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FY 2026–2027 Proposed Budget Overview

City of Frost, Texas

Purpose and Budgeting Approach

The FY2026–2027 Proposed Budget represents a shift toward a more **fund-based approach to financial management**. Rather than evaluating the City's finances primarily as one overall pool of dollars, the proposed budget evaluates the General Fund, Water Fund, Sewer Fund, Museum Fund, and other dedicated resources based on the revenues and costs attributable to each.

Municipal finances are maintained through separate funds because not all City resources serve the same purpose or are equally available for all uses. Managing these resources by fund gives the City Council a clearer picture of the financial condition of individual City operations and helps ensure that revenues and expenditures are appropriately assigned.

This approach is particularly important for the City's utility operations. A healthy overall City cash position can mask a situation in which an individual operation's recurring revenues are not sufficient to support its recurring costs. The FY2026–27 budget is intended to make those conditions visible so they can be evaluated and addressed deliberately.

Understanding Budgeted Amounts

The proposed budget represents the City's best estimate of revenues and anticipated financial needs for the coming fiscal year. An expenditure included in the budget is an authorization and planning allowance; it does not mean the City is required or expected to spend the full amount.

Many City expenses—particularly repairs, maintenance, utilities, emergency work, and other operating needs—cannot be predicted precisely. The budget therefore includes reasonable allowances based on historical activity, known costs, and anticipated needs.

Actual expenditures will occur as services, repairs, purchases, or other needs arise and remain subject to applicable purchasing requirements and Council authorization when required. Amounts are not spent simply because they were budgeted.

Likewise, identification of a project or equipment need in the Capital Improvement Plan does not mean the City has committed to complete or purchase it during FY2026–27 unless funding is specifically included in the annual budget.

Citywide Financial Position

The proposed budget includes a Citywide Financial Position schedule showing current cash and investments by fund, including operating cash, CDs, reserves, and restricted or special-purpose resources.

These balances provide important context when reviewing the annual budget. A projected operating deficit within an individual fund does not necessarily mean the City lacks sufficient cash to operate during FY2026–27. It does, however, indicate that the fund's projected recurring revenues are not sufficient to support its projected expenditures and that the underlying financial structure warrants evaluation.

The balances presented are a snapshot during the current fiscal year and should not be interpreted as projected September 30 ending balances. Restricted and reserve funds should also not be interpreted as unrestricted resources available for any City purpose.

Property Tax Assumption

The City operates with a small staff whose work benefits multiple City functions and funds. Historically, payroll accounting did not consistently reflect the full personnel cost attributable to each fund.

For FY2026–27, wages and associated employer costs—including payroll taxes, retirement, and health benefits—are allocated among the funds receiving those services.

The City Secretary's personnel costs are allocated 45% to General Fund, 40% to Water Fund, and 15% to Sewer Fund. Public Works personnel costs are allocated approximately one-third each to General Fund, Water Fund, and Sewer Fund.

This does not represent additional employees or additional payroll expense. It changes where the City's existing personnel costs are recognized and provides a more accurate picture of the actual cost of operating each fund.

This change also accounts for a portion of the difference in the financial performance shown for the Water and Sewer Funds compared with prior budgeting practices. Those personnel costs existed previously but were not fully reflected within the individual funds benefiting from the work.

General Fund

The FY2026–27 General Fund proposes:

Revenue: $322,000
Expenditures: $318,176
Projected surplus: $3,824

The General Fund is therefore essentially balanced, with a limited operating margin. Continued monitoring of revenues and expenditures will be important throughout the fiscal year.

Municipal Law Enforcement

The FY2026–27 Proposed Budget does not include funding for municipal police personnel or police department operations.

At the time this proposed budget was prepared, the City Council had not determined the future structure of municipal law enforcement services. The proposed budget therefore does not assume an outcome that Council has not yet determined.

If Council elects to establish or fund municipal law enforcement services during FY2026–27, the anticipated cost, available resources, and ongoing financial impact will need to be evaluated at that time and may require a budget amendment.

Water Fund

The FY2026–27 Water Fund proposes:

Revenue: $303,500
Expenditures: $348,900
Projected deficit: ($45,400)

The proposed Water Fund budget more fully recognizes the costs associated with operating the water system, including allocated personnel and benefits, wholesale water purchases, treatment and operating expenses, technology, maintenance, and $18,600 in annual water debt service.

The projected deficit is not being eliminated through unsupported revenue assumptions or by simply moving costs elsewhere. Instead, the proposed budget identifies the financial condition so that Council can evaluate it using better information.

During FY2026–27, the City should evaluate Water Fund revenues, operating costs, rate adequacy, and appropriate reserve levels to determine a sustainable long-term financial structure.

Sewer Fund

The FY2026–27 Sewer Fund proposes:

Revenue: $65,000
Expenditures: $87,100
Projected deficit: ($22,100)

As with the Water Fund, the proposed Sewer budget more accurately assigns personnel and benefit costs to the operation receiving those services and recognizes expected plant operations, chemicals, maintenance, and emergency-repair needs.

The resulting deficit provides Council with a clearer picture of the Sewer Fund's financial performance and establishes the basis for a future review of revenues, rates, expenses, and reserve requirements.

Solid Waste / Trash Service

Solid waste revenue and expenses will require additional evaluation during FY2026–27.

Trash charges are collected through the City's utility billing process, while the City incurs contractor costs to provide the service. The City will review trash revenue, contractor expense, customer charges, and the accounting treatment of those transactions to determine whether current collections adequately recover the City's cost of providing trash service.

The proposed budget does not make a determination that trash rates should change. The purpose of the review is to establish reliable revenue and cost information before making any future recommendation.

Capital Improvement Planning

The FY2026–27 budget begins a more structured approach to long-term capital planning.

The preliminary Capital Improvement Plan identifies known or anticipated needs involving streets, major equipment, City facilities, the water system, and the wastewater system.

Most items identified in the CIP are planning items rather than FY2026–27 expenditures. Inclusion identifies a future need for evaluation and does not itself authorize a purchase or project.

The significant exception is the $7,500 citywide road assessment, which is funded in the FY2026–27 proposed budget. The assessment is intended to provide the City with a defensible evaluation of street conditions and establish a foundation for developing a longer-term road improvement strategy.

The CIP also establishes the framework for future Equipment Replacement and Facilities Capital reserves. During FY2026–27, the City can begin developing replacement schedules, project scopes, estimated costs, priorities, and potential funding strategies rather than waiting until equipment or facilities require emergency replacement.

Budget Monitoring

During FY2026–27, actual revenues and expenditures will be reviewed against the adopted budget throughout the year. Significant variances, unexpected costs, or changes in operating conditions will be identified as they occur so that corrective action or budget amendments can be considered when necessary.

The budget is intended to serve as an ongoing financial management tool throughout the fiscal year, not simply as an annual spending authorization.

Continued Financial and Operational Work

Adoption of the FY2026–27 budget will not mean that every financial or operational issue identified during budget development has been resolved. In several areas, this budget intentionally establishes a more accurate baseline from which future decisions can be made.

<u>Priority areas for continued work during FY2026–27 include:</u>

* Water Fund revenue, cost, rate, and reserve adequacy;
* Sewer Fund revenue, cost, rate, and reserve adequacy;
* Solid-waste revenue and cost recovery;
* Future structure and financial impact of municipal law enforcement;
* Road improvement planning following completion of the road assessment;
* Equipment replacement planning;
* City facility assessment and capital planning;
* Continued improvement of fund accounting and cost allocation; and
* Continued improvement of the City's accounting practices, including fund classification, interfund transactions, accounts payable, payroll allocation, and chart-of-accounts organization.

The purpose of this approach is to provide Council with increasingly reliable information about what each City operation costs, how it is funded, and whether its financial structure is sustainable.

The FY2026–27 Proposed Budget does not attempt to solve every long-term issue in a single fiscal year. It provides a clearer financial picture, identifies known needs and areas requiring additional work, and establishes a framework for ongoing budget monitoring and more informed financial decisions going forward.

CITY OF FROST, TEXAS

FY 2026–2027 PROPOSED BUDGET

Where Cotton is King and Friendliness is Queen!

Fund	FY27 Revenue	FY27 Expenditures	Projected Net Result
General Fund	$322,000	$318,176	**$3,824**
Water Fund	$303,500	$348,900	**($45,400)**
Sewer Fund	$65,000	$87,100	**($22,100)**
Museum Fund	$1,500	$800	**$700**
TOTAL ALL FUNDS	**$692,000**	**$754,976**	**($62,976)**

FY27 KEY PLANNING ITEMS

Road Assessment	$7,500 funded in FY27 to develop a defensible citywide street improvement plan.
Capital Planning	First preliminary 5-year Capital Improvement Plan establishes a repeatable annual planning framework.
Equipment Replacement Reserve	Establish replacement schedule for major vehicles/equipment; consider future surplus allocations when financially feasible.
Facilities Capital Reserve	Assess, scope, estimate and prioritize City facility needs; consider future surplus allocations when financially feasible.
Utility Review	Water and Sewer budgets reflect fuller operating costs; rate/cost-of-service review will follow the proposed-budget process.

CITY OF FROST — CITYWIDE FINANCIAL POSITION

Cash and investment balances shown as of August 15, 2026 / latest available bank balance

CASH & INVESTMENTS

Fund / Purpose	Operating Cash	CDs / Reserves	Other / Restricted	Total Shown	Notes
General Fund	$136,238.34	$65,082.81	$0.00	$201,321.15	General checking + General Fund CD
Water Fund	$68,542.61	$137,265.65	$1,949.93	$207,758.19	Water checking + Water Fund CD + USDA reserve CD; Utility CC Income shown separately
Sewer Fund	$75,751.83	$0.00	$0.00	$75,751.83	Sewer operating cash
Museum Fund	$8,226.39	$5,108.04	$0.00	$13,334.43	Museum checking + 6-month CD
Water Interest & Sinking	$20,083.50	$0.00	$0.00	$20,083.50	8/15/26 QuickBooks balance sheet; restricted/debt-related
Court Technology Fund	$0.00	$0.00	$688.43	$688.43	Restricted/special-purpose account
CDBG 23-001	$0.00	$0.00	$50.00	$50.00	Restricted grant account
CLFRF	$0.00	$0.00	$0.24	$0.24	Restricted/special-purpose account
TOTAL CITY CASH & INVESTMENTS	**$308,842.67**	**$207,456.50**	**$2,688.60**	**$518,987.77**	

FY 2026–2027 PROPOSED FUND POSITION

Fund	Current Cash & Investments Shown*	FY27 Proposed Revenue	FY27 Proposed Expenditures	Projected FY27 Change
General Fund	$201,321	$322,000	$318,176	$3,824
Water Fund	$207,758	$303,500	$348,900	($45,400)
Sewer Fund	$75,752	$65,000	$87,100	($22,100)
Museum Fund	$13,334	$1,500	$800	$700
TOTAL	**$498,166**	**$692,000**	**$754,976**	**($62,976)**

* Current balances are a snapshot as of August 15, 2026 / latest available balance and are not FY27 beginning fund balances. FY26 activity will continue through September 30, 2026. Restricted and reserve balances are presented separately and should not be interpreted as unrestricted operating cash.

OUTSTANDING OBLIGATIONS / KNOWN FY27 REQUIREMENTS

Obligation	Fund / Purpose	FY27 Budgeted Requirement	Outstanding Principal
USDA Water System Debt	Water / Sinking	$18,600	Pending USDA statement

Outstanding USDA principal was not available when the proposed budget was prepared and will be updated when current loan documentation is received. The FY27 budget includes $18,600 based on the known recurring $1,550 monthly debt-service transfer. Estimated Maturity Date of Loan 2036.

Source notes: bank balances supplied by the City during FY27 budget preparation; Water Interest & Sinking balance from QuickBooks Balance Sheet as of 8/15/26. Bank and QuickBooks balances may differ slightly because of timing/reconciliation items.

CITY OF FROST — FY 2026–2027 PROPOSED BUDGET

This budget will raise more total property taxes than last year's budget by $7,000, a 4.73% increase, and of that amount approximately $5,961 is tax revenue to be raised from new property added to the tax roll this year.

2026 PROPERTY TAX RATE INFORMATION

Item	Rate / Amount	Source / Note
FY2025–26 Adopted Tax Rate	0.3628 / $100	Prior-year adopted rate
2026 No-New-Revenue Rate (NNR)	0.3429 / $100	2026 tax-rate calculation worksheet
2026 Voter-Approval Rate (VAR)	0.3552 / $100	2026 tax-rate calculation worksheet
2026 Debt Rate	0.0000 / $100	2026 tax-rate calculation worksheet
2026 De Minimis Rate	1.4242 / $100	2026 tax-rate calculation worksheet
FY2026–27 PROPOSED TAX RATE: NNR	**0.3429 / $100**	**Working proposal: adopt the NNR rate**

Budget / Tax Base Item	Amount	Basis
FY25–26 Adopted Property Tax Revenue	$148,000	GF Comparison
FY26–27 Proposed Property Tax Revenue	$155,000	GF FY27
2026 New Improvements / New Property Value	$1,738,448	2026 tax-rate calculation worksheet
Estimated Tax Revenue from New Property at Proposed Rate	$5,961	$1,738,448 × $0.3429 / $100

THE FY2026 -27 PROPOSED BUDGET IS BASED ON A PROPOSED PROPERTY TAX RATE OF $0.3429 PER $100 VALUATION, EQUAL TO THE NEW 2026 NO-NEW-REVENUE RATE (NNR).

CITY OF FROST — PRELIMINARY CAPITAL IMPROVEMENT PLAN

FY 2026–2027 through FY 2030–2031

Purpose: Identify significant long-term infrastructure, facility, and equipment needs and begin a repeatable capital-planning process. Inclusion in this CIP does not constitute an appropriation or commitment to complete a project in a particular year. Projects will be evaluated based on condition, priority, available funding, grant opportunities, and Council authorization.

Capital Area	Project / Need	FY27 Action	Timing / Status	Future Funding Strategy
Streets	Citywide Street Improvement Program	$7,500 road assessment and planning	FY27 funded planning phase	Future budgets, grants, debt, or other eligible funding based on assessment
Equipment	Commercial mower replacement	Add to replacement schedule	Future	Equipment Replacement Reserve
Equipment	Backhoe replacement	Add to replacement schedule; monitor condition	Future	Equipment Replacement Reserve
Equipment	Public Works vehicles	Develop replacement schedule	Future	Equipment Replacement Reserve
Equipment	Sewer jetter	Evaluate specifications, need and timing	Future	Equipment Replacement Reserve / grants
Equipment	Other major equipment as identified	Add to replacement schedule	Ongoing	Equipment Replacement Reserve
Facilities	City Hall electrical	Assess condition; obtain scope and estimate	Near-term planning	Facilities Capital Reserve / grants
Facilities	City Hall HVAC	Assess condition; obtain scope and estimate	Near-term planning	Facilities Capital Reserve / grants
Water	Water system / plant capital needs	Identify needs through operations and future assessment	Planning category	Primarily grants, utility funds and other eligible financing
Water	Water tower	Monitor condition and identify future inspection / rehabilitation needs	Planning category	Primarily grants / utility funds
Wastewater	Sewer plant and collection-system capital needs	Identify and prioritize future capital needs	Planning category	Primarily grants, utility funds and other eligible financing

EQUIPMENT REPLACEMENT RESERVE

During FY27, the City will develop a replacement schedule for major vehicles and equipment, including the commercial mower, backhoe, Public Works vehicles, sewer jetter, and other major equipment. The City may allocate available year-end surplus or other eligible funds to an Equipment Replacement Reserve as financial conditions permit.

FACILITIES CAPITAL RESERVE

During FY27, the City will assess, scope, estimate, and prioritize identified City facility needs. The City may allocate available year-end surplus or other eligible funds to a Facilities Capital Reserve as financial conditions permit.

City of Frost — FY 2026–2027 General Fund Proposed Budget

FY27-only working budget. Prior-year budget intentionally omitted to avoid influencing FY27 decisions.

Section	Line Item	FY26–27 Proposed	Basis / Note
Revenue	Property Taxes	$155,000	Working NNR-based assumption; final tax calculation to verify.
Revenue	Sales Tax	$60,000	Reflects FY27 local sales-tax rate change.
Revenue	Franchise Fees	$32,000	Normalized recurring revenue.
Revenue	Trash Service Revenue	$60,000	Normalized recurring collections; Pending Rate Review in FY 27
Revenue	Permit & License Revenue	$5,000	Separate from inspection revenue.
Revenue	Inspection Revenue	$5,000	Provisional separate cost-recovery line. Pending Rate Review in FY 27
Revenue	Municipal Court Fines & Fees	$3,000	Conservative recurring estimate.
Revenue	Interest & Other Recurring Revenue	$2,000	Excludes grants/one-time/interfund activity.
TOTAL GF REVENUE		**$322,000**	
Personnel	Gross Wages — GF Allocation	$48,369	Settled direct fund allocation.
Personnel	Employer Payroll Taxes (FICA/Medicare)	$3,700	Employer share only.
Personnel	TMRS — GF Share	$4,800	Working estimate; exact rate to verify.
Personnel	Health Benefits — GF Share	$12,507	Allocated employer health cost.
Insurance	TML Risk Pool Insurance	$15,000	Approximate annual recurring cost.
Professional	Audit Services	$30,000	Two audits at up to $15,000 each.
Professional	Appraisal District Fees	$2,000	Normalized recurring cost.
Professional	City Attorney / Legal Services	$5,000	Municipal legal allowance; Court separate.
Professional	Building Inspection Expense	$5,000	Provisional normalized cost-recovery line.
Professional	Training, Dues & Professional Resources	$2,000	60310 normalized; (TML, professional resources, etc.)
Professional	Newspaper / Public Notices (required)	$2,000	Recurring legal/publication allowance.
Technology	iWORQ	$8,000	Annual contract for PW, permitting & inspection software system
Technology	Other Software & Technology	$5,000	Recurring technology.(Microsoft, Quickbooks, Gmail, Website,etc.)
Technology	Web Platform Consolidation — One Time	$2,500	FY27 implementation project.
Code Enforcement	Contract Labor	$14,400	$1,200/month × 12.
Code Enforcement	Mileage Reimbursement	$750	Dedicated CE line.
Code Enforcement	Postage / Certified Mail	$1,000	Dedicated CE line.
Code Enforcement	Office / Field Supplies	$500	Dedicated CE line.
Code Enforcement	Subscriptions & Services	$750	Dedicated CE line.
Municipal Court	Municipal Judge Contract	$5,400	$450/month × 12.
Municipal Court	Prosecutor Fees	$1,500	Usage-based allowance.
Municipal Court	Merchant / Processing Fees	$1,000	Fees for court software, CC transactions, etc.)
Elections	Election Expense — May 2027	$1,000	Municipal election allowance.

Section	Line Item	FY26–27 Proposed	Basis / Note
Utilities	Street Light Electricity	$25,000	Settled electricity work; standalone significant line.
Utilities	Other General Fund Electricity	$3,000	GF electricity allocation excluding streetlights.
Utilities	City Hall Gas	$1,500	Recurring allowance.
Solid Waste	Republic Trash Service	$79,000	Annualized recurring Republic cost. Pending Rate Review in FY 27
Operations	Janitorial / Cleaning	$3,000	Recurring service.
Operations	Telephone / Cellular	$2,000	Recurring allowance.
Operations	Office / Postage / Administrative Supplies	$5,000	General administrative allowance.
Operations	City Facilities — Repairs / Maintenance / Supplies	$3,000	Recurring City Hall/facility repairs, pest control, routine blding supplies.
Operations	Public Works — Equipment Repairs / Maintenance / Supplies	$8,000	Recurring mower, backhoe, utility-truck, and general Public Works equipment repairs/maintenance
Operations	Fuel / Vehicle Operations	$6,000	GF/Public Works Vehicle & Fuel operating allowance.
Required Disclosure	Legislative & Administrative Advocacy (Lobbying)	0	Required separate line item; $0 pending review of Atmos/Oncor steering-committee treatment.
Operations	Operating Contingency	$3,000	Small operating cushion.
FY27 Initiative		**$7,500**	**Planning/assessment initiative.**
TOTAL GF EXPENDITURES		$ 318,176	
PROJECTED GF SURPLUS		**$ 3,824**	**PROJECTED GF SURPLUS**

City of Frost — FY 2026–2027 Water Fund Proposed Budget

FY27-only working budget. Built from settled decisions + current operating information; prior-year budget intentionally omitted.

Section	Line Item	FY26–27 Proposed	Basis / Note
Revenue	Water Fund recurring receipts	$303,500	Existing developed FY27 projection;
TOTAL WATER REVENUE		**$303,500**	
Personnel	Gross Wages — Water Allocation	$50,000	Secretary 40% Water; each PW employee 1/3 Water.
Personnel	Employer Payroll Taxes (FICA/Medicare)	$3,800	Employer share only.
Personnel	TMRS — Water Share	$4,800	Working estimate; exact rate to verify.
Personnel	Health Benefits — Water Share	$12,600	Employer health allocation.
Contract Operations	Biochem — Water Operator	$36,000	75% of approximately $48,000 annual Biochem operator contract. Dedicated line; do not duplicate in Outside Contract.
Water Operations	Wholesale Water — Corsicana	$120,000	Updated expected FY27 run rate ≈ $10,000/month. balance/current bills remain FY26 obligations.
Water Operations	Contract Labor	$3,000	Recurring utility labor not including Biochem.
Water Operations	Outside Contract / Emergency Utility Work	$20,000	Normalized non-Biochem utility/emergency contract allowance
Water Operations	Parts & Supplies for Water System	$45,000	Consolidates Water-system parts and supplies previously split between Shop/Repair Supplies and Parts & Maintenance. (Materials for repairs)
Water Operations	Water Treatment Chemicals	$8,500	Recurring chemical cost;
Water Operations	Water Equipment / Meters	$5,000	Recurring meter/equipment allowance.
Compliance	TCEQ / State Fees	$3,000	Annual regulatory costs.
Compliance	Water Testing	$3,500	Recurring testing allowance.
Technology	Water System Technology / Meter Service	$5,000	Quick Data/Kamstrup and related service.
Technology	RVS Utility Billing Software	$1,500	Updated known FY27 cost.
Technology	Paystar Payment Processing	$600	Updated known FY27 cost.
Customer Service	Postage / Billing	$1,500	Recurring utility billing cost.
Customer Service	Office Supplies	$500	Water-specific allowance.
Debt / Restricted	USDA / Water Bond	$18,600	Known recurring transfer: $1,550/month for USDA / Water Bond debt service.
Utilities	Water Electricity Allocation	$6,000	Working settled allocation; final meter allocation can refine.
TOTAL WATER EXPENDITURES / TRANSFERS		**$348,900**	
PROJECTED WATER SURPLUS / (DEFICIT)		**($45,400)**	

City of Frost — FY 2026–2027 Sewer Fund Proposed Budget

FY27-only working budget. Built from settled decisions + current operating information; prior-year budget intentionally omitted.

Section	Line Item	FY26–27 Proposed	Basis / Note
Revenue	Sewer Service Revenue	$65,000	LOCKED working FY27 revenue. Current $53,885 posted is incomplete for August/September; $65,000 is the rounded reconciled estimate.
Revenue	Sewer Tap Fees	-	$3,500 FY26 tap fee is not assumed recurring.
Revenue	Interest	-	Immaterial for operating budget; current FY26 posted interest is about $106.
TOTAL SEWER REVENUE		**$65,000**	
Personnel	Gross Wages — Sewer Allocation	$35,000	Working direct-cost allocation: Public Works 1/3 Sewer; City Secretary 15%. Replaces old reimbursement-style payroll presentation.
Personnel	Employer Payroll Taxes (FICA/Medicare)	$2,700	Employer share allocated with Sewer payroll.
Personnel	TMRS — Sewer Share	$3,400	Working allocation; exact employer rate to verify.
Personnel	Health Benefits — Sewer Share	$9,000	Working employer-health allocation following Sewer payroll.
Contract Operations	Biochem — Sewer Operator	$12,000	LOCKED allocation: 25% of approximately $48,000 annual Biochem operator contract.
Sewer Operations	Line Camera / Contract Maintenance	$5,000	CCTV/line work. $5,000 provides room above current identified activity
Sewer Operations	Sewer Plant Operations / Emergency Repairs	$10,000	normal/emergency allowance
Sewer Operations	Parts & Supplies for Sewer System	$3,000	Ordinary Sewer-system parts/supplies allowance
Utilities	Sewer Plant Electricity	$6,000	Current P&L $3,605 through June; later bills still need posting. Rounded full-year operating allowance.
Other	Other Sewer Costs	$1,000	
TOTAL SEWER EXPENDITURES		**$87,100**	
PROJECTED SEWER SURPLUS / (DEFICIT)		**($22,100)**	

City of Frost — FY 2026–2027 Museum Fund Proposed Budget

Section	Line Item	FY26–27 Proposed
Revenue	Donations / Contributions	$1,500
	TOTAL MUSEUM REVENUE	**$1,500**
Expense	Electricity	$300
Expense	Other Operating / Miscellaneous	$500
	TOTAL MUSEUM EXPENDITURES	**$800**
	PROJECTED MUSEUM SURPLUS	**$700**

Museum funds are dedicated to Museum purposes. FY27 assumes $1,500 in donations, $300 for electricity, and $500 for other operating/miscellaneous needs. The prior $5,000 transfer to the Museum CD is a balance-sheet transfer, not an operating expense.

General Fund — Budget Comparison

Historical columns intentionally left blank for manual entry. FY26–27 Proposed is carried from the current working budget and should not be rebuilt from historical

Section	Line Item	FY25–26 Adopted Budget	FY25–26 Actual / thru 8/14/26 YTD	FY26–27 Proposed
Revenue	Property Taxes	$148,000	$140,473	$155,000
Revenue	Sales Tax	$55,000	$28,217	$60,000
Revenue	Franchise Fees	$25,900	$31,112	$32,000
Revenue	Trash Service Revenue	$55,000	$53,667	$60,000
Revenue	Permit & License Revenue	$3,000	$15,485	$5,000
Revenue	Inspection Revenue			$5,000
Revenue	Municipal Court Fines & Fees	$10,000	$577	$3,000
Revenue	Interest & Other Recurring Revenue	$2,500	$911	$2,000
Personnel	Gross Wages — GF Allocation	$93,681	$93,747	$48,369
Personnel	Employer Payroll Taxes (FICA/Medicare)	$40,000		$3,700
Personnel	TMRS — GF Share	$21,000		$4,800
Personnel	Health Benefits — GF Share	$40,000	$24,940	$12,507
Insurance	TML Risk Pool Insurance	$15,000	$13,991	$15,000
Professional	Audit Services	$15,000	$24,000	$30,000
Professional	Appraisal District Fees	$3,000	$1,527	$2,000
Professional	City Attorney / Legal Services	$500	$938	$5,000
Professional	Building Inspection Expense		$14,798	$5,000
Professional	Training, Dues & Professional Resources		$5,060	$2,000
Professional	Newspaper / Public Notices	$2,000	$1,575	$2,000
Technology	iWORQ		$8,000	$8,000
Technology	Other Software & Technology		$8,154	$5,000
Technology	Web Platform Consolidation — One Time			$2,500
Code Enforcement	Contract Labor		$4,558	$14,400
Code Enforcement	Mileage Reimbursement		$302	$750
Code Enforcement	Postage / Certified Mail		$331	$1,000
Code Enforcement	Office / Field Supplies		$295	$500
Code Enforcement	Subscriptions & Services		$225	$750

Section	Line Item	FY25–26 Adopted Budget	FY25–26 Actual / YTD	FY26–27 Proposed
Municipal Court	Municipal Judge Contract	$7,500	$4,500	$5,400
Municipal Court	Prosecutor Fees	$2,400	$4,500	$1,500
Municipal Court	Other Fees (software, etc)	$7,500	$649	$1,000
Elections	Election Expense — May 2027		$1,443	$1,000
Utilities	Street Light Electricity		$22,858	$25,000
Utilities	Other General Fund Electricity	$40,000	$5,749	$3,000
Utilities	City Hall Gas			$1,500
Solid Waste	Republic Trash Service	$78,000	$59,702	$79,000
Operations	Janitorial / Cleaning		$2,450	$3,000
Operations	Telephone / Cellular		$1,521	$2,000
Operations	Office / Postage / Administrative Supplies	$12,000	$6,095	$5,000
FY26 Historical	Routine Repairs / Maintenance / Supplies — Combined	5,000		
Operations	City Facilities — Repairs / Maintenance / Supplies		1,078	3,000
Operations	Public Works — Equipment Repairs / Maintenance / Supplies		4,328	8,000
Operations	Fuel / Vehicle Operations	15,000	2,725	6,000
Required Disclosure	Legislative & Administrative Advocacy			0
Operations	Operating Contingency	1,000		3,000
FY27 Initiative	Road Assessment			7,500
FY26 Capital Purchase	Mini-Excavator	12,500	9,500	
Utilities	Street & Road Maintenance	25,000	228	
FY26 Police	Police Equipment	7,500	5,472	
FY26 Ordinance	Ordinance Recodification	2,500		
FY26 Historical	Training, Dues & Subscriptions	8,500		

FY27 Proposed does not include municipal police department personnel or operating expenditures pending future determination by the City Council

Water Fund — Budget Comparison

Historical columns intentionally left blank for manual entry. FY26–27 Proposed is carried from the current working budget and should not be rebuilt

Section	Line Item	FY25–26 Adopted Budget	FY25–26 Actual / YTD	FY26–27 Proposed
Revenue	Water Fund recurring receipts	$213,000	$244,971	$303,500
Personnel	Gross Wages — Water Allocation	$43,680	$35,796	$50,000
Personnel	Employer Payroll Taxes (FICA/Medicare)			$3,800
Personnel	TMRS — Water Share			$4,800
Personnel	Health Benefits — Water Share			$12,600
Contract Operations	Biochem — Water Operator			$36,000
Water Operations	Wholesale Water — Corsicana	$130,000	$84,298	$120,000
Water Operations	Contract Labor		$2,700	$3,000
Water Operations	Outside Contract / Emergency Utility Work	$15,000	$38,673	$20,000
Water Operations	Parts & Supplies for Water System	$100,000	$43,376	$45,000
Water Operations	Water Treatment Chemicals		$7,348	$8,500
Water Operations	Water Equipment / Meters		$4,858	$5,000
Compliance	TCEQ / State Fees	$15,000	$2,702	$3,000
Compliance	Water Testing		$2,990	$3,500
Technology	Water System Technology / Meter Service		$4,477	$5,000
Technology	RVS Utility Billing Software		$1,238	$1,500
Technology	Paystar Payment Processing			$600
Customer Service	Postage / Billing		$1,158	$1,500
Customer Service	Office Supplies		$118	$500
Debt / Restricted	USDA / Water Bond	$17,500	$13,950	$18,000
Utilities	Water Electricity Allocation			$6,000
Expense	Water Deposit Refunds	$3,000	$2,232	

Sewer Fund — Budget Comparison

Historical columns intentionally left blank for manual entry. FY26–27 Proposed is carried from the current working budget and should not be rebuilt

Section	Line Item	FY25–26 Adopted Budget	FY25–26 Actual / YTD	FY26–27 Proposed
Revenue	Sewer Service Revenue	$77,000	$53,885	$65,000
Revenue	Sewer Tap Fees	$1,500	$3,500	-
Revenue	Interest		$106	-
Personnel	Gross Wages — Sewer Allocation	$46,380	$21,156	$35,000
Personnel	Employer Payroll Taxes (FICA/Medicare)			$2,700
Personnel	TMRS — Sewer Share			$3,400
Personnel	Health Benefits — Sewer Share			$9,000
Contract Operations	Biochem — Sewer Operator			$12,000
Sewer Operations	Line Camera / Contract Maintenance		$2,809	$5,000
Sewer Operations	Sewer Plant Operations / Emergency Repairs	$28,500	$11,392	$10,000
Sewer Operations	Parts & Supplies for Sewer System		$1,250	$3,000
Utilities	Sewer Plant Electricity		$3,605	$6,000
Other	Other Sewer Costs		$750	$1,000