

# 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.

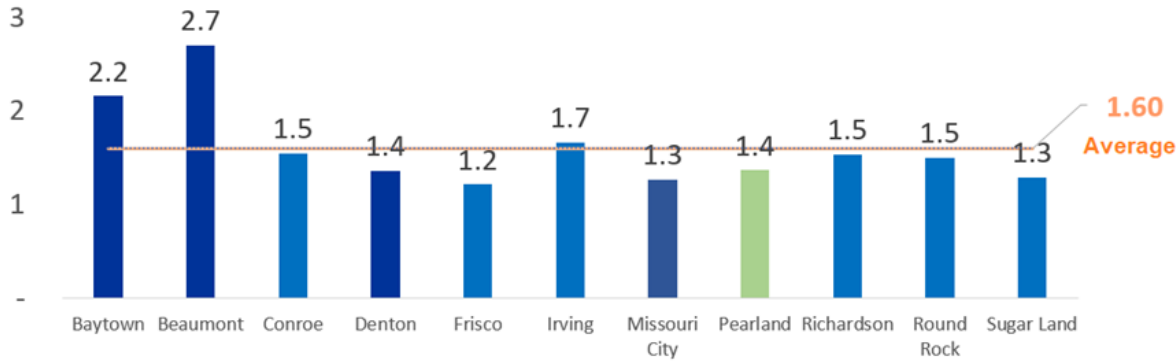
## Budget Discussion #2

- 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

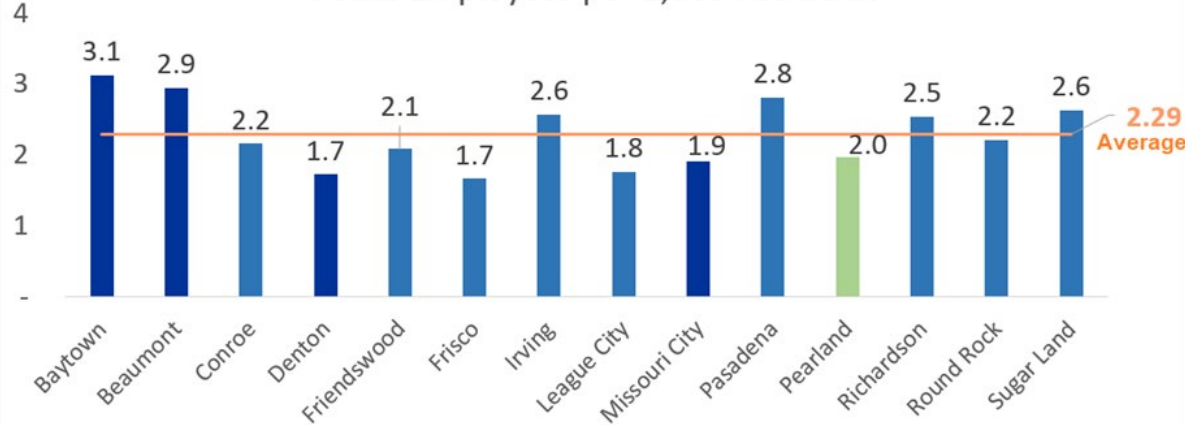
# Employees per 1,000 Residents

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).

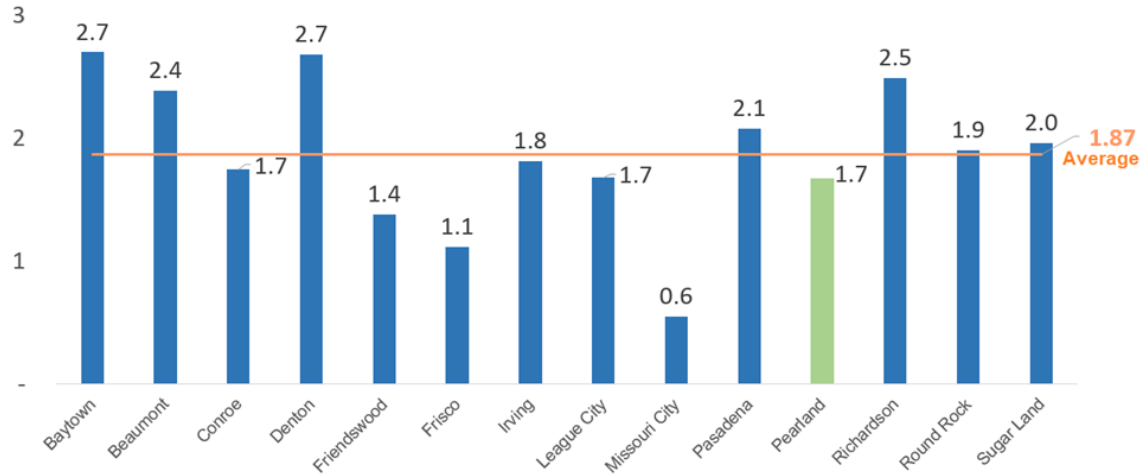
Police Employees per 1,000 Residents



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

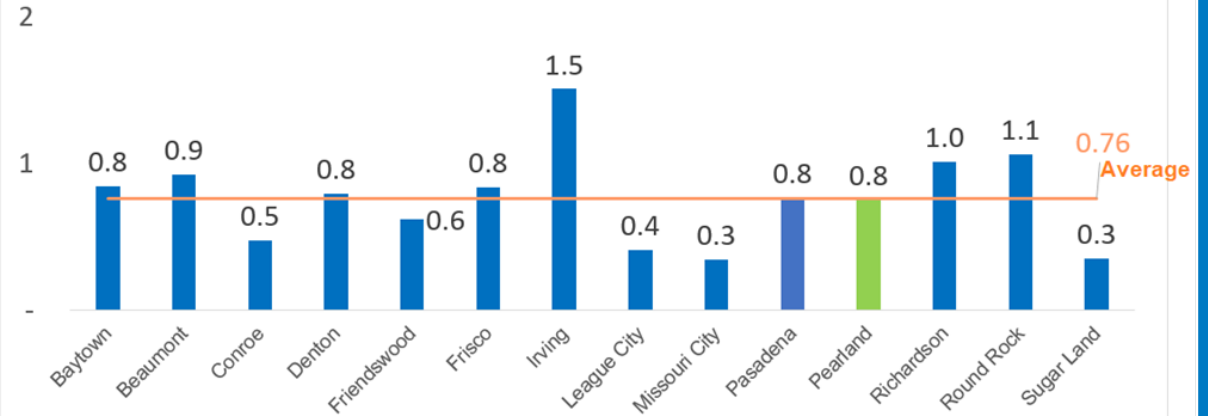
# Employees per 1,000 Residents

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)
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>
<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 EXPENDITURES	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 Financial Assistance 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
Beginning Fund Balance:	\$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	Natatorium 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
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# 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