

City of Pearland FY25 Proposed Budget

Discussion #3



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.

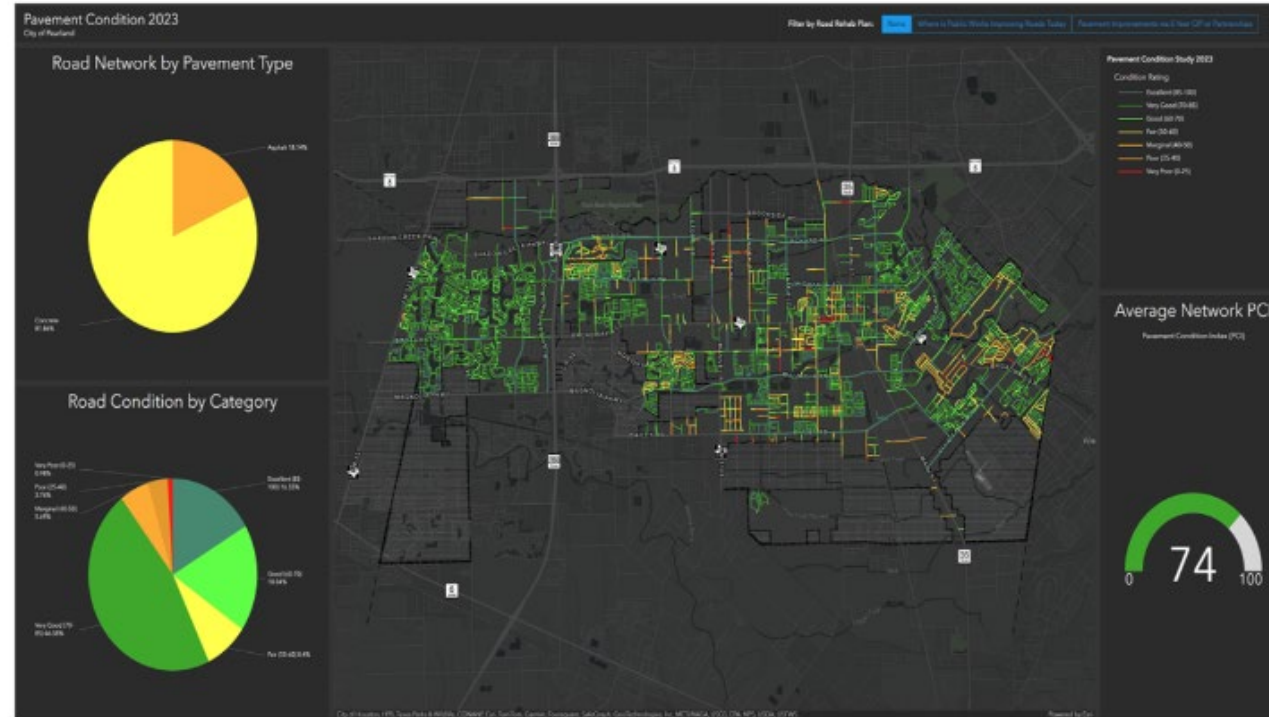
Budget Discussion #3

- Follow up from Discussion #2
 - Memo
 - Streets
 - 7% Water Rates
- Future Dates

Follow Up on Discussion #2

Streets Dashboard

Click the Dashboard Preview below to visit a live, full-page view of the Pavement Condition dashboard.



Enterprise Fund Rates

FY 2025 Proposed Scenario: smoothing rates in FY2025 – FY2029.

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%
Bond Cov. Ratio (1.15)	1.42	1.31	1.40	1.60	1.78	2.10	2.10
Reserve Requirement (15%)	60%	58%	48%	36%	24%	21%	16%

Scenario 4: 7% water rate growth in FY2025 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%	7%	7%	7%	11%	11%
Bond Cov. Ratio (1.15)	1.42	1.31	1.37	1.54	1.68	2.10	2.25
Reserve Requirement (15%)	60%	58%	47%	33%	18%	15%	15%

Enterprise Fund Rates

Scenario 1: 6% water rate growth in FY2025 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%
Bond Cov. Ratio (1.15)	1.42	1.31	1.34	1.48	1.71	2.14	2.29
Reserve Requirement (15%)	60%	58%	46%	29%	16%	15%	15%

Scenario 2: 3% water rate growth in FY2025 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%
Bond Cov. Ratio (1.15)	1.42	1.31	1.26	1.51	1.74	2.18	2.29
Reserve Requirement (15%)	60%	58%	43%	27%	15%	15%	16%

Next Steps/Calendar Items

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