



**City of Lake Dallas
City Council
Regular Called Meeting
City Hall
212 Main Street, Lake Dallas, TX 75065
Thursday, September 11, 2025 at 6:00 PM
Agenda**

**Early Work Session
City Council Chambers - 6:00 P.M.**

1. Call to Order and Determination of Quorum.
2. Clarification of Consent or General Items listed on Today's City Council Meeting Agenda for September 11, 2025.
3. Hold a discussion regarding parking in Thousand Oaks Subdivision.
4. Hold a discussion regarding lowering the speed limits to 25 MPH on residential streets.

**Open Session
City Council Chambers-6:30 P.M.**

Section I. - Call to Order & Determination of Quorum:

Section II. - Invocation & Pledges of Allegiance:

Section III. - Public Comment:

1. Citizen Agenda & Public Comment

An opportunity for citizens to address the Mayor and City Council on matters which are not scheduled for consideration by the City Council on this agenda. In order to address the Council, a Public Meeting Appearance Card must be completed and presented to the City Secretary prior to the start of the Council meeting. The Texas Open Meeting Act prohibits deliberation by the City Council of any subject which is not on the posted agenda, therefore the Council will not be able to discuss or take any action on items brought up during the citizen presentations. Citizen presentations will be limited to 5 minutes per person. Persons wishing to provide comments on an item appearing on this agenda must complete a Public Meeting Appearance Card and present it to the City Secretary prior to the item being called on the agenda and wait until recognized by the Mayor or other presiding officer before speaking on the item when that item is called for discussion.

Section IV. - Elected Official Requested Items & Comments:

1. Mayor & Council Member Announcements and Requests for Future Agenda Items

The City Council may hear or make reports of community interest provided no action is taken or discussed. Community interest items may include information regarding upcoming schedules of events, honorary recognitions, and announcements involving imminent public health and safety threats to the city. Any deliberation shall be limited to a proposal to place the subject on an agenda for a subsequent meeting.

Section V. - City Manager's Report:

1. The City Manager's Report may provide information on status of current city projects and other projects affecting the City, meetings and actions of the city's boards and commissions, upcoming local community events, including, but not limited to, departmental operations and capital improvement project status. No action will be taken with respect to this report.

Section VI. - Action items:

1. Consider and Act on an Ordinance approving and adopting the budget for the Fiscal Year beginning October 1, 2025, and ending September 30, 2026.

This Taxpayer Impact Statement shows for the median-value homestead property in the City, a comparison of the property tax bill in dollars pertaining to the property for the current fiscal year to an estimate of the property tax bill in dollars for the same property for the upcoming fiscal year			
Taxpayer Impact Statement	FY 2025 Adopted	FY 2026 Proposed	FY 2026 No-New Revenue Tax Rate
Total Tax Rate	\$ 0.518852	\$ 0.559711	\$ 0.499674
Median Value Homestead Taxable Value	\$ 303,747	\$ 316,495	\$ 316,495
Median Value Homestead Property Tax Bill	\$ 1,576.00	\$ 1,771.46	\$ 1,581.44
Difference to Current Year Tax Bill		\$ 195.46	\$ 5.45

2. Consider and Act on an Ordinance Levying the Ad Valorem Taxes for the 2025 Tax Year at a Rate of \$0.559711 per \$100 Assessed Valuation on all Taxable Property within the City's Corporate Limits as of January 1, 2025.

This Taxpayer Impact Statement shows for the median-value homestead property in the City, a comparison of the property tax bill in dollars pertaining to the property for the current fiscal year to an estimate of the property tax bill in dollars for the same property for the upcoming fiscal year			
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3. Consider and Act on a Resolution Ratifying the Property Tax Increase Reflected in the Fiscal Year 2025-2026 Budget.
4. Consider and act on an Ordinance approving a negotiated settlement between the Atmos Cities Steering Committee (“ACSC”) and ATMOS ENERGY CORP., Mid-Tex Division regarding the company’s 2025 rate review mechanism filing; declaring existing rates to be unreasonable; adopting tariffs that reflect rate adjustments consistent with the negotiated settlement; finding the rates to be set by the attached settlement tariffs to be just and reasonable and in the public interest; approving an attachment establishing a benchmark for pensions and retiree medical benefits; requiring the company to reimburse ACSC's reasonable ratemaking expenses; determining that this Ordinance was passed in accordance with the requirements of the Texas Open Meetings Act; adopting a saving clause; declaring an effective date; and requiring delivery of this Ordinance to the company and the ACSC’s legal counsel.

Section VII. - Consent Agenda:

All items listed below are considered to be routine by the City Council and will be enacted with one motion. There will be no separate discussion of the items unless a Councilmember so requests, or member of the public submits a Public Meeting Appearance Card identifying the item on which such person wished to comment prior to this item being called on the agenda, in which event the item will be removed from the consent agenda and considered in its normal sequence.

1. Consider and approve the City Council minutes for June 12, 2025, June 26, 2025, July 10, 2025, and July 24, 2025.

Section VIII. - Executive Session:

As authorized by Section 551.071 of the Texas Government Code, this meeting may be convened into closed executive session for the purpose of seeking confidential legal advice from the City Attorney on any agenda items listed above or herein.

Section IX. - Return to Open Session:

1. Discuss and take appropriate action, if any, resulting from the discussions conducted in Closed Session.

Section X. - Adjournment:

I certify that the above notice of this meeting posted on the bulletin board at City Hall of the City of Lake Dallas, Texas on or before Friday September 5, 2025 at 5:00 p.m.



Codi Delcambre, TRMC
City Secretary

If you plan to attend this public meeting and you have a disability that requires special arrangements at this meeting, please contact City Secretary’s Office at (940) 497-2226 ext. 102 or fax (940) 497-4485 at least 2 working days prior to the meeting so that appropriate arrangements can be made.



City Council
Agenda Memo

Prepared By: Sarah Cochran, Director of
Finance

September 11, 2025

**Consider and Act on an Ordinance approving and adopting the budget for the
Fiscal Year beginning October 1, 2025, and ending September 30, 2026.**

This Taxpayer Impact Statement shows for the median-value homestead property in the City, a comparison of the property tax bill in dollars pertaining to the property for the current fiscal year to an estimate of the property tax bill in dollars for the same property for the upcoming fiscal year			
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Difference to Current Year Tax Bill		\$ 195.46	\$ 5.45

Description:

Consider and Act on an Ordinance approving and adopting the budget for the Fiscal Year beginning October 1, 2025 and ending September 30, 2026.

Background Information:

City staff initiated the Fiscal Year (FY) 2025 - 2026 Budget process in June and had budget discussions with the City Council throughout June, July, and August. The discussions included the General Fund Budget, Special Revenue Funds, Community Development Corporation, and Debt Service. The required public hearings on the Proposed 2025 Tax Rate and the Proposed FY 2025-2026 Budget were held on September 04, 2025. The proposed budget has been available for review by residents on the City website and at the City Secretary's Office since August 6, 2025.

This budget is based on the property tax rate of \$0.559711 per \$100 of assessed valuation. The overall property tax dollars generated by the proposed tax rate will increase by \$494,257 or 11.39%, and of that amount, \$21,730 is tax revenue to be raised from new property added to the tax roll this year.

The FY 2025-2026 Budget is presented for Council approval. The presented budget mirrors the expressed consensus of Council from the budget discussions.

Financial Consideration:

The Annual Budget totals \$33,489,024 for FY2025 - 2026.

Recommended Motions:

I move to approve an Ordinance adopting the Fiscal Year 2025 - 2026 Annual Budget of the City of Lake Dallas for the fiscal year beginning October 1, 2025 and ending September 30, 2026.

Attachments:

1. 2025-26 2025-06 LD Ord Adopting FY 25-26 Budget (004)
2. FY 2025-2026 Proposed Annual Program of Services

CITY OF LAKE DALLAS, TEXAS

ORDINANCE NO. 2025-06

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF LAKE DALLAS, TEXAS, APPROVING AND ADOPTING THE BUDGET FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2025, AND ENDING SEPTEMBER 30, 2026, AND CATEGORY APPROPRIATIONS FOR EACH FUND AND DEPARTMENT, PROJECT AND ACCOUNT; REPEALING CONFLICTING ORDINANCES; PROVIDING FOR INTER-FUND TRANSFERS; PROVIDING FOR INVESTMENT OF CERTAIN FUNDS; PROVIDING FOR FISCAL AND BUDGETARY POLICY GUIDELINES; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, as required by Section 7.02 of the City Charter, the City Manager has prepared and submitted to the City Council a Budget Estimate of expenditures and revenues of all city departments, activities and offices for the fiscal year beginning October 1, 2025, and ending September 30, 2026 (“the FY 2025-2026 Budget”), and

WHEREAS, the proposed FY 2025-2026 Budget has been filed with the City Secretary of the City of Lake Dallas as required by law; and

WHEREAS, notice of a public hearing upon the proposed FY 2025-2026 Budget has been duly and legally posted or published as required by law; and

WHEREAS, said public hearing was held on September 04, 2025, and whereon full and final consideration was given the proposed FY 2025-2026 Budget; and

WHEREAS, the City Council of the City of Lake Dallas, Texas, has determined that the proposed FY 2025-2026 Budget will be sufficient to provide the needed services to Lake Dallas residents.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF LAKE DALLAS, TEXAS, THAT:

SECTION 1. For the purpose of providing the funds necessary and proposed to be expended in the Budget of the City of Lake Dallas for the fiscal year beginning October 1, 2025, and ending September 30, 2026, the FY 2025-2026 Budget heretofore prepared by the City Manager and submitted to the City Council for its consideration and approval, said Budget for the different funds of the City of Lake Dallas are hereby fixed as follows:

EXPENDITURES		FY 2025 - 2026
General Fund		\$ 7,374,819
Debt Service Fund		1,128,084
Community Development Corporation Fund		803,385
Street Maintenance Sales Tax Fund		785,000
Hotel Occupancy Fund		150,000
Municipal Court Technology Fund		7,830
Municipal Court Security Fund		3,655
LEOSE		5,018
Municipal Court Child Safety Fund		25,000
Juvenile Case Management Fund		12,627
Drug Seizure Fund		-
Kids N Cops Fund		11,700
Willow Grove Park Fund		136,675
Animal Rescue Fund ¹		2,814
Library Donations Fund		12,500
Park Improvement Fund		2,846
Coronavirus SLFRF Fund		799,612
Stormwater Drainage Fund		497,483
Halloween Event Fund		5,000
Christmas Event Fund		4,359
Opioid Abatement Fund		8,259
Tree Preservation Fund		4,000
General Capital Projects Fund		10,907,788
2023 CO & Revenue Bonds Fund		3,835,140
2025 CO & Revenue Bonds Fund		6,965,000
Municipal Court Building Security & Technology Fund		430
TOTAL EXPENDITURES		\$ 33,489,024

The above said budget is hereby approved for a total of \$33,489,024 and the available resources and revenues of the City of Lake Dallas for said fiscal year be and the same are hereby appropriated and set aside for the maintenance and operation of the various funds of the Government of the City of Lake Dallas, together with the various activities and improvements as set forth in said FY 2025-2026 Budget, and expenditures under these appropriations shall not exceed the approved fund budget unless and until the budget shall be amended by a Council-approved budget amendment, and further the expenditures shall be in accordance with the uses and purposes of the respective funds, as provided for in said FY 2025-2026 Budget. The City Manager is hereby authorized to make expenditures under this FY 2025-2026 Budget, without a budget amendment, which exceed specific line items within each fund.

SECTION 2. The Budget for the fiscal year beginning October 1, 2025, and ending September 30, 2026, approved herein, is on file in the City Secretary Office.

SECTION 3. The expenditures during the fiscal year beginning October 1, 2025, and ending September 30, 2026, shall be made in accordance with the FY 2025-2026 Budget approved by this ordinance unless otherwise authorized by duly enacted ordinance of the City of Lake Dallas.

SECTION 4. The City Manager be and is hereby authorized in accordance with the provisions of Section 6.17 of the City Charter to approve expenditures up to the amount set forth in the financial policies adopted by the City Council, with any expenditure over such amount requiring the approval of the City Council.

SECTION 5. The City Manager be and is hereby authorized to make interfund transfers in accordance with budgeted appropriations during the fiscal year.

SECTION 6. The City Manager and/or the designated Investment Officer is authorized to invest idle funds, whether operating funds or bond funds in accordance with the City's Investment Policy as prescribed by the Public Funds Investment Act.

SECTION 7. The administration and execution of said budget for fiscal year beginning October 1, 2025, and ending September 30, 2026, shall be subject to certain fiscal and budgetary policies as adopted by the City Council.

SECTION 8. This Ordinance shall take effect immediately from and after approval.

UPON CALLING FOR A VOTE FOR APPROVAL OF THIS ORDINANCE, THE MEMBERS OF THE CITY COUNCIL VOTED AS FOLLOWS:

	Aye	Nay
Stephen Wohnr, Councilmember - Place 1		
Rachel Fitzpatrick, Councilmember - Place 2		
Rick Lewelling, Councilmember - Place 3		
Rudy Glynn Vrba, Councilmember - Place 4		
Randy Evans, Councilmember - Place 5		

WITH ___ VOTING "AYE" AND ___ VOTING "NAY," THIS ORDINANCE NO. 2025-06 WAS PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF LAKE DALLAS, TEXAS, ON THE 11th DAY OF SEPTEMBER 2025.

APPROVED:

Kristy Bleau, Mayor

ATTEST:

Codi Delcambre, TRMC, City Secretary

APPROVED AS TO FORM:

Joe Gorfida, Jr., City Attorney



**PROPOSED
ANNUAL
PROGRAM
OF SERVICES**
Fiscal Year 2025-26

Proposed Annual Program of Services

Fiscal Year 2025-2026

SUBMITTED TO THE MAYOR AND CITY COUNCIL
In Accordance with Texas Local Government Code 102.007

AUGUST 5, 2025

The following statement is provided in accordance with the Texas Local Government Code 102.005:

This budget will raise more total property taxes than last year's budget by an amount of \$494,257 which is a 11.39 percent increase from last year's budget. The property tax revenue to be raised from new property added to the tax roll this year is \$21,730.

Tax Rate				
Fiscal Year	Property Tax Rate	No New Revenue Tax Rate	Effective O&M Tax Rate	Debt Rate
2025-26	0.559711	0.499674	0.456247	0.103464
2024-25	0.518852	0.501872	0.461716	0.057136

Municipal Debt Obligation – Principal & Interest
Tax Supported
\$893,497

Prepared By

Luke Olson
City Manager

Sarah Cochran
Finance Director

Codi Delcambre
Director of Administrative Services/City Secretary

Elected Officials

Kristy Bleau, Mayor
kbleau@lakedallas.com
Term expires May 2028

Stephen Wohr, Council Member Place 1
swohr@lakedallas.com
Term expires May 2027

Rachel Fitzpatrick, Council Member Place 2
rfitzpatrick@lakedallas.com
Term expires May 2028

Rick Lewelling, Council Member Place 3
rlewelling@lakedallas.com
Term expires May 2027

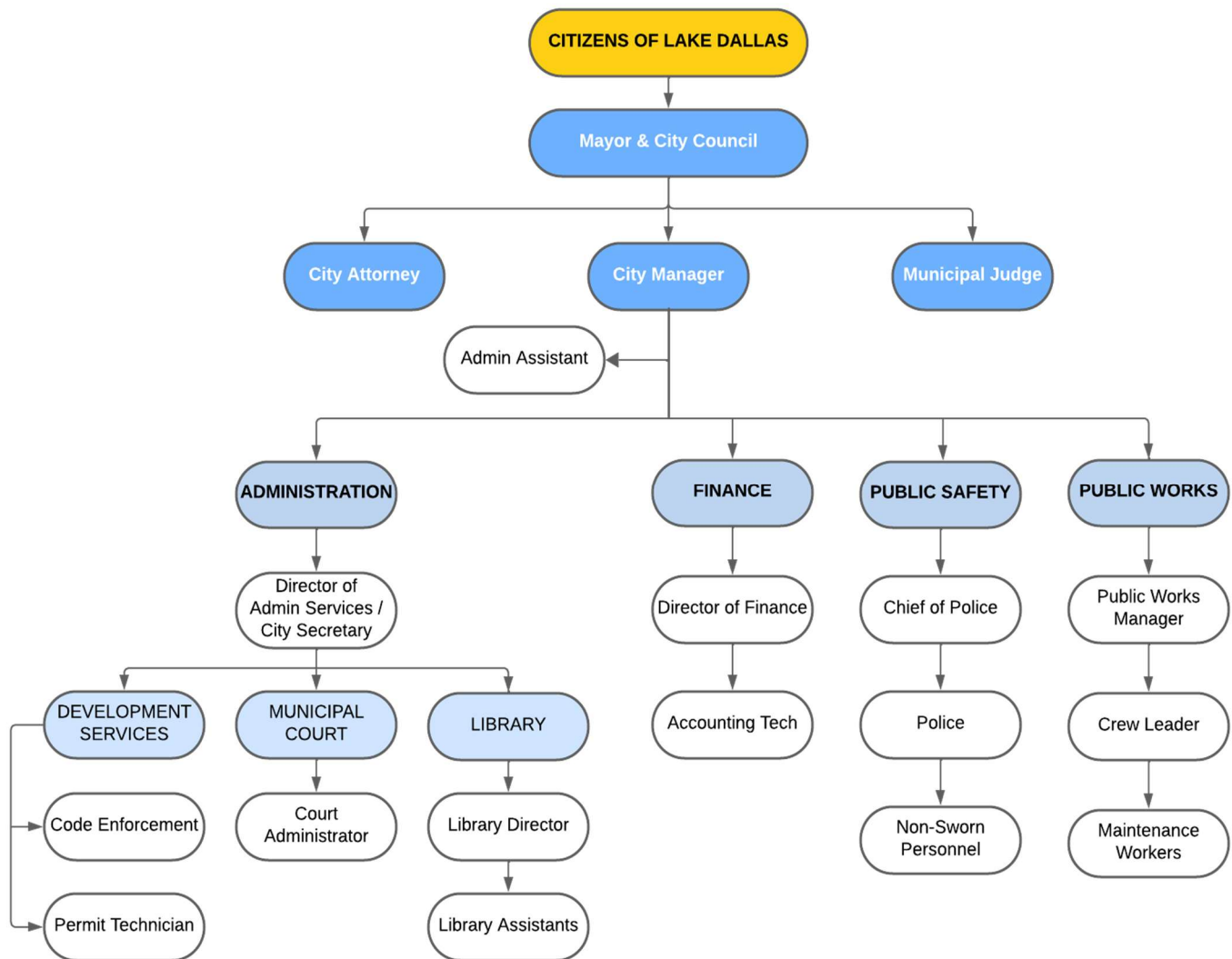
Rudy Glynn Vrba, Council Member Place 4
rvrba@lakedallas.com
Term expires May 2028

Randy Evans, Council Member Place 5
revans@lakedallas.com
Term expires May 2027



CITY OF LAKE DALLAS

ORGANIZATIONAL CHART



Boards, Commissions, & Committees

Board of Appeals

The purpose of this board is to hear testimony of terminated city workers as well as to hear charges of corruption, discrimination, abuse of power, or abuse of policies from active city workers or citizens.

Board of Adjustment

Members of this board meet at the call of the chairperson within 30 days of receipt of written notice from anyone with grievances because of the refusal of a building permit or administrative decision by the City Building Official.

Community Development Corporation

The Community Development Corporation (CDC) was created in January 2003 to foster improvements in the commercial area of the city and to enhance the quality of life in the city as a tool for attracting new businesses and residents.

Parks and Recreation Board

The Parks and Recreation Board is an advisory body to the City Council on the planning and development of parks and recreation facilities and regulations governing their use.

Keep Lake Dallas Beautiful Committee

The Parks and Recreation Board serves as the Keep Lake Dallas Beautiful Committee, which serves as an advisory body to the City Council on planning, development and implementation of litter abatement and aesthetic improvement policies.

Planning & Zoning Commission

The Planning and Zoning Commission is an advisory body to the City Council that makes recommendations regarding the administration of the zoning ordinance, the development of the comprehensive plan for the physical development of City. Other duties include regulating zoning and ordinance amendments and platting.

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August 5, 2025

Honorable Mayor and Members of the City Council,

As required by the City Charter, I am pleased to present the proposed Fiscal Year 2025–2026 Annual Budget for your review and consideration.

This proposed budget reflects a forward looking vision that embraces the many positive opportunities ahead for the City of Lake Dallas. As you are aware, the budget serves as our financial roadmap for the next twelve months, guided by the best available estimates of revenues and expenditures.

Tax Rate and Revenue

The proposed property tax rate for FY 2025–2026 is \$0.559711 per \$100 of valuation, which represents the calculated voter approved rate. This is an increase of \$0.04 from the previous year, driven by the issuance of \$7 million in bonds for critical road improvement projects.

The total property tax levy across all properties is projected to increase by \$494,257, or 11.39%. For the average Lake Dallas homeowner, this equates to a projected annual tax bill of \$1,771, representing an estimated average increase of \$195 over the previous year.

Staffing

While key staffing positions have been successfully filled during the current fiscal year, we continue to face workforce challenges. As of this date, the Police Department remains understaffed by three positions, with two candidates currently undergoing background checks that may soon reduce the shortage. Public Works is also short by two personnel, which continues to impact service capacity.

COVID Relief Funds

Federal COVID relief funds will be fully expended by the end of this fiscal year. The final approved projects funded through these sources are nearing completion. The Park Improvement Project, including the playing field and irrigation wells, is the final component. Portions of this project will begin during FY 2024–2025 and carry over into FY 2025–2026.

Capital Improvements – Street Reconstruction

FY 2025–2026 marks the beginning of major road reconstruction projects, including Carlisle Drive, South Shady Shores Road, and Hundley Drive. South Shady Shores and Hundley are scheduled for bid no later than October 2025, with construction anticipated to begin between January and March 2026.

These projects experienced delays as the City of Lake Dallas, LCMUA, and Denton County coordinated efforts to include essential water and sewer line replacements and to be funded by the Denton County TRIP 2022 Bonds Referendum. Through the TRIP 2022 Bond Referendum, Denton County will help fund the reconstruction of all designated roads totaling approximately \$22 million, including the City’s financial contribution.

Additionally, improvements to North Shady Shores Road (from Swisher to Dobbs Road) will be funded through a combination of County and Federal funds.

Revenue Outlook

Property value growth is beginning to slow, placing increased pressure on other revenue sources, particularly sales tax, which is directly tied to local retail activity. While current businesses continue to contribute positively, it is essential to pursue expansion of our retail base.

In closing, I want to extend my sincere appreciation to the City Council for your leadership and policy direction throughout the budget development process. I also want to recognize the dedicated efforts of our City staff, who worked diligently to provide reliable cost projections and well considered program recommendations.

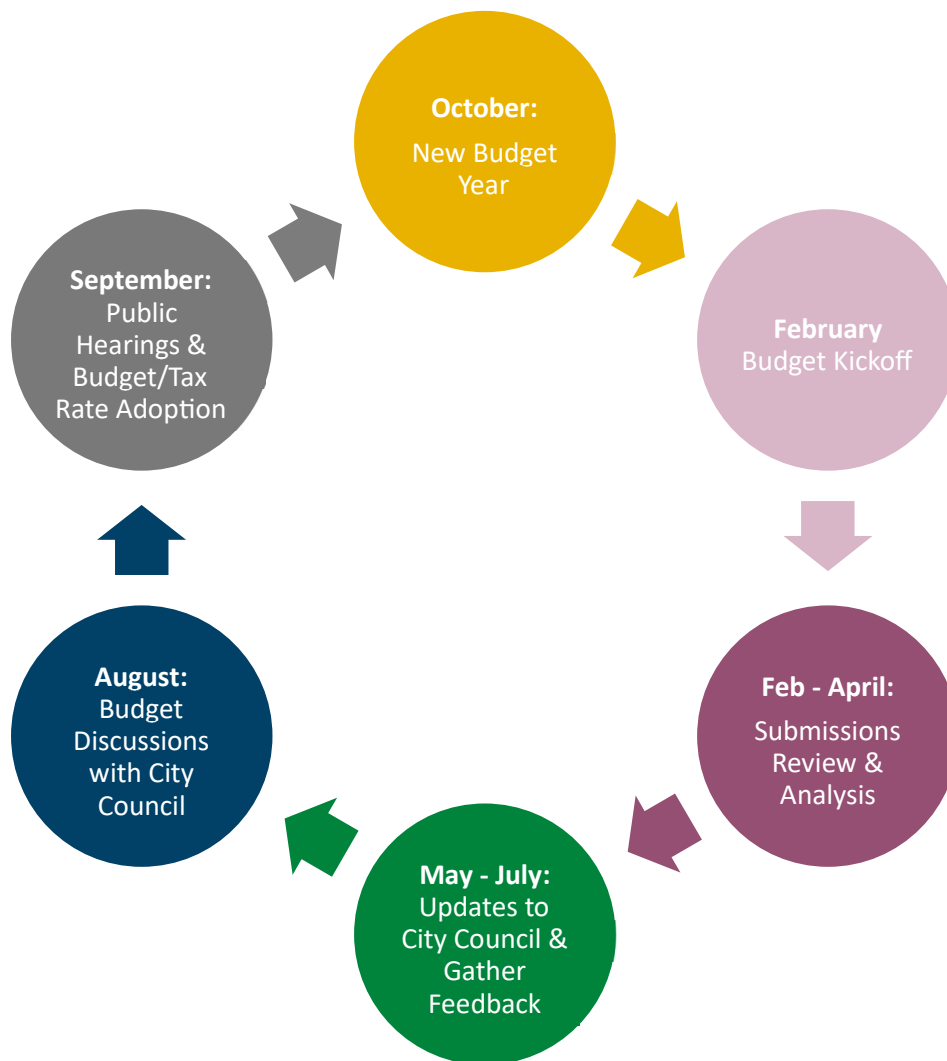
The proposed FY 2025–2026 budget positions Lake Dallas for continued progress and fiscal responsibility. I am confident this document will serve the community well in the year ahead.

Respectfully yours,



Luke Olson
City Manager

Budget Calendar



Reader's Guide

The Reader's Guide provides an overview of the City of Lake Dallas's budget process and budget documents. The City of Lake Dallas has prepared a budget designed to meet the highest standards of performance in municipal budgeting. This document provides a summary of all budgeted funds, including both revenue and expenditure summaries. Major budget documents, the budget process, and organization of the budget itself are described below.

Major Budget Documents

The City of Lake Dallas's budget process includes the production of key documents.

1. The Proposed Budget

The proposed budget is submitted to City Council in late July of each fiscal year. This document represents a balanced version of departmental budget requests versus projected resources. The proposed budget is a product of policy as expressed by the City Council and is submitted by the City Manager.

2. The Adopted Budget

The adopted budget represents a modified version of the proposed budget after public hearings and City Council review in August/September. Any changes deemed necessary by City Council to funding levels or revenue projections are reflected in the adopted budget. Revisions may also be made to reflect any updates to budget information.

The Budget Process

The City of Lake Dallas uses a program-oriented budgeting process. Each department is given a funding level based on the prior year actuals. New funding requests are submitted and evaluated by Finance Director and City Manager.

1. Revenue Projection

The budget revenue projections for the new fiscal year begin early in the current fiscal year. The projections are made by the departments responsible for the revenues with help from the Finance Director. Projections are based upon consultations with state and local agencies, trend analysis, anticipated changes in the local and regional economy, and discussions with staff members. Although revenue projections are prepared early in the budget process, the budget revenue analysis continues with departmental budget development and extends until the budget is adopted based upon any new information.

2. Proposed Budget Development

During budget development, the Finance Director works with departments to analyze requests, provide advice, and lend assistance. Budget requests are based upon a prior year's actuals.

3. Proposed Budget Analysis/Compilation

Once division and departmental budget requests are completed, the Finance Director reviews and compiles a preliminary draft of departmental budgets to present to the City Manager. A total recommended funding level is determined from both prior year and new request.

4. Budget Discussions with City Council

Council sessions and workshops are held in June and July with the City Council to discuss key focus areas for the City. After these meetings staff prepare a budget to address key services. The budget is finalized at the end of July and included in the proposed budget document that is submitted to City Council in August. The proposed budget is compiled after the final appraised property values and other data are received. This report highlights and summarizes funding requirements and program changes.

5. Public Hearing/Budget Adoption

A public hearing on the budget and the tax rate is held in September prior to final budget consideration. At the public hearing, citizens may make formal comments concerning the proposed budget and tax rate.

Budget adoption occurs in September after City Council deliberations and the public hearing(s). City Council may take action to modify the proposed budget. The City Council also adopts a tax rate to support adopted funding levels. Pursuant to City Charter, the proposed budget as submitted by the City Manager becomes the adopted budget if no City Council action is taken before the end of the fiscal year, September 30.

6. Compilation of Adopted Budget/Budget Maintenance

The adopted budget is compiled and published during the first months of the new fiscal year. The annual program of services in the form of an amended proposed budget is available for public inspection in December. After the budget is adopted, the City Council has to adopt an ordinance amending the budget and annual program of services if an increase in appropriations is needed.

Budget maintenance is a year-round activity of the organization. Spending control mechanisms include monthly review of expenditures by the Finance Director and monthly financial statements submitted to the City Council.

Budgetary and Financial Policies

Financial Structure

The financial structure of the budget is organized by funds. A fund is generally defined as a fiscal and accounting entity which has its own self-balancing set of accounts for recording cash and other financial resources, as well as any liabilities or residual equities or balances. Normally, funds are segregated for the purpose of carrying out specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

The FY 2025 - 2026 budget is separated into four different funds, with its own revenue source and fund expenditures. These funds are also classified by fund group: General Fund, Debt Service (I&S) Fund, Special Revenue Funds and the Community Development Corporation Fund.

Budgeted Funds

The City of Lake Dallas's budget consists of various funds. Each fund represents a specific function and maintains individual objectives. The City of Lake Dallas's budget includes the following funds:

General Fund (major fund) – The General Fund reflects the City's general service operations such as public safety, libraries, streets, drainage, and parks. The General Fund's two major revenue sources are sales and ad valorem taxes.

Debt Service Fund (major fund) – The Debt Service Fund is used to record and control the accumulation of resources for payment of general obligation long-term debt principal and interest. The City issues debt to acquire or construct capital assets such as roads or parks for the general benefit of Lake Dallas citizens. Resources include an applicable portion of the ad valorem tax levy and related interest income usable from debt service. The fund balance is restricted to payment of principal and interest or refunding of tax supported debt. (Federal and State Tax Law).

Special Revenue Fund – Special Revenue Fund are used to account for the receipt of specific revenue sources that are restricted for expenditures for a specified purpose. Included in the special revenue funds are: Animal Rescue Fund, the Child Safety Fund, Court Security Fund, Court Technology Fund, Drug Seizure Fund, Hotel Occupancy Tax Fund, Juvenile Case Management Fund, Kids N Cops Fund, LEOSE Fund, Library donation fund, Park Improvement Fund, Street Maintenance Sales Tax Fund, Willow Grove Park Fund, The Coronavirus SLFRF Fund, Stormwater Drainage Fund, Trunk or Treat Fund, Christmas Event Fund, Opioid Abatement Fund, Tree Preservation Fund, and General Capital Projects Fund.

Community Development Corporation Fund - The Lake Dallas Community Development Corporation (CDC) was created in January 2003 to foster improvements in

the commercial area of the city and to enhance the quality of life in the City as a tool for attracting new businesses and residents. The revenue that the CDC uses to pay for the projects it undertakes comes from a ½ cent add-on to the sales tax. This tax provides approximately \$500,000 annually for the CDC to use on its projects.

Budget Basis

The budget for the General, Special Revenue, Debt Service, and Community Development Corporation Funds are prepared on the modified accrual basis of accounting. Under this basis of accounting, revenues are recognized when they become both "measurable" and "available" to finance expenditures of the current period except where the accrual basis is specified by generally accepted accounting principles. Expenditures are recognized when the related fund liability is incurred, except for (1) inventories of material and supplies which may be considered expenditures either when purchased or when used; (2) prepaid insurance and similar items which need not be reported; (3) accumulated unpaid vacation, sick pay, and other employee benefit amounts which need not be recognized in the current period; (4) interest on special assessment indebtedness which may be recorded when due rather than accrued, if approximately offset by interest earnings on special assessment levies; and (5) principal and interest on long-term debts which are generally recognized when due.

Organizational Relationships

A department is a major administrative segment of the City, which indicates overall management responsibility for a group of related operations within a functional area. The smallest organizational unit budgeted is the department. The department indicates responsibility for one functional area, and in many cases these functional areas are put together to demonstrate a broader responsibility.



Fiscal Year 2026 Budget Overview

The Fiscal Year 2026 Operating and Capital Budget city-wide for all funds totals \$33,489,024 which is a 128% increase over last fiscal year. This increase is due to the anticipated expenditure in the Capital Projects Fund that is supported with funds from the Denton County Bond as well as the 2023 and 2025 CO & Revenue Bonds.

General Fund Summary

The General Fund is the City's primary operating fund used to account for revenues and expenses related to essential city services such as Police, Parks, Library, Development Services, Streets & Drainage, and administrative functions. The General Fund is primarily funded by ad valorem (property) taxes, sales tax, fees, and investment income. The General Fund is not restricted to specific purposes and can be used for a wide range of city operations.

The Fiscal Year 2026 expenditure budget for the General Fund is \$7,374,819 which is a 9% increase over last fiscal year.

Reserve Fund Level

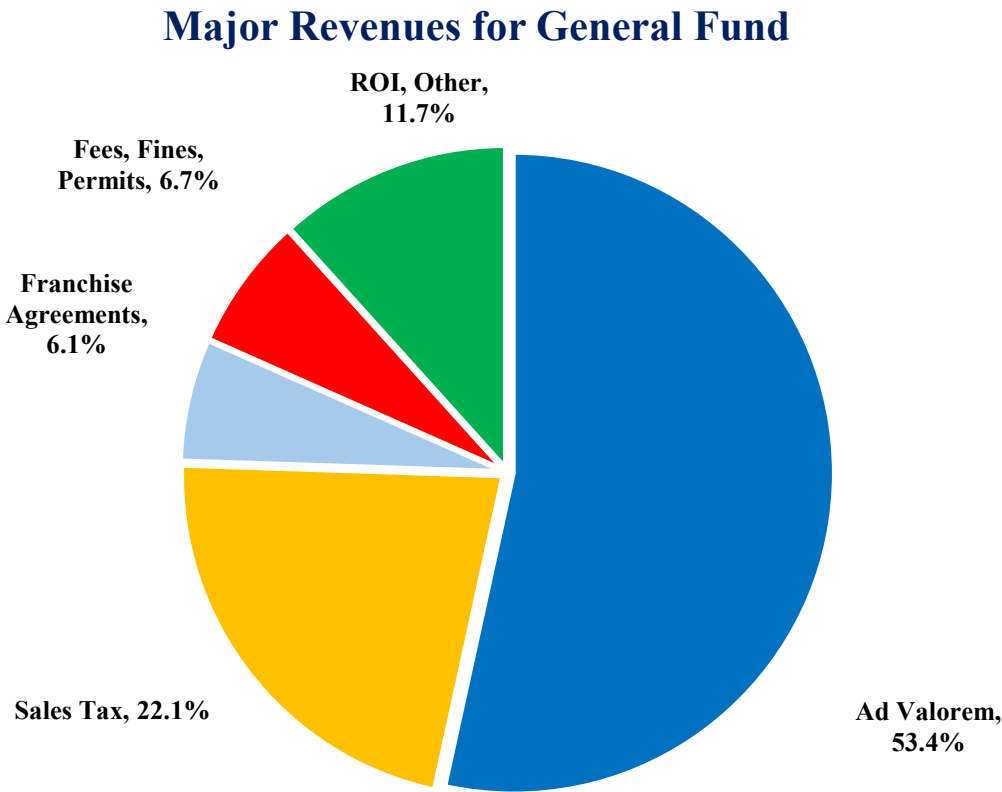
The City of Lake Dallas maintains a General Fund reserve balance for unanticipated expenditures, unforeseen revenue fluctuations, or other adverse circumstances. To ensure that resources are available for these types of issues the City of Lake Dallas Council has expressed an intent to maintain a level of unassigned fund balance in the general fund equal to 25% of the fund's operating expenditures.

The estimated ending reserve balance of \$3,951,092 at the end of FY 2025 represents approximately 60% of estimated expenditures and is over the targeted goal of 25%. The chart below provides a listing of the ending fund balances for the past two years, an estimate balance for the fiscal year ending September 30, 2025, and the projected balance for the fiscal year ending September 30, 2026. City Management will continue to monitor our financial performance and make appropriate expenditure and/or revenue adjustments as necessary to manage the reserve fund balance.

	As of 9/30/2024	Estimated 9/30/2025	Projected 9/30/2026
Ending Balance	\$3,711,676	\$3,951,092	\$3,410,719
% of Total Expenditures	58%	60%	46%
Target %	25%	25%	25%

Revenues

The key General Fund revenue sources are discussed below. The chart below shows the source of the major revenues for FY 2026:



Property Tax

Greater than half of the total General Fund revenue is generated from property taxes, also referred to as ad valorem taxes. As shown below, the 2025 certified value increased by 3.26%, approximately, or \$27,253,300 from the 2024 certified value. Analysis of the increase shows there was approximately \$3.88 million in new value added to the appraisal roll due to new growth and construction. Below is a chart with a detailed breakdown of certified values:

	2024 Certified Total AV	2025 Certified Total AV	Increase (Decrease)	Percent Change	New Value
General Government	\$836,329,211	\$863,582,511	\$27,253,300	3.26%	\$3,882,296

The increase in the annual certified value is a combination of the new property values added to the tax rolls and the increase in value for existing properties.

The FY 2026 budget includes a tax rate greater than the FY 2025 tax rate. The FY 2026 tax rate is \$0.559711 per \$100 of assessed valuation. Of this amount, \$0.456247 is provided for operations and maintenance, and \$0.103464 is provided for debt service.

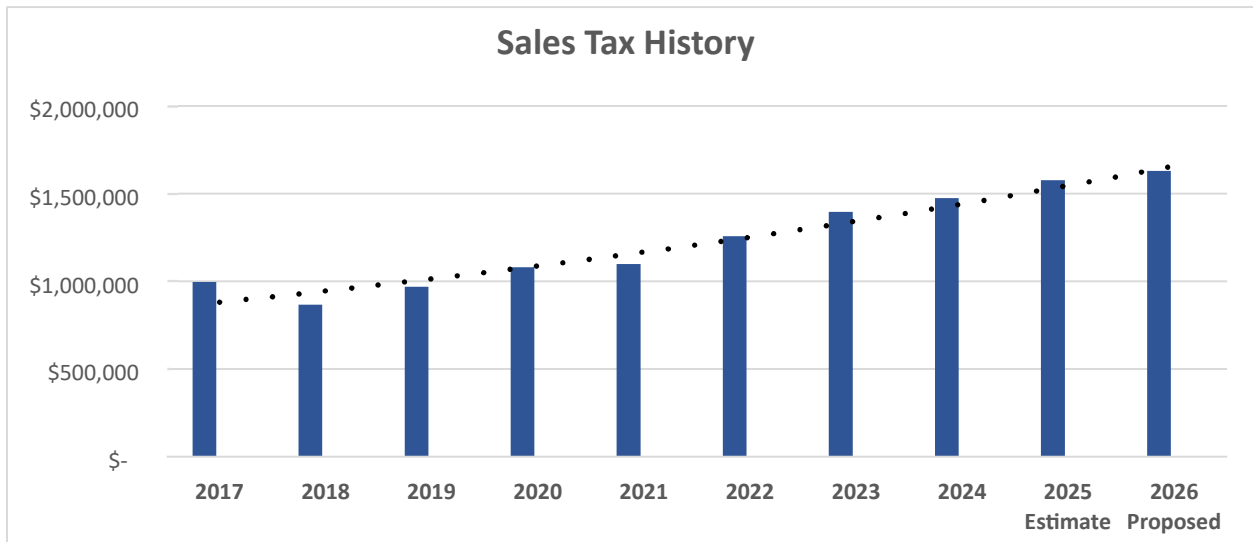
The following chart provides a 5-year history of certified assessed values and tax rates:

Fiscal Year	Certified Assessed Value	Operations and Maintenance Tax Rate	Debt Service Tax Rate	Total Tax Rate
2025-26	\$863,582,511	\$0.456247	\$0.103464	\$0.559711
2024-25	\$836,329,211	\$0.461716	\$0.057136	\$0.518852
2023-24	\$796,973,629	\$0.468799	\$0.059224	\$0.528023
2022-23	\$675,540,799	\$0.517641	\$0.049611	\$0.567252
2021-22	\$579,400,089	\$0.558340	\$0.055783	\$0.614123

Sales Tax

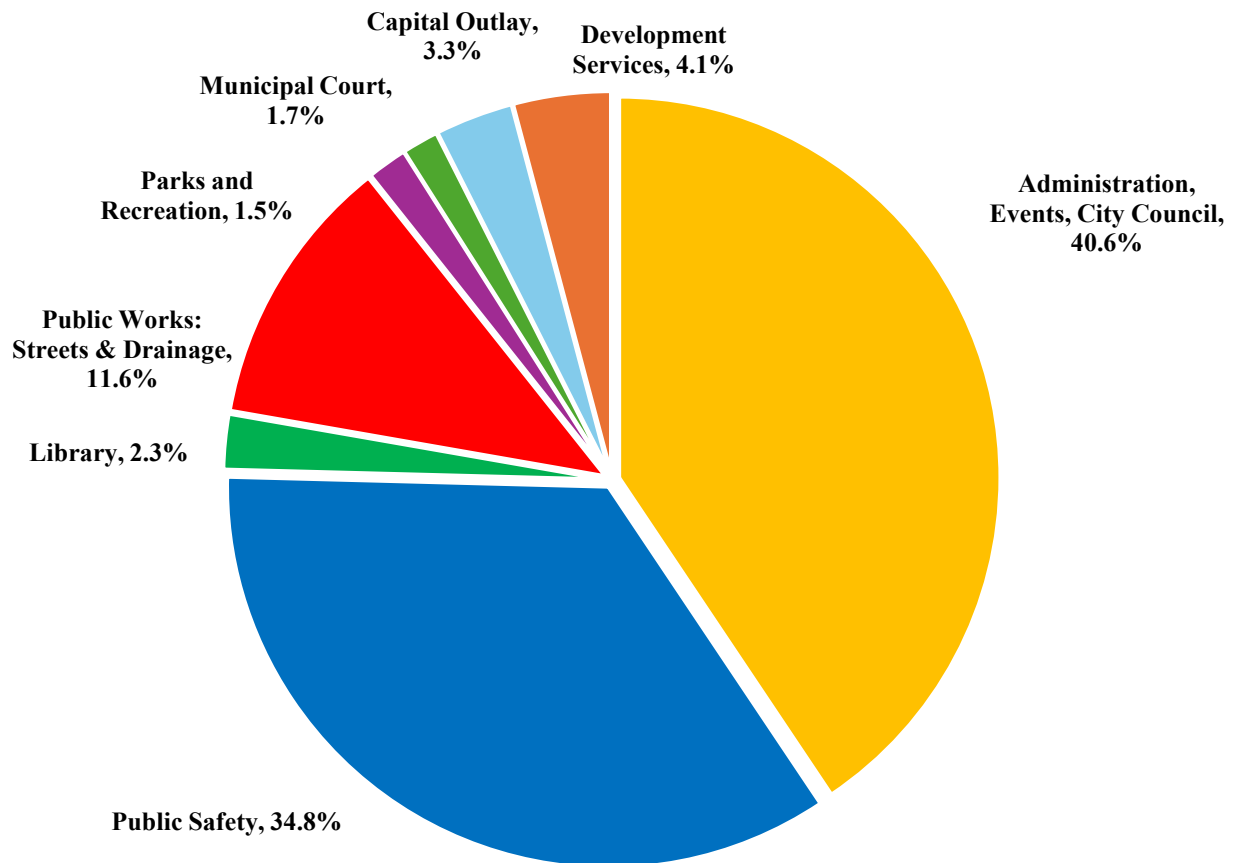
The FY 2025 year-end estimate of \$1,577,552 is 2.84% or \$43,552 above the adopted FY 2025 budget. Revenue growth from sales tax is expected to continue to increase at around 3% annually. The FY 2026 budget projects sales tax will be \$1,629,876, which is approximately 3.32% above the FY 2025 estimated amount. The budget projects an increase in sales tax receipts annually which include collections related to current businesses and new developments.

The following chart provides a 8-year history of sales tax collection and growth:



Expenditures

The FY 2026 budget includes an increase of \$616,706 in General Fund expenditures, which is a 9.13% increase over the FY 2025 budget. This budget includes an anticipated healthcare cost increase of 15% as well as a 4% cost-of-living adjustment (COLA).

Major Expenditures for General Fund

BUDGET RESOURCE & EXPENDITURE SUMMARY

REVENUES	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
General Fund	\$ 6,721,320	\$ 6,586,451	\$ 6,792,113	\$ 7,374,819
Debt Service Fund	724,150	726,759	812,040	1,128,084
Community Development Corporation Fund	1,443,263	504,000	673,547	803,385
Street Maintenance Sales Tax Fund	312,717	280,000	335,278	785,000
Hotel Occupancy Fund	97,586	53,000	80,769	150,000
Municipal Court Technology Fund	3,938	3,000	2,780	7,830
Municipal Court Security Fund	6,817	2,630	5,509	3,655
LEOSE	3,351	1,201	4,781	5,018
Municipal Court Child Safety Fund	12,534	10,200	12,065	25,000
Juvenile Case Management Fund	11,826	3,040	12,195	12,627
Drug Seizure Fund	132	110	71	-
Kids N Cops Fund	1,123	5,900	6,599	11,700
Willow Grove Park Fund	125,406	121,000	138,623	136,675
Animal Rescue Fund	3,598	1,100	259	2,814
Library Donations Fund	8,637	7,100	8,592	12,500
Park Improvement Fund	190	50	102	2,846
Coronavirus SLFRF Fund	111,039	50,000	50,250	799,612
Stormwater Drainage Fund	354,426	209,000	216,700	497,483
Halloween Event Fund	5,020	3,310	5,210	5,000
Christmas Event Fund	9,265	8,500	1,250	4,359
Opioid Abatement Fund	1,813	50	7,872	8,259
Tree Preservation Fund	305	50	378	4,000
General Capital Projects Fund	423,717	10,000	369,104	10,907,788
2023 CO & Revenue Bonds Fund	169,129	50,000	110,178	3,835,140
2025 CO & Revenue Bonds Fund	-	-	6,965,000	6,965,000
Municipal Court Building Security & Technology Fund	-	-	400	430
TOTAL REVENUES	\$ 10,551,302	\$ 8,636,451	\$ 16,611,664	\$ 33,489,024

BUDGET RESOURCE & EXPENDITURE SUMMARY

EXPENDITURES	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
General Fund	\$ 6,353,801	\$ 6,758,113	\$ 6,552,698	\$ 7,374,819
Debt Service Fund	777,891	812,248	812,248	1,128,084
Community Development Corporation Fund	1,183,315	433,414	420,139	803,385
Street Maintenance Sales Tax Fund	328,354	794,000	395,000	785,000
Hotel Occupancy Fund	58,894	72,453	72,453	150,000
Municipal Court Technology Fund	-	-	-	7,830
Municipal Court Security Fund	1,350	2,300	2,850	3,655
LEOSE	-	1,200	1,200	5,018
Municipal Court Child Safety Fund	-	19,580	19,580	25,000
Juvenile Case Management Fund	-	3,040	-	12,627
Drug Seizure Fund	-	50	-	-
Kids N Cops Fund	6,520	14,000	12,272	11,700
Willow Grove Park Fund	215,139	125,620	102,677	136,675
Animal Rescue Fund ¹	10,560	5,000	5,000	2,814
Library Donations Fund	2,977	1,000	2,106	12,500
Park Improvement Fund	-	-	-	2,846
Coronavirus SLFRF Fund	458,815	1,580,405	778,100	799,612
Stormwater Drainage Fund	12,512	207,083	205,166	497,483
Halloween Event Fund	3,515	2,550	4,496	5,000
Christmas Event Fund	5,179	8,500	2,357	4,359
Opioid Abatement Fund	-	50	-	8,259
Tree Preservation Fund	-	50	-	4,000
General Capital Projects Fund	393,713	532,626	390,246	10,907,788
2023 CO & Revenue Bonds Fund	273,256	3,317,979	326,619	3,835,140
2025 CO & Revenue Bonds Fund	-	-	-	6,965,000
Municipal Court Building Security & Technology Fund	-	-	-	430
TOTAL EXPENDITURES	\$ 10,085,791	\$ 14,691,261	\$ 10,105,207	\$ 33,489,024

¹ This fund will no longer collect revenues and will be closed in FY 2026

Position Summary City Wide

Personnel Full-Time Equivalents (FTE)	FY2024 Actual	FY2025 Adopted	FY2025 Estimate	FY2026 Proposed
Administration	3.0	5.0	5.0	5.0
Animal Services	2.5	0.0	0.0	0.0
Development Services	1.0	2.0	2.0	2.0
Library	0.5	1.5	1.5	1.5
Municipal Court	1.0	1.0	1.0	1.0
Parks & Facilities	0.0	1.0	1.0	1.0
Police	17.0	19.0	19.0	19.0
Streets & Drainage	5.0	5.0	5.0	5.0
Total	30.0	34.5	34.5	34.5

City Council

The City of Lake Dallas operates under a Home Rule Charter with the Council/Manager form of government. All policy-making decisions are vested in the City Council. The City Council is comprised of five Council members and a mayor. The City Council appoints the City Manager, City Attorney, Municipal Judge, members to boards/commissions/committees and various ad hoc committees. The Mayor and Council provide policy direction and input to the City Manager and staff to meet the public service needs of the residents and businesses of Lake Dallas.

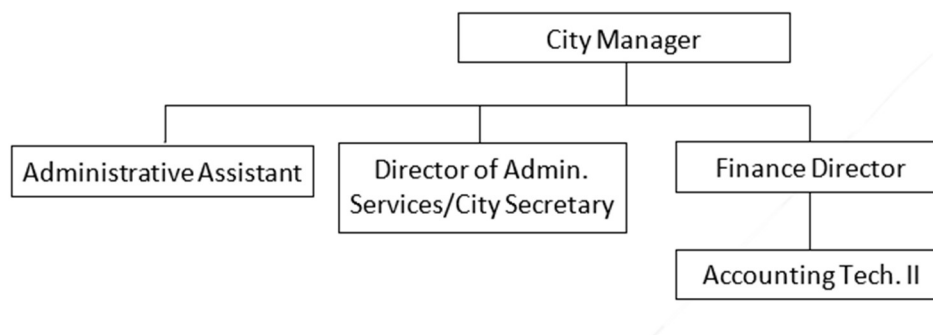
CITY COUNCIL EXPENDITURES BY CLASSIFICATION

	FY 2024	FY 2025	FY 2025	FY 2026
EXPENDITURES	ACTUAL	ADOPTED	ESTIMATE	PROPOSED
Office Supplies	\$ 205	\$ 100	\$ 370	\$ 110
Uniforms	-	600	460	630
Travel & Training	1,452	9,900	9,900	10,400
Dues & Memberships	5,204	7,000	7,000	7,350
Flowers/Gifts/Plaques	646	150	910	160
Legislative	-	4,500	4,500	4,750
TOTAL EXPENDITURES	\$ 7,508	\$ 22,250	\$ 23,140	\$ 23,400

Administration

The purpose of the Administration Department is to provide leadership necessary for the implementation of City Council policy direction, administration of the organization and delivery of service to the citizens of Lake Dallas. The department is responsible for overseeing the management of day-to-day operations of the city and is comprised of the City Manager, City Secretary, Finance Director, Accounting Technician II, and Accounting Technician I/Payroll Clerk. The department also provides administrative support to the City Council, the Community Development Corporation and other boards and commissions.

Organization Chart



Authorized Positions

Personnel Full-Time Equivalents (FTE)	FY2024 Actual	FY2025 Adopted	FY2025 Estimate	FY2026 Proposed
City Manager	1.0	1.0	1.0	1.0
Director of Admin. Services/City Secretary	1.0	1.0	1.0	1.0
Finance Director	1.0	1.0	1.0	1.0
Accounting Technician II	1.0	1.0	1.0	1.0
Administrative Assistant	0.0	1.0	1.0	1.0
Total	4.0	5.0	5.0	5.0

**ADMINISTRATIVE SERVICES
EXPENDITURES BY CLASSIFICATION**

EXPENDITURES	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Salaries	\$ 340,970	\$ 486,713	\$ 419,168	\$ 516,957
Overtime	1,685	3,000	1,116	2,000
Certification Pay	1,209	4,800	1,151	1,200
Stipend/Auto Allowance	2,078	-	8,212	6,000
Longevity	894	630	775	732
FICA/Medicare Tax	16,836	7,206	6,842	7,600
Unemployment Tax	730	702	913	968
Worker's Compensation	933	2,037	1,528	2,149
Group Health Insurance	37,245	94,983	59,350	74,973
Retirement/TMRS	49,185	74,541	51,648	78,623
Physicals & Evaluations	214	-	79	35
Subtotal: Personnel Services	451,980	674,612	550,783	691,237
Office Supplies	1,932	4,700	5,086	5,341
Operating Supplies	20,376	8,500	6,000	8,500
Postage & Shipping	4,676	1,600	1,600	1,880
Printing	828	500	1,830	2,021
Uniforms	150	500	500	500
Advertising	4,510	2,000	4,000	2,000
Travel & Training	5,653	21,600	21,600	21,600
Dues & Memberships	3,723	3,300	11,686	12,271
Office Equipment	230	500	3,364	2,000
Flowers/Gifts/Plaques	524	500	500	600
Subscriptions & Publications	4,480	4,400	4,400	1,200
Telephone	3,152	3,799	3,799	3,989
Land Lease	-	-	1,551	1,628
Utilities	58,605	46,000	46,000	48,300
Accounting & Auditor	22,850	25,000	25,000	26,250
Legal Services	104,271	90,000	90,000	90,000
Consultants & Professionals	174,192	15,000	136,741	143,601
Elections	4,092	10,000	-	10,000
Denton County Tax	29,969	40,000	40,000	35,000
Property & Liability Insurance	70,156	75,000	81,573	85,652
Fire Contract	1,360,724	1,449,160	1,449,160	1,482,314
Janitorial Services	24,487	25,008	25,008	26,258
Code Codification	634	3,000	727	764
Shredder Services	312	800	800	1,200
SPAN	6,032	22,757	25,257	26,000
Website Services	6,861	8,800	9,491	10,000
Benefits Adm Fees	2,863	2,400	2,127	2,400
Animal Service Contract	-	79,000	79,000	79,000
Printers & Copiers	13,596	14,000	14,000	14,560
Downtown BIG Grants	190,000	-	-	-
Facilities Maintenance	36,831	20,000	40,237	42,000
IT Maintenance	44,256	40,000	56,188	58,997
Cash Over/Short	12,080	-	-	-
Subtotal: Operations	2,213,043	2,017,824	2,187,226	2,245,826
Capital Outlay Information Technology	2,975	-	7,261	2,312
Capital Outlay Buildings/Facilities	88,581	20,000	10,000	85,500
Subtotal: Capital Outlay	91,556	20,000	17,261	87,812
TOTAL EXPENDITURES	\$ 2,756,579	\$ 2,712,436	\$ 2,755,270	\$ 3,024,875

Events

The Events Department oversees the promotion of the City's special events. The department serves to promote a positive image for the city and works with the community in promoting Lake Dallas and instilling community pride.

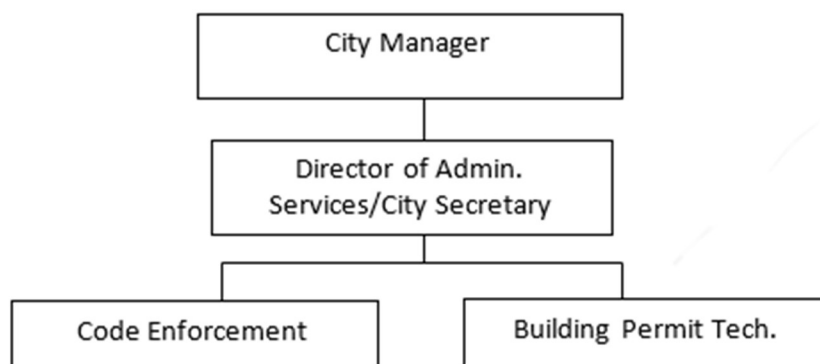
EVENTS EXPENDITURES BY CLASSIFICATION

	FY 2024	FY 2025	FY 2025	FY 2026
EXPENDITURES	ACTUAL	ADOPTED	ESTIMATE	PROPOSED
Community Events	\$ 5,133	\$ 8,500	\$ 3,356	\$ 8,950
Fireworks	24,999	24,999	24,999	25,000
TOTAL EXPENDITURES	\$ 30,132	\$ 33,499	\$ 28,355	\$ 33,950

Development Services

It is the mission of Development Services of the City of Lake Dallas to promote rational, economical, and environmentally efficient use of land, to allow the City of Lake Dallas to develop in a manner consistent with adopted ordinances and the goals of the community focusing on customer service, creativity, accountability, and continuous improvement.

Organization Chart



Authorized Positions

Personnel Full-Time Equivalents (FTE)	FY2024 Actual	FY2025 Adopted	FY2025 Estimate	FY2026 Proposed
Building Permit Technician	0.0	1.0	1.0	1.0
Code Enforcement Officer	1.0	1.0	1.0	1.0
Total	1.0	2.0	2.0	2.0

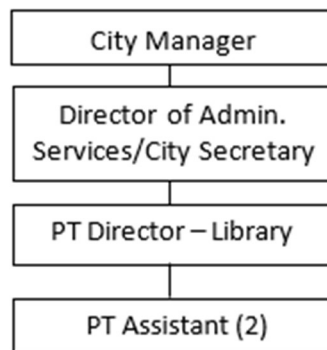
**DEVELOPMENT SERVICES
EXPENDITURES BY CLASSIFICATION**

EXPENDITURES	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Salaries	\$ 80,200	\$ 92,564	\$ 69,641	\$ 96,533
Overtime	2,797	1,200	1,736	1,500
Certification Pay	-	2,600	-	2,600
Longevity	630	774	748	618
FICA/Medicare Tax	1,140	1,409	986	1,438
Unemployment Tax	251	23	263	126
Worker's Compensation	211	638	208	618
Group Health Insurance	29,644	35,845	21,609	30,736
Retirement/TMRS	14,495	14,571	8,324	14,868
Physicals & Evaluations	-	-	99	-
Subtotal: Personnel Services	129,368	149,624	103,613	149,037
Office Supplies	101	400	400	400
Operating Supplies	142	300	300	500
Postage & Shipping	435	700	700	400
Printing	34	100	100	100
Uniforms	105	300	300	300
Advertising	-	750	750	300
Travel & Training	670	2,000	2,000	2,195
Dues & Memberships	324	325	325	325
Vehicle Fuel	1,199	1,200	1,200	1,200
Office Equipment	-	200	200	200
Safety Equipment & Supplies	-	200	200	200
Telephone	802	1,200	692	1,200
Keep Lake Dallas Beautiful	868	1,000	448	1,000
Engineering	13,435	15,000	15,000	15,000
Consultants & Professionals	61,726	40,000	51,121	53,024
Inspection Services	43,059	38,000	53,182	55,310
Health Inspections	8,575	55,000	8,225	8,225
Comprehensive Zoning Ordinance	-	40,000	40,000	-
Vehicle Lease	7,020	6,481	6,481	6,800
Property Abatements	3,882	4,000	4,000	4,000
Vehicle Maintenance	1,590	1,000	1,000	1,000
IT Maintenance	4,000	4,000	4,000	4,000
Subtotal: Operations	147,967	212,156	190,623	155,679
Capital Outlay Information Technology	1,144	-	1,291	-
Subtotal: Capital Outlay	1,144	-	1,291	-
TOTAL EXPENDITURES	\$ 278,478	\$ 361,780	\$ 295,527	\$ 304,716

Library

The mission of the Lake Dallas Public Library is to connect community members to the resources they need to create, to learn, and to grow. The Lake Dallas Public Library seeks to be the heart of our community by providing the space, the resources, and the technology our current and future citizens need to thrive.

Organization Chart



Authorized Positions

Personnel Full-Time Equivalents (FTE)	FY2024 Actual	FY2025 Adopted	FY2025 Estimate	FY2026 Proposed
Director of Library Services	0.0	0.5	0.5	0.5
Part Time Library Assistance	0.5	1.0	1.0	1.0
Total	0.5	1.5	1.5	1.5

**LIBRARY SERVICES
EXPENDITURES BY CLASSIFICATION**

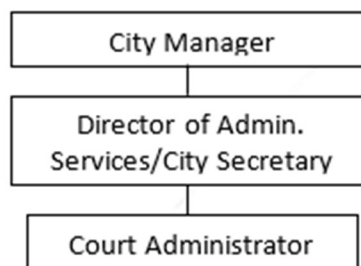
EXPENDITURES	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Salaries	\$ 25,413	\$ 73,331	\$ 60,400	\$ 94,572
Overtime	-	1,000	-	1,000
FICA/Medicare Tax	365	957	662	1,371
Unemployment Tax	9	968	239	968
Worker's Compensation	74	271	201	315
Group Health Insurance	89	-	211	189
Retirement/TMRS	5,315	7,089	8,838	14,186
Physicals & Evaluations	-	100	123	50
Subtotal: Personnel Services	31,265	83,716	70,673	112,651
Office Supplies	-	1,000	1,000	1,000
Operating Supplies	2,301	800	1,071	1,500
Postage & Shipping	-	500	50	250
Uniforms	-	300	69	300
Advertising	-	1,000	-	500
Travel & Training	-	100	-	835
Dues & Memberships	-	4,411	4,411	2,890
Subscriptions & Publications	-	-	579	6,340
Library Books/Materials	888	10,000	7,105	12,500
Telephone	472	500	430	520
Utilities	14,508	12,500	12,116	12,722
Security System	1,067	1,100	577	1,100
Printers & Copiers	1,696	2,000	1,335	2,000
Facilities Maintenance	750	2,000	312	5,000
IT Maintenance	11,207	15,000	7,441	12,000
Subtotal: Operations	32,890	51,211	36,495	59,457
Capital Outlay Information Technology	-	10,000	10,000	-
Subtotal: Capital Outlay	-	10,000	10,000	-
TOTAL EXPENDITURES	\$ 64,154	\$ 144,927	\$ 117,169	\$ 172,108

Municipal Court

The mission of The Lake Dallas Municipal Court is to serve all citizens in a courteous, efficient, and professional manner. Our service delivery provides case resolution through the judicial process, including enforcement. The court is dedicated to principles of fair and impartial justice administered with respect and equality. We are responsible for the prompt, accurate processing of Class C misdemeanor charges and collections of fines. Our pledge is to continue this commitment and offer courteous customer service to the citizens.

The Lake Dallas Municipal Court has jurisdiction over all fine-only offenses committed within the city limits of Lake Dallas. The offenses include animal services violations, code violations, & traffic offenses. The Municipal Court is responsible for collecting fines, holding trials, processing defensive driving, deferred disposition, payment plans, and warrants.

Organization Chart



Authorized Positions

Personnel Full-Time Equivalents (FTE)	FY2024 Actual	FY2025 Adopted	FY2025 Estimate	FY2026 Proposed
Court Administrator	1.0	1.0	1.0	1.0
Total	1.0	1.0	1.0	1.0

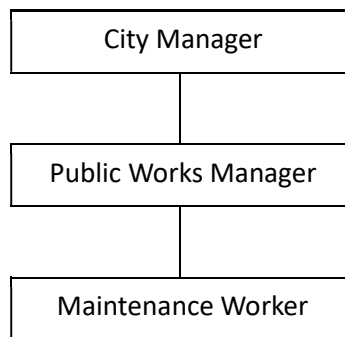
**MUNICIPAL COURT SERVICES
EXPENDITURES BY CLASSIFICATION**

EXPENDITURES	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Salaries	\$ 52,102	\$ 53,409	\$ 41,050	\$ 57,120
Overtime	56	1,000	-	-
Longevity	96	168	-	-
FICA/Medicare Tax	748	791	567	828
Unemployment Tax	164	12	266	63
Worker's Compensation	131	228	118	234
Group Health Insurance	9,248	9,963	9,838	10,021
Retirement/TMRS	6,003	8,187	4,924	8,568
Physicals & Evaluations	-	-	227	-
Subtotal: Personnel Services	68,547	73,758	56,991	76,834
Office Supplies	243	800	800	900
Postage & Shipping	235	1,000	611	500
Printing	21	500	1,207	800
Uniforms	-	100	100	100
Travel & Training	-	1,350	1,350	1,350
Dues & Memberships	-	55	55	2,005
Court Collection Fees	9,150	10,000	6,143	10,000
Municipal Judge/Magistrate	14,400	14,400	14,400	14,400
Prosecutor	12,829	15,000	7,311	14,000
Jury Fee	200	500	-	500
Printers & Copiers	543	465	560	688
IT Maintenance	11,000	10,300	9,864	3,439
Subtotal: Operations	48,622	54,470	42,401	48,682
Capital Outlay Equipment	1,144	-	-	890
Subtotal: Capital Outlay	1,144	-	-	890
TOTAL EXPENDITURES	\$ 118,313	\$ 128,228	\$ 99,391	\$ 126,406

Parks & Facilities

To provide residents with safe, attractive parks, trails, and open space, which are geographically and demographically accessible to our citizens. The Parks Division oversees maintenance of five different parks, totaling over 100 acres of property and two public restroom/shower facilities.

Organization Chart



Authorized Positions

Personnel Full-Time Equivalents (FTE)	FY2024 Actual	FY2025 Adopted	FY2025 Estimate	FY2026 Proposed
Maintenance Worker	0.0	1.0	1.0	1.0
Total	0.0	1.0	1.0	1.0

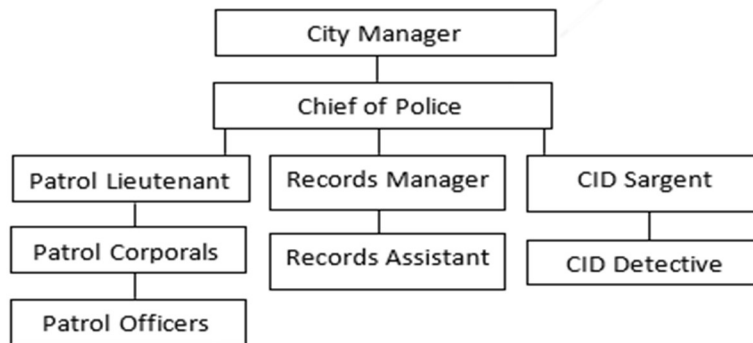
**PARKS AND FACILITIES
EXPENDITURES BY CLASSIFICATION**

EXPENDITURES	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Salaries	\$ -	\$ 37,440	\$ 22,766	\$ 39,520
Overtime	-	5,000	3,091	2,500
FICA/Medicare Tax	-	615	374	578
Unemployment Tax	-	-	114	105
Worker's Compensation	-	1,528	169	3,039
Group Health Insurance	-	9,776	-	9,908
Retirement/TMRS	-	6,366	3,719	5,982
Physicals & Evaluations	-	-	-	-
Cell Phone Allowance	-	-	-	360
Subtotal: Personnel Services	-	60,725	30,233	61,992
Office Supplies	-	40	69	80
Operating Supplies	2,346	100	257	400
Uniforms	-	1,000	1,000	1,050
Travel & Training	-	1,500	-	1,500
Vehicle Fuel	4,016	2,800	2,800	2,800
Equipment	434	950	1,097	1,300
Safety Equipment & Supplies	6	500	10	500
Telephone	-	200	-	200
Mowing Contract	15,030	16,000	16,000	16,800
Facilities Maintenance	1,490	1,000	22	1,000
Vehicle Maintenance	4,781	1,500	7,960	6,000
Equipment Maintenance	4,023	950	1,646	2,200
Park Maintenance	18,103	15,000	15,000	15,000
Subtotal: Operations	50,229	41,540	45,861	48,830
Capital Loan Principal	12,704	-	13,215	2,378
Capital Loan Interest	966	-	475	76
Subtotal: Debt Service	13,670	-	13,690	2,454
Capital Outlay Park Improvement	-	25,000	25,000	-
Subtotal: Capital Outlay	-	25,000	25,000	-
TOTAL EXPENDITURES	\$ 63,899	\$ 127,265	\$ 114,784	\$ 113,276

Police

The Police Department is a professional organization committed to excellence, integrity, compassion, and vigilance. The department partners with the community, selflessly committing themselves to making City of Lake Dallas a better place to live, work, and visit. The mission is accomplished through several strategies that include the prevention of crime whenever possible, the investigation of crime that has occurred, and the arrest of suspects including the preparation of case files to assist in the prosecution of the offender. The Police Department further protects citizens through the enforcement of traffic laws and city ordinances that affect the general welfare of the community. Additional responsibilities include educating the public on matters concerning public safety and training police officers in the most current trends and practices to better serve the citizens. The Police Department is committed to a robust community engagement program to support the community policing model put into place in January of 2017.

Organization Chart



Authorized Positions

Personnel Full-Time Equivalents (FTE)	FY2024 Actual	FY2025 Adopted	FY2025 Estimate	FY2026 Proposed
Chief of Police	1.0	1.0	1.0	1.0
Police Lieutenant	2.0	2.0	2.0	2.0
Police Sergeant	1.0	1.0	1.0	1.0
Police Corporal	1.0	1.0	1.0	2.0
Police Officer	11.0	13.0	13.0	11.0
Records Manager & Assistant	1.0	1.0	1.0	2.0
Total	17.0	19.0	19.0	19.0

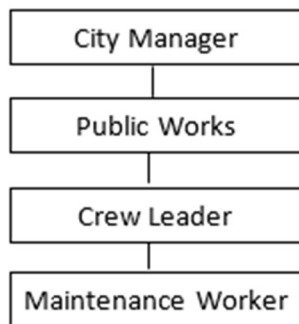
**POLICE DEPARTMENT
EXPENDITURES BY CLASSIFICATION**

EXPENDITURES	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Salaries	\$ 1,136,035	\$ 1,368,157	\$ 1,368,157	\$ 1,411,287
Overtime	62,922	47,000	69,701	48,880
Certification Pay	8,506	9,001	7,507	9,300
Longevity	5,466	6,558	7,065	3,984
FICA/Medicare Tax	17,933	20,745	20,273	20,599
Unemployment Tax	2,404	2,106	2,246	2,190
Worker's Compensation	28,151	61,250	36,139	55,262
Group Health Insurance	197,237	258,327	180,064	288,899
Retirement/TMRS	189,018	214,608	168,529	213,088
Physicals & Evaluations	1,185	1,000	2,304	2,443
Psychological Services	155	1,000	351	1,240
Subtotal: Personnel Services	1,649,012	1,989,752	1,862,337	2,057,172
Bailiff Fees	-	1,500	-	-
Background Checks	-	-	-	4,000
Office Supplies	619	2,500	688	3,500
Employee Appreciation	-	2,100	-	2,100
Operating Supplies	6,500	3,600	6,327	4,500
Postage & Shipping	1,394	500	544	1,000
Printing	1,547	1,000	525	1,000
Uniforms	19,673	27,000	27,000	21,000
Advertising	-	100	-	100
Travel & Training	25,320	53,349	53,349	53,500
Dues & Memberships	4,325	2,505	3,280	4,500
Vehicle Fuel	40,904	45,000	26,796	45,000
Safety Equipment & Supplies	13,826	12,500	12,246	12,100
Subscriptions & Publications	16,439	10,200	9,282	10,800
Telephone	11,723	10,200	7,616	10,200
Emergency Response Supplies	44	300	541	569
Firearm Supplies & Ammo	-	-	-	12,627
Utilities	7,560	9,605	14,320	15,000
Legal Services	-	500	19,969	10,000
Communications	59,220	51,231	-	44,000
Consultants & Professionals	5,000	8,000	16,634	6,000
Jail Services	-	500	-	500
Janitorial Services	-	-	1,042	9,000
Vehicle Lease	65,448	111,729	102,899	145,797
Printers & Copiers	2,812	3,000	2,596	3,000
Facilities Maintenance	1,642	2,300	3,116	3,272
Vehicle Maintenance	35,641	24,200	56,555	26,000
Equipment Maintenance	3,646	3,000	6,879	7,000
IT Maintenance	39,591	43,575	43,575	43,575
Subtotal: Operations	362,876	429,994	415,779	499,640
Capital Loan Principal	28,685	-	19,337	10,105
Capital Loan Interest	2,031	-	663	322
Subtotal: Debt Service	30,716	-	19,999	10,427
Capital Outlay-Vehicles	74,645	24,220	38,240	67,500
Capital Outlay-Information Technology	26,577	37,300	34,634	40,000
Capital Outlay-CRIMES	18,774	10,000	10,000	33,150
Capital Outlay-Evidence Locker System	-	35,541	35,541	-
Subtotal: Capital Outlay	119,997	107,061	118,415	140,650
TOTAL EXPENDITURES	\$ 2,162,600	\$ 2,526,807	\$ 2,416,531	\$ 2,707,890

Streets & Drainage

To enhance the quality of life in Lake Dallas through effective and efficient management of infrastructure and excellence in customer service, maintaining street maintenance, sidewalk maintenance, drainage maintenance, facilities maintenance, fleet maintenance, landscaping and irrigation maintenance, traffic signs and pavement marking maintenance and signals.

Organization Chart



Authorized Positions

Personnel Full-Time Equivalents (FTE)	FY2024 Actual	FY2025 Adopted	FY2025 Estimate	FY2026 Proposed
Public Works Manager	1.0	1.0	0.0	1.0
Crew Leader	1.0	1.0	1.0	1.0
Maintenance Worker	3.0	3.0	2.0	3.0
Total	5.0	5.0	3.0	5.0

**PUBLIC WORKS - STREETS & DRAINAGE
EXPENDITURES BY CLASSIFICATION**

EXPENDITURES	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Salaries	\$ 182,186	\$ 267,471	\$ 230,530	\$ 291,368
Overtime	13,554	12,000	16,500	17,160
Certification Pay	302	300	288	300
Longevity	618	930	925	1,074
FICA/Medicare Tax	2,787	4,075	3,516	4,255
Unemployment Tax	634	702	647	730
Worker's Compensation	11,161	21,416	15,220	22,362
Group Health Insurance	30,329	67,665	61,321	85,468
Retirement/TMRS	28,760	42,159	29,935	44,020
Physicals & Evaluations	193	-	320	150
Cell Phone Allowance	-	-	-	1,799
Subtotal: Personnel Services	270,524	416,718	359,202	468,686
Office Supplies	86	285	29	285
Operating Supplies	7,372	1,000	2,286	2,400
Uniforms	1,656	5,000	2,933	4,000
Travel & Training	78	3,550	41	2,000
Dues & Memberships	-	600	-	500
Vehicle Fuel	8,837	8,800	8,800	8,800
Equipment	1,635	1,400	1,400	1,400
Safety Equipment & Supplies	2,972	700	700	735
Telephone	1,200	1,560	1,560	-
Utilities	5,774	6,000	4,249	6,300
Street Lighting	62,706	58,400	58,400	61,320
Engineering	7,915	15,000	30,424	31,945
Rentals	4,086	10,000	1,599	5,000
Consultants & Professionals	57,632	7,000	25,078	50,000
Traffic Signal Maintenance	3,146	5,000	5,000	5,250
Vehicle Lease	-	4,264	12,851	37,622
Facilities Maintenance	7,846	2,600	6,353	6,670
Vehicle Maintenance	13,989	5,000	14,524	15,250
Equipment Maintenance	19,106	8,000	13,785	14,474
Street Maintenance	-	150,335	106,094	100,000
IT Maintenance	2,525	2,700	2,700	2,700
Tree Maintenance	11,500	10,000	10,890	11,435
Sign Maintenance	3,529	6,000	6,000	6,000
Subtotal: Operations	223,589	313,194	315,696	374,087
Capital Loan Principal	14,958	-	7,331	10,105
Capital Loan Interest	1,033	-	234	322
Subtotal: Debt Service	15,991	-	7,565	10,427
Capital Outlay-Vehicles	-	9,600	9,600	15,000
Capital Outlay-Information Technology	-	-	250	-
Capital Outlay Building/Facilities	-	-	-	-
Subtotal: Capital Outlay	-	9,600	9,850	15,000
TOTAL EXPENDITURES	\$ 510,105	\$ 739,512	\$ 692,312	\$ 868,200

Debt Service Fund

The Debt Service Fund is used to record and control the accumulation of resources for payment of general obligation long-term debt principal and interest. The City issues debt to acquire or construct capital assets such as roads or parks for the general benefit of its citizens. Resources include an applicable portion of the ad valorem tax levy, related interest income usable from debt service, and a transfer in from the Community Development Corporation to cover their agreed-on portion of the debt. The fund balance is restricted to payment of principal and interest or refunding of tax supported debt.

The City of Lake Dallas uses a combination of debt and a pay-as-you-go approach to financing major projects. Examples include street construction, building construction and park improvements. To continue to provide routine services in the operating budget such as police, fire, and public works, a portion of these projects are funded by selling bonds. When bonds are sold, the city receives money from the sale which it uses to fund the project; the city must then make regular payments to pay off the principal and interest on the bond.

The Debt Service Fund provides principal and interest payments for the City's General Obligation bonds. Revenues and expenditures will vary each year in relation to the timing of issuance and the schedule of repayments. Resources include an applicable portion of the Ad Valorem Tax Levy and related income, and transfers from the Community Development Corporation for any debt commitments they have made.

Bond Rating

The City has a Standard and Poor's Bond Rating of AA- (double A minus). This rating means the City has very strong capacity to meet its financial commitments and it differs from the highest rating (AAA) only to a small degree. There are three major rating agencies that evaluate municipalities and their bond: Standard and Poor's (S&P), Moody's, and Fitch. They assign a municipal bond a credit rating to make it faster for market participants to evaluate risk. A credit rating performs the same service for institutional borrowers and investors. A bond's credit rating is the rating agency's opinion as to the creditworthiness of the bond's issuer (City) and is often the single most important factor affecting the interest cost on bonds.

Ratings agencies consider all the economic characteristics of the City and the bond issue to assign a rating. They evaluate the economic well-being of the City including: The Median income, the community's dependence on certain employers or industries, the diversity of the tax base, the rate of population growth, tax revenues trends, tax rates, and reserve fund balance.

**DEBT SERVICE FUND
RESOURCE & EXPENDITURE SUMMARY**

REVENUES	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Property Taxes-Current	\$ 460,145	\$ 477,845	\$ 466,369	\$ 893,497
Property Taxes-Delinquent	1,954	2,000	2,414	702
Property Taxes-P & I	2,743	2,000	3,276	800
Interest Income - I&S	25,740	10,000	15,727	2,000
Bond Proceeds	-	-	6,965,000	-
CDC Debt Payment Reimbursement	233,568	234,914	17,371	231,085
TOTAL REVENUES	\$ 724,150	\$ 726,759	\$ 7,470,159	\$ 1,128,084

EXPENDITURES	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Paying Agent Fees	\$ 254	\$ 208	\$ 208	\$ 3,500
2008 Street GO Bonds Principal	60,000	65,000	65,000	70,000
2008 Street GO Bonds Interest	14,272	11,788	11,788	9,052
2018 Refunding Bonds Principal	165,000	170,000	170,000	175,000
2018 Refunding Bonds Interest	17,347	12,786	12,786	8,009
2019 CDC Revenue Bonds Principal	60,000	60,000	60,000	60,000
2019 CDC Revenue Bonds Interest	25,200	22,680	22,680	20,160
2019 GO Refunding Bonds Principal	70,000	75,000	75,000	75,000
2019 GO Refunding Bonds Interest	8,463	7,161	7,161	5,766
2019 CO Bonds Principal	160,000	165,000	165,000	165,000
2019 CO Bonds Interest	19,189	16,150	16,150	13,015
2023 CO Bond Principal	60,000	70,000	70,000	85,000
2023 CO Bond Interest	118,166	136,475	136,475	132,975
2025 CO Bond Interest	-	-	-	305,608
TOTAL EXPENDITURES	\$ 777,891	\$ 812,248	\$ 812,248	\$ 1,128,084

Street Maintenance Fund

The Street Maintenance Special Revenue Funds are dedicated and may only be spent on certain, statutorily defined purposes. This fund accounts for all applicable revenue from the sales tax collections dedicated to street maintenance, and related expenditures. The Street Maintenance Special Revenue Fund will account only for Street Maintenance Sales Tax revenue and related eligible expenditures.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 708,830	\$ 693,193	\$ 693,193	\$ 633,471
RESOURCES				
Sales Tax - Road Maintenance	\$ 288,380	\$ 280,000	\$ 311,125	\$ 326,681
Interest Income	24,337	-	24,153	24,878
TOTAL REVENUES	\$ 312,717	\$ 280,000	\$ 335,278	\$ 351,559
Use of Reserves	-	-	-	433,441
TOTAL RESOURCES	\$ 312,717	\$ 280,000	\$ 335,278	\$ 785,000
EXPENDITURES				
Street Repair Maintenance	\$ 328,354	\$ 794,000	\$ 395,000	\$ 785,000
TOTAL EXPENDITURES	\$ 328,354	\$ 794,000	\$ 395,000	\$ 785,000
Ending Fund Balance	\$ 693,193	\$ 179,193	\$ 633,471	\$ 200,030

Hotel Occupancy Tax Fund

The Hotel Occupancy Tax (HOT) levied on the cost of use of a hotel room and is equal to seven percent of the price of the room. State law specifies that hotel occupancy taxes must be used on programs that enhance and promote tourism. State law allows up to 15% of revenues to be spent on the arts and up to 50% on historic preservation. Hotel Occupancy Taxes are dedicated and may only be spent for these statutorily defined purposes. This fund accounts for all applicable revenue and related expenditures of Hotel Occupancy Taxes. The Hotel Occupancy Tax Fund will account only for HOT revenue and related eligible expenditures.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 274,188	\$ 312,880	\$ 312,880	\$ 321,196
RESOURCES				
Taxes	\$ 88,834	\$ 50,000	\$ 71,186	\$ 74,745
Interest Income	8,752	3,000	9,583	9,870
TOTAL REVENUES	\$ 97,586	\$ 53,000	\$ 80,769	\$ 84,616
Use of Reserves	-	-	-	65,384
TOTAL RESOURCES	\$ 97,586	\$ 53,000	\$ 80,769	\$ 150,000
EXPENDITURES				
Promotion of the Arts	\$ 58,894	\$ 72,453	\$ 72,453	-
Transfer to General Fund	-	-	-	150,000
TOTAL EXPENDITURES	\$ 58,894	\$ 72,453	\$ 72,453	\$ 150,000
Ending Fund Balance	\$ 312,880	\$ 293,427	\$ 321,196	\$ 255,811

Court Technology Fund

The Court Technology Special Revenue Fund is dedicated and may only be spent on certain, statutorily defined purposes. This fund accounts for all applicable revenue and related expenditures. The Court Technology Special Revenue Fund is funded by a \$4.00 fee by any defendant convicted of a misdemeanor offense in the city's municipal court. The funds can be used for statutorily defined purposes including computer systems; computer networks; computer hardware; computer software; imaging systems; electronic kiosks; electronic ticket writers; and docket management systems.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 9,772	\$ 13,710	\$ 13,710	\$ 16,490
RESOURCES				
Fines & Fees	\$ 3,346	\$ 2,900	\$ 2,455	\$ 2,577
Interest Income	592	100	325	335
Total Revenues	\$ 3,938	\$ 3,000	\$ 2,780	\$ 2,912
Use of Reserves	-	-	-	4,918
TOTAL RESOURCES	\$ 3,938	\$ 3,000	\$ 2,780	\$ 7,830
EXPENDITURES				
Municipal Court	\$ -	\$ -	\$ -	\$ 6,914
TOTAL EXPENDITURES	\$ -	\$ -	\$ -	\$ 6,914
Ending Fund Balance	\$ 13,710	\$ 16,710	\$ 16,490	\$ 12,488

Court Security Fund

The Court Technology Special Revenue Fund is dedicated and may only be spent on certain, statutorily defined purposes. This fund accounts for all applicable revenue and related expenditures. The Court Technology Special Revenue Fund is funded by a \$4.00 fee by any defendant convicted of a misdemeanor offense in the city's municipal court. The funds can be used for statutorily defined purposes including computer systems; computer networks; computer hardware; computer software; imaging systems; electronic kiosks; electronic ticket writers; and docket management systems.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 68,449	\$ 73,916	\$ 73,916	\$ 76,575
RESOURCES				
Fines & Fees	\$ 4,076	\$ 2,030	\$ 3,098	\$ 2,000
Interest Income	2,741	600	2,411	1,655
Total Revenues	\$ 6,817	\$ 2,630	\$ 5,509	\$ 3,655
Use of Reserves	-	-	-	-
TOTAL RESOURCES	\$ 6,817	\$ 2,630	\$ 5,509	\$ 3,655
EXPENDITURES				
Municipal Court	\$ 1,350	\$ 2,300	\$ 2,850	\$ 3,655
TOTAL EXPENDITURES	\$ 1,350	\$ 2,300	\$ 2,850	\$ 3,655
Ending Fund Balance	\$ 73,916	\$ 74,246	\$ 76,575	\$ 76,575

LEOSE Fund

The Law Enforcement Officer Standards and Education (LEOSE) Special Revenue Fund is dedicated and may only be spent on certain, statutorily defined purposes according to Chapter 1701 of the Texas Occupations Code. This fund accounts for all applicable revenue and related expenditures. The LEOSE Special Revenue Fund will account only for continuing education for full time peace officers, telecommunicators, or to provide necessary training, as determined by the agency head, to full-time fully paid law enforcement support personnel in the agency.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 2,127	\$ 5,478	\$ 5,478	\$ 9,059
RESOURCES				
Donations and Grants	3,266	1,200	4,706	4,941
Interest Income	85	1	75	77
Total Revenues	\$ 3,351	\$ 1,201	\$ 4,781	\$ 5,018
Use of Reserves	-	-	-	-
TOTAL RESOURCES	\$ 3,351	\$ 1,201	\$ 4,781	\$ 5,018
EXPENDITURES				
Travel & Training	\$ -	\$ 1,200	\$ 1,200	\$ 5,018
TOTAL EXPENDITUR	\$ -	\$ 1,200	\$ 1,200	\$ 5,018
Ending Fund Balance	\$ 5,478	\$ 5,479	\$ 9,059	\$ 9,059

Child Safety Fund

The Child Safety Special Revenue Fund is dedicated and may only be spent on certain, statutorily defined purposes. This fund accounts for all applicable revenue and related expenditures. The Child Safety Special Revenue Fund is funded by a fee amount of \$25.00 that applies to all Rules of the Road offenses that occur in a school crossing zone; passing a school bus; failure to attend school; parent contributing to non- attendance; and some city ordinance parking violations. The funds can be used for a school crossing guard program if one exists; for programs designed to enhance child safety, health, or nutrition; child abuse prevention/intervention; drug and alcohol abuse prevention; or programs designed to enhance public safety and security.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 28,369	\$ 40,903	\$ 40,903	\$ 33,388
RESOURCES				
Fines and Fees	\$ 11,759	\$ 10,000	\$ 11,561	\$ 12,139
Interest Income	775	200	504	520
TOTAL REVENUES	\$ 12,534	\$ 10,200	\$ 12,065	\$ 12,659
Use of Reserves	-	-	-	12,341
TOTAL RESOURCES	\$ 12,534	\$ 10,200	\$ 12,065	\$ 25,000
EXPENDITURES				
Child Safety Program	\$ -	\$ 14,580	\$ 14,580	\$ 15,000
Kids N Cops	-	5,000	5,000	10,000
TOTAL EXPENDITURES	\$ -	\$ 19,580	\$ 19,580	\$ 25,000
Ending Fund Balance	\$ 40,903	\$ 31,523	\$ 33,388	\$ 21,047

Juvenile Case Management Fund

The Juvenile Case Management Special Revenue Fund is dedicated and may only be spent on certain, statutorily defined purposes. This fund accounts for all applicable revenue and related expenditures. The Juvenile Case Manager Special Revenue Fund is funded by a \$5.00 fee by any defendant convicted of a misdemeanor offense in the city's municipal court. The funds can be used for statutorily defined purposes including to finance the salary, benefits, training, travel expenses, office supplies, and other necessary expenses of the juvenile case manager; and to implement programs directly related to juvenile case management.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 180,032	\$ 191,858	\$ 191,858	\$ 204,053
RESOURCES				
Fines and Fees	\$ 1,975	\$ 2,040	\$ 3,349	\$ 3,517
Interest Income	9,851	1,000	8,845	9,110
Total Revenues	\$ 11,826	\$ 3,040	\$ 12,195	\$ 12,627
Use of Reserves	-	-	-	-
TOTAL RESOURCES	\$ 11,826	\$ 3,040	\$ 12,195	\$ 12,627
EXPENDITURES				
Juvenile Case Mgmt.	\$ -	\$ -	\$ -	\$ 12,627
TOTAL EXPENDITURES	\$ -	\$ -	\$ -	\$ 12,627
Ending Fund Balance	\$ 191,858	\$ 194,898	\$ 204,053	\$ 204,053

Drug Seizure Fund

The Forfeiture/Seizure Special Revenue Fund is dedicated and may only be spent on certain statutorily defined purposes according to Chapter 59 of the Texas Code of Criminal Procedure. The Forfeiture/Seizure Special Revenue Fund will account only for asset forfeitures related to police seizures and related eligible expenditures.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 2,503	\$ 2,635	\$ 2,635	\$ 2,706
RESOURCES				
Undefined Revenues	\$ -	\$ 100	\$ -	\$ -
Interest Income	132	10	71	-
Total Revenues	\$ 132	\$ 110	\$ 71	\$ -
Use of Reserves	-	-	-	-
TOTAL RESOURCES	\$ 132	\$ 110	\$ 71	\$ -
EXPENDITURES				
Seizure Program	\$ -	\$ 50	\$ -	\$ -
TOTAL EXPENDITURES	\$ -	\$ 50	\$ -	\$ -
Ending Fund Balance	\$ 2,635	\$ 2,695	\$ 2,706	\$ 2,706

Kids N' Cops Fund

The Kids n' Cops Special Revenue Fund is dedicated and may only be spent on items or vendors related to police department and municipal court community engagement events and safety fair. This fund accounts for all applicable revenue and related expenditures. The Kids n' Cops Special Revenue Fund is funded by donations received for Kids n' Cops community engagement event and safety fair. The funds can be used for expenditures or vendors related to the annual Kids n' Cops community engagement event and safety fair.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 11,115	\$ 5,718	\$ 5,718	\$ 45
RESOURCES				
Donations & Grants	\$ 852	\$ 800	\$ 1,440	\$ 1,536
Transfer in from Child Safety Fund	-	5,000	5,000	10,000
Interest Income	271	100	159	164
Total Revenues	\$ 1,123	\$ 5,900	\$ 6,599	\$ 11,700
Use of Reserves	-	2,382	-	-
TOTAL RESOURCES	\$ 1,123	\$ 8,282	\$ 6,599	\$ 11,700
EXPENDITURES				
Shop with a Cop Program	\$ -	\$ 2,000	\$ 2,052	\$ 2,200
Kids N Cops Program	6,520	12,000	10,219	9,500
TOTAL EXPENDITURES	\$ 6,520	\$ 14,000	\$ 12,272	\$ 11,700
Ending Fund Balance	\$ 5,718	\$ (2,382)	\$ 45	\$ 45

Willow Grove Park Fund

The Willow Grove Park Special Revenue Fund is dedicated and may only be spent on expenditures at Willow Grove Park. This fund accounts for all applicable revenue and related expenditures. The Willow Grove Park Special Revenue Fund is funded by revenues generated through both primitive and RV camping fees, park entry fees, boat launch fees, yearly passes, and pavilion rentals. The revenues generated at Willow Grove Park must be used to offset capital improvements, repairs, utility costs and maintenance costs. Revenues cannot be used for other purposes within the city.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 213,835	\$ 124,102	\$ 124,102	\$ 145,047
RESOURCES				
Fee for Usage Services	\$ 118,628	\$ 120,000	\$ 116,675	\$ 131,675
Interest Income	6,778	1,000	6,948	5,000
TOTAL REVENUES	\$ 125,406	\$ 121,000	\$ 123,623	\$ 136,675
Use of Reserves	-	-	-	-
TOTAL RESOURCES	\$ 125,406	\$ 121,000	\$ 123,623	\$ 136,675
EXPENDITURES				
Materials & Supplies	\$ 1,812	\$ 4,000	\$ 2,221	\$ 4,200
Maintenance & Repair	62,537	67,120	49,984	51,484
Operations	4,485	14,500	10,472	14,500
Capital Outlay	106,304	-	-	26,491
Transfer out to General Fund	40,000	40,000	40,000	40,000
TOTAL EXPENDITURES	\$ 215,139	\$ 125,620	\$ 102,677	\$ 136,675
Ending Fund Balance	\$ 124,102	\$ 119,482	\$ 145,047	\$ 145,048

Animal Rescue Fund

The Animal Rescue Special Revenue Fund is dedicated and may only be spent on animal rescue related expenses by the Lake Dallas Animal Services. This fund accounts for all applicable revenue and related expenditures. The Animal Rescue Special Revenue Fund will account for monies received by donations and expended on animal rescue related services.

The City of Lake Dallas began outsourcing it's Animal Services during fiscal year 2025. The remaining funds in this account will be used to offset the expenditures for the animal services contract.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 14,251	\$ 7,289	\$ 7,289	\$ 2,548
RESOURCES				
Donations & Grants	\$ 3,242	\$ 1,000	\$ -	\$ -
Interest Income	356	100	259	266
TOTAL REVENUES	\$ 3,598	\$ 1,100	\$ 259	\$ 266
Use of Reserves	-	-	-	2,548
TOTAL RESOURCES	\$ 3,598	\$ 1,100	\$ 259	\$ 2,814
EXPENDITURES				
Operational Expenses	\$ 10,560	\$ 5,000	\$ 5,000	\$ 2,814
TOTAL EXPENDITURES	\$ 10,560	\$ 5,000	\$ 5,000	\$ 2,814
Ending Fund Balance	\$ 7,289	\$ 3,389	\$ 2,548	\$ -

¹ This fund will no longer collect revenues and will be closed in FY 2026

Library Donation Fund

The Library Donation Special Revenue Fund is dedicated and may only be used for Library related expenditures. This fund accounts for all applicable revenue and related expenditures. The Library Donation Special Revenue Fund is funded by donations received for eligible expenditures by the Library. The funds can be used for expenditures including: the purchase of library books; DVDs; and materials for the Library's Summer Reading program.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 18,198	\$ 23,858	\$ 23,858	\$ 30,344
RESOURCES				
Donations & Grants	\$ 8,124	\$ 7,000	\$ 8,141	\$ 8,548
Interest Income	513	100	451	465
Total Revenues	\$ 8,637	\$ 7,100	\$ 8,592	\$ 9,012
Use of Reserves	-	-	-	3,488
TOTAL RESOURCES	\$ 8,637	\$ 7,100	\$ 8,592	\$ 12,500
EXPENDITURES				
Materials and Supplies	\$ 2,977	\$ 1,000	\$ 437	\$ 6,512
Donations & Grant Exper	-	-	1,669	5,988
TOTAL EXPENDITUR	\$ 2,977	\$ 1,000	\$ 2,106	\$ 12,500
Ending Fund Balance	\$ 23,858	\$ 29,958	\$ 30,344	\$ 26,856

Park Improvement Fund

The Park Improvement Special Revenue Fund is dedicated to and may only be spent on certain, statutorily defined purposes. This fund accounts for all applicable revenue and related expenditures. The Park Improvement Special Revenue Fund is funded by the Park Improvement and Maintenance Fee collected on all residential building permits. The funds can only be used to fund improvements and maintenance of Lake Dallas parks including upgrading of facilities and playsets; adding park amenities; and maintenance costs.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 2,449	\$ 2,639	\$ 2,639	\$ 2,741

RESOURCES

Fines & Fees	\$ 73	\$ -	\$ -	\$ -
Interest Income	117	50	102	105
Total Revenues	\$ 190	\$ 50	\$ 102	\$ 105
Use of Reserves	-	-	-	2,741
TOTAL RESOURCES	\$ 190	\$ 50	\$ 102	\$ 2,846

EXPENDITURES

Operations	\$ -	\$ -	\$ -	\$ 2,846
TOTAL EXPENDITURES	\$ -	\$ -	\$ -	\$ 2,846

Ending Fund Balance	\$ 2,639	\$ 2,689	\$ 2,741	\$ -
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Stormwater Drainage Fund

The Stormwater Drainage Special Revenue Fund is dedicated and may only be spent on certain, statutorily defined purposes. The Stormwater Drainage Special Revenue Fund receives revenues generated from a drainage utility fee. This fund accounts for all applicable revenue the drainage utility fee collections dedicated for stormwater drainage maintenance, and related expenditures. The Stormwater Drainage Special Revenue Fund will account only for Stormwater Drainage revenue and related eligible expenditures.

	FY 2024	FY 2025	FY 2025	FY 2026
	ACTUAL	ADOPTED	ESTIMATE	PROPOSED
Beginning Fund Balance	\$ 363,447	\$ 705,361	\$ 705,361	\$ 716,894
RESOURCES				
Fines & Fees	\$ 346,613	\$ 207,000	\$ 207,000	\$ 207,000
Interest Income	7,813	2,000	9,700	9,700
TOTAL REVENUES	\$ 354,426	\$ 209,000	\$ 216,700	\$ 216,700
Use of Reserves	-	-	-	280,783
TOTAL RESOURCES	\$ 354,426	\$ 209,000	\$ 216,700	\$ 497,483
EXPENDITURES				
Materials & Supplies	\$ -	\$ 1,000	\$ -	\$ 1,000
Contractual Services	5,750	131,483	75,000	131,483
Maintenance & Repairs	6,762	65,000	130,166	365,000
Capital Outlay	-	9,600	-	-
Total Expenditures	\$ 12,512	\$ 207,083	\$ 205,166	\$ 497,483
Ending Fund Balance	\$ 705,361	\$ 707,278	\$ 716,894	\$ 436,112

Halloween Event Fund

The Halloween Event Special Revenue Fund is dedicated and may only be spent on items or vendors related to the annual Halloween event. This fund accounts for all applicable revenue and related expenditures. The Halloween Event Special Revenue Fund is funded by donations received for the Halloween event. The funds can be used for expenditures or vendors related to the annual Halloween event.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 1,752	\$ 3,257	\$ 3,257	\$ 3,971
RESOURCES				
Fees	\$ 570	\$ 310	\$ 510	\$ 536
Donations, Sponsorships & Grants	4,450	3,000	4,700	4,464
Total Revenues	\$ 5,020	\$ 3,310	\$ 5,210	\$ 5,000
Use of Reserves	-	-	-	-
TOTAL RESOURCES	\$ 5,020	\$ 3,310	\$ 5,210	\$ 5,000
EXPENDITURES				
Materials & Supplies	\$ 3,515	\$ 1,550	\$ 4,496	\$ 5,000
Scholarships	-	1,000	-	-
Total Expenditures	\$ 3,515	\$ 2,550	\$ 4,496	\$ 5,000
Ending Fund Balance	\$ 3,257	\$ 4,017	\$ 3,971	\$ 3,971

Christmas Event Fund

The Christmas Event Special Revenue Fund is dedicated and may only be spent on items or vendors related to the annual Light Up the Season event. This fund accounts for all applicable revenue and related expenditures. The Light Up the Season Special Revenue Fund is funded by donations received for the Light Up the Season event. The funds can be used for expenditures or vendors related to the annual Light Up the Season event.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 92	\$ 4,178	\$ 4,178	\$ 3,071

RESOURCES

Donations, Sponsorships & Grants	\$ 9,265	\$ 8,500	\$ 1,250	\$ 1,288
TOTAL REVENUES	\$ 9,265	\$ 8,500	\$ 1,250	\$ 1,288
Use of Reserves	-	-	-	3,071
TOTAL RESOURCES	\$ 9,265	\$ 8,500	\$ 1,250	\$ 4,359

EXPENDITURES

Special Events	\$ 5,179	\$ 8,500	\$ 2,357	\$ 4,359
TOTAL EXPENDITURES	\$ 5,179	\$ 8,500	\$ 2,357	\$ 4,359

Ending Fund Balance	\$ 4,178	\$ 4,178	\$ 3,071	\$ -
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Opioid Abatement Fund

The Opioid Abatement Special Revenue Fund is dedicated and may only be spent on items related to the abatement of opioids per the settlement details. This fund accounts for all applicable revenue and related expenditures. The Opioid Abatement Special Revenue Fund is funded by a settlement through the Texas Office of the Attorney General. The funds can be used for expenditures related to the abatement of opioids per the settlement details.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 7,947	\$ 9,760	\$ 9,760	\$ 17,632
RESOURCES				
Donations, Sponsorships & Grants	\$ 1,546	\$ -	\$ 7,542	\$ 7,919
Interest Income	267	50	330	340
TOTAL REVENUES	\$ 1,813	\$ 50	\$ 7,872	\$ 8,259
Use of Reserves	-	-	-	-
TOTAL RESOURCES	\$ 1,813	\$ 50	\$ 7,872	\$ 8,259
EXPENDITURES				
Grant Expenses	-	-	-	8,259
TOTAL EXPENDITURES	\$ -	\$ -	\$ -	\$ 8,259
Ending Fund Balance	\$ 9,760	\$ 9,810	\$ 17,632	\$ 17,632

Tree Preservation Fund

The Tree Preservation Special Revenue Fund is dedicated and may only be spent on items related to the preservations of trees. This fund accounts for all applicable revenue and related expenditures. The Tree Preservation Special Revenue Fund is funded by fees for replacing trees that are removed during construction, development or redevelopment. The funds can be used for expenditures related to tree preservation.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 8,250	\$ 8,555	\$ 8,555	\$ 8,933
RESOURCES				
Interest Income	\$ 305	\$ 50	\$ 378	\$ 390
TOTAL REVENUES	\$ 305	\$ 50	\$ 378	\$ 390
Use of Reserves	-	-	-	3,610
TOTAL RESOURCES	\$ 305	\$ 50	\$ 378	\$ 4,000
EXPENDITURES				
Preservation Expenses	\$ -	\$ -	\$ -	\$ 4,000
TOTAL EXPENDITURES	\$ -	\$ -	\$ -	\$ 4,000
Ending Fund Balance	\$ 8,555	\$ 8,605	\$ 8,933	\$ 5,323

General Capital Projects Fund

The Capital Projects Fund is dedicated to projects that will be paid for utilizing bonds proceeds from previous bond elections. The appropriation is for project life instead of annual. The Capital Projects Funds is funded by bond proceeds from debt that City of Lake Dallas has issued. The projects that this funding will be utilized for have been predetermined and voted on by the Lake Dallas City Council.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 600,627	\$ 630,631	\$ 630,631	\$ 613,229
RESOURCES				
Denton County Funding	\$ 391,263	\$ -	\$ 347,844	\$ 9,132,788
Interest Income	32,454	10,000	25,000	25,000
Bond Proceeds	-	-	-	-
LCMUA Water and Sewer Pass-thru	-	-	-	1,750,000
TOTAL REVENUES	\$ 423,717	\$ 10,000	\$ 372,844	\$ 10,907,788
Use of Reserves	-	-	-	-
TOTAL RESOURCES	\$ 423,717	\$ 10,000	\$ 372,844	\$ 10,907,788
EXPENDITURES				
Capital Outlay Construction	\$ 393,713	\$ 532,626	\$ 390,246	\$ 9,157,788
LCMUA Water and Sewer Pass-thru	-	-	-	1,750,000
TOTAL EXPENDITURES	\$ 393,713	\$ 532,626	\$ 390,246	\$ 10,907,788
Ending Fund Balance	\$ 630,631	\$ 108,005	\$ 613,229	\$ 613,229

2023 CO & Revenue Bonds

The 2023 CO & Revenue Bond Fund is dedicated to roadway projects that will be paid for utilizing bonds proceeds. The appropriation is for the life of the project during construction. The intended use for these bond funds includes major roadways and infrastructure such as Shady Shores Road.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 3,017,690	\$ 2,913,563	\$ 2,913,563	\$ 2,697,122
RESOURCES				
Interest Income	\$ 169,129	\$ 50,000	\$ 110,178	\$ 100,000
Denton County Funding	-	-	-	3,735,140
LCMUA Water and Sewer Pass-thru	-	-	-	1,750,000
TOTAL REVENUES	169,129	50,000	110,178	3,835,140
Use of Reserves	-	-	-	-
TOTAL RESOURCES	\$ 169,129	\$ 50,000	\$ 110,178	\$ 3,835,140
EXPENDITURES				
Capital Outlay - Streets Projects	\$ -	\$ 3,317,979	\$ 326,619	\$ 3,835,140
Capital Outlay Construction	273,256	-	-	-
LCMUA Water and Sewer Pass-thru	-	-	-	1,750,000
TOTAL EXPENDITURES	\$ 273,256	\$ 3,317,979	\$ 326,619	\$ 3,835,140
Ending Fund Balance	\$ 2,913,563	\$ (354,416)	\$ 2,697,122	\$ 2,697,122

2025 CO & Revenue Bonds

The 2025 CO & Revenue Bond Fund is dedicated to roadway projects that will be paid for utilizing bonds proceeds. The appropriation is for the life of the project during construction. The intended use for these bond funds includes major roadways and infrastructure, including but not limited to drainage, signage, and landscaping.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ -	\$ -	\$ -	\$ 6,965,000
RESOURCES				
Interest Income	\$ -	\$ -	\$ -	\$ 200,000
Bond Proceeds	-	-	6,965,000	-
TOTAL REVENUES	\$ -	\$ -	\$ 6,965,000	\$ 200,000
Use of Reserves	-	-	-	6,965,000
TOTAL RESOURCES	\$ -	\$ -	\$ 6,965,000	\$ 7,165,000
EXPENDITURES				
Capital Outlay - Streets Projects	\$ -	\$ -	\$ -	\$ 6,965,000
TOTAL EXPENDITURES	\$ -	\$ -	\$ -	\$ 6,965,000
Ending Fund Balance	\$ -	\$ -	\$ 6,965,000	\$ 200,000

Municipal Court Building Security & Technology Fund

On May 29, 2025 House Bill 1950 was signed by Governor Abbott and put into effect immediately, creating the Municipal Court Building Security and Technology Fund. This fund is a consolidated account that simplifies how two key portions of the \$14 Local Consolidated Fee (LCF) are managed. The funds can be used for statutorily defined purposes including computer systems; computer networks; computer hardware; computer software; imaging systems; electronic kiosks; electronic ticket writers; and docket management systems.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ -	\$ -	\$ -	\$ 400
RESOURCES				
Fines & Fees	\$ -	\$ -	\$ 400	\$ 420
Interest Income	-	-	-	10
Total Revenues	\$ -	\$ -	\$ 400	\$ 430
Use of Reserves	-	-	-	-
TOTAL RESOURCES	\$ -	\$ -	\$ 400	\$ 430
EXPENDITURES				
Municipal Court	\$ -	\$ -	\$ -	\$ 430
TOTAL EXPENDITURES	\$ -	\$ -	\$ -	\$ 430
Ending Fund Balance	\$ -	\$ -	\$ 400	\$ 400

Community Development Corporation

The City of Lake Dallas has one Component of Unit of Government Fund, the Lake Dallas (Type B) Community Development Corporation (CDC). The main source of revenue for this fund is a one-half (1/2) cent sales tax allocation, which was approved by the voters that went into effect in 2003. The CDC is governed by a board of directors. The CDC develops and submits its own budget to the City, for consideration and approval by the City Council. The projected revenue for FY 2025-26 is \$706,777 based on historical trends and is dependent on sales tax collections. Authorized operational expenditures and other commitments are \$803,385 including \$231,085 in debt service payments and \$80,000 in transfers to the General Fund and Park Fund.

	FY 2024 ACTUAL	FY 2025 ADOPTED	FY 2025 ESTIMATE	FY 2026 PROPOSED
Beginning Fund Balance	\$ 315,238	\$ 575,186	\$ 575,186	\$ 828,594
RESOURCES				
4B Sales Tax	\$ 576,759	\$ 500,000	\$ 651,133	\$ 683,690
Other Revenues	855,001	-	-	-
Interest Income	11,503	4,000	22,414	23,087
TOTAL REVENUES	\$ 1,443,263	\$ 504,000	\$ 673,547	\$ 706,777
Use of Reserves	-	-	-	96,608
TOTAL RESOURCES	\$ 1,443,263	\$ 504,000	\$ 673,547	\$ 803,385
EXPENDITURES				
Office Supplies	\$ -	\$ -	\$ 225	\$ -
Advertising	-	1,500	-	-
Travel & Training	-	2,000	-	-
Utilities	5,837	6,000	6,000	6,180
Accounting & Auditor	3,600	4,000	4,000	4,120
Legal Services	9,329	10,000	3,000	10,000
Consultants & Professionals	16,047	5,000	2,000	2,000
CDC Downtown BIG Grants	619,934	10,000	10,000	20,000
City Park Grant	-	50,000	50,000	50,000
Capital Outlay - CDC	215,000	30,000	30,000	400,000
Transfer to General Fund Parks	80,000	80,000	80,000	80,000
Transfer to Debt Service Fund	233,568	234,914	234,914	231,085
TOTAL EXPENDITURES	\$ 1,183,315	\$ 433,414	\$ 420,139	\$ 803,385
Ending Fund Balance	\$ 575,186	\$ 645,772	\$ 828,594	\$ 731,986





City Council
Agenda Memo

Prepared By: Sarah Cochran, Director of
Finance

September 11, 2025

Consider and Act on an Ordinance Levying the Ad Valorem Taxes for the 2025 Tax Year at a Rate of \$0.559711 per \$100 Assessed Valuation on all Taxable Property within the City's Corporate Limits as of January 1, 2025.

This Taxpayer Impact Statement shows for the median-value homestead property in the City, a comparison of the property tax bill in dollars pertaining to the property for the current fiscal year to an estimate of the property tax bill in dollars for the same property for the upcoming fiscal year

Taxpayer Impact Statement	FY 2025 Adopted	FY 2026 Proposed	FY 2026 No-New Revenue Tax Rate
Total Tax Rate	\$ 0.518852	\$ 0.559711	\$ 0.499674
Median Value Homestead Taxable Value	\$ 303,747	\$ 316,495	\$ 316,495
Median Value Homestead Property Tax Bill	\$ 1,576.00	\$ 1,771.46	\$ 1,581.44
Difference to Current Year Tax Bill		\$ 195.46	\$ 5.45

Description:

Consider and Act on an Ordinance Levying the Ad Valorem Taxes for the 2025 Tax Year at a Rate of \$0.559711 per \$100 Assessed Valuation on all Taxable Property within the City's Corporate Limits as of January 1, 2025.

Background Information:

The proposed tax rate of \$0.559711 for the 2025 Tax Year (Fiscal Year 2025-2026) is the same as the Voter Approval Rate of \$0.559711 and exceeds the No New Revenue Rate of \$0.499674. Of the proposed tax rate, \$0.456247 will be applied to fund maintenance and operations in the General Fund and \$0.103464 will be applied to fund tax-supported debt (Interest and Sinking).

Financial Consideration:

The FY 2025 - 2026 Adopted Budget will generate approximately \$494,257 or 11.39% more in property tax revenue than FY 2024 - 2025.

Recommended Motions:

Because the tax rate will be above the No-New Revenue Rate, state law requires the motion adopting the ordinance read as follows:

"I move that the property tax rate be increased by the adoption of a tax rate of \$0.559711, which is effectively a 7.87 percent increase in the tax rate and, therefore, I further move that Ordinance be approved."

Attachments:

1. Truth in Taxation Calculation 2025
2. 2025-26 Ord 2025-07 Adopting FY 2025-2026 Tax Rate

TRUTH IN TAXATION - 2025	ADOPTED 2022-23	ADOPTED 2023-24	ADOPTED 2024-25	PROPOSED 2025-26
NET TAXABLE VALUES	\$ 675,540,799	\$ 796,973,629	\$ 836,329,211	\$ 863,582,511
% Change in Taxable Value	16.59%	17.98%	4.94%	3.26%
New Construction	\$ 1,953,785	\$ 32,673,736	\$ 10,500,002	\$ 3,882,296
TRUTH IN TAXATION				
No New Revenue Tax Rate	\$ 0.536247	\$ 0.496075	\$ 0.501872	\$ 0.499674
<u>Voter Approved Rate Calculation</u>				
No New Revenue Maintenance & Operations (M&O)	\$ 0.519798	\$ 0.484965	\$ 0.478475	\$ 0.477575
No New Rev M&O Rate x 1.035	0.537991	0.501939	0.495222	0.494290
Debt Service Rate	0.049611	0.059224	0.057136	0.103464
Voter Approved Rate	0.587602	0.561163	0.552358	0.597754
Sales Tax Adjustment Rate	(0.034738)	(0.033139)	(0.033505)	(0.038043)
Unused Increment Rate	0.014389	-	-	-
Voter Approved Rate (Adjusted)	\$ 0.567253	\$ 0.528024	\$ 0.518853	\$ 0.559711
TAX RATE				
General Fund (M&O)	\$ 0.517641	\$ 0.468799	\$ 0.461716	\$ 0.456247
Debt Service (I&S)	0.049611	0.059224	0.057136	0.103464
Total	\$ 0.567252	\$ 0.528023	\$ 0.518852	\$ 0.559711
TAX LEVY				
General Fund (M&O)	\$ 3,496,876	\$ 3,736,204	\$ 3,861,466	\$ 3,940,070
Debt Service (I&S)	335,143	472,000	477,845	893,497
Total	\$ 3,832,019	\$ 4,208,204	\$ 4,339,311	\$ 4,833,567
TAX RATE For New Value				
General Fund (M&O)	\$ 0.517641	\$ 0.468799	\$ 0.461716	\$ 0.456247
Debt Service (I&S)	0.049611	0.059224	0.057136	0.103464
Total	\$ 0.567252	\$ 0.528023	\$ 0.518852	\$ 0.559711
TAX LEVY for New Value				
General Fund (M&O)	\$ 10,114	\$ 153,174	\$ 48,480	\$ 17,713
Debt Service (I&S)	\$ 969	\$ 19,351	\$ 5,999	\$ 4,017
Total	\$ 11,083	\$ 172,525	\$ 54,479	\$ 21,730
TAX RATE RATIO				
General Fund (M&O)	91%	89%	89%	82%
Debt Service (I&S)	9%	11%	11%	18%
Total	100%	100%	100%	100%

**CITY OF LAKE DALLAS, TEXAS
ORDINANCE NO. 2025-07**

AN ORDINANCE OF THE CITY OF LAKE DALLAS LEVYING THE AD VALOREM TAXES FOR THE YEAR 2025 (FISCAL YEAR 2025-2026) AT A RATE OF \$0.559711 PER ONE HUNDRED DOLLARS (\$100) ASSESSED VALUATION ON ALL TAXABLE PROPERTY WITHIN THE CORPORATE LIMITS OF THE CITY OF LAKE DALLAS AS OF JANUARY 1, 2025, TO PROVIDE REVENUE FOR THE PAYMENT OF CURRENT EXPENSES; PROVIDING FOR AN INTEREST AND SINKING FUND FOR ALL OUTSTANDING DEBT OF THE CITY OF LAKE DALLAS; APPROVING THE 2025 CITY APPRAISAL ROLLS; PROVIDING FOR DUE AND DELINQUENT DATES TOGETHER WITH PENALTIES AND INTEREST; PROVIDING A REPEALING CLAUSE; PROVIDING A SEVERABILITY CLAUSE; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, assessments and renditions of all taxable property in the City of Lake Dallas have been made for the year 2025 by the Denton Central Appraisal District; and

WHEREAS, the City Council has approved Ordinance No. 2025-06 adopting the City's annual budget for fiscal year 2025-2026; and

WHEREAS, the City Council has determined that a total tax rate of \$0.559711 per \$100.00 assessed valuation should be adopted in order to provide funds necessary for the operations and maintenance obligations of the City and to fund required debt payments; and

WHEREAS, the City Council of the City of Lake Dallas, Texas, upon full consideration of the matter, is of the opinion that the tax rate and ad valorem tax appraisal roll should be approved and adopted.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF LAKE DALLAS, TEXAS, THAT:

SECTION 1. There be and is hereby levied for the tax year 2025 on all taxable property, real, personal and mixed, situated within the corporate limits of the City of Lake Dallas, Texas, and not exempt by the Constitution of the State and valid State laws, a tax of \$0.559711 on each one hundred dollars (\$100) assessed valuation of taxable property, which shall be apportioned and distributed as follows:

- (a)** For the purpose of defraying the current expenditures of the municipal government of the City of Lake Dallas, a tax of \$0.456247 on each one hundred dollars (\$100) assessed value on all taxable property within the City.
- (b)** For the purpose of creating a sinking fund to pay the interest and principal maturities of all outstanding debt of the City of Lake Dallas, not otherwise provided

for, a tax of \$0.103464 on each one hundred dollars (\$100) assessed value of taxable property within the City of Lake Dallas and shall be applied to the payment of interest and maturities of all such outstanding debt.

SECTION 2. THIS TAX RATE WILL RAISE MORE TAXES FOR MAINTENANCE AND OPERATIONS THAN LAST YEAR'S TAX RATE.

THIS TAX RATE WILL RAISE MORE TAXES FOR MAINTENANCE AND OPERATIONS THAN LAST YEAR'S TAX RATE. THE TAX RATE WILL EFFECTIVELY BE RAISED BY 11.39% PERCENT AND WILL INCREASE TAXES FOR MAINTENANCE AND OPERATIONS ON A \$100,000 HOME BY APPROXIMATELY \$-5.47.

SECTION 3. Assessments and renditions for the year 2025 on all taxable property and the Tax Roll certified by the Chief Appraiser of the Denton Central Appraisal District are hereby approved and incorporated herein by reference.

SECTION 4. All ad valorem taxes shall become due and payable on October 1, 2025, and all ad valorem taxes for the year shall become delinquent if not paid prior to February 1, 2026. There shall be no discount for payment of taxes prior to February 1, 2026. A delinquent tax shall incur all penalty and interest authorized by law, to wit:

- (a) A penalty of six percent on the amount of the tax for the first calendar month it is delinquent, plus one percent for each additional month or portion of a month the tax remains unpaid prior to July 1 of the year in which it becomes delinquent.
- (b) Provided, however, a tax delinquent on July 1, 2026, incurs a total penalty of twelve percent of the amount of delinquent tax without regard to the number of months the tax has been delinquent. A delinquent tax shall also accrue interest at the rate of one percent for each month or portion of a month the tax remains unpaid. Taxes for the year 2025 and taxes for all future years that become delinquent on or after February 1 but not later than May 1, that remain delinquent on July 1 of the year in which they become delinquent, incur an additional penalty in the amount of twenty percent (20%) of taxes, penalty, and interest due, pursuant to Texas Property Tax Code Section 6.30 and 33.07, as amended. Taxes assessed against tangible personal property for the year 2025 and for all future years that become delinquent on or after February 1 of a year incur an additional penalty on the later of the date the personal property taxes become subject to the delinquent tax attorney's contract, or 60 days after the date the taxes become delinquent, such penalty to be in the amount of twenty percent (20%) of taxes, penalty, and interest due, pursuant to Texas Property Tax Code Section 33.11. Taxes for the year 2025 and taxes for all future years that remain delinquent on or after June 1 under Texas Property Tax Code Sections 26.07(f), 26.15(e), 31.03, 31.031, 31.032 or 31.04 incur an additional penalty in the amount of twenty percent (20%) of taxes, penalty, and interest due, pursuant to Texas Property Tax Code Section 6.30 and Section 33.08, as amended.

SECTION 5. The City shall have available all the rights and remedies provided by law for the enforcement of the collection of taxes levied under this ordinance.

SECTION 6. All Ordinances of the City of Lake Dallas in conflict with the provisions of this Ordinance be, and the same are hereby, repealed and all other provisions of the Ordinances of the City of Lake Dallas not in conflict with the provisions of this Ordinance shall remain in full force and effect.

SECTION 7. Should any sentence, paragraph, subdivision, clause, phrase, or section of this Ordinance be adjudged or held to be unconstitutional, illegal, or invalid, the same shall not affect the validity of this Ordinance as a whole or any part or provision thereof other than the part thereof decided to be unconstitutional, illegal, or invalid.

SECTION 8. This Ordinance shall take effect immediately from and after its passage, as the law and City Charter in such cases provide.

UPON CALLING FOR A VOTE FOR APPROVAL OF THIS ORDINANCE, THE MEMBERS OF THE CITY COUNCIL VOTED AS FOLLOWS:

	Aye	Nay
Stephen Wohr, Councilmember - Place 1		
Rachel Fitzpatrick, Councilmember-Place 2		
Rick Lewelling, Councilmember – Place 3		
Rudy Glynn Vrba, Councilmember – Place 4		
Randy Evans, Councilmember –Place 5		

WITH ___ VOTING “AYE” AND ___ VOTING “NAY”, AND AT LEAST 60% OF THE MEMBERS OF THE GOVERNING BODY VOTING IN FAVOR OF THE ORDINANCE, THIS ORDINANCE NO. 2025-07 IS DULY PASSED BY THE CITY COUNCIL OF THE CITY OF LAKE DALLAS, TEXAS, ON THE 11TH DAY OF SEPTEMBER 2025.

ATTEST:

APPROVED:

Codi Delcambre, TRMC, City Secretary

Kristy Bleau, Mayor

APPROVED AS TO FORM:

Joe Gorfida, Jr., City Attorney



City Council
Agenda Memo

Prepared By: Sarah Cochran,
Director of Finance

September 11, 2025

**Consider and Act on a Resolution Ratifying the Property Tax Increase Reflected
in the Fiscal Year 2025-2026 Budget.**

Description:

Consider and Act on a Resolution Ratifying the Property Tax Increase Reflected in the Fiscal Year 2025-2026 Budget.

Background Information:

Chapter 102 of the Local Government Code (LGC) requires certain actions be taken when the adoption of a budget will require raising more revenue from property taxes than in the previous year, even if that amount is only \$1.00. Specifically, Texas Local Government Code Sec. 102.007(c) states:

“Adoption of a budget that will require raising more revenue from property taxes than in the previous year requires a separate vote of the governing body to ratify the property tax increase reflected in the budget. A vote under this subsection is in addition to and separate from the vote to adopt the budget or a vote to set the tax rate required by Chapter 26, Tax Code, or other law.”

The FY 2025 – 2026 Budget will require raising more revenue from the property taxes than in the previous year. Because of this, the City Council is required to take a separate action to vote to ratify the adopted budget. The tax rate of \$0.559711 is an increase of 7.87%.

Financial Consideration:

The FY 2025 - 2026 proposed tax rate of \$0.559711 or 7.87% greater than the prior year. This increase will generate approximately \$494,257 or 11.39% more in property tax revenue than the prior year.

Recommended Motions:

I move that the property tax rate be increased by the adoption of a tax rate of 0.559711, as reflected in the FY2025 - 2026 Budget, as required by Local Government Code 102.007(c), which is effectively a 7.87 percent increase by which the proposed tax rate exceeds the no-new-revenue tax rate.

Attachments:

1. 2025-xx LD Res Ratifying FY 25-26 Tax Rate

**CITY OF LAKE DALLAS, TEXAS
RESOLUTION NO. 2025-xx**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LAKE
DALLAS, TEXAS, RATIFYING THE PROPERTY TAX INCREASE
REFLECTED IN THE 2025-2026 FISCAL YEAR BUDGET; AND
PROVIDING AN EFFECTIVE DATE**

WHEREAS, Texas Local Government Code §102.007(c) requires that adoption of a budget that raises more property tax revenue than was generated the previous year requires a record vote of the City Council to ratify the property tax increase reflected in the budget in addition to and separate from the record votes to approve the ordinance adopting the annual budget and the ordinance adopting the tax rate for the current tax year; and

WHEREAS, the City Council has approved Ordinance No. 2025-06, adopting the 2025-2026 fiscal year budget, which will require raising more revenue from property taxes than last year's budget; and

WHEREAS, the City Council of the City of Lake Dallas, Texas, desires to ratify the property tax increase reflected in Ordinance No. 2025-07 approving the 2025-2026 Fiscal Year Budget.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF LAKE DALLAS, TEXAS, THAT:

SECTION 1. The property tax increase reflected in the 2025-2026 Fiscal Year Budget and approved pursuant to Ordinance 2025-07 is hereby ratified.

SECTION 2. This Resolution shall take effect immediately from and after its passage.

UPON CALLING FOR A VOTE FOR APPROVAL OF THIS RESOLUTION, THE MEMBERS OF THE CITY COUNCIL VOTED AS FOLLOWS:

	Aye	Nay
Stephen Wohnr, Councilmember - Place 1		
Rachel Fitzpatrick, Councilmember-Place 2		
Rick Lewelling, Councilmember – Place 3		
Rudy Glynn Vrba, Councilmember – Place 4		
Randy Evans, Councilmember –Place 5		

WITH ____ VOTING “AYE” AND ____ VOTING “NAY,” THIS RESOLUTION NO. 2025-xx WAS DULY PASSED BY THE CITY COUNCIL OF THE CITY OF LAKE DALLAS, TEXAS, ON THE 11TH DAY OF SEPTEMBER 2025.

APPROVED:

Kristy Bleau, Mayor

ATTEST:

Codi Delcambre, TRMC, City Secretary

APPROVED AS TO FORM:

Joe Gorfida, Jr., City Attorney



City Council
Agenda Memo

Prepared By: Codi Delcambre,
Director of Administrative
Services/City Secretary

September 11, 2025

Consider and act on an Ordinance approving a negotiated settlement between the Atmos Cities Steering Committee ("ACSC") and ATMOS ENERGY CORP., Mid-Tex Division regarding the company's 2025 rate review mechanism filing; declaring existing rates to be unreasonable; adopting tariffs that reflect rate adjustments consistent with the negotiated settlement; finding the rates to be set by the attached settlement tariffs to be just and reasonable and in the public interest; approving an attachment establishing a benchmark for pensions and retiree medical benefits; requiring the company to reimburse ACSC's reasonable ratemaking expenses; determining that this Ordinance was passed in accordance with the requirements of the Texas Open Meetings Act; adopting a saving clause; declaring an effective date; and requiring delivery of this Ordinance to the company and the ACSC's legal counsel.

Description:

Consider and act on an Ordinance approving a negotiated settlement between the Atmos Cities Steering Committee ("ACSC") and ATMOS ENERGY CORP., Mid-Tex Division regarding the company's 2025 rate review mechanism filing; declaring existing rates to be unreasonable; adopting tariffs that reflect rate adjustments consistent with the negotiated settlement; finding the rates to be set by the attached settlement tariffs to be just and reasonable and in the public interest; approving an attachment establishing a benchmark for pensions and retiree medical benefits; requiring the company to reimburse ACSC's reasonable ratemaking expenses; determining that this Ordinance was passed in accordance with the requirements of the Texas Open Meetings Act; adopting a saving clause; declaring an effective date; and requiring delivery of this Ordinance to the company and the ACSC's legal counsel.

Background Information:

The City, along with 181 other Mid-Texas cities served by Atmos Energy Corporation, Mid-Tex Division ("Atmos Mid-Tex" or "Company"), is a member of the Atmos Cities Steering Committee ("ACSC"). In 2007, ACSC and Atmos Mid-Tex settled a rate application filed by the Company pursuant to Section 104.301 of the Texas Utilities Code for an interim rate adjustment commonly referred to as a GRIP filing (arising out of the Gas Reliability Infrastructure Program legislation). That settlement created a substitute rate review process, referred to as Rate Review Mechanism ("RRM"), as a substitute for future filings under the GRIP statute.

Since 2007, there have been several modifications to the original RRM Tariff. The most recent iteration of an RRM Tariff was reflected in an ordinance adopted by ACSC members in 2018. On or about April 1, 2025, the Company filed a rate request pursuant to the RRM Tariff adopted by ACSC members. The Company claimed that its cost-of-service in a test year ending December 31, 2024, entitled it to additional system-wide revenues of \$245.2 million.

Application of the standards set forth in ACSC's RRM Tariff reduces the Company's request to \$225.6 million, \$163.5 million of which would be applicable to ACSC members. After reviewing the filing and conducting discovery, ACSC's consultants concluded that the system-wide deficiency under the RRM regime should be \$185.6 million instead of the claimed \$245.2 million.

After several settlement meetings, the parties have agreed to settle the case for \$205.6 million. This is a reduction of \$20 million to the Company's initial request. This includes payment of ACSC's expenses. The Effective Date for new rates is October 1, 2025. ACSC members should take action approving the Resolution/Ordinance before October 1, 2025.

RATE TARIFFS

Atmos generated rate tariffs attached to the Resolution/Ordinance that will generate \$205.6 million in additional revenues. Atmos also prepared a Proof of Revenues supporting the settlement figures. ACSC consultants have agreed that Atmos' Proof of Revenues is accurate.

BILL IMPACT

The impact of the settlement on average residential rates is an increase of \$7.83 on a monthly basis, or 9.27%. The increase for average commercial usage will be \$25.73 or 6.56%. Atmos provided bill impact comparisons containing these figures.

SUMMARY OF ACSC'S OBJECTION TO THE UTILITIES CODE SECTION 104.301 GRIP PROCESS

ACSC strongly opposed the GRIP process because it constitutes piecemeal ratemaking by ignoring declining expenses and increasing revenues while rewarding the Company for increasing capital investment on an annual basis. The GRIP process does not allow any review of the reasonableness of capital investment and does not allow cities to participate in the Railroad Commission's review of annual GRIP filings or allow recovery of Cities' rate case expenses. The Railroad Commission undertakes a mere administrative review of GRIP filings (instead of a full hearing) and rate increases go into effect without any material adjustments. In ACSC's view, the GRIP process unfairly raises customers' rates without any regulatory oversight. In contrast, the RRM process has allowed for a more comprehensive rate review and annual evaluation of expenses and revenues, as well as capital investment.

RRM SAVINGS OVER GRIP

While residents outside municipal limits must pay rates governed by GRIP, there are some cities served by Atmos Mid-Tex that chose to remain under GRIP rather than adopt RRM. Additionally, the City of Dallas adopted a variation of RRM which is referred to as DARR. When new rates become effective on October 1, 2025, ACSC residents will maintain an economic monthly advantage over GRIP and DARR rates.
Comparison to Other Mid-Tex Rates (Residential)

	<u>Average Bill</u>	<u>Compared to RRM Cities</u>
RRM Cities:	\$54.68	-
DARR:	\$58.57	\$3.89
ATM Cities:	\$57.39	\$2.71
Environs:	\$55.96	\$1.28

Note: ATM Cities and Environs rates are as-filed. Also note that DARR uses a test year ending in September rather than December.

EXPLANATION OF "BE IT RESOLVED" PARAGRAPHS:

1. This section approves all findings in the Resolution/Ordinance.
2. This section adopts the RRM rate tariffs and finds the adoption of the new rates to be just, reasonable, and

in the public interest.

3. This section makes it clear that Cities may challenge future costs associated with gas leaks.
4. This section finds that existing rates are unreasonable. Such finding is a necessary predicate to establishment of new rates. The new tariffs will permit Atmos Mid-Tex to recover an additional \$205.6 million on a system-wide basis.
5. This section approves an exhibit that establishes a benchmark for pensions and retiree medical benefits to be used in future rate cases or RRM filings.
6. This section requires the Company to reimburse the City for expenses associated with review of the RRM filing, settlement discussions, and adoption of the Resolution/Ordinance approving new rate tariffs.
7. This section repeals any resolution or ordinance that is inconsistent with the Resolution/Ordinance.

Financial Consideration:

The impact of the settlement on average residential rates is an increase of \$7.83 on a monthly basis, or 9.27%. The increase for average commercial usage will be \$25.73 or 6.56%. Atmos provided bill impact comparisons containing these figures.

Recommended Motions:

I move to approve/deny the Ordinance approving a negotiated settlement between the Atmos Cities Steering Committee ("ACSC") and ATMOS ENERGY CORP., Mid-Tex Division regarding the company's 2025 rate review mechanism filing; declaring existing rates to be unreasonable; adopting tariffs that reflect rate adjustments consistent with the negotiated settlement; finding the rates to be set by the attached settlement tariffs to be just and reasonable and in the public interest; approving an attachment establishing a benchmark for pensions and retiree medical benefits; requiring the company to reimburse ACSC's reasonable ratemaking expenses; determining that this Ordinance was passed in accordance with the requirements of the Texas Open Meetings Act; adopting a saving clause; declaring an effective date; and requiring delivery of this Ordinance to the company and the ACSC's legal counsel

Attachments:

1. Atmos Mid-Tex 2025 RRM Ordinance
2. Attachment 1_CY24 MTX RRM - Tariffs
3. Attachment 2_CY24 MTX RRM - Pension Benchmark
4. CY24 MTX RRM - Average Bill

ORDINANCE NO. _____

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF LAKE DALLAS, TEXAS, APPROVING A NEGOTIATED SETTLEMENT BETWEEN THE ATMOS CITIES STEERING COMMITTEE (“ACSC”) AND ATMOS ENERGY CORP., MID-TEX DIVISION REGARDING THE COMPANY’S 2025 RATE REVIEW MECHANISM FILING; DECLARING EXISTING RATES TO BE UNREASONABLE; ADOPTING TARIFFS THAT REFLECT RATE ADJUSTMENTS CONSISTENT WITH THE NEGOTIATED SETTLEMENT; FINDING THE RATES TO BE SET BY THE ATTACHED SETTLEMENT TARIFFS TO BE JUST AND REASONABLE AND IN THE PUBLIC INTEREST; APPROVING AN ATTACHMENT ESTABLISHING A BENCHMARK FOR PENSIONS AND RETIREE MEDICAL BENEFITS; REQUIRING THE COMPANY TO REIMBURSE ACSC’S REASONABLE RATEMAKING EXPENSES; DETERMINING THAT THIS ORDINANCE WAS PASSED IN ACCORDANCE WITH THE REQUIREMENTS OF THE TEXAS OPEN MEETINGS ACT; ADOPTING A SAVINGS CLAUSE; DECLARING AN EFFECTIVE DATE; AND REQUIRING DELIVERY OF THIS ORDINANCE TO THE COMPANY AND THE ACSC’S LEGAL COUNSEL.

WHEREAS, the City of Lake Dallas, Texas (“City”) is a gas utility customer of Atmos Energy Corp., Mid-Tex Division (“Atmos Mid-Tex” or “Company”), and a regulatory authority with an interest in the rates, charges, and services of Atmos Mid-Tex; and

WHEREAS, the City is a member of the Atmos Cities Steering Committee (“ACSC”), a coalition of similarly-situated cities served by Atmos Mid-Tex (“ACSC Cities”) that have joined together to facilitate the review of, and response to, natural gas issues affecting rates charged in the Atmos Mid-Tex service area; and

WHEREAS, ACSC and the Company worked collaboratively to develop a Rate Review Mechanism (“RRM”) tariff that allows for an expedited rate review process by ACSC Cities as a substitute to the Gas Reliability Infrastructure Program (“GRIP”) process instituted by the

Legislature, and that will establish rates for the ACSC Cities based on the system-wide cost of serving the Atmos Mid-Tex Division; and

WHEREAS, the current RRM tariff was adopted by the City in a rate ordinance in 2018; and

WHEREAS, on about April 1, 2025 Atmos Mid-Tex filed its 2025 RRM rate request with ACSC Cities based on a test year ending December 31, 2024; and

WHEREAS, ACSC coordinated its review of the Atmos Mid-Tex 2025 RRM filing through its Executive Committee, assisted by ACSC's attorneys and consultants, to resolve issues identified in the Company's RRM filing; and

WHEREAS, the Executive Committee, as well as ACSC's counsel and consultants, recommend that ACSC Cities approve an increase in base rates for Atmos Mid-Tex of \$205.6 million on a system-wide basis with an Effective Date of October 1, 2025; and

WHEREAS, ACSC agrees that Atmos plant-in-service is reasonable; and

WHEREAS, with the exception of approved plant-in-service, ACSC is not foreclosed from future reasonableness evaluation of costs associated with incidents related to gas leaks; and

WHEREAS, the attached tariffs (Attachment 1) implementing new rates are consistent with the recommendation of the ACSC Executive Committee, are agreed to by the Company, and are just, reasonable, and in the public interest; and

WHEREAS, the settlement agreement sets a new benchmark for pensions and retiree medical benefits (Attachment 2); and

WHEREAS, the RRM Tariff contemplates reimbursement of ACSC's reasonable expenses associated with RRM applications.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF LAKE DALLAS, TEXAS:

Section 1. That the findings set forth in this Ordinance are hereby in all things approved.

Section 2. That, without prejudice to future litigation of any issue identified by ACSC, the City Council finds that the settled amount of an increase in revenues of \$205.6 million on a system-wide basis represents a comprehensive settlement of gas utility rate issues affecting the rates, operations, and services offered by Atmos Mid-Tex within the municipal limits arising from Atmos Mid-Tex's 2025 RRM filing, is in the public interest, and is consistent with the City's authority under Section 103.001 of the Texas Utilities Code.

Section 3. That despite finding Atmos Mid-Tex's plant-in-service to be reasonable, ACSC is not foreclosed in future cases from evaluating the reasonableness of costs associated with incidents involving leaks of natural gas.

Section 4. That the existing rates for natural gas service provided by Atmos Mid-Tex are unreasonable. The new tariffs attached hereto and incorporated herein as Attachment 1, are just and reasonable, and are designed to allow Atmos Mid-Tex to recover annually an additional \$205.6 million on a system-wide basis, over the amount allowed under currently approved rates. Such tariffs are hereby adopted.

Section 5. That the ratemaking treatment for pensions and retiree medical benefits in Atmos Mid-Tex's next RRM filing shall be as set forth on Attachment 2, attached hereto and incorporated herein.

Section 6. That Atmos Mid-Tex shall reimburse the reasonable ratemaking expenses of ACSC in processing the Company's 2025 RRM filing.

Section 7. That to the extent any resolution or ordinance previously adopted by the Council is inconsistent with this Ordinance, it is hereby repealed.

Section 8. That the meeting at which this Ordinance was approved was in all things conducted in strict compliance with the Texas Open Meetings Act, Texas Government Code, Chapter 551.

Section 9. That if any one or more sections or clauses of this Ordinance is adjudged to be unconstitutional or invalid, such judgment shall not affect, impair, or invalidate the remaining provisions of this Ordinance, and the remaining provisions of the Ordinance shall be interpreted as if the offending section or clause never existed.

Section 10. That consistent with the City Ordinance that established the RRM process, this Ordinance shall become effective from and after its passage with rates authorized by attached tariffs to be effective for bills rendered on or after October 1, 2025.

Section 11. That a copy of this Ordinance shall be sent to Atmos Mid-Tex, care of Chris Felan, Vice President of Rates and Regulatory Affairs Mid-Tex Division, Atmos Energy Corporation, 5420 LBJ Freeway, Suite 1862, Dallas, Texas 75240, and to Thomas Brocato, General Counsel to ACSC, at Lloyd Gosselink Rochelle & Townsend, P.C., 816 Congress Avenue, Suite 1900, Austin, Texas 78701.

DULY PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF LAKE DALLAS, TEXAS, BY A VOTE OF ____ TO ____, ON THIS THE 11TH DAY OF SEPTEMBER 2025.

Kristy Bleau, Mayor

ATTEST:

Codi Delcambre Director of Development Services/City Secretary

APPROVED AS TO FORM:

Joesph Gorfida, Jr. City Attorney

**MID-TEX DIVISION
ATMOS ENERGY CORPORATION**

RATE SCHEDULE:	R – RESIDENTIAL SALES	
APPLICABLE TO:	ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF	
EFFECTIVE DATE:	Bills Rendered on or after 10/01/2025	

Application

Applicable to Residential Customers for all natural gas provided at one Point of Delivery and measured through one meter.

Type of Service

Where service of the type desired by Customer is not already available at the Point of Delivery, additional charges and special contract arrangements between Company and Customer may be required prior to service being furnished.

Monthly Rate

Customer's monthly bill will be calculated by adding the following Customer and Ccf charges to the amounts due under the riders listed below:

Charge	Amount
Customer Charge per Bill	\$ 23.65 per month
Rider CEE Surcharge	\$ 0.03 per month ¹
Total Customer Charge	\$ 23.68 per month
Commodity Charge – All <u>Ccf</u>	\$ 0.74748 per Ccf

Gas Cost Recovery: Plus an amount for gas costs and upstream transportation costs calculated in accordance with Part (a) and Part (b), respectively, of Rider GCR.

Weather Normalization Adjustment: Plus or Minus an amount for weather normalization calculated in accordance with Rider WNA.

Franchise Fee Adjustment: Plus an amount for franchise fees calculated in accordance with Rider FF. Rider FF is only applicable to customers inside the corporate limits of any incorporated municipality.

Tax Adjustment: Plus an amount for tax calculated in accordance with Rider TAX.

Surcharges: Plus an amount for surcharges calculated in accordance with the applicable rider(s).

Agreement

An Agreement for Gas Service may be required.

Notice

Service hereunder and the rates for services provided are subject to the orders of regulatory bodies having jurisdiction and to the Company's Tariff for Gas Service.

¹Reference Rider CEE - Conservation and Energy Efficiency as approved in GUD 10170. Surcharge billing effective July 1, 2025.

**MID-TEX DIVISION
ATMOS ENERGY CORPORATION**

RATE SCHEDULE:	C – COMMERCIAL SALES	
APPLICABLE TO:	ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF	
EFFECTIVE DATE:	Bills Rendered on or after 10/01/2025	

Application

Applicable to Commercial Customers for all natural gas provided at one Point of Delivery and measured through one meter and to Industrial Customers with an average annual usage of less than 30,000 Ccf.

Type of Service

Where service of the type desired by Customer is not already available at the Point of Delivery, additional charges and special contract arrangements between Company and Customer may be required prior to service being furnished.

Monthly Rate

Customer's monthly bill will be calculated by adding the following Customer and Ccf charges to the amounts due under the riders listed below:

Charge	Amount
Customer Charge per Bill	\$ 94.00 per month
Rider CEE Surcharge	\$ 0.01 per month ¹
Total Customer Charge	\$ 94.01 per month
Commodity Charge – All Ccf	\$ 0.22261 per Ccf

Gas Cost Recovery: Plus an amount for gas costs and upstream transportation costs calculated in accordance with Part (a) and Part (b), respectively, of Rider GCR.

Weather Normalization Adjustment: Plus or Minus an amount for weather normalization calculated in accordance with Rider WNA.

Franchise Fee Adjustment: Plus an amount for franchise fees calculated in accordance with Rider FF. Rider FF is only applicable to customers inside the corporate limits of any incorporated municipality.

Tax Adjustment: Plus an amount for tax calculated in accordance with Rider TAX.

Surcharges: Plus an amount for surcharges calculated in accordance with the applicable rider(s).

Agreement

An Agreement for Gas Service may be required.

Notice

Service hereunder and the rates for services provided are subject to the orders of regulatory bodies having jurisdiction and to the Company's Tariff for Gas Service.

Presumption of Plant Protection Level

For service under this Rate Schedule, plant protection volumes are presumed to be 10% of normal, regular, historical usage as reasonably calculated by the Company in its sole discretion. If a customer believes it needs to be modeled at an alternative plant protection volume, it should contact the company at mdtx-div-plantprotection@atmosenergy.com.

¹ Reference Rider CEE - Conservation and Energy Efficiency as approved in GUD 10170. Surcharge billing effective July 1, 2025.

**MID-TEX DIVISION
ATMOS ENERGY CORPORATION**

RATE SCHEDULE:	I – INDUSTRIAL SALES	
APPLICABLE TO:	ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF	
EFFECTIVE DATE:	Bills Rendered on or after 10/01/2025	

Application

Applicable to Industrial Customers with a maximum daily usage (MDU) of less than 200 MMBtu per day for all natural gas provided at one Point of Delivery and measured through one meter. Service for Industrial Customers with an MDU equal to or greater than 200 MMBtu per day will be provided at Company's sole option and will require special contract arrangements between Company and Customer.

Type of Service

Where service of the type desired by Customer is not already available at the Point of Delivery, additional charges and special contract arrangements between Company and Customer may be required prior to service being furnished.

Monthly Rate

Customer's monthly bill will be calculated by adding the following Customer and MMBtu charges to the amounts due under the riders listed below:

Charge	Amount
Customer Charge per Meter	\$ 1,848.75 per month
First 0 MMBtu to 1,500 MMBtu	\$ 0.7678 per MMBtu
Next 3,500 MMBtu	\$ 0.5623 per MMBtu
All MMBtu over 5,000 MMBtu	\$ 0.1206 per MMBtu

Gas Cost Recovery: Plus an amount for gas costs and upstream transportation costs calculated in accordance with Part (a) and Part (b), respectively, of Rider GCR.

Franchise Fee Adjustment: Plus an amount for franchise fees calculated in accordance with Rider FF. Rider FF is only applicable to customers inside the corporate limits of any incorporated municipality.

Tax Adjustment: Plus an amount for tax calculated in accordance with Rider TAX.

Surcharges: Plus an amount for surcharges calculated in accordance with the applicable rider(s).

Curtailment Overpull Fee

Upon notification by Company of an event of curtailment or interruption of Customer's deliveries, Customer will, for each MMBtu delivered in excess of the stated level of curtailment or interruption, pay Company 200% of the midpoint price for the Katy point listed in *Platts Gas Daily* published for the applicable Gas Day in the table entitled "Daily Price Survey."

Replacement Index

In the event the "midpoint" or "common" price for the Katy point listed in *Platts Gas Daily* in the table entitled "Daily Price Survey" is no longer published, Company will calculate the applicable imbalance fees utilizing a daily price index recognized as authoritative by the natural gas industry and most closely approximating the applicable index.

**MID-TEX DIVISION
ATMOS ENERGY CORPORATION**

RATE SCHEDULE:	I – INDUSTRIAL SALES	
APPLICABLE TO:	ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF	
EFFECTIVE DATE:	Bills Rendered on or after 10/01/2025	

Agreement

An Agreement for Gas Service may be required.

Notice

Service hereunder and the rates for services provided are subject to the orders of regulatory bodies having jurisdiction and to the Company's Tariff for Gas Service.

Special Conditions

In order to receive service under Rate I, Customer must have the type of meter required by Company. Customer must pay Company all costs associated with the acquisition and installation of the meter.

Presumption of Plant Protection Level

For service under this Rate Schedule, plant protection volumes are presumed to be 10% of normal, regular, historical usage as reasonably calculated by the Company in its sole discretion. If a customer believes it needs to be modeled at an alternative plant protection volume, it should contact the company at mdtx-div-plantprotection@atmosenergy.com.

**MID-TEX DIVISION
ATMOS ENERGY CORPORATION**

RATE SCHEDULE:	T – TRANSPORTATION	
APPLICABLE TO:	ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF	
EFFECTIVE DATE:	Bills Rendered on or after 10/01/2025	

Application

Applicable, in the event that Company has entered into a Transportation Agreement, to a customer directly connected to the Atmos Energy Corp., Mid-Tex Division Distribution System (Customer) for the transportation of all natural gas supplied by Customer or Customer's agent at one Point of Delivery for use in Customer's facility.

This tariff is not available to customers with a maximum daily demand of 1,000 MMBtu or greater and a daily/annual load factor of 10% or less. Load factor is calculated as follows: annual usage / (maximum daily connected demand X 365). Load factors will be recalculated once each year to determine appropriate eligibility for Rate T.

Type of Service

Company's receipt and delivery of all gas quantities under the applicable Transportation Agreement will be on a wholly interruptible basis subject to the Terms and Conditions incorporated in the Transportation Agreement. If Customer is an Industrial Customer, then Customer may elect, at the reasonable discretion of Company, to contract for Plant Protection transportation quantities defined as the minimum natural gas required to prevent physical harm and/or protect critical safety to the plant facilities, plant personnel, or the public when such protection cannot be achieved through the use of an alternate fuel. Where service of the type desired by Customer is not already available at the Point of Delivery, additional charges and special contract arrangements between Company and Customer may be required prior to service being furnished.

Monthly Rate

Customer's bill will be calculated by adding the following Customer and MMBtu charges to the amounts and quantities due under the riders listed below:

Charge	Amount
Customer Charge per Meter	\$ 1,848.75 per month
First 0 MMBtu to 1,500 MMBtu	\$ 0.7678 per MMBtu
Next 3,500 MMBtu	\$ 0.5623 per MMBtu
All MMBtu over 5,000 MMBtu	\$ 0.1206 per MMBtu

Upstream Transportation Cost Recovery: Plus an amount for upstream transportation costs in accordance with Part (b) of Rider GCR.

Retention Adjustment: Plus a quantity of gas as calculated in accordance with Rider RA.

Franchise Fee Adjustment: Plus an amount for franchise fees calculated in accordance with Rider FF. Rider FF is only applicable to customers inside the corporate limits of any incorporated municipality.

Tax Adjustment: Plus an amount for tax calculated in accordance with Rider TAX.

Surcharges: Plus an amount for surcharges calculated in accordance with the applicable rider(s).

**MID-TEX DIVISION
ATMOS ENERGY CORPORATION**

RATE SCHEDULE:	T – TRANSPORTATION	
APPLICABLE TO:	ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF	
EFFECTIVE DATE:	Bills Rendered on or after 10/01/2025	

Imbalance Fees

All fees charged to Customer under this Rate Schedule will be charged based on the quantities determined under the applicable Transportation Agreement and quantities will not be aggregated for any Customer with multiple Transportation Agreements for the purposes of such fees.

Monthly Imbalance Fees

Customer shall pay Company the greater of (i) \$0.10 per MMBtu, or (ii) 150% of the difference per MMBtu between the highest and lowest “midpoint” price for the Katy point listed in *Platts Gas Daily* in the table entitled “Daily Price Survey” during such month, for the MMBtu of Customer’s monthly Cumulative Imbalance, as defined in the applicable Transportation Agreement, at the end of each month that exceeds 10% of Customer’s receipt quantities for the month.

Overpull Fee

Upon notification by Company of an event of interruption of Customer’s deliveries, Customer will, for each MMBtu delivered in excess of the stated level of interruption, pay Company 200% of the midpoint price for the Katy point listed in *Platts Gas Daily* published for the applicable Gas Day in the table entitled “Daily Price Survey.”

Replacement Index

In the event the “midpoint” or “common” price for the Katy point listed in *Platts Gas Daily* in the table entitled “Daily Price Survey” is no longer published, Company will calculate the applicable imbalance fees utilizing a daily price index recognized as authoritative by the natural gas industry and most closely approximating the applicable index.

Agreement

A transportation agreement is required.

Notice

Service hereunder and the rates for services provided are subject to the orders of regulatory bodies having jurisdiction and to the Company’s Tariff for Gas Service.

Special Conditions

In order to receive service under Rate T, customer must have the type of meter required by Company. Customer must pay Company all costs associated with the acquisition and installation of the meter.

**MID-TEX DIVISION
ATMOS ENERGY CORPORATION**

RIDER:	SUR – SURCHARGES	
APPLICABLE TO:	ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF	
EFFECTIVE DATE:	Bills Rendered on or after 10/01/2025	

Application

This Rider is applicable to customer classes in the incorporated areas under the RRM tariff as authorized by the state or any governmental entity, a municipality, or a regulatory authority pursuant to any statute, ordinance, order, rule, contract, or agreement.

Monthly Calculation

Surcharges will be calculated in accordance with the applicable statute, ordinance, order, rule, contract, or agreement.

FASB ASC 740-10 (Fin48) Refund

Applicable to Customers taking service under Rate Schedules R – Residential, C – Commercial, I – Industrial and T – Transportation.

To ensure that gas utility customers receive the benefit associated with the changes in the Company's Uncertain Tax Positions ("UTPs") arising from recognition of Texas Margin Tax returns.

The decrease shall be calculated as follows:

Beginning with implementation of rates from the negotiated RRM Tariff, and annually thereafter, the portion of UTP liabilities identified in Schedule FIN48-1.1 for the prior fiscal year shall be allocated based on the final class allocations of GUD No. 10170 as per the RRM Tariff, divided by the annual bill count to derive rates to be refunded through Rider SUR in the subsequent fiscal year. Each year's calculation will include a true-up (+ or -) due to account for over/under collections. Amounts identified in Schedule FIN48-1 shall be adjusted to reflect any audit adjustments received from the Texas Comptroller of Public Accounts.

No action on the part of the Regulatory Authority is required to give effect to the amount to be refunded to customers. However, any amount refunded to customers shall be fully subject to review for reasonableness and accuracy in the gas utility's next statement of intent proceeding with the Railroad Commission of Texas, and if applicable, the gas utility shall be required to reconcile any discrepancies.

The following refund as authorized in the most recent negotiated RRM Tariff shall be refunded to each Rate Schedules R – Residential, C – Commercial, I – Industrial and T – Transportation customer's monthly bill in each month for a 12-month period. The refund amount by month by Rate Schedule is shown in the table below:

Rate Schedules	Rate
Rate R – Residential Sales	\$ (0.12)
Rate C – Commercial Sales	\$ (0.41)
Rate I – Industrial Sales	\$ (8.68)
Rate T – Transportation	\$ (8.68)

**MID-TEX DIVISION
ATMOS ENERGY CORPORATION**

RIDER:	TAX – TAX ADJUSTMENT	
APPLICABLE TO:	Entire Division as Set Forth Below	
EFFECTIVE DATE:	Bills Rendered on or after 10/01/2025	PAGE:

Application

Applicable to Customers taking service under Rate R, Rate C, Rate I, and Rate T, except for exempt State Agency Customers, to the extent of state gross receipts taxes only.

1. State Gross Receipts Taxes

Applicability - Entire Division except for Unincorporated Areas

Each monthly bill shall be adjusted for Miscellaneous state gross receipts taxes imposed by Sections 182-021 - 182-025 of the Texas Tax Code.

Entire Division

Each monthly bill shall also be adjusted by an amount equivalent to the amount of all applicable taxes and any other governmental impositions, rentals, fees, or charges (except state, county, city, and special district ad valorem taxes and taxes on net income) levied, assessed, or imposed upon or allocated to Company with respect to the Gas Service provided to Customer by Company, and any associated facilities involved in the performance of such Gas Service. Each monthly bill shall also be adjusted by an amount equivalent to the proportionate part of any increase or decrease of any tax and any other governmental imposition, rental, fee, or charge (except state, county, city, and special district ad valorem taxes and taxes on net income) levied, assessed, or imposed subsequent to the effective date of this tariff, upon or allocated to Company's operations, by any new or amended law, ordinance, or contract.

2. Federal or State Tax Law or Rate Changes:

Applicability – All Customers in the Mid-Tex Division (“MTX”) Under the RRM Tariff

Applicable to Customers taking service under Rate R, Rate C, Rate I, and Rate T.

To ensure that gas utility customers receive the benefits or costs associated with the changes in tax rates at a federal or state level, MTX shall establish and accrue on its books and records, as of the effective date of the federal or state tax law or rate change: 1) regulatory liabilities to reflect the impact of a decrease in federal corporate income tax rates or state margin tax rates; or, 2) regulatory assets to reflect the impact of an increase in federal corporate income tax rates or state margin tax rates.

The gas utility may not change rates to give effect to a change in Federal or State Tax law or rates through the Rider TAX unless and until the city issues final authorization, an Accounting Order, or other express guidance authorizing such recovery through the RRM process.

Company may also not change rates to capture the impacts associated with the effects of Public Law 117-169, 136 STAT. 1818 of August 16, 2022 (“Tax Act 2022”) and certain other tax-related costs that will change from the amounts included in the most recent base revenue requirement established through an RRM filing unless and until the city issues a final authorization, an Accounting Order, or other express guidance authorizing such recovery.

Upon receipt of authorization from the city through an Accounting Order, final authorization or other express guidance, the calculation applicable to the aforementioned federal or state tax rate or law changes are as follows; however, to the extent there is a conflict between the calculation or methodology

**MID-TEX DIVISION
ATMOS ENERGY CORPORATION**

RIDER:	TAX – TAX ADJUSTMENT	
APPLICABLE TO:	Entire Division as Set Forth Below	
EFFECTIVE DATE:	Bills Rendered on or after 10/01/2025	PAGE:

prescribed by an Accounting Order, final authorization, or other express guidance, and those contained in this rate schedule, the Accounting Order, final authorization, or other express guidance controls:

Calculations

1. With regard to changes in the tax rates at a federal or state level, the increase or decrease shall be calculated as follows:
 - a. A portion of the gas utility's revenue representing the difference between: 1) the cost of service as approved by the Commission or the applicable regulatory authority in the gas utility's most recent statement of intent or other rate proceeding, and 2) the cost of service that would have resulted had the rates been based on the new federal income tax rate (increase or decrease) or state margin taxes (increase or decrease), as of the effective date of the change;
 - b. If applicable, the portion of the gas utility's revenue representing the difference between: 1) each Interim Rate Adjustment surcharge approved by the regulatory authority since the gas utility's most recent statement of intent or other rate proceeding, and 2) each Interim Rate Adjustment surcharge that would have resulted had the surcharges been based on the new federal income tax rate (increase or decrease) or state margin taxes (increase or decrease), as of the effective date of the change; and
 - c. The excess or deficient deferred tax reserve, including any associated gross up in taxes, caused by the reduction or increase in the federal corporate income tax rate or state related tax increases, as of the effective date of the change.

Upon the receipt of authorization from the Commission or applicable regulatory authority, the gas utility shall separately refund to customers based on a decrease in federal or state tax rates or separately collect from customers based on an increase in federal or state tax rates within twelve (12) months or, pursuant to applicable Internal Revenue Code ("IRC") rules and regulations, as follows:

- d. The amount collected/refunded by the gas utility that reflects the difference in base rates between: 1) the cost of service approved by the regulatory authority in the gas utility's most recent statement of intent rate proceeding, and 2) the cost of service that would have resulted had the rates been based upon the new federal or state tax rates, between the effective date of this order and the effective date of the changes.
- e. If applicable, the amount collected/refunded by the gas utility that reflects the difference between: 1) each Interim Rate Adjustment surcharge approved by the Commission or the regulatory authority since the gas utility's most recent statement of intent rate proceeding, and 2) each Interim Rate Adjustment surcharge that would have resulted had the rates been based upon the new federal or state tax rates, between the effective date of this order and the effective date of the changes.
- f. The amount collected/refunded by the gas utility that reflects the difference in the excess or deficient deferred tax reserve included in base rates between: 1) the cost of service approved by the Commission or the regulatory authority in the gas utility's most recent statement of intent rate proceeding, and 2) the cost of service that would have resulted had the rates been based upon the new federal or state tax rates, between the effective date of this order and the effective date of the changes. These amounts shall be refunded or collected from customers based upon IRC rules and regulations if applicable.

**MID-TEX DIVISION
ATMOS ENERGY CORPORATION**

RIDER:	TAX – TAX ADJUSTMENT	
APPLICABLE TO:	Entire Division as Set Forth Below	
EFFECTIVE DATE:	Bills Rendered on or after 10/01/2025	PAGE:

2. With regard to the Tax Act 2022 and certain other tax-related costs that will change from the amounts included in the base revenue requirement established through an RRM filing, any change in rates shall be calculated as follows:

- (a) The amount shall be calculated as the product of Company's grossed-up rate of return authorized in the cost of service as approved by the Commission or the applicable regulatory authority in the gas utility's most recent statement of intent or other rate proceeding times the Corporate Alternative Minimum Tax deferred tax asset ("CAMT DTA") estimated at September 30 of the fiscal year or applicable quarter-end within a fiscal year prior to the annual change in the rates pursuant to this tariff, less the income tax credits received in accordance with IRC requirements applicable to the Tax Act 2022 grossed-up for income taxes to a revenue equivalent.
- (b) The estimated CAMT DTA and the related effects on the rider revenue requirements shall be trued up to the actual effects in the following year and the over/under recovery amortized over the twelve months that each year's recalculated tariff rates are in effect. The over/under recovery shall include a grossed-up rate of return as authorized in Company's most recent statement of intent or other rate proceeding.
- (c) The methodology for computing Company's CAMT is as follows:
 - i. Confirm when Atmos Energy Corporation and its affiliates are subject to CAMT as an "applicable corporation" as defined the Tax Act 2022, then there will be MTX's CAMT DTA in the tariff.
 - ii. Calculate the Mid-Tex Division's (MTX) contribution to Adjusted Financial Statement Income ("AFSI") on a stand-alone basis. MTX's AFSI is calculated by adjusting MTX's applicable financial statement income by adjustments to depreciation, pension costs and federal income tax to arrive at AFSI. AFSI is intended to be computed consistent with applicable IRC requirements.
 - iii. Compare MTX's CAMT stand-alone amount with MTX's regular stand-alone tax liability. If the stand alone CAMT is in excess of the stand-alone regular tax, the CAMT DTA is recorded to MTX.

If the Internal Revenue Service issues new guidance related to the Tax Act 2022, Company shall have the right to make additional filings to recognize such adjustments.

Any Commission filing made to give effect to Federal or State Tax Law or Rate Changes shall be filed within 12-months following the enactment of a tax rate change with the Commission's Oversight and Safety Division or as part of a Statement of Intent.

Any city filing made to give effect to Federal or State Tax Law or Rate Changes shall be filed within 12-months following the enactment of a tax rate change and addressed to the city official at the address of record with the Mid-Tex Division.

With the exception of the authorization required from the Commission to allow the gas utility to recognize the new federal income tax rate (increase or decrease) or state taxes (increase or decrease) or the impacts associated with the effects of the Tax Act 2022 and certain other tax-related costs that will change from the amounts included in the base revenue requirement in the last approved RRM Tariff filing, no action on the part of the regulatory authority is required to give effect to the amount to be refunded or

**MID-TEX DIVISION
ATMOS ENERGY CORPORATION**

RIDER:	TAX – TAX ADJUSTMENT	
APPLICABLE TO:	Entire Division as Set Forth Below	
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collected from customers. However, any amount refunded or collected from customers shall be fully subject to review for reasonableness and accuracy in the gas utility's next statement of intent proceeding, and if applicable, the gas utility shall be required to reconcile any discrepancies.

Regulatory orders issued pursuant to this mechanism are ratemaking orders and shall be subject to appeal under Sections 102.001(b) and 103.021, et seq., of the Texas Utilities Code (Vernon 2007). Rate changes subject to the provisions of this tariff may be implemented upon the filing of an appeal to the relevant authority.

**MID-TEX DIVISION
ATMOS ENERGY CORPORATION**

RIDER:	WNA – WEATHER NORMALIZATION ADJUSTMENT	
APPLICABLE TO:	ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF	
EFFECTIVE DATE:	Bills Rendered on or after 10/01/2025	

Provisions for Adjustment

The Commodity Charge per Ccf (100 cubic feet) for gas service set forth in any Rate Schedules utilized by the cities of the Mid-Tex Division service area for determining normalized winter period revenues shall be adjusted by an amount hereinafter described, which amount is referred to as the "Weather Normalization Adjustment." The Weather Normalization Adjustment shall apply to all temperature sensitive residential and commercial bills based on meters read during the revenue months of November through April. The five regional weather stations are Abilene, Austin, Dallas, Waco, and Wichita Falls.

Computation of Weather Normalization Adjustment

The Weather Normalization Adjustment Factor shall be computed to the nearest one-hundredth cent per Ccf by the following formula:

$$WNAF_i = R_i \frac{(HSF_i \times (NDD-ADD))}{(BL_i + (HSF_i \times ADD))}$$

Where

- i = any particular Rate Schedule or billing classification within any such particular Rate Schedule that contains more than one billing classification
- $WNAF_i$ = Weather Normalization Adjustment Factor for the i^{th} rate schedule or classification expressed in cents per Ccf
- R_i = Commodity Charge rate of temperature sensitive sales for the i^{th} schedule or classification.
- HSF_i = heat sensitive factor for the i^{th} schedule or classification divided by the average bill count in that class
- NDD = billing cycle normal heating degree days calculated as the simple ten-year average of actual heating degree days.
- ADD = billing cycle actual heating degree days.
- BL_i = base load sales for the i^{th} schedule or classification divided by the average bill count in that class

The Weather Normalization Adjustment for the j th customer in i th rate schedule is computed as:

$$WNA_i = WNAF_i \times q_{ij}$$

Where q_{ij} is the relevant sales quantity for the j th customer in i th rate schedule.

**MID-TEX DIVISION
ATMOS ENERGY CORPORATION**

RIDER:	WNA – WEATHER NORMALIZATION ADJUSTMENT	
APPLICABLE TO:	ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF	
EFFECTIVE DATE:	Bills Rendered on or after 10/01/2025	

Base Use/Heat Use Factors

Weather Station	<u>Residential</u>		<u>Commercial</u>	
	Base use <u>Ccf</u>	Heat use <u>Ccf/HDD</u>	Base use <u>Ccf</u>	Heat use <u>Ccf/HDD</u>
Abilene	9.61	0.1476	91.65	0.7406
Austin	8.19	0.1394	183.99	1.1581
Dallas	12.74	0.2017	193.53	1.1001
Waco	9.23	0.1277	148.26	0.7631
Wichita Falls	10.43	0.1387	122.94	0.7038

Weather Normalization Adjustment (WNA) Report

On or before June 1 of each year, the company posts on its website at www.atmosenergy.com/MTXtariffs, in Excel format, a *Weather Normalization Adjustment (WNA) Report* to show how the company calculated its WNAs factor during the preceding winter season. Additionally, on or before June 1 of each year, the company files one hard copy and an Excel version of the *WNA Report* with the Railroad Commission of Texas' Gas Services Division, addressed to the Director of that Division.

**ATMOS ENERGY CORP., MID-TEX DIVISION
MID-TEX RATE REVIEW MECHANISM
PENSIONS AND RETIREE MEDICAL BENEFITS FOR CITIES APPROVAL
TEST YEAR ENDING DECEMBER 31, 2024**

Line No.	Description	Shared Services		Mid-Tex Direct			Adjustment Total
		Pension Account Plan	Post-Employment Benefit Plan	Pension Account Plan	Post-Employment Benefit Plan	Supplemental Executive Benefit Plan	
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	Proposed Benefits Benchmark -						
	Fiscal Year 2025 Willis Towers Watson Report as adjusted	\$ 572,372	\$ (649,253)	\$ 882,931	\$ (3,920,499)	\$ 65,943	
2	Allocation Factor	46.27%	46.27%	84.14%	84.14%	100.00%	
3	Proposed Benefits Benchmark Costs Allocated to Mid-Tex (Ln 1 x Ln 2)	\$ 264,856	\$ (300,432)	\$ 742,888	\$ (3,298,664)	\$ 65,943	
4	O&M and Capital Allocation Factor	100.00%	100.00%	100.00%	100.00%	100.00%	
5	Proposed Benefits Benchmark Costs to Approve (Ln 3 x Ln 4)	\$ 264,856	\$ (300,432)	\$ 742,888	\$ (3,298,664)	\$ 65,943	\$ (2,525,408)
6							
7	O&M Expense Factor	76.41%	76.41%	39.54%	39.54%	10.97%	
8							
9	Summary of Costs to Approve:						
10	Total Pension Account Plan	\$ 202,374		\$ 293,727			\$ 496,101
11	Total Post-Employment Benefit Plan		\$ (229,557)		\$ (1,304,242)		(1,533,799)
12	Total Supplemental Executive Benefit Plan					\$ 7,231	7,231
13	Total (Ln 10 + Ln 11 + Ln 12)	\$ 202,374	\$ (229,557)	\$ 293,727	\$ (1,304,242)	\$ 7,231	\$ (1,030,467)

ATMOS ENERGY CORP., MID-TEX DIVISION
MID-TEX RATE REVIEW MECHANISM
AVERAGE BILL COMPARISON - BASE RATES
TEST YEAR ENDING DECEMBER 31, 2024

Line No.	Description	Average Volumes	Current Rates	Proposed Rates	Current Average Bill	Proposed Average Bill	Amount Change	Percent Change
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
1	<u>Rate R @ 42.1 Ccf</u>							
2	Base Rates:							
3	Customer Charge		\$ 22.95	\$ 23.65	\$ 22.95	\$ 23.65	\$ 0.70	
4	Consumption Charge (Ccf)	42.1	\$ 0.58974	\$ 0.74748	24.80	31.44	6.64	
5	Total Base Rates				<u>\$ 47.75</u>	<u>\$ 55.09</u>	<u>\$ 7.34</u>	15.37%
6								
7	Gas Cost:							
8	Rider GCR Part A (Ccf)	42.1	\$ 0.20875	\$ 0.20875	\$ 8.78	\$ 8.78	\$ -	
9	Rider GCR Part B (Ccf)	42.1	\$ 0.53838	\$ 0.53838	22.64	22.64	-	
10	Total Gas Cost				<u>\$ 31.42</u>	<u>\$ 31.42</u>	<u>\$ -</u>	0.00%
11								
12	Total Base with Gas Cost				\$ 79.17	\$ 86.51	\$ 7.34	
13	Rider FF & Rider TAX		0.06725	0.06725	5.32	5.82	0.49	9.27%
14								
15	Total Residential Average Bill				<u>\$ 84.49</u>	<u>\$ 92.33</u>	<u>\$ 7.83</u>	<u>9.27%</u>
16								
17	<u>Rate C @ 367.6 Ccf</u>							
18	Base Rates:							
19	Customer Charge		\$ 81.75	\$ 94.00	\$ 81.75	\$ 94.00	\$ 12.25	
20	Consumption Charge (Ccf)	367.6	\$ 0.19033	\$ 0.22261	69.97	81.83	11.86	
21	Total Base Rates				<u>\$ 151.72</u>	<u>\$ 175.83</u>	<u>\$ 24.11</u>	15.89%
22								
23	Gas Cost:							
24	Rider GCR Part A	367.6	\$ 0.20875	\$ 0.20875	\$ 76.74	\$ 76.74	\$ -	
25	Rider GCR Part B	367.6	\$ 0.37860	\$ 0.37860	139.18	139.18	-	
26	Total Gas Cost				<u>\$ 215.92</u>	<u>\$ 215.92</u>	<u>\$ -</u>	0.00%
27								
28	Total Base with Gas Cost				\$ 367.64	\$ 391.75	\$ 24.11	
29	Rider FF & Rider TAX		0.06725	0.06725	24.72	26.35	1.62	6.56%
30								
31	Total Commercial Average Bill				<u>\$ 392.36</u>	<u>\$ 418.10</u>	<u>\$ 25.73</u>	<u>6.56%</u>
32								

ATMOS ENERGY CORP., MID-TEX DIVISION
MID-TEX RATE REVIEW MECHANISM
AVERAGE BILL COMPARISON - BASE RATES
TEST YEAR ENDING DECEMBER 31, 2024

Line No.	Description	Average Volumes	Current Rates	Proposed Rates	Current Average Bill	Proposed Average Bill	Amount Change	Percent Change
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
33	<u>Rate I at 1277 MMBTU</u>							
34	Base Rates:							
35	Customer Charge		\$1,587.75	\$ 1,848.75	\$ 1,587.75	\$ 1,848.75	\$ 261.00	
36	Block 1 - Consumption Charge (MMBtu)	1,277	\$ 0.6553	\$ 0.7678	836.99	980.69	143.69	
37	Block 2 - Consumption Charge (MMBtu)	-	\$ 0.4799	\$ 0.5623	-	-	-	
38	Block 3 - Consumption Charge (MMBtu)	-	\$ 0.1029	\$ 0.1206	-	-	-	
39	Total Base Rates	<u>1,277</u>			<u>\$ 2,424.74</u>	<u>\$ 2,829.44</u>	<u>\$ 404.69</u>	16.69%
40								
41	Gas Cost:							
42	Rider GCR Part A (MMBtu)	1,277	\$ 2.07711	\$ 2.07711	\$ 2,653.03	\$ 2,653.03	\$ -	
43	Rider GCR Part B (MMBtu)	1,277	\$ 0.88986	\$ 0.88986	1,136.59	1,136.59	-	
44	Total Gas Cost				<u>\$ 3,789.63</u>	<u>\$ 3,789.63</u>	<u>\$ -</u>	0.00%
45								
46	Total Base with Gas Cost				\$ 6,214.37	\$ 6,619.07	\$ 404.69	
47	Rider FF and Rider TAX		0.06725	0.06725	417.92	445.14	27.22	6.51%
48								
49	Total Industrial Average Bill				<u>\$ 6,632.29</u>	<u>\$ 7,064.20</u>	<u>\$ 431.91</u>	6.51%
50								
51	<u>Rate T at 4534 MMBTU</u>							
52	Base Rates:							
53	Customer Charge		\$1,587.75	\$ 1,848.75	\$ 1,587.75	\$ 1,848.75	\$ 261.00	
54	Block 1 - Consumption Charge (MMBtu)	1,500	\$ 0.6553	\$ 0.7678	982.95	1,151.70	168.75	
55	Block 2 - Consumption Charge (MMBtu)	3,034	\$ 0.4799	\$ 0.5623	1,456.19	1,706.22	250.03	
56	Block 3 - Consumption Charge (MMBtu)	-	\$ 0.1029	\$ 0.1206	-	-	-	
57	Total Base Rates	<u>4,534</u>			<u>\$ 4,026.89</u>	<u>\$ 4,706.67</u>	<u>\$ 679.78</u>	16.88%
58								
59	Gas Cost:							
60	Rider GCR Part B (MMBtu)	4,534	\$ 0.88986	\$ 0.88986	\$ 4,034.96	\$ 4,034.96	\$ -	
61	Total Gas Cost				<u>\$ 4,034.96</u>	<u>\$ 4,034.96</u>	<u>\$ -</u>	0.00%
62								
63	Total Base with Gas Cost				\$ 8,061.85	\$ 8,741.63	\$ 679.78	
64	Rider FF and Rider TAX		0.06725	0.06725	542.17	587.88	45.72	8.43%
65								
66	Total Transportation Average Bill				<u>\$ 8,604.01</u>	<u>\$ 9,329.51</u>	<u>\$ 725.50</u>	8.43%



Agenda Item: VII.1.

City Council
Agenda Memo

Prepared By:

September 11, 2025

Consider and approve the City Council minutes for June 12, 2025, June 26, 2025, July 10, 2025, and July 24, 2025.

Description:

Background Information:

Financial Consideration:

N/A

Recommended Motions:

I move to approve/deny the consent agenda item 1.

Attachments:

1. 06122025 minutes
2. 06262025 minutes
3. 07102025 minutes
4. 07242025 minutes

**State of Texas
County of Denton
City of Lake Dallas**

The Lake Dallas City Council met in a Regular meeting on June 12, 2025, at Lake Dallas City Hall, 212 Main Street, with notice of the meeting given, as required by Title 5, Chapter 551.041 of the Texas Government Code. Mayor Bleau called the meeting to order at 6:00 p.m.

1. Roll Call

Kristy Bleau	Mayor
Stephen Wohr	Councilmember 1
Rachel Fitzpatrick	Councilmember 2
Rick Lewelling	Councilmember 3
Rudy Glynn Vrba	Councilmember 4
Randy Evans	Councilmember 5

Absent: None

Staff Present: City Manager Luke Olson, City Attorney Joe Gorfida, and Director of Administrative Services/City Secretary Codi Delcambre, Interim Police Chief Alvarado.

EARLY WORK SESSION

1. Call to Order and Determination of Quorum:

Mayor Bleau called to order at 6:00 p.m.

2. Clarification of Consent or General Items listed on Today's City Council Meeting Agenda for June 12, 2025.

No discussion.

3. Receive a presentation and hold a discussion regarding direction for the Park Board.

Council received a presentation from the Director of Administrative Services/City Secretary regarding the Park Board. Council directed staff to active the Board.

4. Receive a presentation and hold a discussion regarding the Fourth of July parade Grand Marshal and the City Council float.

Council stated that they would like to have a hometown person be the Grand Marshal of the parade this year. Council decided on the time and place for Council float decorating.

5. Receive a presentation and hold a discussion regarding Vape Shop.

Council the number of Vape Shop in the city limits and if was a need to look at limiting the numbers of Vape Shop or only allowing in certain zoning districts.

6. Receive a presentation and hold a discussion regarding the Police Chief search.

Council received a presentation from City Manager Luke Olson regarding options for how to conduct the search for the next Police Chief. He stated that the could hire a firm, hire the Texas Police Chief Association or conduct the search in house. He stated that he recommends hiring the Texas Police Chief Association for the search.

Adjournment 6:37.

Open Session

1. Call to Order & Determination of Quorum.

Mayor Bleau called the meeting to order at 6:33 p.m.

2. Invocation and Pledges of Allegiance

Pastor Josue Maldonado led the invocation and the pledges.

3. Presentation:

a. Introduction of Officer Yousef Yousefzai and Pinning Ceremony.

4. Citizen Agenda & Public Comments:

Terry Lantrip of 109 Market Street reported that he has received the Certificate of Occupancy (CO) for 303 Alamo, and noted that the salon is now open. He also mentioned that Duck Inn and Home Made Quick have pulled their building permits. Mr. Lantrip complimented Daniel, stating he was great to work with, and added that he is still looking forward to hearing more about tourism efforts.

5. Mayor & Council Member Announcements

Councilmember Wohr-	Good car show at the VFW Boy & Girl Event
Councilmember Fitzpatrick-	Shout to Terry Lantrip for the remodel of 303 Alamo
Councilmember Vrba-	5K Foot Pursuit in Corinth Thanked Luke for attending the LDISD Foundation Event Fire Department did a great job this weekend. Code Update
Councilmember Evans-	Discussion regarding the Rental of Hardware Store
Mayor Bleau	Volunteer at the Library Trade Days Attended County Mayor Meeting Meeting with a citizen Complaint about Oncor in Kings Manor Attended graduation ceremony of the Police Cadet

6. City Manager's Report

- S&P call for bond rating. Preliminary number is 4.35%.
- Meet with Areowave to discuss the ongoing issue with the security system.
- Attended Chamber Luncheon
- Hired a new officer and cadet

7. Consider and approve a Resolution of the City Council of the City Lake Dallas, for the appointment of one member to the Board of Managers of the Denco Area 9-1-1 District.

Motion: to approve a Resolution appointing John Smith to the Board of Managers of the Denco Area 9-1-1 District was made by Councilmember Vrba and second by Councilmember Wohr.

Ayes: Councilmember Wohr, Fitzpatrick, Lewelling, Vrba, and Evans.

Noes: None

Motion Passed 5-0.

8. Consider and Act on a Resolution appointing members to various positions on the Planning and Zoning Commission.

Motion: to approve a Resolution appointing Annette Fuller to the Planning and Zoning Commission was made by Councilmember Vrba and second by Councilmember Wohr.

Ayes: Councilmember Wohr, Fitzpatrick, Lewelling, Vrba, and Evans.

Noes: None

Motion Passed 5-0.

9. Consider and Act on the Consent Agenda.

- Consider and approve financial for February 2025 and March 2025.**
- Consider and approve City Council Minutes for March 13, 2025, April 24, 2025, May 8, 2025, May 18, 2025, and May 22, 2025.**

Motion: to approve consent agenda items A-B was made by Councilmember Vrba and second by Councilmember Wohr.

Ayes: Councilmember Wohr, Fitzpatrick, Lewelling, Vrba, and Evans.

Noes: None

Motion Passed 5-0.

10. Executive Session: As authorized by Section 551.071 of the Texas Government Code, this meeting may be convened into closed executive session for the purpose of seeking confidential legal advice from the City Attorney on any agenda items listed above or herein.

11. Discuss and take appropriate action, if any, resulting from the discussions conducted in Closed Session.

Adjournment

Mayor Bleau adjourned the meeting at 7:01 p.m.

Approved:

Kristy Bleau, Mayor

Attest:

Codi Delcambre, City Secretary

**State of Texas
County of Denton
City of Lake Dallas**

The Lake Dallas City Council met in a Regular meeting on June 26, 2025, at Lake Dallas City Hall, 212 Main Street, with notice of the meeting given, as required by Title 5, Chapter 551.041 of the Texas Government Code. Mayor Nolan called the meeting to order at 6:33 p.m.

1. Roll Call

Kristy Bleau	Mayor
Stephen Wohr	Councilmember 1
Rachel Fitzpatrick	Councilmember 2
Rick Lewelling	Councilmember 3
Rudy Glynn Vrba	Councilmember 4
Randy Evans	Councilmember 5

Absent: None

Staff Present: City Manager Luke Olson, Director of Administrative Services/City Secretary Codi Delcambre, Finance Director Sarah Cochran and Interim Police Chief Alvarado.

EARLY WORK SESSION

1. Call to Order and Determination of Quorum:

Mayor Bleau called to order at 6:00 p.m.

2. Clarification of Consent or General Items listed on Today's City Council Meeting Agenda for June 26, 2025.

No discussion.

3. Receive a presentation and hold a discussion related to Budgeting 101.

Council received a Budgeting 101 presentation from the Finance Director Sarah Cochran.

Adjournment 6:25p.m.

Open Session

1. Call to Order & Determination of Quorum.

Mayor Bleau called the meeting to order at 6:30 p.m.

2. Invocation and Pledges of Allegiance

Pastor Josue Maldonado led the invocation and the pledges. He expressed his gratitude to the officer who was on duty at Willow Grove Park over Memorial Day weekend, stating that the officer did an excellent job assisting during a medical emergency involving his wife.

3. Presentation:

A. Introduction of Officer Yousef Yousefzai and Pinning Ceremony.

B. Presentation of an award to Cpl. Billy Speedy.

Interim Chief Alvarado introduced Officer Yousefzai and Lt. Farrell did the honor of pinning him with his badge.

Interim Chief Alvarado presented Cpl. Speedy with the Medal of Meritorious Conduct.

4. Citizen Agenda & Public Comments:

Terry Lantrip of 109 Market Street stated that he was not opposed to the Fourth of July event but expressed concern about spending the entire budget on a single day. He felt that too much was being spent on bands and questioned how many attendees actually come for the music. Mr. Lantrip stated that staff does not have the capacity to focus on tourism and suggested returning that responsibility to the business owners. He proposed that the Council consider forming a Local Downtown (LD) Tourism Committee to handle the groundwork for a tourism program. Mr. Lantrip noted that there is a significant amount of business activity in the Downtown area. He also commented that discussions regarding the water tower land have been ongoing for twenty years without progress. Additionally, he recommended that the parking around the fire station be re-stripped.

5. Mayor & Council Member Announcements

Councilmember Wohr-	Stated that he has received positive feedback from the DA office. Thanked Mr. Vrba for the use of garage to decorate the parade float.
Councilmember Fitzpatrick-	Attend the Hearts for Homes event
Councilmember Lewelling-	Requesting Downtown Parking and Way Finding Sign on next agenda
Councilmember Vrba-	Review of the Drainage Fee Thanked everyone who attended and helped with the float decorating- great team building
Councilmember Evans-	Volunteer at the Library Trade Days
Mayor Bleau	Belinda attended the Crime Conference Seeing PD patrolling the streets Visited the Duck Inn- Praised Daniel Thanked Mr. Vrba for the use of the garage and Rachel for her creative vision Requesting an agenda item for City Council responsibility vs. City Manager and Council 101 by the City Attorney Grand Opening of the Creative Gathering June 28 Chamber mixer with Lake Cities and Little Elm

6. City Manager's Report

- Lake Cities Fourth July Event will be June 28, 2025
- McAdams meeting with Church for drainage
- McAdams meeting with USACE regarding relocation of the RV dump station.
- Library received another grant.

7. Consider and act on adding July 3, 2025, as a City Holiday for 2025.

Motion: to approve a add July 3, 2025 as a City Holiday for 2025 was made by Councilmember Wohr and second by Councilmember Vrba.

Ayes: Councilmember Wohr, Fitzpatrick, and Vrba.

Noes: Councilmember Lewelling and Evans.

Motion Passed 3-2.

8. Consider and Act on a authorizing the City Manager to negotiate and execute a contract for Professional Services for the Chief of Police Search with the Texas Chiefs Association.

Motion: to authorize the City Manager to negotiate and execute a contract for Professional Services for the Chief of Police Search with the Texas Chiefs Association was made by Councilmember Vbra and second by Councilmember Wohr.

Ayes: Councilmember Wohr, Fitzpatrick, Lewelling, Vrba, and Evans.

Noes: None

Motion Passed 5-0.

9. Consider and Act on the Consent Agenda.

- a. Consider and approve a Resolution amending the Logic Authorized Representatives.**
- b. Consider and approve a Resolution amending the TexPool Authorized Representatives.**
- c. Consider and approve a Resolution amending the Texstar Authorized Representative.**
- d. Consider and approve a Resolution authorizing an Interlocal Agreement with Denton County for public safety radio communications system; authorize the City Manager to execute all documents related thereto on behalf of the City of Lake Dallas and provide an effective date.**
- e. Consider and Act on a Resolution authorizing an Interlocal Agreement with Denton County for public safety communications services; authorize the City Manager to execute all documents related thereto on behalf of the City of Lake Dallas and provide an effective date.**

Motion: to approve consent agenda items A-E was made by Councilmember Vrba and second by Councilmember Wohr.

Ayes: Councilmember Wohr, Fitzpatrick, Lewelling, Vrba, and Evans.

Noes: None

Motion Passed 5-0.

10. **Executive Session:** As authorized by Section 551.071 of the Texas Government Code, this meeting may be convened into closed executive session for the purpose of seeking confidential legal advice from the City Attorney on any agenda items listed above or herein.
11. **Discuss and take appropriate action, if any, resulting from the discussions conducted in Closed Session.**

Adjournment

Mayor Bleau adjourned the meeting at 7:00 p.m.

Approved:

Kristy Bleau, Mayor

Attest:

Codi Delcambre, City Secretary

**State of Texas
County of Denton
City of Lake Dallas**

The Lake Dallas City Council met in a Regular meeting on July 10, 2025, at Lake Dallas City Hall, 212 Main Street, with notice of the meeting given, as required by Title 5, Chapter 551.041 of the Texas Government Code. Mayor Nolan called the meeting to order at 6:00 p.m.

1. Roll Call

Kristy Bleau
Stephen Wohr
Rachel Fitzpatrick
Rick Lewelling
Rudy Glynn Vrba
Randy Evans

Mayor
Councilmember 1 (arrived at 6:03 p.m.)
Councilmember 2
Councilmember 3 (left at 10:55 p.m.)
Councilmember 4
Councilmember 5

Absent: None

Staff Present: City Manager Luke Olson, Director of Administrative Services/City Secretary Codi Delcambre, City Attorney Joe Gorfida, Finance Director Sarah Cochran and Interim Police Chief Alvarado.

EARLY WORK SESSION

1. Call to Order and Determination of Quorum:

Mayor Bleau called to order at 6:00 p.m.

2. Clarification of Consent or General Items listed on Today's City Council Meeting Agenda for July 10, 2025.

No discussion.

3. Receive a presentation and hold a discussion regarding Downtown parking.

City Manager Luke Olson stated that staff had been looking into several options regarding the downtown parking. He stated that staff was looking into getting quotes for restriping of the Fire Department parking. He stated that staff had discussed signage for City Hall for public parking.

4. Receive a presentation and hold a discussion regarding Way finding signs.

City Manager Luke Olson stated that staff started discussing and reaching way finding signs.

Adjournment 6:32 p.m.

Open Session

1. Call to Order & Determination of Quorum.

Mayor Bleau called the meeting to order at 6:32 p.m.

2. Invocation and Pledges of Allegiance

Pastor Josue Maldonado led the invocation and the pledges. **Presentation: None**

3. Citizen Agenda & Public Comments:

Scott Griffin of 312 Plantation Oak Ave. expressed frustration with the City's progress on infrastructure and accountability. He asked if Council was "embarrassed yet," and stated that, although he is not a legal expert, the City is now issuing bonds to address issues that have been neglected for years. He expressed concern that taxes will increase as a result of this neglect and stated that "nothing gets done." Mr. Griffin questioned how many City Managers it would take before progress is made. He also referenced an incident in which a woman hit a mailbox in Thousand Oaks while texting and driving, and claimed that no action was taken by the Police. He criticized the purchase of a Police ATV as a waste of money, especially given the poor condition of sidewalks and streets. Mr. Griffin stated that it is difficult to walk safely around town due to the lack of sidewalks, often forcing pedestrians into the street.

Stan and Kemper Carter of 718 E. Hundley Drive stated that they own and operate Lone Star Fountains. Mr. Carter shared that they purchased the historic property at 718 E. Hundley for \$1.5 million and invested approximately \$300,000 in renovations. He stated that they have met all City requirements; however, due to a change in ownership, they are now being required to install a \$250,000 fire sprinkler system. Mr. Carter requested a variance or guidance on possible alternatives to meet the requirement.

Jeremy Hardin of 531 Meadowbrook Street stated that he is the owner of The Battery Company, located next to the tire shop. He shared that he is a proud longtime resident and now a business owner in Lake Dallas. Mr. Hardin explained that his initial application included battery sales, but that use is currently not permitted in his zoning district. He requested consideration for an amendment to allow limited battery sales at his location and expressed interest in maintaining a small stock of batteries for sale on-site.

Neve Sudderth of 702 Glen Rhea Drive stated that she was here the night Mr. Peabody spoke. She stated that there was so much anger that night. She stated that you bought your property in Lake Dallas. She stated that she doesn't support the disannexation of the property.

Tracy Lewelling of 516 Clancy Lane expressed concern that the streaming equipment purchased in February has not yet been utilized, noting that it is now July and meetings are still not being streamed. She emphasized that the equipment was purchased with taxpayer dollars and stated that the lack of progress is a slap in the face to the community. Ms. Lewelling urged the City to "get it together" and move forward with implementation.

Terry Lantrip of 109 Market Street expressed frustration with the City's approach to business development. He questioned whether residents and business owners should have to continually appear before Council to address concerns, referencing The Battery Company as an example.

Mr. Lantrip stated that the City seems to resist new businesses and attributed the lack of an animal shelter to this pattern of opposition. He urged the City to stop looking for reasons to block or delay business opportunities, stating that his personal motto for Lake Dallas has become: “hinder, delay, and block.”

4. Mayor & Council Member Announcements

Councilmember Wohr-	Review the Downtown Overly District Review parking on narrow streets
Councilmember Fitzpatrick-	Thanked staff for all of their hard work for the 4 th July Event Would like to have Code of Conduct, Sexual Harassment policy and Professional Conduct policy for City Council.
Councilmember Lewelling-	Clarification on who is Plan Review Department Restriping of Community Park
Councilmember Vrba-	Thanked everyone for the 4 th of July Event Review Downtown and I-35 Overlay District Staff works hard to implement the rules passed by Council and must follow them without discretion. The public is encouraged to extend grace to staff, as they are required to enforce the established regulations.
Councilmember Evans-	Volunteer at the Library Trade Days
Mayor Bleau	Fire Department Fundraiser this Saturday for LDFD member fighting a rare form of cancer Visited the Duck Inn Reached out the Mayor of Kerrville

5. City Manager’s Report: None

6. Consideration and possible action taken on an Ordinance of the City of Lake Dallas, Texas, authorizing the issuance and sale of City of Lake Dallas, Texas Combination Tax and Revenue Certificates of Obligation, Series 2025; Levying an annual Ad Valorem Tax and providing for the security for and payment of said Certificates of Obligation; providing an effective date; and enacting other provisions relating to the subject.

Motion: to approve an Ordinance of the City of Lake Dallas, Texas, authorizing the issuance and sale of City of Lake Dallas, Texas Combination Tax and Revenue Certificates of Obligation, Series 2025; Levying an annual Ad Valorem Tax and providing for the security for and payment of said Certificates of Obligation; providing an effective date; and enacting other provisions relating to the subject was made by Councilmember Wohr and second by Councilmember Vrba.

Ayes: Councilmember Wohr, Fitzpatrick, Lewelling, Vrba, and Evans.

Noes: None

Motion Passed 5-0.

7. Consider and act on a petition for disannexation from Gregory Adam and Elisabeth Marie Peabody for 508 Carlisle Road as known as A0284A COBB, TR 2.401 acres (Lake Dallas) Old DCAD, TR#12.

Adam Peabody stated that he was requesting to be disannexed from the City of Lake Dallas.

Council convened into Executive Session under Section 551.071 of the Texas Government Code, this meeting may be convened into closed executive session for the purpose of seeking confidential legal advice from the City Attorney at 7:54 p.m.

Council reconvened into Open Session at 8:15 p.m.

Motion: to deny a petition for disannexation from Gregory Adam and Elisabeth Marie Peabody for 508 Carlisle Road as known as A0284A COBB, TR 2.401 acres (Lake Dallas) Old DCAD, TR#12 was in the best interest of the City was made by Councilmember Vbra and second by Councilmember Wohr.

Ayes: Councilmember Wohr, Fitzpatrick, Lewelling, and Vrba.

Noes: Councilmember Evans.

Motion Passed 4-1

8. Budget Workshop- Receive a presentation and overview of the FY25-26 Budget.

Council received a presentation from Finance Director Sarah Cochran regarding the FY 25-26 Budget.

9. Consider and Act on the Consent Agenda- None.

10. Executive Session: As authorized by Section 551.071 of the Texas Government Code, this meeting may be convened into closed executive session for the purpose of seeking confidential legal advice from the City Attorney on any agenda items listed above or herein.

- a. Conduct a closed meeting pursuant to Texas Government Code Section 551.074 to deliberate the duties and responsibilities of the City Manager.

Council convened into Executive Session at 10:00 p.m.

11. Discuss and take appropriate action, if any, resulting from the discussions conducted in Closed Session.

Council reconvened into Open Session at 10:59 p.m. No action taken.

Adjournment

Mayor Bleau adjourned the meeting at 10:59 p.m.

Approved:

Kristy Bleau, Mayor

Attest:

Codi Delcambre, City Secretary

**State of Texas
County of Denton
City of Lake Dallas**

The Lake Dallas City Council met in a Regular meeting on July 24, 2025, at Lake Dallas City Hall, 212 Main Street, with notice of the meeting given, as required by Title 5, Chapter 551.041 of the Texas Government Code. Mayor Nolan called the meeting to order at 6:00 p.m.

1. Roll Call

Kristy Bleau
Rachel Fitzpatrick
Rick Lewelling
Rudy Glynn Vrba
Randy Evans

Mayor
Councilmember 2
Councilmember 3
Councilmember 4
Councilmember 5 (arrived at 7:05 p.m.)

Absent:

Stephen Wohr

Councilmember 1

Staff Present: City Manager Luke Olson, Director of Administrative Services/City Secretary Codi Delcambre, City Attorney Courtney Morris, and Interim Police Chief Alvarado.

EARLY WORK SESSION

1. Call to Order and Determination of Quorum:

Mayor Bleau called to order at 6:00 p.m.

2. Clarification of Consent or General Items listed on Today's City Council Meeting Agenda for July 24, 2025.

No discussion.

Adjournment 6:21 p.m.

Open Session

1. Call to Order & Determination of Quorum.

Mayor Bleau called the meeting to order at 6:32 p.m.

2. Invocation and Pledges of Allegiance

Pastor Lucas Pickard led the invocation and the pledges..

3. Presentation: None

4. Citizen Agenda & Public Comments:

5. Mayor & Council Member Announcements

Mayor Bleau

Codi and I meet with the Battery Company regarding zoning
Attended the LCFD fundraiser
Meeting with Home Made Quick
New Pizza business- Benti
Mayor of the Lake Cities are supporting a green ribbons fundraiser for the Kerrville.
Attended the Denton County Power Summit.
Walter's should be open in a month
Meeting with the Run for Dylan Non-profit

6. City Manager's Report:

- Mayor, Codi and I attended the library 50th Anniversary Dinner
- Meeting with LCMUA regarding road projects

7. Consider and Act on the Consent Agenda

- Consider and Act on a Resolution authorizing an Interlocal Agreement with the Town of Little Elm for Jail Services.**
- Consider and act on April 2025 Financials.**
- Consider and act on May 2025 Financials.**
- Consider and act on Fiscal Year 2025 1st Quarter Investment Report.**
- Consider and act on Fiscal Year 2025 2nd Quarter Investment Report.**
- Consider and act on Fiscal Year 2025 3rd Quarter Investment Report.**

Motion: to approve Consent items A-F was made by Councilmember Vbra and second by Councilmember Fitzpatrick.

Ayes: Councilmember Fitzpatrick, Lewelling, and Vbra.

Noes: None.

Motion Passed 3-0.

8. Executive Session: As authorized by Section 551.071 of the Texas Government Code, this meeting may be convened into closed executive session for the purpose of seeking confidential legal advice from the City Attorney on any agenda items listed above or herein.

- Section 551.071(1) Legal: Consultation with city attorney regarding pending litigation: Cause No. 23-11728-442, Kamy Real Property Trust v. City of Lake Dallas.

Council convened into Executive Session at 6:39 p.m.

9. Discuss and take appropriate action, if any, resulting from the discussions conducted in Closed Session.

Council reconvened into Open Session at 7:53 p.m. No action taken.

Adjournment

Mayor Bleau adjourned the meeting at 7:53 p.m.

Approved:

Kristy Bleau, Mayor

Attest:

Codi Delcambre, City Secretary