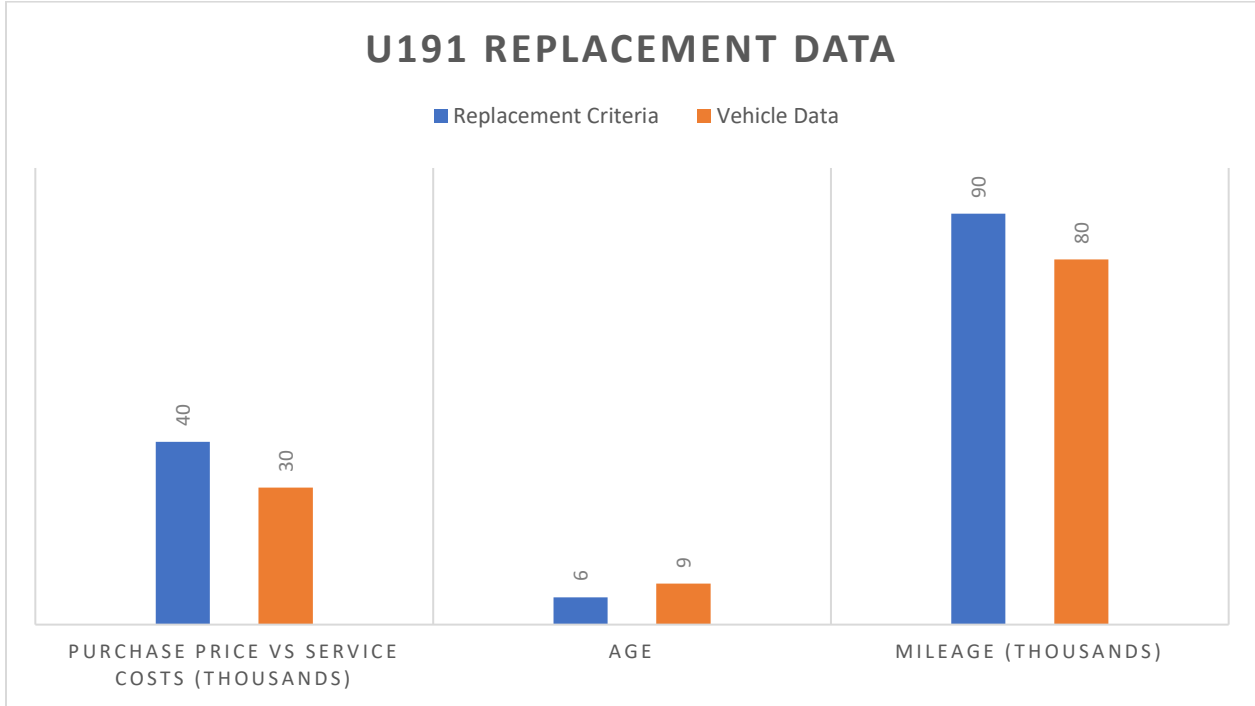
**Vehicle Summary:** U186 is operated by the Police Department’s Patrol division. This emergency services vehicle is out of service due to a blown motor, repairs costs exceed value of the vehicle. Fleet recommends replacement of this unit.



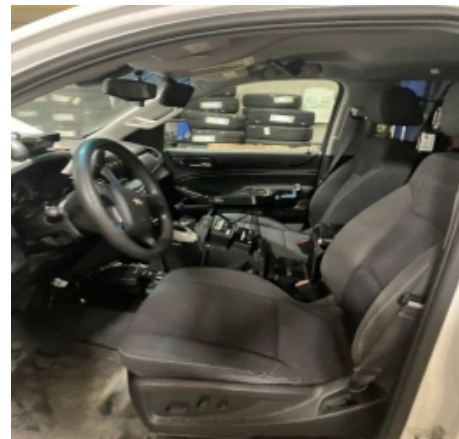


### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
U191	Chevrolet Tahoe	2015	149%



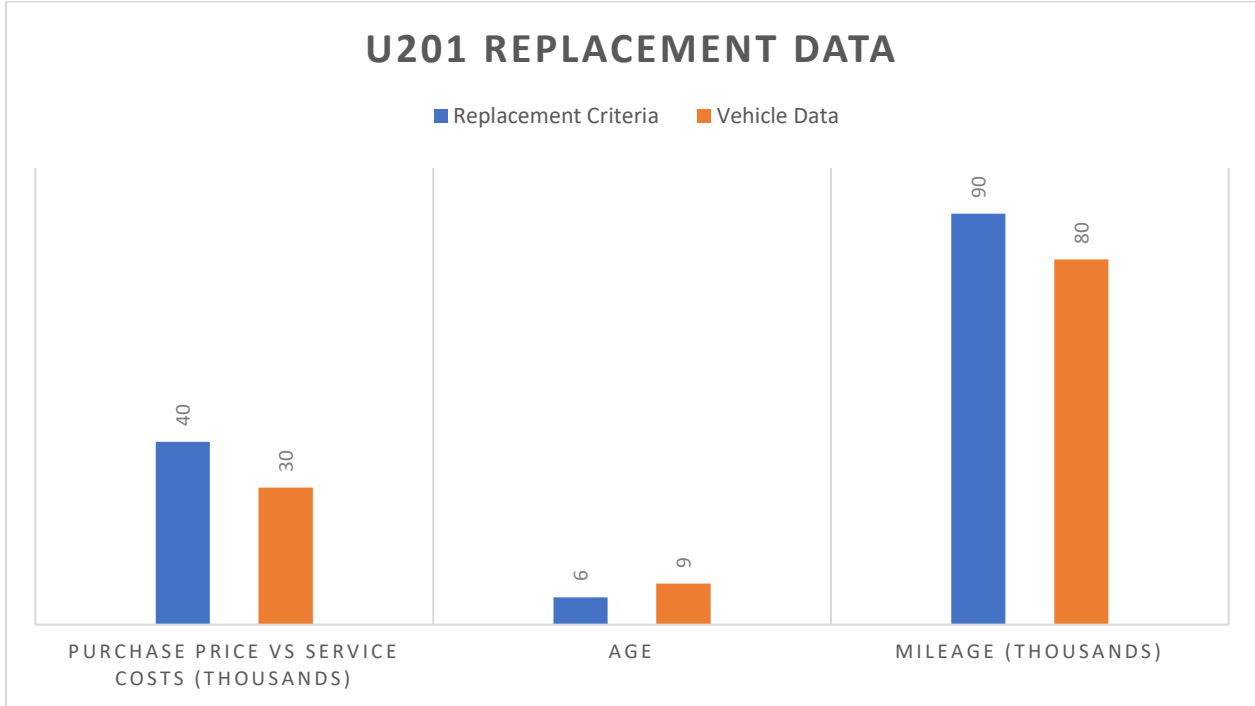
**Vehicle Summary:** U191 is operated by the Police Department’s Patrol division. This emergency services vehicle has exceeded its replacement criteria in age and service costs. Due to nature of this vehicle’s operation, utilization is increasing and is expected to surpass replacement criteria before it is replaced from inventory. Fleet recommends replacement of this unit.





### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
U201	Chevrolet Tahoe	2015	149%

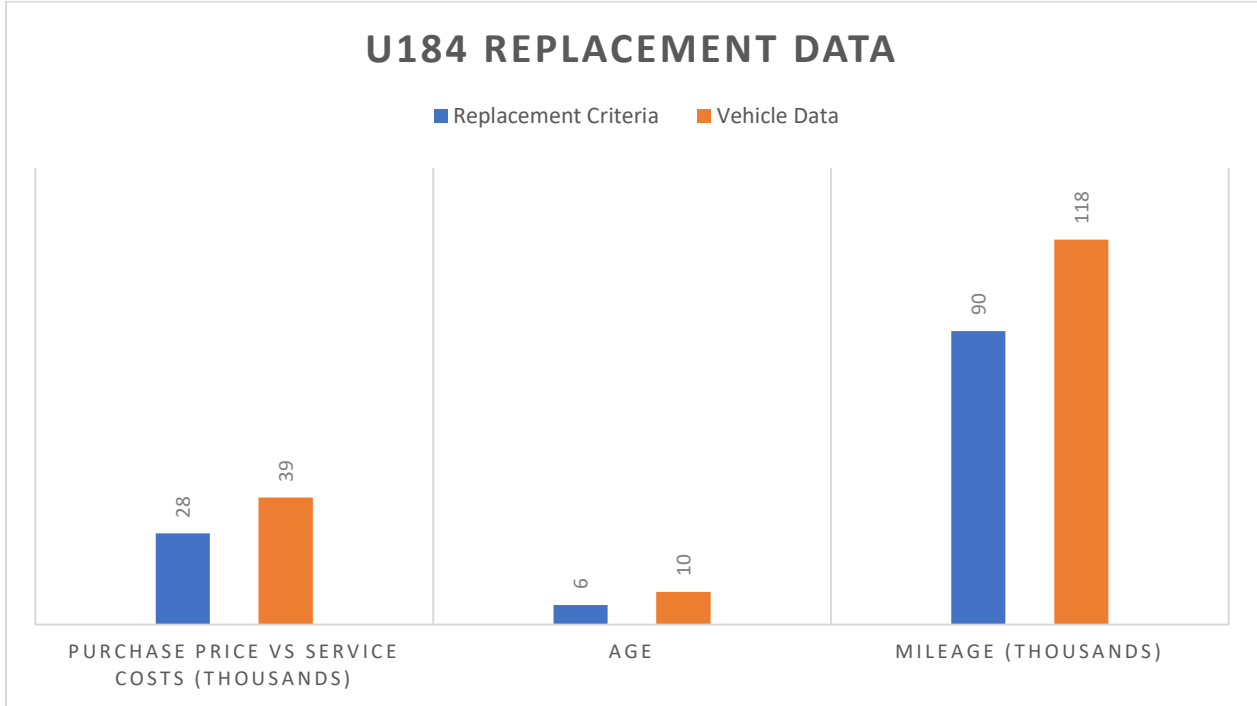


**Vehicle Summary:** U201 is operated by the Police Department’s Patrol division. This emergency services vehicle has exceeded its replacement criteria in age and service costs. Due to nature of this vehicle’s operation, utilization is increasing and is expected to surpass replacement criteria before it is replaced from inventory. Fleet recommends replacement of this unit.



### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
U184	Chevrolet Tahoe	2014	156%

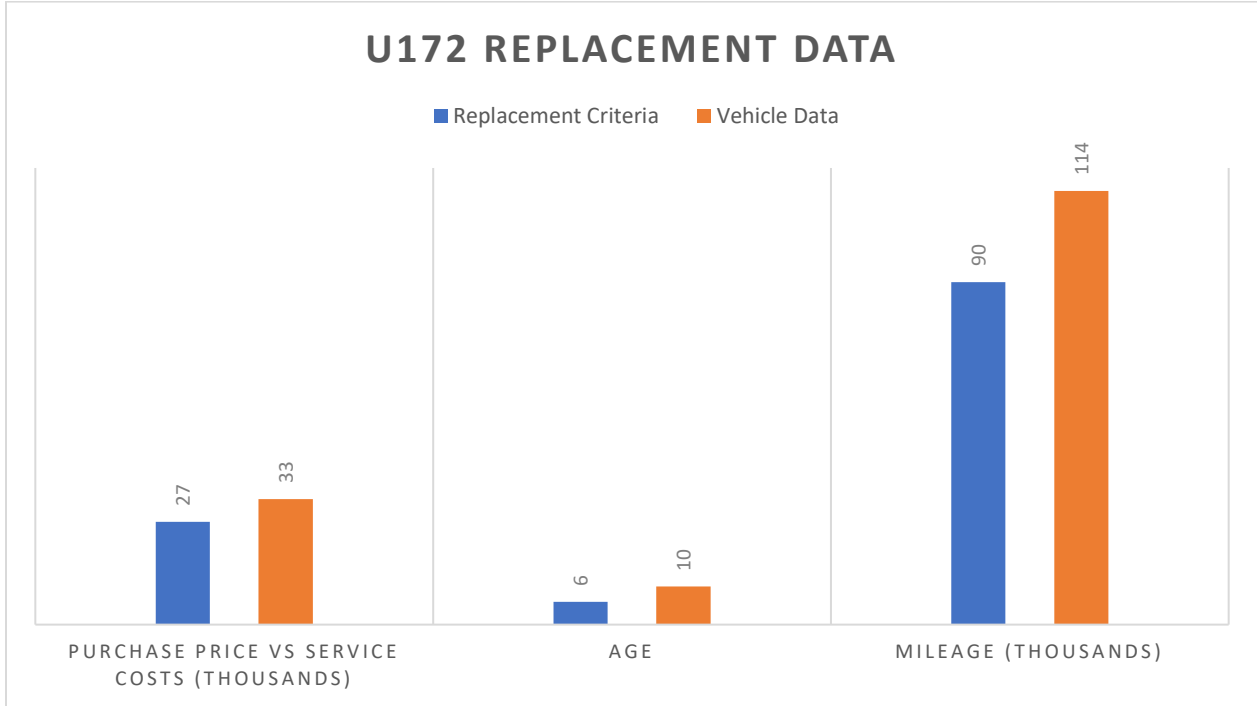


**Vehicle Summary:** U184 is operated by the Police Department’s Patrol division. This emergency services vehicle has exceeded its replacement criteria of age, mileage and service costs. Fleet recommends replacement of this unit.



### Vehicle Data Sheet

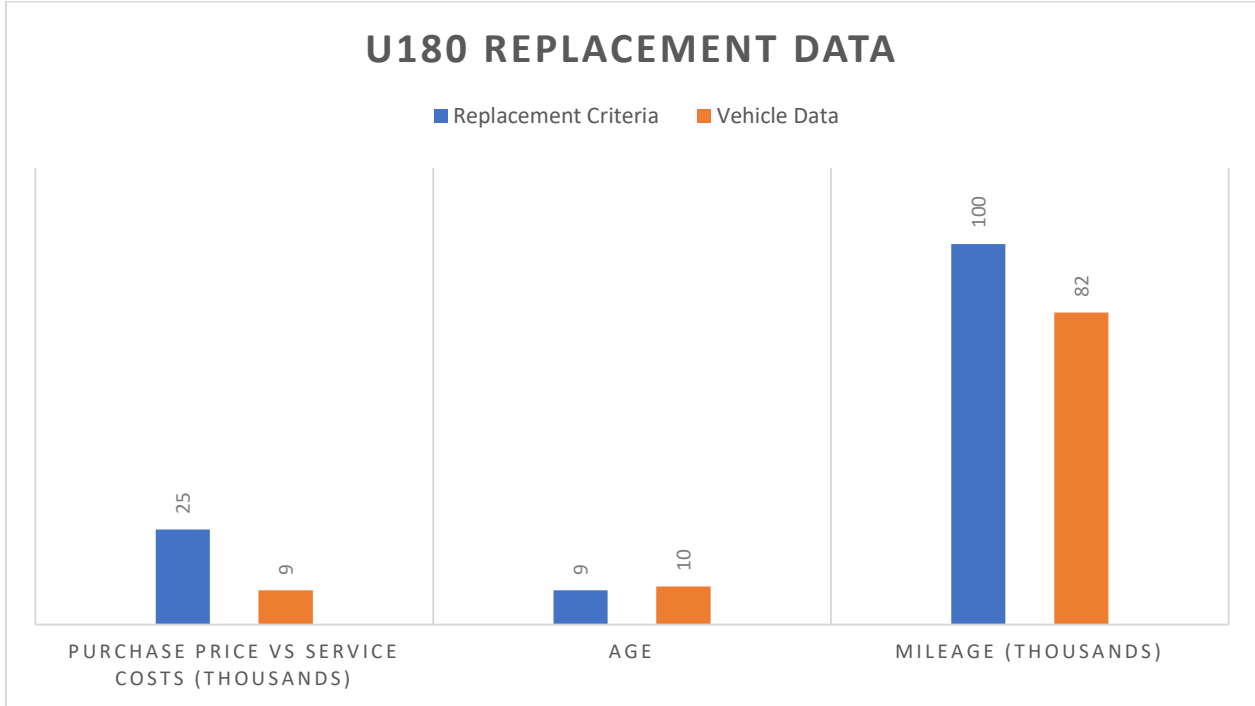
Unit ID	Make & Model	Year	Lifecycle Rate
U172	Chevrolet Tahoe	2014	168%



**Vehicle Summary:** U172 is operated by the Police Department’s Patrol division. This emergency services vehicle has exceeded its replacement criteria of age, mileage and service costs. Fleet recommends replacement of this unit.

### Vehicle Data Sheet

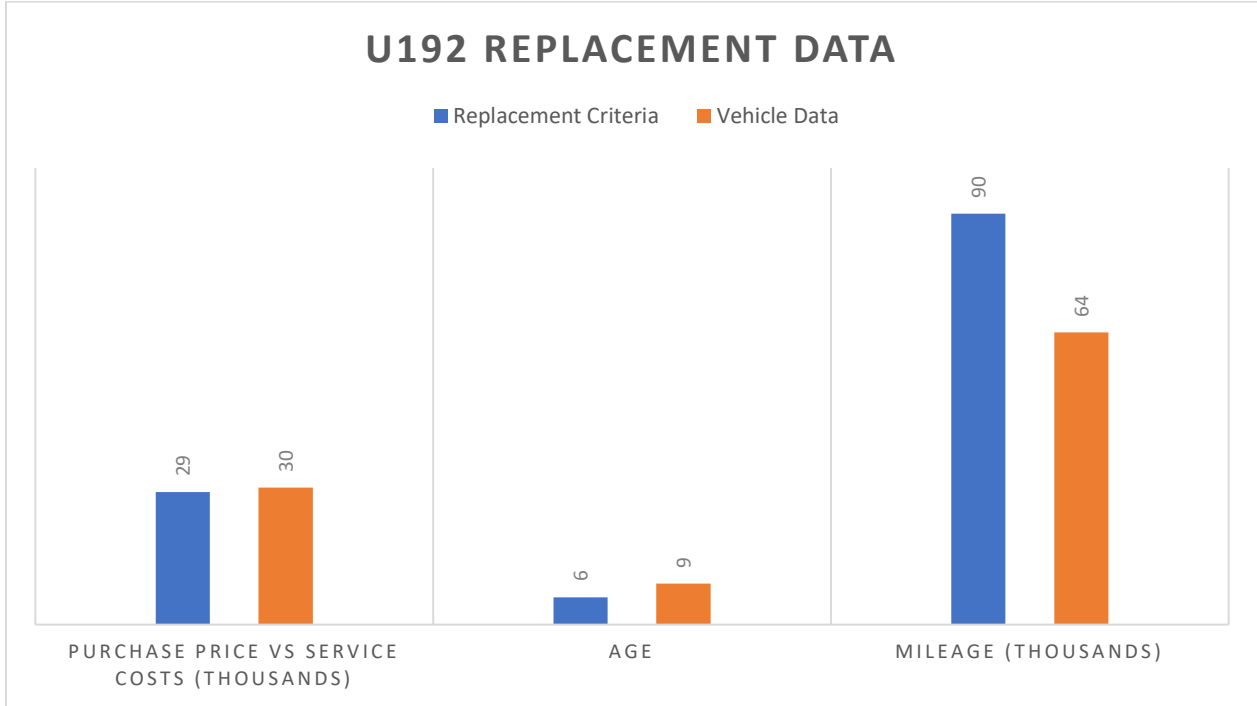
Unit ID	Make & Model	Year	Lifecycle Rate
U180	Jeep Grand Cherokee	2014	161%



**Vehicle Summary:** U180 is operated by the Police Department’s Criminal Investigations division. This vehicle has exceeded its age. This unit has been experiencing high utilization over the last few months, therefore it is expected to reach end of mileage life before taken out of service.

### Vehicle Data Sheet

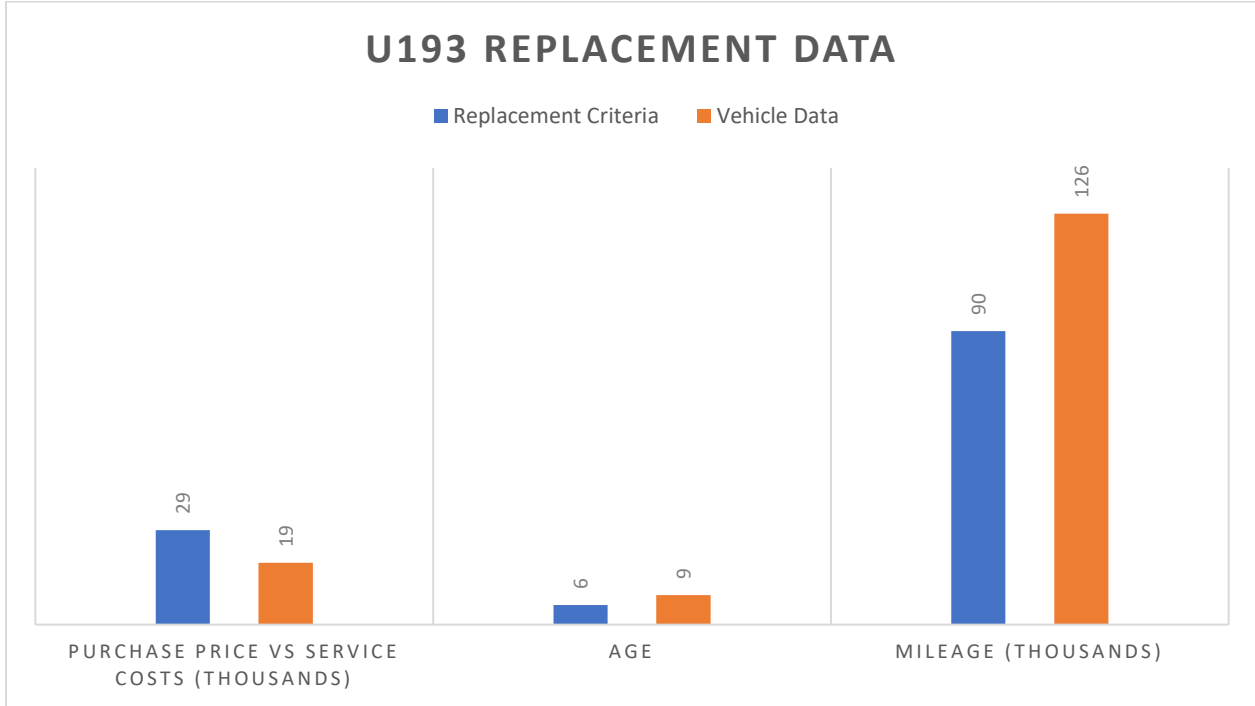
Unit ID	Make & Model	Year	Lifecycle Rate
U192	Chevrolet Tahoe	2015	149%



**Vehicle Summary:** U192 is operated by the Police Department’s Patrol division. This emergency services vehicle has exceeded its replacement criteria in age and service costs. This unit continues to see repair issues, repair costs have surpassed purchased price. Fleet recommends replacement of this unit.

### Vehicle Data Sheet

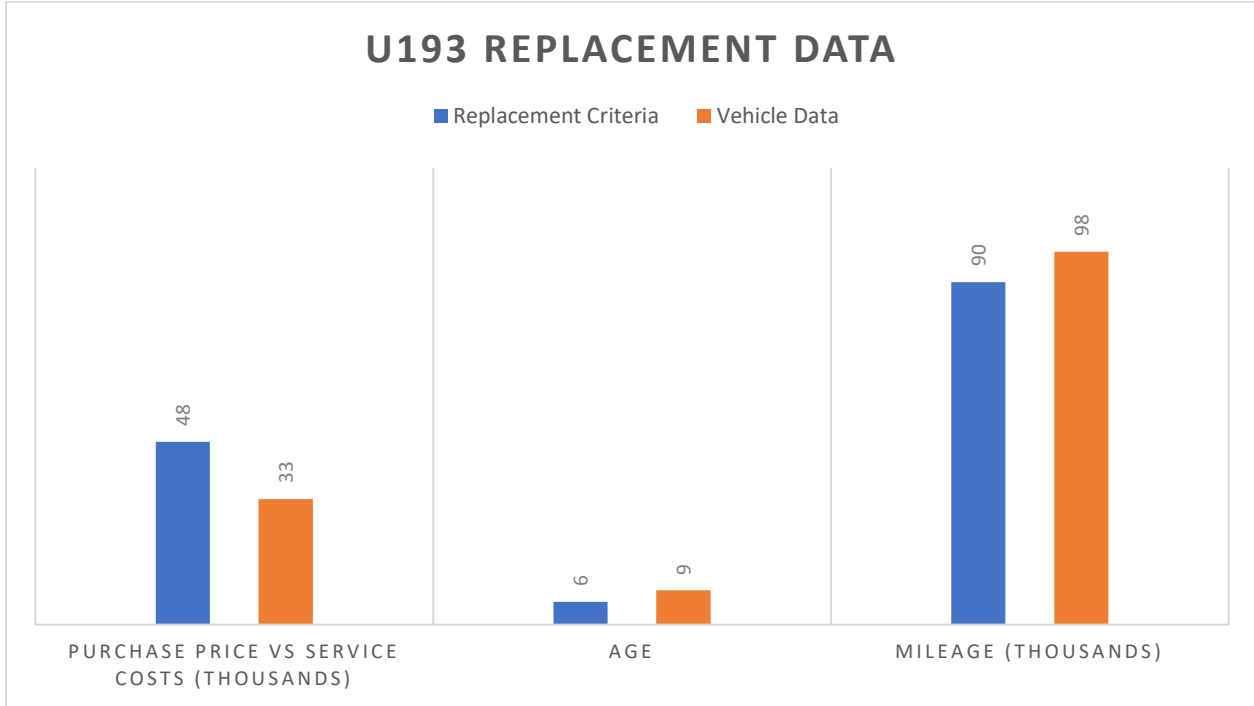
Unit ID	Make & Model	Year	Lifecycle Rate
U193	Chevrolet Tahoe	2015	150%



**Vehicle Summary:** U193 is operated by the Police Department's Patrol division. This emergency services vehicle has exceeded its replacement criteria of age, mileage and service costs. Fleet recommends replacement of this unit.

### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
U194	Chevrolet Tahoe	2015	150%

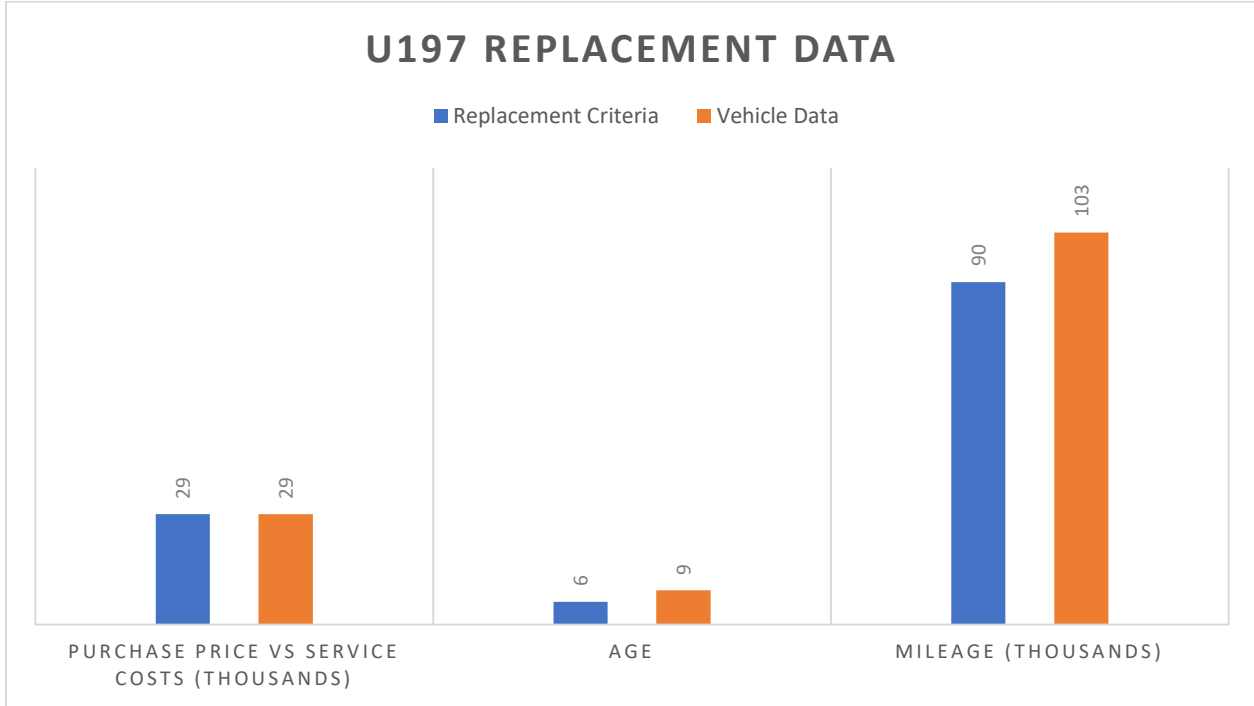


**Vehicle Summary:** U194 is operated by the Police Department's Patrol division. This emergency services vehicle has exceeded its replacement criteria of age, mileage and service costs. Fleet recommends replacement of this unit.



### Vehicle Data Sheet

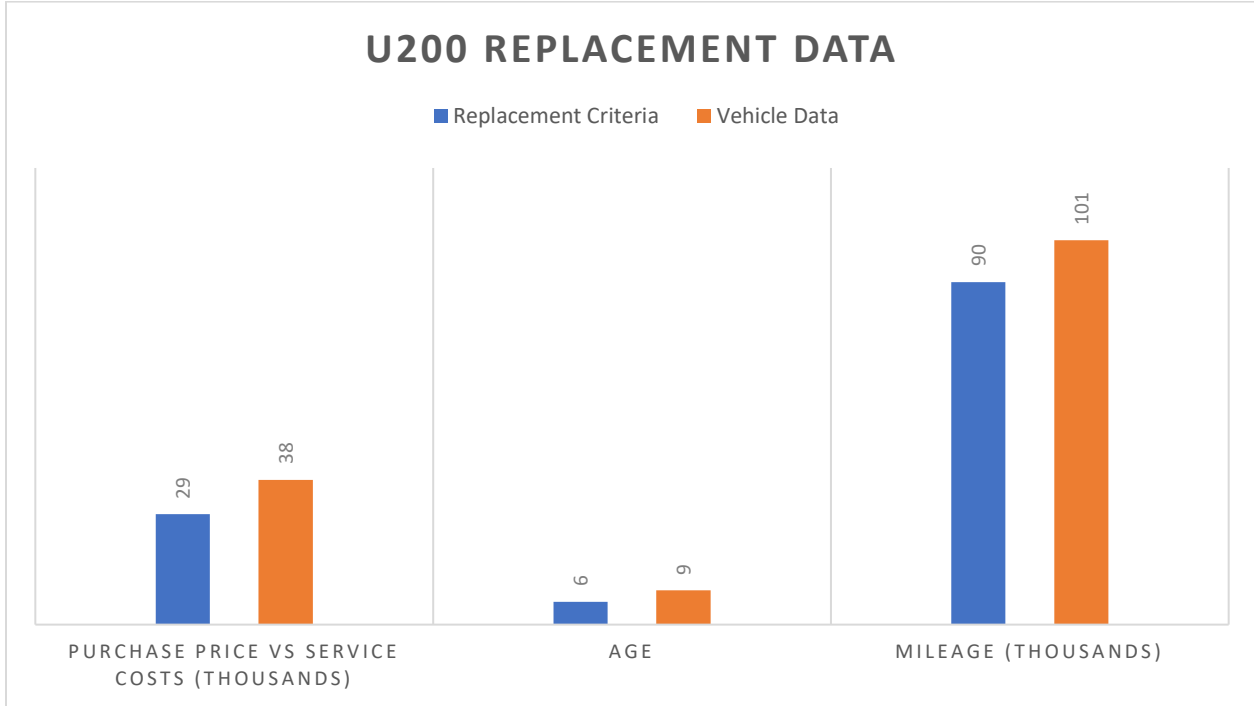
Unit ID	Make & Model	Year	Lifecycle Rate
U197	Chevrolet Tahoe	2015	147%



**Vehicle Summary:** U197 is operated by the Police Department’s Patrol division. This emergency services vehicle has exceeded its replacement criteria of age, mileage and service costs. This unit continues to see repair issues and has high utilization over the last year. Fleet recommends replacement of this unit.

### Vehicle Data Sheet

Unit ID	Make & Model	Year	Lifecycle Rate
U200	Chevrolet Tahoe	2015	147%

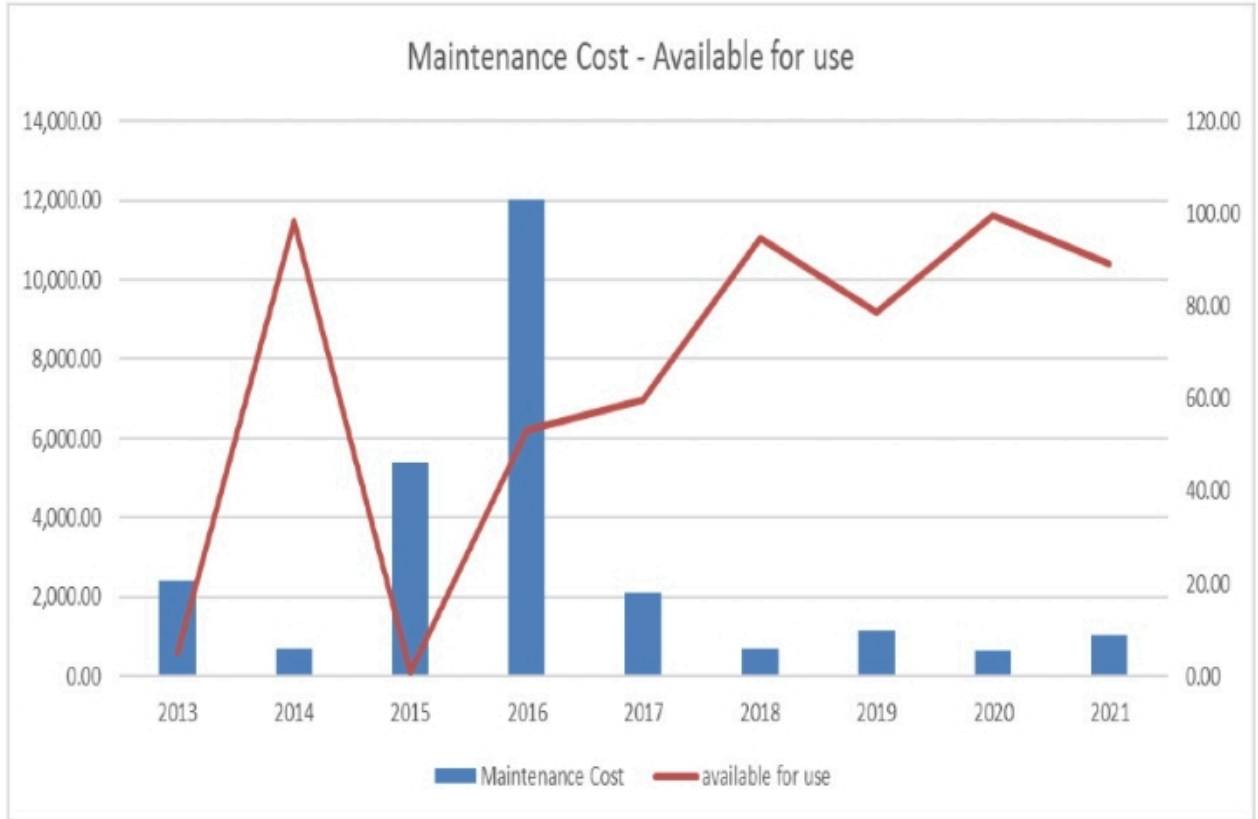


**Vehicle Summary:** U200 is operated by the Police Department’s Patrol division. This emergency services vehicle has exceeded its replacement criteria of age, mileage and service costs. This unit continues to see repair issues and has high utilization over the last year. Fleet recommends replacement of this unit.



### Vehicle Data Sheet

Unit #	Year	Make	Model	Mile/Hours	PM Schedule	Maintenance Cost	Age	% available for use
P226	2004	Ford	F250	113,409	6000/mile	\$26,197.04	17	58.02



**Vehicle Summary:** Unit P226 is 17-year extended cab truck operated by the Parks and Recreation department. Due to the age of the vehicle, repair parts are becoming harder to source, making the vehicle downtime longer than expected for minor repairs.

## FW: Vehicle Data Sheet

Frances Aguilar <faguilar@pearlandtx.gov>

Mon 8/19/2024 12:04 PM

To:Trent Epperson <tepperson@pearlandtx.gov>;Ron Fraser <RFraser@pearlandtx.gov>;Victor Brownlees <vbrownlees@pearlandtx.gov>;Darrin Coker <DCoker@pearlandtx.gov>;Gladis Sanchez <gsanchez@pearlandtx.gov>

📎 1 attachments (388 KB)

IMG\_0130.jpg;

Please see the attachment.

TY



**Frances Aguilar, TRMC,MMC**

City Secretary | City Secretary's Office  
3519 Liberty Drive | Pearland, TX 77581  
P: 281.652.1655 | M: 281.906.6850



---

**From:** Joseph Koza <jkoza@pearlandtx.gov>

**Sent:** Monday, August 19, 2024 11:55 AM

**To:** Frances Aguilar <faguilar@pearlandtx.gov>

**Subject:** Vehicle Data Sheet

Frances,

I would like to add the attached photo of how we use to receive information for vehicles that are up for replacement as a supplement to today's discussion.

Thanks in advance for your assistance with this matter.

Best regards,



**Joseph Koza**

Councilmember Postion 1 | City Council  
3519 Liberty Drive | Pearland, TX 77581  
P: 281.652.1662



# City of Pearland FY25 Proposed Budget

Discussion #2



# Plan, Prepare & Preserve

**Planning:** for the future.

**Preparing:** for any eventuality.

**Preserving:** the community within the content of our Strategic Priorities and their associated milestones, fundamental services, and personnel.



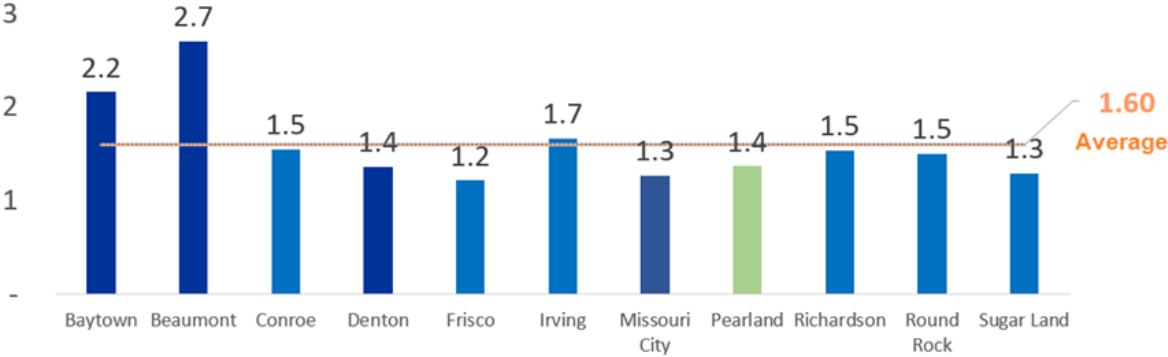
## Budget Discussion #2

- Follow up on Discussion #1
- Compensation
  - Retiree Benefit
- Internal Service Funds
- Special Revenue Funds
- FY25 Capital Improvement Plan
- Fee Changes
- Decisions
- Future Meetings

# Follow Up on Discussion #1

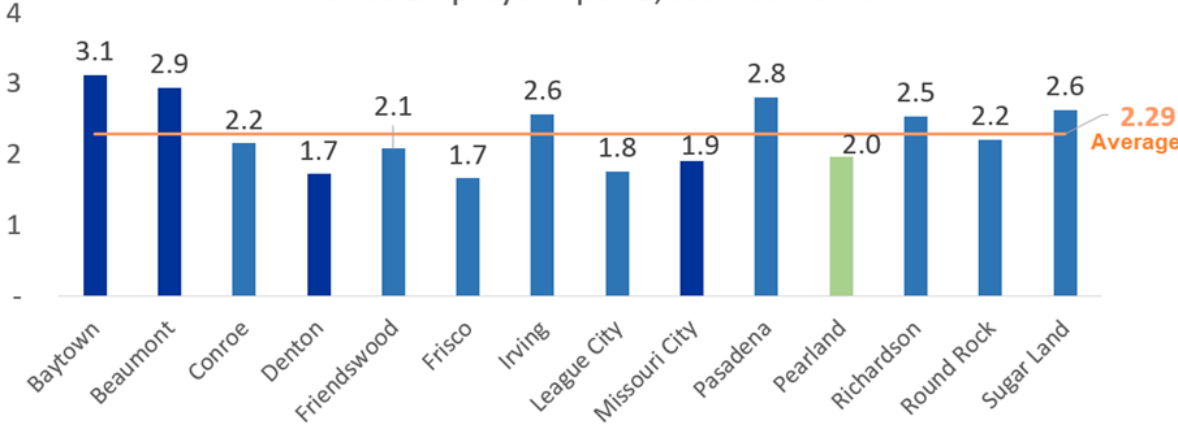
# Employees per 1,000 Residents

Fire Employees per 1,000 Residents



**Note:** Friendswood is a Volunteer Fire Department. The League City Fire Department (LCVFD) is a 150 volunteer Firefighters; Pasadena is comprised of 200 volunteer Firefighters (PVFD). There are some municipalities that have not posted their FY25 FTEs; FY24 adopted data is used (Baytown, Beaumont, Denton and Missouri City).

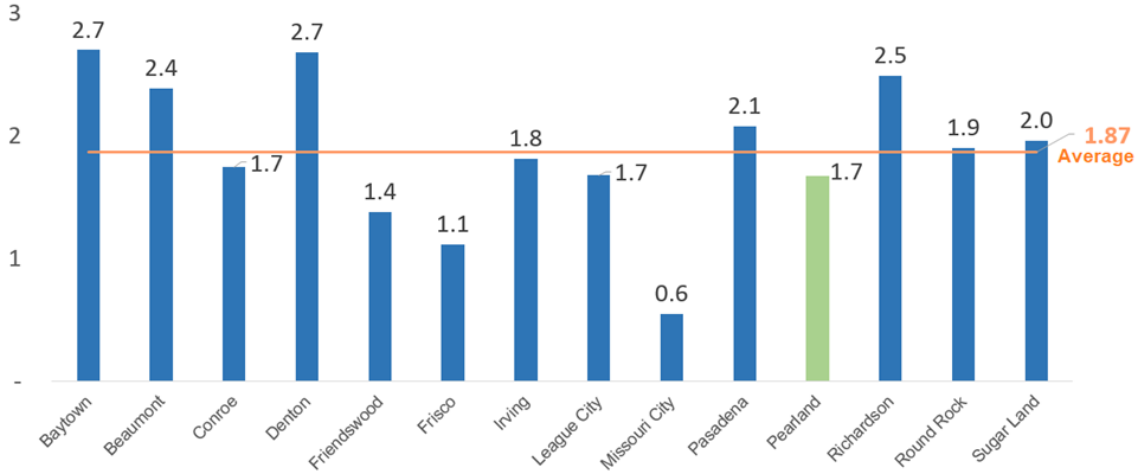
Police Employees per 1,000 Residents



There are some municipalities that have not posted their FY25 FTEs; FY24 adopted data is used (Baytown, Beaumont, Denton and Missouri City).

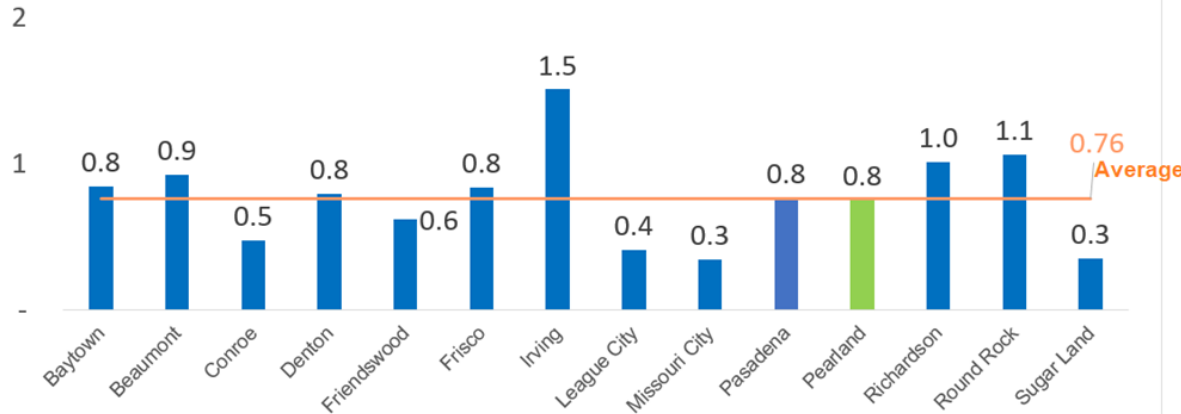
# Employees per 1,000 Residents

Public Works/Utilities Employees per 1,000 Residents



Note: Engineering and Public Works: Missouri City, and Frisco don't operate their own water/wastewater system.  
 Note: There are some municipalities that have not posted their FY25 FTEs; FY24 adopted data is used (Baytown, Beaumont, Denton and Missouri City).

Parks Employees per 1,000 Residents



Note: Most cities don't operate a Natatorium.  
 Note: There are some municipalities that have not posted their FY25 FTEs; FY24 adopted data is used (Baytown, Beaumont, Denton and Missouri City).

# Response to Additional Compensation Question

Category	Current % Increase in Pay Plan	Average % Increase in Pay Plan	Cost of Additional 1% to Pay Plan	Cost of Additional 2% to Pay Plan
<b>Police</b>		7%	\$330,000	\$660,000
<b>Fire</b>		10%	\$270,000	\$540,000
<b>Other Departments</b>		5%	\$250,000	\$500,000
<b>General Fund Total</b>		<b>7.5%</b>	<b>\$850,000</b>	<b>\$1,700,000</b>
<b>Other Funds</b>		5%	\$160,000	\$320,000
<b>Total City-Wide</b>		<b>7%</b>	<b>\$1,010,000</b>	<b>\$2,020,000</b>

# Original Tax Bill Sample w/ corrected Brazoria County Tax Rate

Taxable Value Summary							
	Tax Year 2023			Tax Year 2024			Annual \$ Change
Appraised Value	398,170			401,340			\$ 3,170
Homestead Cap Loss	18,859			-			\$ (18,859)
Taxable Value	\$ 379,311			\$ 401,340			\$ 22,029
Proposed Tax Rate Comparison of Values							
Taxing Entity	Tax Year 2023			Tax Year 2024			Annual \$ Change
	Rate	Amount***	% of Total Amount	Rate**	Amount	% of Total Amount	
Pearland Independent School District	1.1373	3,177	46.0%	1.1373	3,427	47.2%	251
City of Pearland	0.6554	2,424	35.1%	0.6350	2,484.80	34.3%	61
Brazoria County	0.2707	821	11.9%	0.2613	839	11.6%	18
Brazoria County Drainage District #4	0.1148	348	5.0%	0.1148	369	5.1%	20
Road & Bridge Fund (Brazoria County)	0.0433	130	1.9%	0.0422	134	1.9%	4
<b>Total</b>	<b>2.2214</b>	<b>6,900</b>		<b>2.1906</b>	<b>7,254</b>		<b>354</b>
<b>% of Appraised Value</b>		<b>1.7%</b>			<b>1.8%</b>		



# Tax Bill Sample With Alvin ISD & MUD # 34

## Taxable Value Summary

	Tax Year 2023	Tax Year 2024	Annual \$ Change
Appraised Value	348,400	376,750	\$ 28,350
Homestead Cap Loss	28,863	25,259	\$ (3,604)
<b>Taxable Value</b>	<b>\$ 319,537</b>	<b>\$ 351,491</b>	<b>\$ 31,954</b>

## Proposed Tax Rate Comparison of Values

Taxing Entity	Tax Year 2023			Tax Year 2024			Annual \$ Change
	Rate	Amount***	% of Total Amount	Rate**	Amount	% of Total Amount	
Alvin Independent School District	1.1923	2,618	34.2%	1.1700	2,942	35.1%	325
City of Pearland	0.6554	2,042	26.7%	0.6350	2,176	26.0%	134
BRAZORIA CO. MUD #34	0.5500	1,406	18.4%	0.5500	1,547	18.5%	141
Brazoria County	0.2707	692	9.1%	0.2613	735	8.8%	43
Alvin Community College	0.1513	483	6.3%	0.1513	532	6.4%	48
Brazoria County Drainage District #4	0.1148	293	3.8%	0.1148	323	3.9%	29
Road & Bridge Fund (Brazoria County)	0.0433	109	1.4%	0.0422	117	1.4%	8
<b>Total</b>	<b>2.9777</b>	<b>7,643</b>		<b>2.9246</b>	<b>8,372</b>		<b>728</b>
<b>% of Appraised Value</b>		<b>2.2%</b>			<b>2.2%</b>		

# Street Recapitalization/Pavement Condition Index

We have multiple sources to address our Pavement Condition Index (PCI)

- Streets Crews
  - Pothole patching (existing)
  - Preventative maintenance – Crack & Joint sealing, spot repairs, etc. (proposed)
- Infrastructure Fund - \$1.3M
  - Brazoria County Interlocal for pavement rehabilitation
  - Contracted asphalt pavement rehabilitation
- Street Rehabilitation Program (\$3.0M in FY24 BA#2 & \$1.3M in FY25)
  - \$3.0M Contracted asphalt pavement rehabilitation award scheduled for 8/26/2024
- Capital Improvement Program
  - Drainage Bond projects include road reconstruction/rehabilitation
  - Street Bond projects
- Outside Funds Leveraged
  - PEDC, Federal, State, and County

# Water/Sewer Rate Model

Major Changes/Impacts since the FY2024 Rate was adopted:

- **Bond Coverage Ratio Requirement:** Previously issued Revenue Bonds require a 1.15 bond coverage ratio. Certificates of Obligation (COs) do not require a bond coverage. The result is a declining amount of funds set aside for bond coverage. The model was updated in the past year to accurately reflect the full positive impacts of the switch to COs.
- **Summer of 2023 Drought:** The extended drought in the summer of 2023 drove revenues much higher than modeled. The model assumes 'average' weather.
- **MUD Rebate Reduction:** The MUD Rebate reduction from the ending of the rebate for multiple MUDs has been built into the Model.
- **5-Year Capital Improvement Program (CIP) Modifications:** Several projects were re-evaluated for timing to smooth out the year over year costs in years 3-5 of the CIP.

# Water/Sewer Rate Model

FY2025 Proposed: Smoothing rates in FY2025 – FY2029. The proposed recommendation provides the lowest water & sewer rates from FY25 through FY29

<b>Fiscal Year</b>	<b>FY 2023</b>	<b>FY 2024</b>	<b>FY 2025</b>	<b>FY 2026</b>	<b>FY 2027</b>	<b>FY 2028</b>	<b>FY 2029</b>
<b>% increase</b>	13.1%	14%	8%	8%	8%	8%	7%
<b>Bond Cov. Ratio (1.15)</b>	1.42	1.31	1.40	1.60	1.78	2.10	2.10
<b>Reserve Requirement (15%)</b>	60%	58%	48%	36%	24%	21%	16%

Scenario 1: keeping 6% rate growth in FY2025 and FY2026 and smoothing rates from FY 27 through FY29

<b>Fiscal Year</b>	<b>FY 2023</b>	<b>FY 2024</b>	<b>FY 2025</b>	<b>FY 2026</b>	<b>FY 2027</b>	<b>FY 2028</b>	<b>FY 2029</b>
<b>% increase</b>	13.1%	14%	6%	6%	10%	11%	11%
<b>Bond Cov. Ratio (1.15)</b>	1.42	1.31	1.34	1.48	1.71	2.14	2.29
<b>Reserve Requirement (15%)</b>	60%	58%	46%	29%	16%	15%	15%

# Water/Sewer Rate Model

Scenario 2: keeping 3% rate growth in FY2025 and smoothing rates from FY26 through FY29

<b>Fiscal Year</b>	<b>FY 2023</b>	<b>FY 2024</b>	<b>FY 2025</b>	<b>FY 2026</b>	<b>FY 2027</b>	<b>FY 2028</b>	<b>FY 2029</b>
<b>% increase</b>	13.1%	14%	3%	10%	10%	11%	10%
<b>Bond Cov. Ratio (1.15)</b>	1.42	1.31	1.26	1.51	1.74	2.18	2.29
<b>Reserve Requirement (15%)</b>	60%	58%	43%	27%	15%	15%	16%

Scenario 3: lowest water rate increase for each fiscal year to meet bond coverage and reserve requirements

<b>Fiscal Year</b>	<b>FY 2023</b>	<b>FY 2024</b>	<b>FY 2025</b>	<b>FY 2026</b>	<b>FY 2027</b>	<b>FY 2028</b>	<b>FY 2029</b>
<b>% increase</b>	13.1%	14%	0%	4%	31%	2%	9%
<b>Bond Cov. Ratio (1.15)</b>	1.42	1.31	1.17	1.24	2.07	2.2	2.27
<b>Reserve Requirement (15%)</b>	60%	58%	39%	15%	15%	15%	15%

# PEDC Budget – Debt Sale moved to FY26

**Sec. 505.258. CESSATION OF COLLECTION OF TAXES.** A sales and use tax imposed under this chapter may not be collected after the last day of the first calendar quarter that occurs after the Type B corporation notifies the comptroller that:

**(1) all bonds or other obligations of the corporation, including any refunding bonds, payable wholly or partly from the proceeds of the sales and use tax imposed under this chapter, have been paid in full; or**

**PEDC will have paid all bonds in full by September 2026.**

**Based on cash flow and project schedules the recommendation is to sell debt before the end of FY26**



# PEDC Budget – Debt Sale moved to FY26

	Series 2025	Series 2026	Series 2027	Series 2028	Series 2029	Total
<b>Original Forecast</b>	\$4,700,000	\$6,000,000	\$12,000,000			<b>\$22,700,000</b>
<b>Revised Forecast</b>		\$6,000,000	\$15,500,000			<b>\$21,500,000</b>

# PEDC Budget – Debt Sale moved to FY26

	FY25 PROPOSED BUDGET	FY26 FORECAST	FY27 FORECAST	FY28 FORECAST	FY29 FORECAST
Total Revenues	\$ 16,599,677	\$ 23,408,580	\$ 34,177,660	\$ 23,223,575	\$ 17,323,597
Total Expenditures	\$ 42,677,697	\$ 23,533,882	\$ 37,750,097	\$ 18,028,655	\$ 16,597,129
<b>NET CHANGE IN FUND BALANCE</b>	\$ (26,078,021)	\$ (125,302)	\$ (3,572,437)	\$ 5,194,920	\$ 726,468
Beginning Fund Balance	31,570,824	5,492,804	5,367,501	1,795,064	6,989,984
<b>ENDING FUND BALANCE</b>	5,492,804	5,367,501	1,795,064	6,989,984	7,716,452

\*A Budget Amendment may be necessary if a major EDC project comes to fruition and debt is needed in FY25

# No New Revenue Rate Option

- City Manager goal to deliver a No New Revenue option as part of the annual budget process
- Provided as a memo attached to the proposed budget
- What is the No New Revenue Rate
  - The tax rate that produces the same amount of tax dollars (revenue) from the same properties as the prior year not accommodating for inflation, growth, unfunded mandates, or new initiatives/programs to support our Strategic Priorities.
  - Similar to asking a business to absorb inflation on goods, material, supplies, and labor while not allowing for any revenue growth through price increases from the same customers base.

# No New Revenue Rate Option

- The NNR Tax Rate is \$0.599536 as opposed to the proposed tax rate of \$0.6350
- Reflects a net revenue reduction of \$5M in General Fund

Reduced Property Taxes at the O&M tax rate of \$0.299536	\$ 4.8M
Reduced TIRZ Admin Fee at the overall tax rate of \$0.599536	\$ 1.4M
<u>Lower Fund Balance Requirement</u>	<u>\$(1.2M)</u>
<b>General Fund Total Net Revenue Reduction</b>	<b>\$ 5.0M</b>

- Would require expense reductions equivalent to the revenue reduction.

Eliminate all budget supplementals (police, streets crew, etc.)	\$1.5M
Eliminate 100% of the transfer to streets and sidewalks	\$1.3M
Reduce the recommended Pay Plan by 25%	\$1.3M
General non-pay cost reductions	\$0.4M
Eliminate 2 events (Christmas & 4 <sup>th</sup> of July)	\$0.25M
<u>Increase Non-Development Fees</u>	<u>\$0.25M</u>
<b>Total Net Changes</b>	<b>\$5.0M</b>

# Retiree Benefit Proposal

# City of Pearland

## Retiree Benefits

**History:** The City adopted Ordinance 1121-01 on October 1, 2018, to incentivize long-tenured staff and reduce early departures. The goal was to retain a skilled workforce by offering a medical benefits subsidy for employees aged 60 to 64.99 years, with a minimum of 15 to 20 years of service. Upon reaching age 65, staff members become eligible for Medicare.

**Purpose:** The intention behind Ordinance 1121-1 Retiree Benefits was to create a “**true**” retiree benefit for those not planning to pursue full-time employment elsewhere.



# Current Medical Retiree Structure (eff. 10/1/2018)

Age at Retirement	CoP Service at Retirement	Premium Subsidy (Kelsey 80)	Plan Design
60 to 64.99	20 years+	100%	Current
60 to 64.99	15 – 19.99 years	50%	Current
60 to 64.99	10 – 14.99 years	0%	Current

**60/20** is the current retiree ordinance that requires a staff member to reach the age of 60 with 20 years of service to be eligible for 100% medical subsidy.

- **Impact:** Retention of key talent and aligns with TMRS retirement schedule of 60/20. Benefit maximum is up to 5 years.
- **Costs (FY24):** \$1,061/ month per employee or approximately \$66,257.84 with 2% inflation for 5 years .

# Retirees Receiving Subsidy 1121-01 Ordinance

## Upon adoption of the ordinance:

- **October 1, 2018 to Current**
  - Fifteen (15) Retirees have participated in the city sponsored plan.
- **October 1, 2023**
  - Five (5) Retirees receive the city paid benefits (2PD, 2 EPW, 1 FD).

# Employee Age / Service Distribution

Attained Age as of October 1, 2023	City Service (in years) as of October 1, 2023										Total
	< 1	1 to 4	5 to 9	10 to 14	15 to 19	20 to 24	25 to 29	30 to 34	35 to 39	40 & up	
Under 25	35	12	0	0	0	0	0	0	0	0	47
25 to 29	34	47	14	1	0	0	0	0	0	0	96
30 to 34	46	49	37	11	1	0	0	0	0	0	144
35 to 39	40	42	41	25	8	0	0	0	0	0	156
40 to 44	20	28	27	22	15	3	0	0	0	0	115
45 to 49	6	15	10	7	10	14	6	0	0	0	68
50 to 54	14	13	12	8	10	15	4	1	0	0	77
55 to 59	6	14	5	2	4	4	4	2	0	0	41
60 to 64	7	4	3	3	1	2	0	1	0	0	21
65 to 69	2	0	1	2	5	0	0	0	1	0	11
70 & up	0	0	1	0	0	0	0	0	0	0	1
<b>Total</b>	<b>210</b>	<b>224</b>	<b>151</b>	<b>81</b>	<b>54</b>	<b>38</b>	<b>14</b>	<b>4</b>	<b>1</b>	<b>0</b>	<b>777</b>

3 Employees are currently eligible for a 100% premium subsidy on the Kelsey 80 and an additional 10 employees after 5 years

Under the "Rule of 80" eligibility, currently an additional 7 employees would be eligible for a full or partial subsidy

2 Employees currently are 55 and 30 and an additional 5 employees after 5 years

Within 5 years, an additional 37 could be eligible for a subsidy under "Rule of 80" versus 14 under the current plan

# Offering Retirement Medical Benefits

## **Advantage of the Benefit:**

Helps the city attract top talent, retain experienced employees, and enhance employee satisfaction and loyalty. It also provides flexibility for smoother transitions, improving workforce planning for the city.

Public safety personnel face significant physical and mental challenges due to the high-stress nature of their duties. Offering retirement benefits to personnel promotes health and well-being, reduces burnout, and ensures public safety by addressing the limitations that can arise with aging officers. Departments can honor the tenure of their staff while supporting organizational renewal and financial stability through cost savings.

## **Funding of the Benefit:**

The proposed Public Safety pay plan offsets costs by a 2:1 ratio. The difference between the salary of a maxed-out police officer and that of a newly hired officer is enough to cover the cost of two retirees. **It is net neutral.** All other pay plans will result in similar funding.

## **Value Proposition:**

The proposed benefits place the city on par with State of Texas (ERS) retirement benefits. Prospective employees will view this as a strong incentive to join the city and remain with the organization, improving recruitment efforts.

# Options

## Current plan

Retention of key talent and aligns with TMRS retirement schedule of 60/20. Benefit maximum is up to 5 years

**Costs: up to \$66,257.84 for 5 years per employee.**

## 55/30

Rewards long tenured staff, increases benefit maximum up to 10 years if they retire at 55 years.

**up to an additional \$72,882 for 10 years per employee  
+ 5 years**

## Rule of 80

Staff are eligible for retirement at a faster rate and can maintain medical benefits up to 16 years.

**up to an additional \$171,054 for 16 years per employee  
+11 years**

# Proposed Ordinance Updates

- Require an annual affidavit for retirees.
- Engaging in another full-time position would result in the forfeiture of retiree benefits.
- Benefit subsidy is for the retiree only.
- Retirees cannot temporarily suspend their coverage to pursue alternative employment and resume their retiree benefits later.

# Council Input



# Internal Service Funds

# Risk Management Fund

## 700 - Risk Management Fund Comprehensive Summary

Name	FY2023 Actual	FY2024 Adopted Budget	FY2024 Projected	FY2025 Budgeted
Beginning Fund Balance:	\$1,676,080	\$1,221,005	\$1,221,005	\$743,352
<b>Revenues</b>				
Charges for Services	\$545,449	\$474,000	\$530,000	\$474,000
Investment Earnings	\$33,056	\$23,964	\$57,907	\$66,906
Miscellaneous	\$472,738	\$360,000	\$130,000	\$360,000
Transfers In	\$1,804,000	\$3,663,479	\$3,663,479	\$3,943,726
<b>Total Revenues:</b>	<b>\$2,855,242</b>	<b>\$4,521,443</b>	<b>\$4,381,386</b>	<b>\$4,844,632</b>
<b>Expenditures</b>				
Salaries & Wages	\$62,476	\$57,027	\$57,346	\$60,096
Materials & Supplies	\$242	\$800	\$422	\$550
Repair & Maintenance	\$195	\$100	\$150	\$100
Miscellaneous Services	\$3,226,757	\$4,361,134	\$4,701,121	\$4,867,236
Other	\$0	\$100,000	\$100,000	\$110,000
Capital Outlay	\$15,960	\$0		\$0
Transfers Out	\$909	\$0	\$0	\$0
<b>Total Expenditures:</b>	<b>\$3,306,539</b>	<b>\$4,519,061</b>	<b>\$4,859,039</b>	<b>\$5,037,982</b>
<b>Total Revenues Less Expenditures:</b>	<b>-\$451,297</b>	<b>\$2,382</b>	<b>-\$477,653</b>	<b>-\$193,350</b>
<b>Ending Fund Balance:</b>	<b>\$1,224,783</b>	<b>\$1,223,387</b>	<b>\$743,352</b>	<b>\$550,002</b>

- Fund accounts for Worker’s Compensation and all Property Insurance Premiums.
- Premium increases continue annually.

# Health Claims Fund

## 702 - Health Claims Fund Comprehensive Summary

Name	FY2023 Actual	FY2024 Adopted Budget	FY2024 Projected	FY2025 Budgeted
Beginning Fund Balance:	\$2,836,802	\$3,297,326	\$3,297,326	\$3,612,122
<b>Revenues</b>				
Charges for Services	\$9,689,351	\$10,139,674	\$10,139,674	\$10,393,166
Investment Earnings	\$84,724	\$61,094	\$129,355	\$129,354
Miscellaneous	\$934,665	\$602,022	\$602,022	\$632,123
<b>Total Revenues:</b>	<b>\$10,708,740</b>	<b>\$10,802,790</b>	<b>\$10,871,051</b>	<b>\$11,154,643</b>
<b>Expenditures</b>				
Miscellaneous Services	\$10,347,594	\$10,876,074	\$10,533,979	\$11,320,120
Other	\$16,593	\$22,276	\$22,276	\$22,276
<b>Total Expenditures:</b>	<b>\$10,364,187</b>	<b>\$10,898,350</b>	<b>\$10,556,255</b>	<b>\$11,342,396</b>
<b>Total Revenues Less Expenditures:</b>	<b>\$344,553</b>	<b>-\$95,560</b>	<b>\$314,796</b>	<b>-\$187,753</b>
<b>Ending Fund Balance:</b>	<b>\$3,181,355</b>	<b>\$3,201,766</b>	<b>\$3,612,122</b>	<b>\$3,424,369</b>

- Fund balance remains within the 25% to 35% of expenditures policy.

# Motor Pool Fund

## 703 - Motor Pool Fund Comprehensive Summary

Name	FY2023 Actual	FY2024 Adopted Budget	FY2024 Projected	FY2025 Budgeted
Beginning Fund Balance:	\$19,546,980	\$21,914,175	\$21,914,175	\$7,408,224
<b>Revenues</b>				
Investment Earnings	\$625,523	\$403,050	\$790,363	\$803,727
Miscellaneous	\$146,031	\$50,000	\$25,000	\$50,000
Transfers In	\$5,753,642	\$5,612,710	\$8,132,178	\$6,804,610
<b>Total Revenues:</b>	<b>\$6,525,196</b>	<b>\$6,065,760</b>	<b>\$8,947,541</b>	<b>\$7,658,337</b>
<b>Expenditures</b>				
Salaries & Wages	\$659,951	\$599,195	\$527,159	\$652,921
Materials & Supplies	\$16,897	\$21,212	\$21,210	\$21,290
Repair & Maintenance	\$914,922	\$1,336,110	\$1,522,173	\$1,351,750
Miscellaneous Services	\$37,577	\$68,950	\$110,660	\$110,430
Other	\$1,250	\$0	\$48,866	\$0
Capital Outlay	\$2,549,383	\$6,939,913	\$15,659,007	\$8,119,677
Transfers Out	\$172,734	\$5,564,417	\$5,564,417	\$2,760,943
<b>Total Expenditures:</b>	<b>\$4,352,714</b>	<b>\$14,529,797</b>	<b>\$23,453,492</b>	<b>\$13,017,011</b>
<b>Total Revenues Less Expenditures:</b>	<b>\$2,172,482</b>	<b>-\$8,464,037</b>	<b>-\$14,505,951</b>	<b>-\$5,358,674</b>
<b>Ending Fund Balance:</b>	<b>\$21,719,462</b>	<b>\$13,450,138</b>	<b>\$7,408,224</b>	<b>\$2,049,550</b>

- Includes 30 vehicle replacements
- New Fire Apparatus \$2,697,767
- Replacement Ambulance- \$620,000
- Vehicles for new positions
- 8 new unmarked CID vehicles- \$480,000
- First year of vehicle replacements under the Motor Pool program. 5 vehicles and one motorcycle are being purchased from lease fees.

# Facilities Fund

## 704 - Facilities Fund Comprehensive Summary

Name	FY2023 Actual	FY2024 Adopted Budget	FY2024 Projected	FY2025 Budgeted
Beginning Fund Balance:	N/A	\$767,012	\$767,012	\$147,324
<b>Revenues</b>				
Investment Earnings	\$24,530	\$9,525	\$55,960	\$61,781
Transfers In	\$3,924,724	\$3,312,559	\$3,312,559	\$3,284,365
<b>Total Revenues:</b>	<b>\$3,949,254</b>	<b>\$3,322,084</b>	<b>\$3,368,519</b>	<b>\$3,346,146</b>
<b>Expenditures</b>				
Salaries & Wages	\$831,700	\$769,104	\$700,482	\$769,104
Materials & Supplies	\$35,059	\$43,382	\$71,099	\$42,725
Building & Grounds	\$1,038,507	\$1,204,088	\$1,624,476	\$1,334,520
Repair & Maintenance	\$345,757	\$310,364	\$354,472	\$346,840
Miscellaneous Services	\$739,610	\$903,065	\$873,124	\$941,633
Capital Outlay	\$0	\$154,000	\$292,000	\$0
Transfers Out	\$84,940	\$72,554	\$72,554	\$8,099
<b>Total Expenditures:</b>	<b>\$3,075,571</b>	<b>\$3,456,557</b>	<b>\$3,988,207</b>	<b>\$3,442,921</b>
<b>Total Revenues Less Expenditures:</b>	<b>\$873,683</b>	<b>-\$134,473</b>	<b>-\$619,688</b>	<b>-\$96,775</b>
Ending Fund Balance:	N/A	\$632,539	\$147,324	\$50,549

- Changes since Proposed Budget
  - Removed \$50,000 from Transfers Out which was a duplicated FY24 expense
- This fund supports operating & maintenance expenses for the EPW-Facilities division.
- No additional funding was made available in FY25, or Capital Lease Fees implemented.

# Information Technology Fund

## 705 - Information Technology Fund Comprehensive Summary

Name	FY2023 Actual	FY2024 Adopted Budget	FY2024 Projected	FY2025 Budgeted
Beginning Fund Balance:	N/A	\$93,999	\$93,999	\$510,729
<b>Revenues</b>				
Investment Earnings	\$7,103	\$1,308	\$28,189	\$31,305
Miscellaneous	\$10,000	\$0		\$0
Transfers In	\$8,768,407	\$9,443,705	\$9,612,220	\$10,837,207
<b>Total Revenues:</b>	<b>\$8,785,510</b>	<b>\$9,445,013</b>	<b>\$9,640,409</b>	<b>\$10,868,512</b>
<b>Expenditures</b>				
Salaries & Wages	\$2,310,019	\$2,457,789	\$2,036,838	\$2,780,224
Materials & Supplies	\$58,845	\$60,905	\$61,405	\$69,155
Repair & Maintenance	\$1,035,749	\$5,049,941	\$5,353,755	\$6,040,772
Miscellaneous Services	\$474,486	\$535,716	\$594,396	\$594,984
Other	\$411,331	\$747,965	\$815,035	\$1,095,300
Capital Outlay	\$0	\$275,000	\$275,000	\$341,000
Amortization Expense	\$4,040,720			\$0
Interest Expense	\$205,155			\$0
Transfers Out	\$195,282	\$87,250	\$87,250	\$92,508
<b>Total Expenditures:</b>	<b>\$8,731,586</b>	<b>\$9,214,566</b>	<b>\$9,223,679</b>	<b>\$11,013,943</b>
<b>Total Revenues Less Expenditures:</b>	<b>\$53,924</b>	<b>\$230,447</b>	<b>\$416,730</b>	<b>-\$145,431</b>
Ending Fund Balance:	N/A	\$324,446	\$510,729	\$365,298

- FY25 Supplementals
  - Cyber Risk & Intelligence Specialist-\$113,609
- FY25 Budget Highlights
  - Municipal Court Software Replacement
  - Transition of EPW-Environmental Services software to the Cityworks package for internal consistency.
  - Increase in laptop/Toughbook replacement cycle.
  - Year 2 of 3 for Switch Replacement

# Special Revenue Funds



# Special Revenue Funds Summary

FUND		FY2025 PROPOSED BEG BALANCE	FY2025 PROPOSED REVENUES	FY2025 PROPOSED EXPENDITURE S	FY2025 PROPOSED END BALANCE
305	Hotel/Motel Occupancy Tax	8,096,715	2,198,122	2,239,160	8,055,677
310	Municipal Court Security	68,437	38,700	32,326	74,811
315	City Wide Donation	217,189	59,321	71,500	205,010
320	Court Technology	13,780	45,455	41,770	17,465
325	Street Assessment	55	5	-	60
330	Park Donations	38,306	212,178	250,000	484
331	Tree Trust	1,069,494	72,519	434,750	707,263
332	Parks Finandl Asstance Donations	2,973	5,125	5,000	3,098
335	Police State Seizure	87,651	11,134	31,200	67,585
336	Police Federal Seizure	124,882	6,824	75,200	56,506
337	Community Safety Fund	15,094	8,000	-	23,094
340	Parks & Recreation Development	453,999	446,115	900,000	114
345	Sidewalk Fund	69,179	8,472	-	77,651
346	Drainage Maintenance Fund	896,116	1,646,693	2,224,449	318,360
350	Grant Fund	153,112	378,190	195,546	335,756
351	Community Development Block Grant	62,791	456,770	456,770	62,791
352	CDBG Disaster Recovery	(307,770)	-	-	(307,770)
353	Disaster Recovery Fund	(68,402)	-	-	(68,402)
354	Hazard Mitigation	(83,694)	-	-	(83,694)
355	Coronavirus Relief Fund	(1,412,395)	-	-	(1,412,395)
356	American Rescue Plan Act (ARPA)	-	-	-	-
360	Traffic Improvement	356,133	17,480	214,920	158,693
365	Truancy Prevention & Diversion	(9,122)	38,000	21,267	7,611
366	Municipal Jury	2,690	1,266	1,000	2,956
370	Municipal Channel	512,107	259,244	101,000	670,351
380	Regional Detention Fund	216,713	10,739	-	227,452
514	Infrastructure Reinvestment	1,049,204	1,365,369	1,834,818	579,755
<b>TOTAL</b>		<b>\$ 11,625,237</b>	<b>\$ 7,285,721</b>	<b>\$ 9,130,676</b>	<b>\$ 9,780,282</b>

# Visit Pearland

## 305 - Hotel/Motel Occupancy Tax Comprehensive Summary

Name	FY2023 Actual	FY2024 Adopted Budget	FY2024 Projected	FY2025 Budgeted
Beginning Fund Balance:	\$6,654,985	\$7,743,654	\$7,743,654	\$8,096,715
<b>Revenues</b>				
Sales & Use Taxes	\$1,747,149	\$1,552,000	\$1,748,212	\$1,800,000
Investment Earnings	\$304,678	\$150,000	\$387,835	\$383,122
Miscellaneous	\$22,348	\$15,000	\$2,965	\$15,000
<b>Total Revenues:</b>	<b>\$2,074,175</b>	<b>\$1,717,000</b>	<b>\$2,139,012</b>	<b>\$2,198,122</b>
<b>Expenditures</b>				
Salaries & Wages	\$364,480	\$379,739	\$381,802	\$448,629
Materials & Supplies	\$114,779	\$117,750	\$172,950	\$180,150
Miscellaneous Services	\$419,983	\$527,066	\$535,200	\$887,941
Capital Outlay	\$0	\$0	\$0	\$600,000
Transfers Out	\$86,264	\$695,999	\$695,999	\$122,440
<b>Total Expenditures:</b>	<b>\$985,506</b>	<b>\$1,720,554</b>	<b>\$1,785,951</b>	<b>\$2,239,160</b>
<b>Total Revenues Less Expenditures:</b>	<b>\$1,088,668</b>	<b>-\$3,554</b>	<b>\$353,061</b>	<b>-\$41,038</b>
<b>Ending Fund Balance:</b>	<b>\$7,743,653</b>	<b>\$7,740,100</b>	<b>\$8,096,715</b>	<b>\$8,055,677</b>

Proposed budget includes:

- Additional staff member to lead implementation of Cultural Arts Master Plan - \$74,445
- Earmarked contribution of \$600,000 towards potential investment in Parks & Recreation facility
- Results of the Cultural Arts Master Plan will guide future expenditures within the state limitation

# Drainage Maintenance Fund

Name	FY2023 Actual	FY2024 Adopted Budget	FY2024 Projected	FY2025 Budgeted
Beginning Fund Balance:	N/A	\$456,226	\$456,226	\$896,116
<b>Revenues</b>				
Investment Earnings	\$10,768	\$5,115	\$40,985	\$46,693
Miscellaneous	\$32,500		\$32,500	\$0
Transfers In	\$1,972,958	\$2,097,958	\$2,097,958	\$1,600,000
<b>Total Revenues:</b>	<b>\$2,016,226</b>	<b>\$2,103,073</b>	<b>\$2,171,443</b>	<b>\$1,646,693</b>
<b>Expenditures</b>				
Salaries & Wages	\$637,402	\$1,005,634	\$751,909	\$1,138,346
Materials & Supplies	\$25,074	\$28,182	\$25,594	\$37,544
Repair & Maintenance	\$0	\$23,172	\$23,172	\$24,672
Miscellaneous Services	\$345,404	\$600,658	\$648,911	\$601,857
Transfers Out	\$552,119	\$281,967	\$281,967	\$422,030
<b>Total Expenditures:</b>	<b>\$1,559,999</b>	<b>\$1,939,613</b>	<b>\$1,731,553</b>	<b>\$2,224,449</b>
<b>Total Revenues Less Expenditures:</b>	<b>\$456,227</b>	<b>\$163,460</b>	<b>\$439,890</b>	<b>-\$577,756</b>
<b>Ending Fund Balance:</b>	<b>N/A</b>	<b>\$619,686</b>	<b>\$896,116</b>	<b>\$318,360</b>

- Addition of a Drainage Maintenance Supervisor with vehicle-\$139,562
- Continuation of Drainage Maintenance Program

# Tree Trust Fund

## 331 - Tree Trust Comprehensive Summary

Name	FY2023 Actual	FY2024 Adopted Budget	FY2024 Projected	FY2025 Budgeted
Beginning Fund Balance:	\$1,234,241	\$1,395,304	\$1,395,304	\$1,069,494
<b>Revenues</b>				
Charges for Services	\$425,900	\$2,000	\$51,250	\$2,000
Investment Earnings	\$44,394	\$22,500	\$63,962	\$70,519
<b>Total Revenues:</b>	<b>\$470,294</b>	<b>\$24,500</b>	<b>\$115,212</b>	<b>\$72,519</b>
<b>Expenditures</b>				
Building & Grounds	\$22,752	\$47,500	\$47,500	\$42,500
Miscellaneous Services	\$0	\$25,000	\$25,000	\$25,000
Capital Outlay	\$286,478	\$365,000	\$368,522	\$367,250
<b>Total Expenditures:</b>	<b>\$309,230</b>	<b>\$437,500</b>	<b>\$441,022</b>	<b>\$434,750</b>
<b>Total Revenues Less Expenditures:</b>	<b>\$161,063</b>	<b>-\$413,000</b>	<b>-\$325,810</b>	<b>-\$362,231</b>
<b>Ending Fund Balance:</b>	<b>\$1,395,304</b>	<b>\$982,304</b>	<b>\$1,069,494</b>	<b>\$707,263</b>

- FY25 Expenses Include
  - Tree Planting-\$100,000
  - Restoration of the Demonstration Garden-\$75,000
  - Other expenses related to the preservation of the tree canopy.

# Park Development Fund

Name	FY2023 Actual	FY2024 Adopted Budget	FY2024 Projected	FY2025 Budgeted
Beginning Fund Balance:	\$705,501	\$592,327	\$592,327	\$453,999
<b>Revenues</b>				
Licenses & Permits	\$202,269	\$200,000	\$210,000	\$409,000
Investment Earnings	\$19,278	\$10,500	\$33,728	\$37,115
Transfers In	\$0	\$94,900	\$234,098	\$0
<b>Total Revenues:</b>	<b>\$221,547</b>	<b>\$305,400</b>	<b>\$477,826</b>	<b>\$446,115</b>
<b>Expenditures</b>				
Capital Outlay	\$0		\$616,154	\$900,000
Transfers Out	\$334,721	\$0	\$0	\$0
<b>Total Expenditures:</b>	<b>\$334,721</b>	<b>\$0</b>	<b>\$616,154</b>	<b>\$900,000</b>
<b>Total Revenues Less Expenditures:</b>	<b>-\$113,174</b>	<b>\$305,400</b>	<b>-\$138,328</b>	<b>-\$453,885</b>
<b>Ending Fund Balance:</b>	<b>\$592,327</b>	<b>\$897,727</b>	<b>\$453,999</b>	<b>\$114</b>

Proposed budget includes:

- \$900,000 for refurbishment of Southdown Park Playground and fall zone.

# Municipal Channel (PEG)

## 370 - Municipal Channel Comprehensive Summary

Name	FY2023 Actual	FY2024 Adopted Budget	FY2024 Projected	FY2025 Budgeted
Beginning Fund Balance:	\$355,136	\$539,577	\$539,577	\$512,107
<b>Revenues</b>				
Franchise Fees	\$204,814	\$235,000	\$200,000	\$235,000
Investment Earnings	\$18,755	\$11,325	\$24,455	\$24,244
<b>Total Revenues:</b>	<b>\$223,569</b>	<b>\$246,325</b>	<b>\$224,455</b>	<b>\$259,244</b>
<b>Expenditures</b>				
Materials & Supplies	\$9,014	\$22,000	\$22,000	\$21,500
Repair & Maintenance	\$12	\$4,500	\$4,500	\$4,500
Miscellaneous Services	\$0	\$10,000	\$10,000	\$10,000
Other	\$30,101	\$65,000	\$65,000	\$65,000
Capital Outlay	\$0		\$150,425	\$0
<b>Total Expenditures:</b>	<b>\$39,128</b>	<b>\$101,500</b>	<b>\$251,925</b>	<b>\$101,000</b>
<b>Total Revenues Less Expenditures:</b>	<b>\$184,442</b>	<b>\$144,825</b>	<b>-\$27,470</b>	<b>\$158,244</b>
<b>Ending Fund Balance:</b>	<b>\$539,578</b>	<b>\$684,402</b>	<b>\$512,107</b>	<b>\$670,351</b>

- FY25 Expenditures Include
  - Additional replacement AV equipment-\$65,000
- Allowable expenses include capital expenses with a life longer than 12 months that support the PEG channel.



# Infrastructure Reinvestment Fund

Name	FY2023 Actual	FY2024 Adopted Budget	FY2024 Projected	FY2025 Budgeted
<b>Beginning Fund Balance:</b>	\$1,686,360	\$1,449,011	\$1,449,011	\$1,049,204
<b>Revenues</b>				
Investment Earnings	\$41,365	\$26,921	\$60,410	\$65,369
Transfers In	\$1,593,714	\$1,300,000	\$1,300,000	\$1,300,000
<b>Total Revenues:</b>	<b>\$1,635,079</b>	<b>\$1,326,921</b>	<b>\$1,360,410</b>	<b>\$1,365,369</b>
<b>Expenditures</b>				
Building & Grounds	\$1,308,298	\$1,107,477	\$1,107,477	\$1,129,858
Capital Outlay	\$564,131	\$652,740	\$652,740	\$704,960
<b>Total Expenditures:</b>	<b>\$1,872,429</b>	<b>\$1,760,217</b>	<b>\$1,760,217</b>	<b>\$1,834,818</b>
<b>Total Revenues Less Expenditures:</b>	<b>-\$237,350</b>	<b>-\$433,296</b>	<b>-\$399,807</b>	<b>-\$469,449</b>
<b>Ending Fund Balance:</b>	<b>\$1,449,010</b>	<b>\$1,015,715</b>	<b>\$1,049,204</b>	<b>\$579,755</b>

- Ongoing investment of \$1.3M
- Supports additional \$1.8M in work due to available fund balance.
- Street Maintenance Crew will help support the work of this fund.
- EPW- Streets Division will also deploy the Street Rehabilitation Program of \$4.3M from Capital Improvement Plan to address the pavement condition index.

# Capital Improvement Plan



# FY25-29 Drainage Projects

Project Number	Request Title	Project Total	Historical	FY2025	FY2026	FY2027	FY2028	FY2029	Total
DR2407	Herridge Miller/Brookland Acre Subdivision Drainage Improvement	1,499,000	189,000	1,310,000					1,499,000
DR2408	Hickory Slough Embankment Slope Replacement	689,263	50,863	638,400					689,263
DR2410	Shadow Creek Ranch – Ocean Point Ct 100 Year Overflow at Cul-De-Sac	100,000	99,999	1					100,000
DR2501	Pine Hollow Drainage Improvements	5,730,000		1,480,000	4,250,000				5,730,000
DR2502	Fite Rd Drainage Improvement (Cullen to Harkey)	11,581,000		2,951,000	8,630,000				11,581,000
DR2503	Harkey Road Drainage (Broadway to Mary's Creek)	22,966,000		4,178,000	18,788,000				22,966,000
DR2601	Isla Dr., N Galveston, Cheryl Dr. Drainage Improvements	5,414,000			704,000	4,710,000			5,414,000
DR2602	E. Plum Drainage (Old Alvin to Schlieder Dr)	1,890,000			290,000	1,600,000			1,890,000
DR2603	Hatfield Road Drainage (FM 518 to Hickory Slough)	4,631,000			701,000	3,930,000			4,631,000
DR2701	Wagon Trail Road (South of Fite to Mary's Creek)	1,436,000				1,436,000			1,436,000
DR2702	Fite Road Drainage (Harkey to McLean)	7,205,000				1,075,000	6,130,000		7,205,000
DR2703	Tranquility Lakes Detention Pump Station Rehabilitation and Generator	5,390,000				670,000	4,720,000		5,390,000
	<b>Total Drainage:</b>	<b>145,941,860</b>	<b>22,664,455</b>	<b>65,643,405</b>	<b>33,363,000</b>	<b>13,421,000</b>	<b>10,850,000</b>	<b>-</b>	<b>145,941,860</b>

# FY25-29 Total Funding Sources for Drainage

Funding Source	Sum of Project Total	FY25	FY26	FY27	FY28	FY29	Total
2007 & 2019 GO Bonds	\$13,704,562	1					13,704,562
2023 General Obligation Bonds	\$105,500,000	43,795,001	33,065,000	13,421,000	9,930,000		105,500,000
Certificates of Obligation	\$6,841,101	3,062,000	298,000		920,000		6,841,101
General Revenue-Cash	\$435,000	435,000					435,000
Other Funding Sources	\$19,026,196	11,875,740					19,026,196
PEDC	\$435,000	435,000					435,000
<b>Total:</b>	<b>145,941,859</b>	<b>59,602,742</b>	<b>33,363,000</b>	<b>13,421,000</b>	<b>10,850,000</b>	<b>-</b>	<b>145,941,859</b>

# FY25-29 Facilities Projects

Project Number	Request Title	Project Total	Historical	FY2025	FY2026	FY2027	FY2028	FY2029	Total
FA1804	Fire Station #7 - Bailey Road	17,444,000	30,750	2,923,250	14,490,000				17,444,000
FA1902	Orange Street Service Center Phase 2	30,938,800	2,823,800	1,944,050	26,170,950				30,938,800
FA2002	Fire Station #6 (Formerly Fire Station #11) - County Road 100	16,225,000	575,000			2,550,000	13,100,000		16,225,000
FA2103	Fire Station #2 Repairs	745,001	745,000	1					745,001
FA2104	Fire Station #3 Attic Air Conditioning	583,747	583,746	1					583,747
FA2106	Hillhouse Road Annex Phase II	28,475,000	27,975,000	500,000					28,475,000
FA2107	Water Operations Building (Alice St.)	5,069,000	5,068,999	1					5,069,000
FA2109	Knapp Activity Center Outdoor Expansion	637,737	637,736	1					637,737
FA2203	Natorium Air-Handling Replacement	5,399,000	5,398,999	1					5,399,000
FA2205	Reflection Bay WRF Fuel Island	1,709,000	1,170,000	539,000					1,709,000
FA2301	Fiber Backbone (Magnolia from Cullen to Business Center)	705,000	704,999	1					705,000
FA2401	West Pearland Community Center HVAC Replacement	154,702		154,702					154,702
FA2405	Public Safety Training Complex	58,542,500	6,500,000	-		6,782,500	45,260,000		58,542,500
FA2410	Emergency Distribution Warehouse	2,178,756	2,178,755	1					2,178,756
FA2501	Knapp Activity Center Air Conditioning and Building Automation System Integration	459,000		459,000					459,000
FA2502	Fiber Backbone (Cullen Parkway from Hughes Ranch Road to McHard)	274,000		274,000					274,000
FA2505	Stella Roberts Recycling Center HVAC Replacement	350,000		350,000					350,000
FA2601	Fiber Backbone Magnolia (Business Center to Kirby Water Plant)	620,000			620,000				620,000
FA2701	Stella Roberts Recycling Center Roof and Gutter Replacement	624,000				624,000			624,000
FA2802	Public Safety Building Roof Replacement	4,536,000					4,536,000		4,536,000
<b>Total Facilities:</b>		<b>175,670,243</b>	<b>54,392,784</b>	<b>7,144,009</b>	<b>41,280,950</b>	<b>9,956,500</b>	<b>62,896,000</b>	<b>-</b>	<b>175,670,243</b>

# FY25-29 Total Funding Sources for Facilities

Funding Source	Sum of Project Total	FY25	FY26	FY27	FY28	FY29	Total
2023 General Obligation Bonds	15,959,000	1,469,000	14,490,000				15,959,000
Certificates of Obligation	54,616,062	14,117,950	9,159,833	624,000	4,536,000		54,616,062
Future GO Bond Package	68,267,500			9,332,500	58,360,000		68,267,500
General Revenue-Cash	5,772,747	274,002	310,000				5,772,747
Other Funding Sources	4,467,002	1					4,467,002
W/S Certificates of Obligation	25,160,432	2,172,564	17,011,118				25,160,432
W/S Revenue Bonds	1,117,500	1					1,117,500
W/S Revenue-Cash	310,000	-	310,000				310,000
<b>Total:</b>	<b>175,670,243</b>	<b>18,033,518</b>	<b>41,280,951</b>	<b>9,956,500</b>	<b>62,896,000</b>	<b>-</b>	<b>175,670,243</b>

# FY25-29 Parks Projects

Project Number	Request Title	Project Total	Historical	FY2025	FY2026	FY2027	FY2028	FY2029	Total
PK1904	Clear Creek Trail (Barry Rose WRF to UHCL)	10,215,000	1,150,000		9,065,000				10,215,000
PK2003	Shadow Creek Trail Phase II (Along Clear Creek Relief Ditch & Library Trail)	1,850,000	1,849,999	1					1,850,000
PK2301	Park Equipment Recapitalization Program	453,405	453,404	1					453,405
PK2401	Centennial Park Restrooms (Fields 5 & 6)	586,544	586,543	1					586,544
PK2402	Hickory Slough Sportsplex Phase II	17,370,000	2,222,202	15,147,798					17,370,000
PK2501	Independence Park Phase II	16,335,000		1,915,000	14,420,000				16,335,000
PK2502	Parks Master Plan Update	300,000		300,000					300,000
PK2503	Clear Creek Trail Segment 5	8,733,900		1,500,000	7,233,900				8,733,900
PK2601	PER for Future Bond Referendum	250,000			100,000	150,000			250,000
<b>Total Parks:</b>		<b>56,093,849</b>	<b>6,262,148</b>	<b>18,862,801</b>	<b>30,818,900</b>	<b>150,000</b>	<b>-</b>	<b>-</b>	<b>56,093,849</b>

# FY25-29 Total Funding Sources for Parks

Funding Source	Sum of Project Total	FY25	FY26	FY27	FY28	FY29	Total
2007 & 2019 GO Bonds	453,405	1					453,405
2023 General Obligation Bonds	16,335,000	1,915,000	14,420,000				16,335,000
Certificates of Obligation	9,122,824	750,000	7,622,824				9,122,824
General Revenue-Cash	550,000	300,000	100,000	150,000			550,000
HGAC-TIP	6,684,126	-	6,684,126				6,684,126
Other Funding Sources	5,128,494	750,001	3,391,950				5,128,494
PEDC	17,370,000	15,147,798	-				17,370,000
TIRZ Reimbursable Debt	1,850,000	1					1,850,000
<b>Total:</b>	<b>57,493,849</b>	<b>18,862,801</b>	<b>32,218,900</b>	<b>150,000</b>	<b>-</b>	<b>-</b>	<b>57,493,849</b>

# FY25-29 Streets Projects

Project Number	Request Title	Project Total	Historical	FY2025	FY2026	FY2027	FY2028	FY2029	Total
TR0601	Mykawa Road Widening - BW8 to FM 518	21,404,303	12,337,723		9,066,580				21,404,303
TR1501	Smith Ranch Road Extension (CR 94) - Hughes Ranch Road to Broadway	13,696,001	13,696,000	1					13,696,001
TR1904	Bailey Road Expansion - Veterans Dr to Main	18,458,000	18,457,999	1					18,458,000
TR1905	Shadow Creek Parkway Landscaping, Street Lighting, & Sidewalks	8,082,001	8,082,000	1					8,082,001
TR2001	Pearland Parkway at Broadway Intersection Improvements	1,834,000	347,000	1,487,000					1,834,000
TR2101	Broadway Expansion Phase 1 (SH 288 to Old Chocolate Bayou)	1,000,000	999,999	1					1,000,000
TR2103	Intersection Improvements in Shadow Creek Ranch	9,045,000	9,044,999	1					9,045,000
TR2201	Traffic Signal Upgrades	2,145,000	2,144,999	1					2,145,000
TR2203	Median Landscaping on Kingsley & Kirby	500,000	499,999	1					500,000
TR2205	Dixie Farm Road Transition near Mary's Creek and Cowart's Creek Bridge	616,000	615,999	1					616,000
TR2301	Pearland Parkway at Barry Rose Intersection Improvements	1,520,000		260,000	1,260,000				1,520,000
TR2302	Street Reconstruction - Sherwood	7,880,000	7,879,999	1					7,880,000
TR2303	Hughes Road - Pearland Parkway to City of Pearland City Limit	12,246,000	2,694,000	9,552,000					12,246,000
TR2304	FM 518 Corridor Study	600,000	599,999	1					600,000
TR2401	Concrete Sidewalk Gaps and Replacement	15,400,000	2,200,000	4,400,000	4,400,000	4,400,000			15,400,000
TR2402	Dixie Farm Road at Hastings Friendswood Road Intersection Improvements	980,000	100,000	880,000					980,000
TR2404	Street Rehabilitation Program	4,400,000	3,000,000	1,400,000					4,400,000



# FY25-29 Streets Projects

Project Number	Request Title	Project Total	Historical	FY2025	FY2026	FY2027	FY2028	FY2029	Total
TR2502	Broadway Expansion Phase 2 - Old Chocolate Bayou to McLean Rd.	7,000,000		7,000,000					7,000,000
TR2503	Miller Ranch Road - Broadway to Hughes Ranch Rd	15,936,000				2,731,000	13,205,000		15,936,000
TR2507	Green Tee Street Reconstruction	25,863,584				3,103,630	22,759,954		25,863,584
TR2508	Woodcreek Subdivision Improvements	33,790,500					3,754,500	30,036,000	33,790,500
TR2510	Pearland Parkway Bridge Soil Erosion Repair (at Clear Creek)	800,000	100,000	700,000					800,000
TR2601	Barry Rose Sound Wall Replacement	1,565,000		1,565,000					1,565,000
TR2602	PER for Future Bond Referendum-Streets	500,000			500,000				500,000
TR2701	Reid Boulevard Extension - Hughes Ranch Road to McHard	17,571,000					3,741,000	13,830,000	17,571,000
TR2702	Parkview Street Reconstruction	4,379,020				525,482	3,853,538		4,379,020
TR2703	Country Place Street Reconstruction	20,116,120				2,413,934	17,702,186		20,116,120
TR2704	Veterans - Walnut to Magnolia	20,103,000				3,823,000	16,280,000		20,103,000
TR2802	Sunset Meadows Street Reconstruction	5,884,308					706,117	5,178,191	5,884,308
TR2803	Southwyck Street Reconstruction	7,252,751					870,330	6,382,421	7,252,751
<b>Total Streets:</b>		<b>280,567,588</b>	<b>82,800,715</b>	<b>27,244,010</b>	<b>15,226,580</b>	<b>16,997,046</b>	<b>82,872,625</b>	<b>55,426,612</b>	<b>280,567,588</b>



# FY25-29 Funding Sources for Streets

Funding Source	Sum of Project Total	FY25	FY26	FY27	FY28	FY29	Total
2007 & 2019 GO Bonds	36,225,187	551,901	-				36,225,187
2023 General Obligation Bonds	22,765,366	9,071,366	4,400,000	4,400,000	-		22,765,366
Certificates of Obligation	23,071,804	7,941,102	10,631,580		-		23,071,804
Future GO Bond Package	150,896,282			12,597,046	82,872,625	55,426,611	150,896,282
General Revenue-Cash	902,000	-	500,000		-		902,000
HGAC-TIP	8,567,656						8,567,656
Other Funding Sources	13,012,292	5,140,638	1,260,000				13,012,292
PEDC	8,000,000	7,592,501					8,000,000
TIRZ Reimbursable Debt	17,205,001	2					17,205,001
<b>Total:</b>	<b>280,645,588</b>	<b>30,297,510</b>	<b>16,791,580</b>	<b>16,997,046</b>	<b>82,872,625</b>	<b>55,426,611</b>	<b>280,645,588</b>

# FY25-29 Water Projects

Project Number	Request Title	Project Total	Historical	FY2025	FY2026	FY2027	FY2028	FY2029	Total
WA2103	FM 518 Utility Relocations - SH288 to Old Chocolate Bayou	7,469,000	724,000	6,745,000	-	-	-		7,469,000
WA2201	Westminister Subdivision Water Line Replacement	1,430,000	1,429,999	1	-	-	-		1,430,000
WA2202	McLean Water Production Facility Rehabilitation	1,885,000	1,884,999	1	-	-	-		1,885,000
WA2203	Green Tee Transite Pipe Water Line Replacement	6,635,000	6,634,999	1	-	-	-		6,635,000
WA2205	Somersetshire Estates Subdivision Waterline Replacement	1,532,000	1,531,999	1	-	-	-		1,532,000
WA2209	Cullen Elevated Storage Tank Rehabilitation	843,775	843,774	1	-	-	-		843,775
WA2301	Liberty Water Production Facility Rehabilitation	2,784,000	278,000	2,506,000					2,784,000
WA2302	Southeast (Bailey) Elevated and Magnolia Ground Storage Tank	2,060,000	2,059,999	1	-	-	-		2,060,000
WA2304	Sherwood Waterline Replacement	1,750,000	400,000	1,350,000					1,750,000
WA2305	Country Place Water Well Generator Replacement	842,000	841,999	1	-	-	-		842,000
WA2306	Garden Water Well Generator	657,000	656,999	1	-	-	-		657,000
WA2401	Water Plant Chemical Containment Structures	1,716,000	94,000	1,622,000	-	-	-		1,716,000
WA2402	Wood Creek Transite Pipe Water Line Replacement	5,600,000	500,000	5,100,000	-	-	-		5,600,000
WA2403	Cullen Ground Storage Tank Replacement	4,120,000		4,120,000	-	-	-		4,120,000
WA2404	CR 100 Water Line - Harkey to Pearland Sites	375,000	374,999	1	-	-	-		375,000
WA2405	Creekview and Shadycrest Transite Pipe Water Line Replacement	6,350,000	550,000	5,800,000	-	-	-		6,350,000
WA2501	Water Master Plan Update	650,000		650,000					650,000
WA2502	Kirby Elevated and Ground Storage Tank Rehabilitation	1,585,000		1,585,000	-	-	-		1,585,000

# FY25-29 Water Projects

Project Number	Request Title	Project Total	Historical	FY2025	FY2026	FY2027	FY2028	FY2029	Total
WA2503	Sleepy Hollow Small Waterline Replacement	3,470,000		400,000	3,070,000	-	-		3,470,000
WA2505	Mykawa Road Transite Pipe and Water Line Replacement	3,130,000		3,130,000					3,130,000
WA2506	Pump, VFD and Motor Condition Assessment	300,000		300,000					300,000
WA2507	Surface Water Treatment Plant - Plant Redundancy Improvement	3,953,750			3,953,750				3,953,750
WA2509	Southwest Quadrant of Old Town Transite Water Line Replacement (McLean to SH35 South of Broadway)	1,400,000		1,400,000					1,400,000
WA2601	Alice Elevated & Ground Storage Tank Rehabilitation	1,216,000		-	1,216,000	-	-		1,216,000
WA2602	Lakes of Edgewater Estates Water Quality Program	1,096,000					196,000	900,000	1,096,000
WA2606	Liberty Dr & John Lizer Transite Pipe Water Line Replacement	2,277,000			297,000	1,980,000			2,277,000
WA2701	Towne Lakes Water Quality Program	1,077,000		-	-	157,000	920,000		1,077,000
WA2702	Magnolia Water Production Facility Rehabilitation	675,000		-	-	75,000	600,000		675,000
WA2801	Alexander Landing, Banbury Cross & Whispering Winds Transite Pipe Water Line Replacement	1,039,500						1,039,500	1,039,500
WA2802	Country Place Transite Pipe Water Line Replacement	7,900,000			-	-		800,000	7,900,000
WA2803	West Oaks and West Oaks Village Water Quality Program	2,175,000					415,000	1,760,000	2,175,000
WA2804	Dixie Hollow Subdivision Transite Pipe Water Line Replacement	1,981,000		-	-	-	248,000	1,733,000	1,981,000
WA2901	Park View Transite Pipe Water Line Replacement	500,000			-			500,000	500,000
WA2902	Southdown Transite Pipe Water Line Replacement	1,980,000						1,980,000	1,980,000
<b>Total Water:</b>		<b>82,454,025</b>	<b>18,805,766</b>	<b>34,708,009</b>	<b>8,536,750</b>	<b>2,212,000</b>	<b>2,379,000</b>	<b>8,712,500</b>	<b>82,454,025</b>

# FY25-29 Funding Sources for Water

Funding Source	Sum of Project Total	FY25	FY26	FY27	FY28	FY29	Total
General Revenue - Cash	-	-	-	-	-	-	-
Impact Fees - Cash	-	-	-	-	-	-	-
Impact Fees - Debt	-	-	-	-	-	-	-
Other Funding Sources*	1,727,275	1	-	-	-	-	1,727,275
W/S Certificates of Obligation	79,281,750	33,758,008	10,516,750	232,000	2,379,000	8,712,500	79,281,750
W/S Revenue Bonds	-	-	-	-	-	-	-
W/S Revenues - Cash	1,445,000	950,000	-	-	-	-	1,445,000
<b>Total:</b>	<b>82,454,025</b>	<b>34,708,009</b>	<b>10,516,750</b>	<b>232,000</b>	<b>2,379,000</b>	<b>8,712,500</b>	<b>82,454,025</b>

# FY25-29 Wastewater Projects

Project Number	Request Title	Project Total	Historical	FY2025	FY2026	FY2027	FY2028	FY2029	Total
WW1502	Barry Rose WRF Replacement and Expansion	229,380,000	229,379,999	1					229,380,000
WW1906	Longwood Water Reclamation Facility Decommissioning	38,073,000	38,072,999	1					38,073,000
WW2006	Mykawa Road Sewer Relocation - Jasmine to S Orange Circle	378,000	377,999	1					378,000
WW2101	Sanitary Sewer Rehabilitation (Old Town District & Barry Rose Service Area)	4,165,001	4,165,000	1					4,165,001
WW2103	SCADA - Waste Water	5,350,001	5,350,000	1					5,350,001
WW2104	FM 518 Wastewater Utility Relocations - SH288 to Old Chocolate Bayou	6,800,000	250,000	6,550,000					6,800,000
WW2201	BellaVita Regional Lift Station Rehabilitation	1,829,970	1,829,969	1					1,829,970
WW2202	Sanitary Sewer Rehabilitation - Barry Rose Service Area (BR-03)	4,150,000	4,149,999	1					4,150,000
WW2203	Autumn Lakes Lift Station Rehabilitation	1,515,000	1,514,999	1					1,515,000
WW2204	Sunrise Lakes Lift Station Rehabilitation	950,000	949,999	1					950,000
WW2302	Veterans 2 Regional Lift Station Rehabilitation	4,424,000	4,423,999	1					4,424,000
WW2303	Dixie Farm North Regional Lift Station Rehabilitation	1,994,000	274,000	1,720,000					1,994,000
WW2401	Barry Rose Gravity Sewer - Plum from Galveston to Barry Rose WRF	11,003,000	1,223,000	9,780,000					11,003,000
WW2402	Riverstone Ranch Regional Lift Station Capacity Expansion	3,420,000	300,000	3,120,000					3,420,000
WW2403	Lakes of Country Place Lift Station Rehabilitation	832,000	222,000	610,000					832,000
WW2404	Southdown Lift Station Rehabilitation	1,200,000	350,000	850,000					1,200,000
WW2405	Shady Crest and Creek View Subdivision Sanitary Sewer Rehabilitation	5,304,000	334,000	4,970,000					5,304,000
WW2406	Whispering Winds Lift Station Relocation	1,431,000	159,000	1,272,000					1,431,000
WW2407	Wooten Road Lift Station Decommissioning	294,000	293,999	1					294,000
WW2408	Sanitary Sewer Rehabilitation - Longwood Service Area (LW-03)	9,011,100	1,000,000	8,011,100					9,011,100
WW2501	Sanitary Sewer Rehabilitation - Longwood Service Area (LW-04)	4,344,000		424,000	3,920,000				4,344,000
WW2502	Green Tee IV Lift Station Rehabilitation	1,067,000		147,000	920,000				1,067,000



# FY25-29 Wastewater Projects

Project Number	Request Title	Project Total	Historical	FY2025	FY2026	FY2027	FY2028	FY2029	Total
WW2502	Green Tee IV Lift Station Rehabilitation	1,067,000		147,000	920,000				1,067,000
WW2503	Sunset Meadows Lift Station Rehabilitation	1,590,000		178,000	1,412,000				1,590,000
WW2504	Green Tee III Lift Station Rehabilitation	820,000		820,000					820,000
WW2507	Kirby North Regional Lift Station Rehabilitation	2,018,000		278,000	1,740,000				2,018,000
WW2508	Waste Water Master Plan Update	625,000			625,000				625,000
WW2601	Rustic Oak Elementary School Lift Station Rehabilitation	1,184,000			224,000	960,000			1,184,000
WW2602	Westlea Lift Station Rehabilitation	878,000			878,000				878,000
WW2603	Green Tee I Lift Station	1,234,000			214,000	1,020,000			1,234,000
WW2604	Oakbrook Estates Lift Station Replacement	610,000			610,000				610,000
WW2605	Tower Bridge Lift Station Rehabilitation	850,000			230,000	620,000			850,000
WW2606	Villages of Edgewater Lift Station Rehabilitation	1,102,000			152,000	950,000			1,102,000
WW2607	Crystal Lakes West Lift Station Rehabilitation	1,920,000			1,920,000				1,920,000
WW2608	Sunset Lakes Lift Station Rehabilitation	1,772,000			222,000	1,550,000			1,772,000
WW2609	FM 518 Utility Relocations Phase 2 (Old Chocolate Bayou to McLean)	6,800,000			6,800,000				6,800,000
WW2701	Towne Lake Lift Station Rehabilitation	986,000				110,000	876,000		986,000
WW2702	Pine Hollow Lift Station Rehabilitation	1,162,000				152,000	1,010,000		1,162,000
WW2703	Woodthrush Regional Lift Station Rehabilitation	3,250,000				250,000	3,000,000		3,250,000
WW2704	Clear Creek Park Lift Station Rehabilitation	932,000				132,000	800,000		932,000
WW2705	Country Place Lift Station Rehabilitation	2,000,000				220,000	1,780,000		2,000,000
WW2706	Dixie Farm South Lift Station Rehabilitation	1,338,000				178,000	1,160,000		1,338,000
WW2707	Walmart Lift Station Rehabilitation	1,273,000				189,000	1,084,000		1,273,000
WW2708	Hughes Ranch Road Gravity Sewer-Cullen to Stone	1,852,000				1,852,000			1,852,000
WW2901	Southdown Regional Lift Station & Force Main	2,779,000	100,000					2,679,000	2,779,000
<b>Total Wastewater:</b>		<b>373,890,072</b>	<b>294,720,961</b>	<b>38,730,111</b>	<b>19,867,000</b>	<b>8,183,000</b>	<b>9,710,000</b>	<b>2,679,000</b>	<b>373,890,072</b>

# FY25-29 Funding Sources for Wastewater

Funding Source	Sum of Project Total	FY25	FY26	FY27	FY28	FY29	Total
Impact Fees-Cash	700,000						700,000
Impact Fees-Debt	111,184,632	45,247,500	27,618,500			914,500	111,184,632
Other Funding Sources	7,063,209	6,550,000	-				7,063,209
W/S Certificates of Obligation	242,273,704	90,467,608	46,860,500	7,641,000	9,710,000	1,764,500	242,273,704
W/S Revenue Bonds	9,097,527	1					9,097,527
W/S Revenue-Cash	3,571,001	2	625,000	542,000			3,571,001
<b>Total:</b>	<b>373,890,073</b>	<b>142,265,111</b>	<b>75,104,000</b>	<b>8,183,000</b>	<b>9,710,000</b>	<b>2,679,000</b>	<b>373,890,073</b>

# Council Input



# Fee Changes General Fund

# Fee Changes for FY 2025

Description	Justification	Old Fee	New Fee	Department
<b>NSF Fee</b>	Contractual cost increase.	\$25.00	\$35.00	<b>Finance</b>
<b>Set Up Fee – Floor Covering</b>	The expenditure for adhesive tape, utilized to secure floor coverings, stands at \$200 per box, with a total requirement of 1 1/2 boxes to ensure complete coverage of one court. The fee increase covers the cost of floor tape.	\$150.00	\$300.00	<b>Parks &amp; Recreation</b>
<b>RCN - Heavy Cleaning Fee</b>	Custodial contract price increase contract price increase with the City has led to a rise in the cost of their cleaning services. Fee increase will cover the increased cost for service.	\$250.00	\$270.00	Parks & Recreation
<b>RCN - Porter Service</b>	Custodial contract price increase contract price increase with the City has led to a rise in the cost of their cleaning services. Fee increase will cover the increased cost for service.	\$17.25	\$20.00	Parks & Recreation
<b>RCN - Indoor Facility Rental Cleaning Fee</b>	Custodial contract price increase contract price increase with the City has led to a rise in the cost of their cleaning services. Fee increase will cover the increased cost for service.	\$180.00	\$200.00	Parks & Recreation
<b>WPCC- Indoor Facility Rental Cleaning Fee</b>	Custodial contract price increase contract price increase with the City has led to a rise in the cost of their cleaning services. Fee increase will cover the increased cost for service.	\$180.00	\$200.00	Parks & Recreation
<b>Administrative Fees- Indoor Facility Rental Cleaning Fee</b>	Custodial contract price increase contract price increase with the City has led to a rise in the cost of their cleaning services. Fee increase will cover the increased cost for service.	\$180.00	\$200.00	Parks & Recreation
<b>WPCC - Porter Fee</b>	Custodial contract price increase with the City has led to a rise in the cost of their porter services. Currently, our fee schedule still lists the porter fee at \$17.25 for our customers, which now falls short of covering the increased costs.	\$17.25	\$20.00	Parks & Recreation

# New Fees for FY 2025

<b>Credit Card Chargeback Fee</b>	Fee assessed when a customer reverses their credit card payment. Contractual agreement.		\$35.00	Finance
-----------------------------------	-----------------------------------------------------------------------------------------	--	---------	---------

# Enterprise Fund Fee Changes for FY 2025

Description	Justification	Old Fee	New Fee	Department
<b>Additional Deposit – Commercial.</b>	Fee assessed when services are terminated twice within six months for non-payment; Increase to match current deposit amount for commercial.	\$170	\$200	Utility Billing
<b>Additional Deposit – Residential.</b>	Fee assessed when services are terminated twice within six months for non-payment; Increase to match current deposit amount for residential	\$75	\$100	Utility Billing
<b>Meter Replacement Fee-1" Meter</b>	Fee assessed when meter and/or endpoint is damaged and must be replaced; Contractual increase.	\$328	\$364	Utility Billing
<b>Meter Replacement Fee-3" Meter</b>	Fee assessed when meter and/or endpoint is damaged and must be replaced; Contractual increase.	\$8,555	\$9,150	Utility Billing
<b>Meter Replacement Fee-4" Meter</b>	Fee assessed when meter and/or endpoint is damaged and must be replaced; Contractual increase.	\$10,005	\$10,120	Utility Billing
<b>Meter Replacement Fee-5/8" &amp; 3/4" Meters</b>	Fee assessed when meter and/or endpoint is damaged and must be replaced; Contractual increase.	\$271	\$330	Utility Billing

# Fee Changes for FY 2025

## FEE CHANGES

Description	Justification	Old Fee	New Fee	Department
<b>Meter Replacement Fee-6" Meter</b>	Fee assessed when meter and/or endpoint is damaged and must be replaced; Contractual increase.	\$13,402	\$13,800	Utility Billing
<b>Meter Replacement Fee-8" Meter</b>	Fee assessed when meter and/or endpoint is damaged and must be replaced; Contractual increase.	\$14,605	\$21,183	Utility Billing
<b>Meter Replacement Fee-10" Meter</b>	Fee assessed when meter and/or endpoint is damaged and must be replaced; Contractual increase.	\$28,515	\$33,765	Utility Billing
<b>Meter Replacement Fee-12" Meter</b>	Fee assessed when meter and/or endpoint is damaged and must be replaced; Contractual increase.	\$29,693	\$41,897	Utility Billing
<b>Temporary Fire Hydrant Meter Deposit</b>	Contractual cost increase of 3" meter and backflow	\$1,500	\$2,000	Utility Billing

# Fee Changes for FY 2025

## FEE CHANGES

Description	Justification	Old Fee	New Fee	Department
Solid Waste & Recycling Services	FWS Residential Garbage Fee	\$20.77	\$21.55	Utilities
Solid Waste & Recycling Services	95- Gallon Replacement Cart (trash or recycling)	\$62.55	\$64.93	Utilities
Solid Waste & Recycling Services	Additional 95-Gallon Trash Cart Month	\$12.11	\$12.57	Utilities
Solid Waste & Recycling Services	Additional 95-Gallon Recycling Cart Month	\$8.18	\$8.49	Utilities
Solid Waste & Recycling Services	Unusual residential Garbage Accumulation Services- per Hour	\$255.03	\$264.72	Utilities
Solid Waste & Recycling Services	Disposal Fe- Unusual Residential Garbage Accumulation per Yard	\$14.78	\$15.34	Utilities

# New Fees for FY25

Description	Justification	Old Fee	New Fee	Department
<b>Unable To Install Meter Fee</b>	Fee assessed when new meter cannot be installed after contractor's request.		\$100	Utility Billing
<b>Meter Replacement Fee-1 1/2" Meter</b>	Fee assessed when meter and/or endpoint is damaged and must be replaced; Contractual increase. Not currently in fee schedule.		\$694	Utility Billing
<b>Meter Replacement Fee-2" Meter</b>	Fee assessed when meter and/or endpoint is damaged and must be replaced; Contractual increase. Not currently in fee schedule.		\$908	Utility Billing

# Decision Points

- Retiree Medical Benefits
- W/S Rates
- PEDC Debt
- Other Input/Questions
- Budget Discussion #3



# Next Steps/Calendar Items

- ~~August 7<sup>th</sup>: Proposed budget submitted~~
- ~~August 12<sup>th</sup>: Budget Discussion #1~~
- ~~August 12<sup>th</sup>: Vote on Maximum Tax Rate~~
- ~~August 19<sup>th</sup>: Budget Discussion #2~~
- August 26<sup>th</sup>: Budget Discussion #3 (if needed)
- September 9<sup>th</sup>- Budget Public Hearing, First Reading of FY25 Budget, First Reading of Tax Rate, First Reading of Non-Development Fees
- September 23<sup>rd</sup> – Tax Rate Public Hearing, Second Reading of FY25 Budget, Second Reading of Tax Rate, Second Reading of Non-Development Fees