



City of Lewisville

# FY 2026-2027 Budget Workshop



# Agenda

1. Submission of FY 2027 Preliminary Budget
2. Budget Process and Overview
  - a. Budget Cycle
  - b. Guidelines
  - c. Lewisville 2025
  - d. Budgetary Challenges
3. Overview of Funds
  - a. General Fund
  - b. Utility Fund
  - c. Other Funds
4. New Funding by Big Move and Strategic Move
5. Discuss Recommendations for General Fund Unfunded Items
6. Tax Rate Information
7. Discussion of Water & Sewer Utility Rates and Recommendation for Water & Sewer Unfunded Items
8. Update on Stormwater Rate Study
9. Council Action



A scenic view of a river at sunset. The sky is a mix of purple, pink, and blue. In the background, a multi-lane bridge spans the river. To the left, a building with arched windows is visible. In the foreground, there are some blue structures and trees along the riverbank.

# Budget Process & Overview

# SEPTEMBER

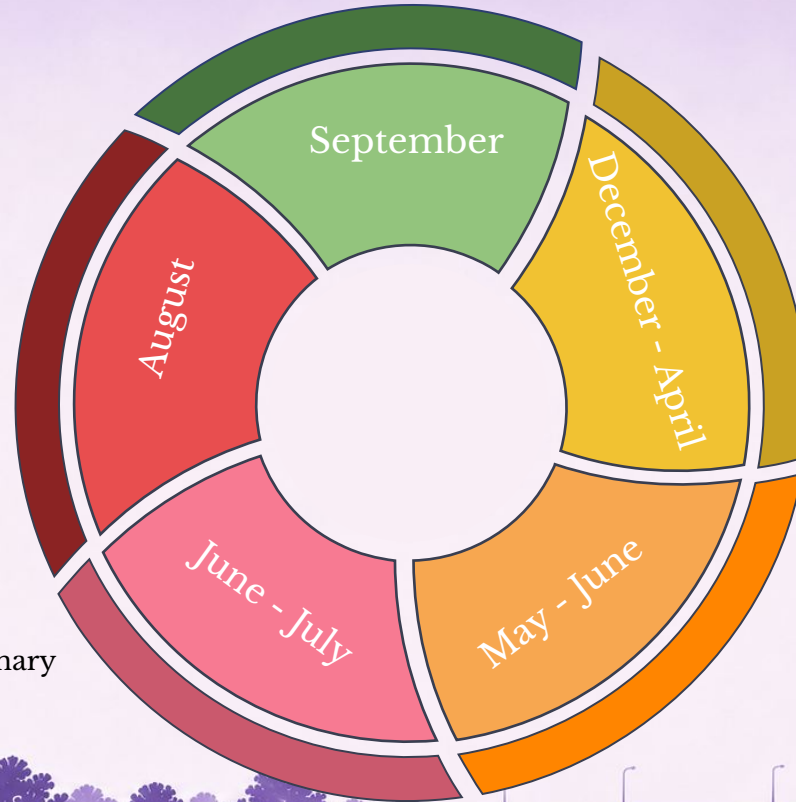
Adopt Budget

## AUGUST

City Council and Public  
Review / Input

## JUNE - JULY

Development of Preliminary  
Budget



## DECEMBER - APRIL

Update Business Plans

Council Retreat; Public Input

Departmental Budget Preparation  
Begins

## MAY - JUNE

Departmental Budget  
Preparation Continues; City  
Management Review Begins





# Budgetary Financial Policy Statements, Directives, and Guidelines

## Minimum Reserves

- The General Fund and all funds with outstanding long-term debt will have a fund balance of at least **20%** of the operating expenditure budget.
- Fund balance is defined as the excess of a fund's current assets over its current liabilities, sometimes called "working capital."
- Debt Service fund balance will not exceed **15%** of the outstanding principal for general obligation debt.

## Sales Tax Calculation

- The budget for sales tax revenue for the upcoming fiscal year should not exceed the estimated projection of sales tax for the current fiscal year.

## General Fund Revenue

- The proposed budget shall maintain a balance in revenue sources to protect the financial stability of the City in the event of severe fluctuations in the national and/or local economy. In this endeavor, the City will strive to ensure we do not become over-reliant on any one particular source.

## Budgetary Financial Policy Statements, Directives, and Guidelines

### Operating Fund Budget

- The budget should be balanced with ongoing appropriations not exceeding revenues, transfers-in, and available fund balance reserves.
- One-time revenues will not be used for funding ongoing appropriations.

### Utility Fund Revenue

- A cost-of-service rate study will be conducted each year to mitigate the magnitude of any rate increase necessary for the City to cover the operating budget needs and meet all revenue bond covenants.
- Utility Fund revenues are budgeted based on a normal year, not on extreme wet or dry years.

### Operating Fund Expenditures

- The proposed budget will appropriate sufficient funds to maintain existing quality and scope of City services.
- Expenditures will be budgeted in one of five major categories: Personal Services, Materials & Supplies, Services and Charges, Transfers, and Capital Outlay.

# Budget Development Guidelines

- Lewisville 2025
- Strategic Focus Areas
- Community Survey Results
- Departmental Business Plans
- GO Bond Program
- Sustainability Action Plan
- Competitive Compensation Strategy
- General Fund Reserves Plan

- Infrastructure Condition Ratings
- Business 121 Corridor Plan
- Utility Fund Capital Improvement Plan
- Utility Rate Studies
- Approved Economic Development Agreements
- 4B Fund Capital Improvement Plan
- Investment in Capital



## To assist in controlling the growth of the operating budget...

### Base Budget Submitted by City Manager's Office

- Within an appropriation ceiling (target) calculated by the City Manager's Office.
- Target is based on last year's departmental adopted budget minus any one-time funding. Adjustments, such as reclasses, reorganizations, etc. may also impact a department's target.

### Funding Package Requests

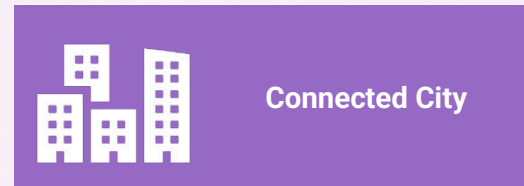
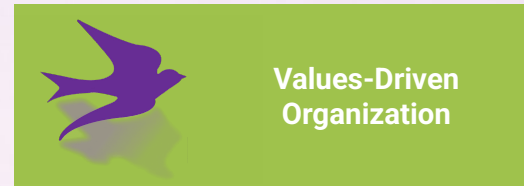
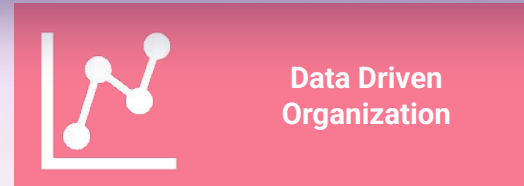
- Program or service level changes from the prior budget must be submitted as separate requests called Funding Packages.
- These include "Add Back" requests.

### Funding

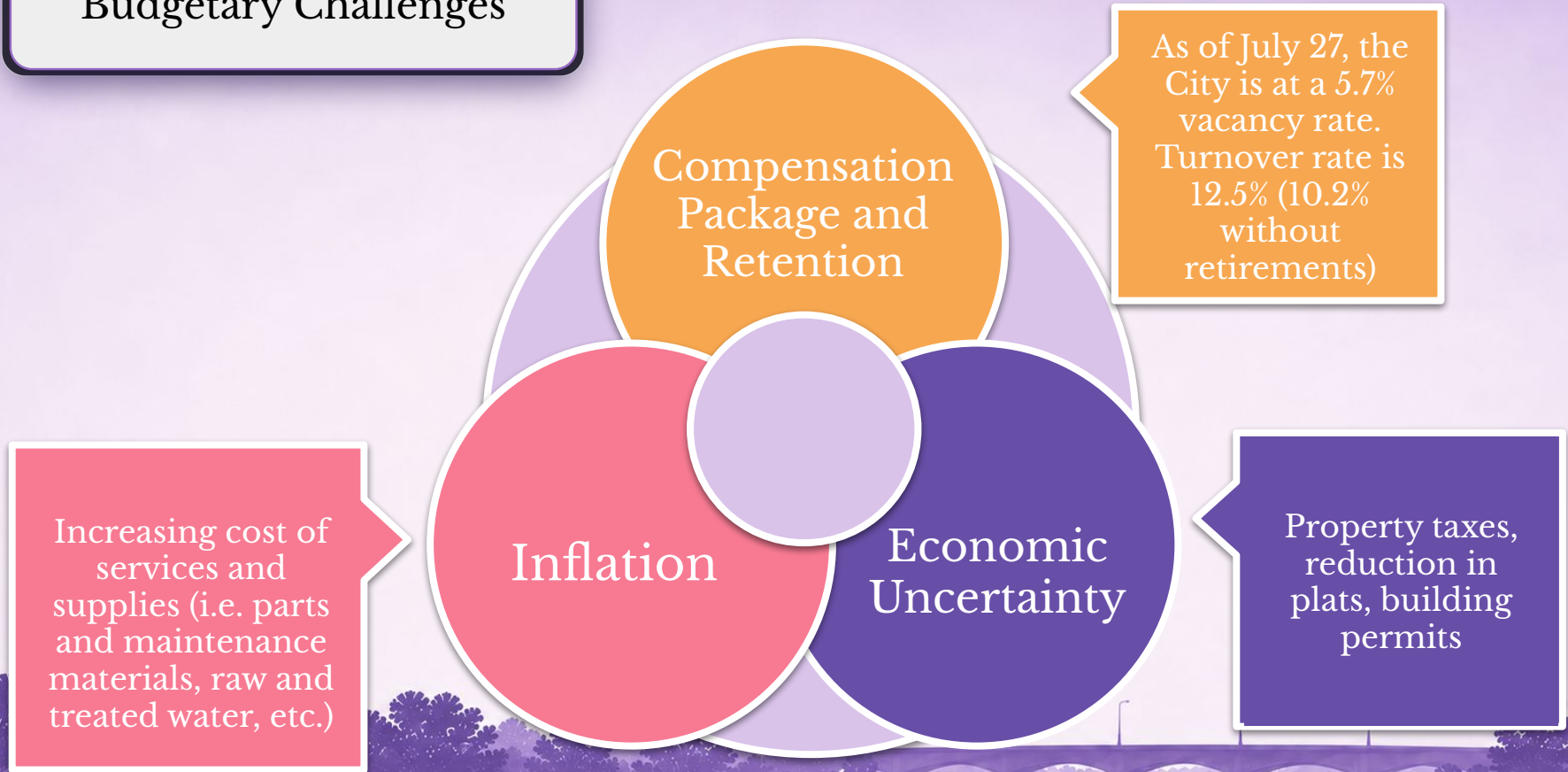
- Funding Packages are considered for funding.
- Funding Packages not approved/low-priority are not recommended to be funded.
- Funding Packages with CMO approval are incorporated into the base budget as much as possible.
- Beneficial Funding Packages not funded within base budget are presented to City Council for further consideration.

# Lewisville 2025 Big Moves & Strategic Moves

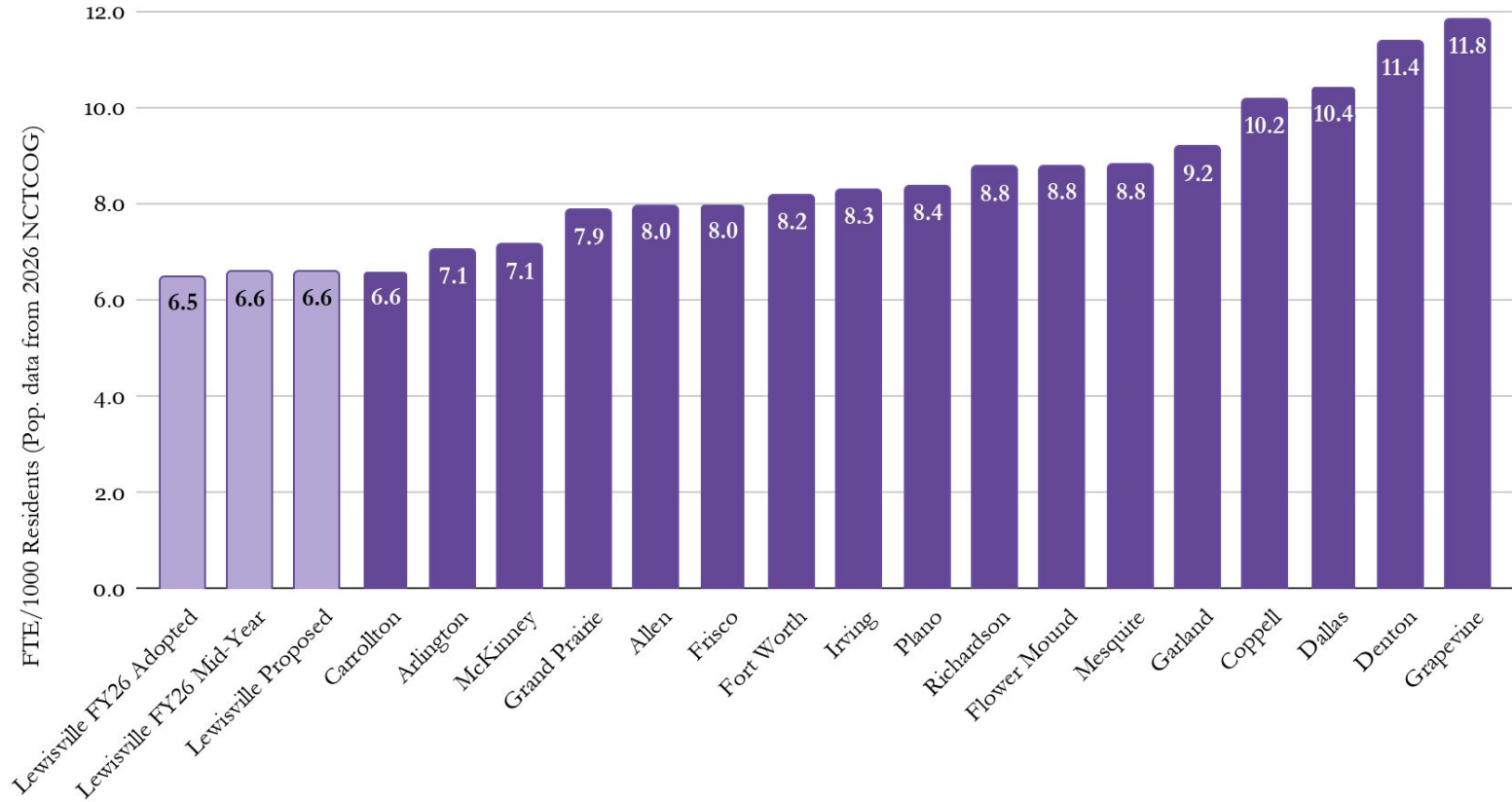
|                                                                                    |                                    |
|------------------------------------------------------------------------------------|------------------------------------|
|   | Green Centerpiece                  |
|   | Extending the Green                |
|   | Old Town                           |
|   | Sustainability                     |
|   | Diverse and Thriving Neighborhoods |
|   | Economic Vitality                  |
|  | Identity, Place and Communications |



## Budgetary Challenges



# Full-Time Employees Per 1,000 Residents





## Citywide Involuntary Increases

Departments across the City have experienced significant cost increases when preparing their base budgets. Examples of absorbed cost increases include:

- Base salary & benefits
- Maintenance materials
- Technology & licensing
- Various contracts (*Auditor, DCAD, ERP, Google, etc.*)
- Utilities

As a result, most departments were required to cut items previously funded from their base budgets and request them as Add-Backs.

The background of the slide features a scenic view of a river at sunset. The sky is a mix of deep blue and vibrant orange-pink. A multi-lane bridge spans the river in the middle ground. In the foreground, there are several blue industrial containers or small buildings along the riverbank. On the left side, a portion of a large, multi-story building with arched windows is visible. The entire scene is framed by a light purple border with white curved lines.

# Overview of Funds

The background of the slide features a scenic view of a river at sunset. The sky is a mix of purple, pink, and blue. A multi-lane bridge spans the river in the middle ground. In the foreground, there are some blue structures, possibly part of a dock or construction site. On the left side, a portion of a building with arched windows is visible. The entire scene is framed by a light purple border with white curved lines.

# General Fund



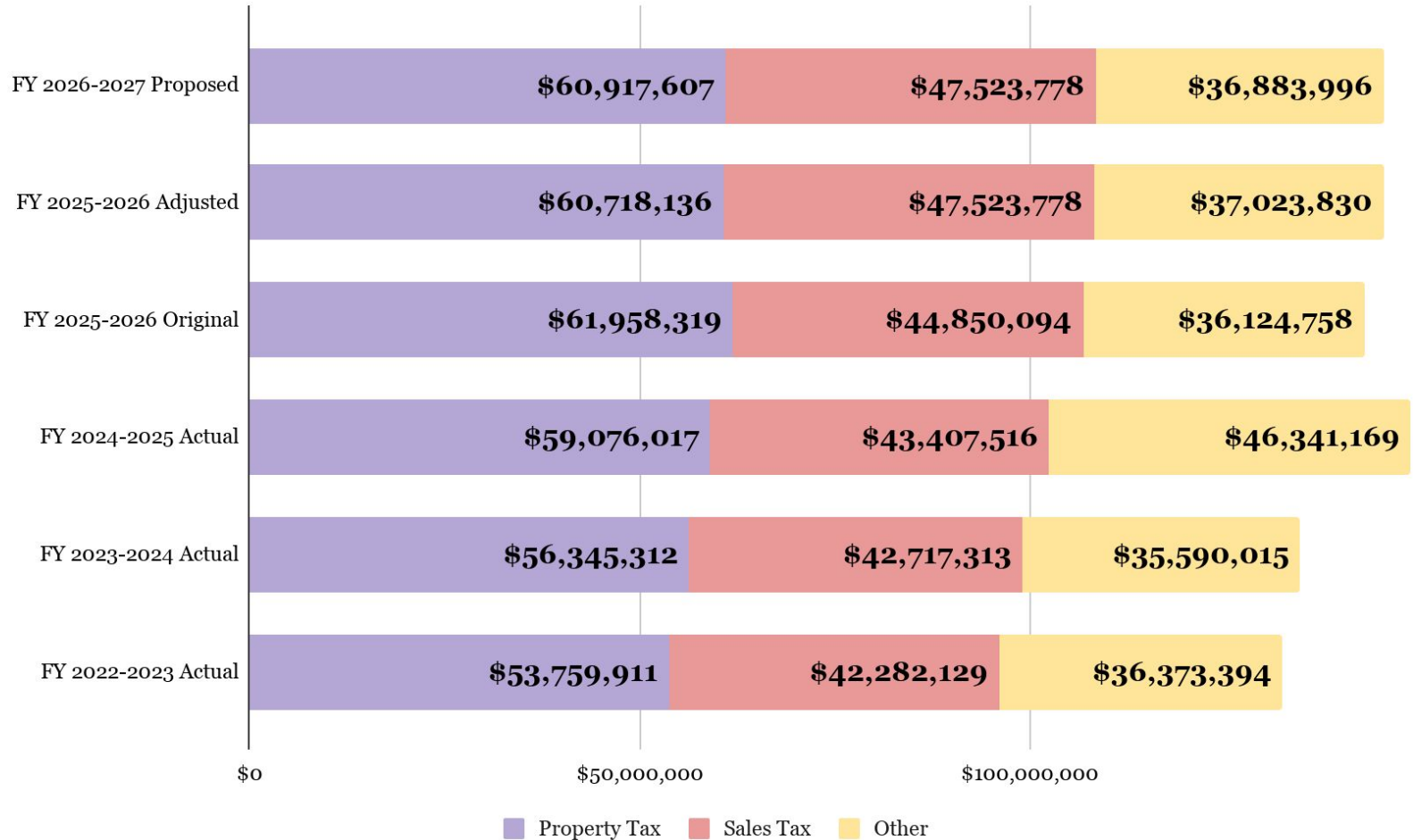
# General Fund Summary

|                                         | FY 2022-2023       | FY 2023-2024       | FY 2024-2025       | FY 2025-2026       | FY 2025-2026       | FY 2025-2026       | FY 2026-2027       |
|-----------------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|                                         | ACTUAL             | ACTUAL             | ACTUAL             | ORIGINAL BUDGET    | ADJUSTED BUDGET    | YTD                | PROPOSED           |
| <b>BEGINNING FUND BALANCES</b>          | <b>60,532,287</b>  | <b>47,386,770</b>  | <b>47,421,350</b>  | <b>44,969,146</b>  | <b>45,474,129</b>  | <b>45,474,129</b>  | <b>36,905,786</b>  |
| <b><u>REVENUES</u></b>                  |                    |                    |                    |                    |                    |                    |                    |
| Taxes                                   | 103,845,288        | 106,735,218        | 110,305,448        | 114,804,523        | 116,150,171        | 95,714,492         | 116,381,711        |
| Licenses & Permits                      | 4,035,397          | 4,257,001          | 3,907,341          | 3,466,752          | 3,674,431          | 2,666,817          | 3,088,609          |
| Intergovernmental Revenues              | 757,716            | 748,847            | 873,213            | 750,000            | 902,002            | 454,264            | 902,000            |
| Charges for Services                    | 7,340,188          | 8,127,924          | 9,511,610          | 8,631,282          | 9,240,642          | 6,562,636          | 9,500,549          |
| Culture and Recreation Revenues         | 4,659,634          | 3,166,384          | 5,432,710          | 3,961,221          | 3,827,174          | 2,025,157          | 3,529,638          |
| Investment Earnings and Contributions   | 1,554,035          | 1,938,567          | 1,800,582          | 1,557,629          | 1,654,096          | 292,872            | 1,471,327          |
| Fines, Forfeitures and other Court Fees | 1,983,813          | 2,407,878          | 2,136,908          | 2,195,272          | 2,306,935          | 1,698,934          | 2,357,962          |
| Other Financing Sources                 | 932,773            | 1,021,039          | 1,421,356          | 996,900            | 940,701            | 767,722            | 1,041,450          |
| Transfers In                            | 7,306,591          | 6,249,783          | 13,435,534         | 6,569,592          | 6,569,592          | 5,575,271          | 7,052,135          |
| <b>Total Revenues</b>                   | <b>132,415,434</b> | <b>134,652,641</b> | <b>148,824,702</b> | <b>142,933,171</b> | <b>145,265,744</b> | <b>115,758,165</b> | <b>145,325,381</b> |

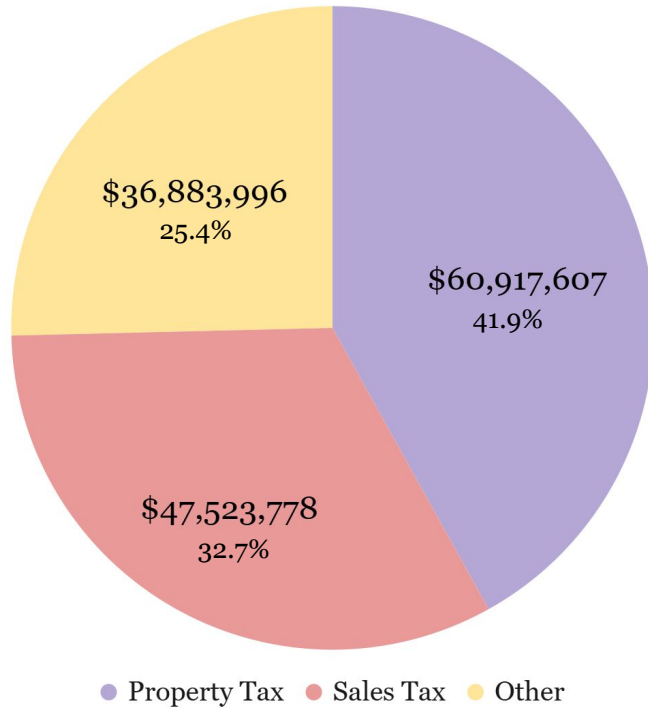
0.04% increase / ▲\$59.6K

1.67% increase / ▲ \$2.39M

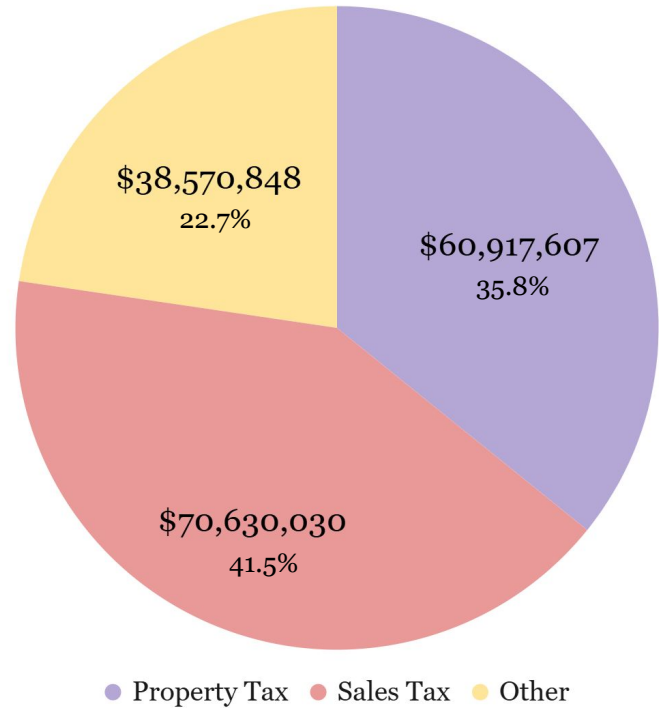




## General Fund Only

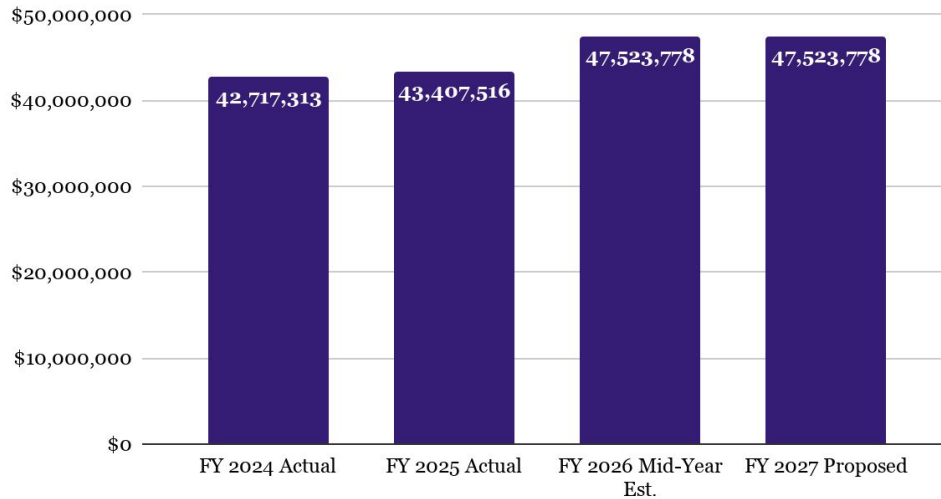


## General Fund, 4B, Crime, & Fire



# Sales Tax Estimates

General Fund Sales Tax Collections



- The **\$47.5M** General Fund sales tax estimate for FY 2027 is higher than the current year's original budget
- This estimate is **flat** when compared to the current year's adjusted mid-year estimate due to fluctuating audit collections and flat current collections.
- This strategy maintains the City's policy when it comes to budgeting sales tax conservatively.

## General Fund

**\$295,000**

Fire Response  
Fees

**\$237,711**

Ambulance  
Fees

**\$184,631**

Commercial  
Refuse  
Administration

Property Tax  
Recalculation  
Refunds

**(\$996,737)**

Building  
Permits

**(\$209,712)**

Concessionaire  
Revenue

**(\$116,518)**

## Major Revenue Changes



# General Fund - Operating Budget Overview

|                                                                                |                      |
|--------------------------------------------------------------------------------|----------------------|
| <b>FY 2027 Proposed Revenues</b>                                               | <b>\$145,325,381</b> |
| Departmental Base Budgets                                                      | \$141,928,635        |
| Add-Backs                                                                      | \$1,167,947          |
| New Programs                                                                   | \$239,896            |
| Expansions, improvements, efficiencies, and replacements to existing equipment | \$1,988,903          |
| <b>FY 2027 Proposed Budget</b>                                                 | <b>\$145,325,381</b> |
| Current Revenue - Current Expense Balance                                      | \$0                  |

Expenditures from General Fund Balance:

**\$3,519,763**

Amount Left After 20% (\$29.1M) Reserve:

**\$4,320,947**

# General Fund - Use of Fund Balance

|                                      |             |
|--------------------------------------|-------------|
| FY 2027 Proposed Use of Fund Balance | \$3,519,763 |
| ERP Temporary Staffing               | \$105,213   |
| Axon Contract Adjustment (Year 2)    | \$246,674   |
| Minor Porter Cabin Design            | \$50,000    |
| Outside Legal Counsel                | \$187,000   |
| Economic Development Agreements      | \$2,930,876 |

# General Fund - Fund Balance

## 20% Operating Reserve and Undesignated Reserve



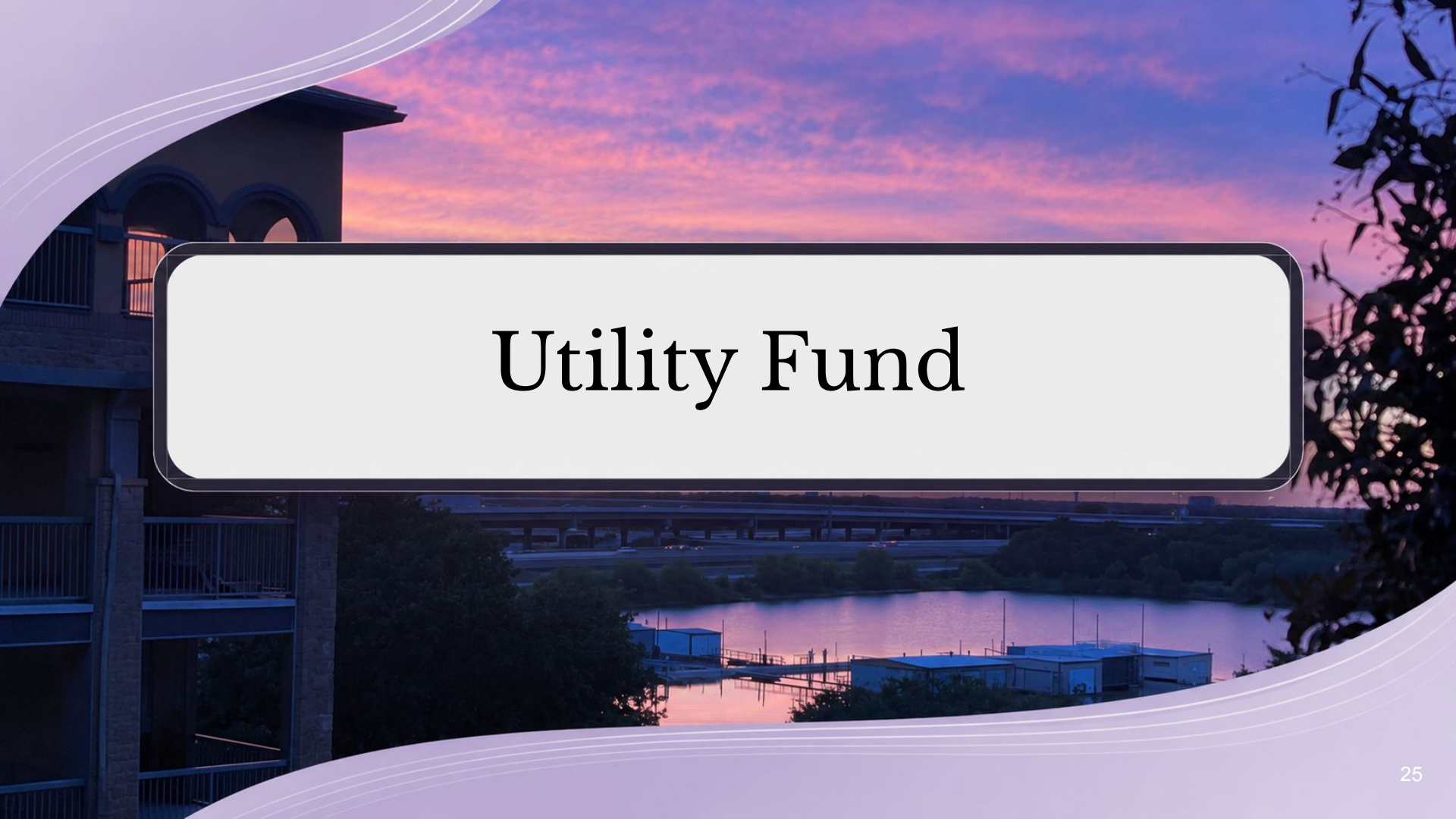
# General Fund Reserves Plan

|                                 | 2026              | 2027              | 2028              | 2029              | 2030              | 2031              | 2032              |
|---------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Beginning Fund Balance          | 45,474,129        |                   |                   |                   |                   |                   |                   |
| 20% Reserve                     | 28,796,296        |                   |                   |                   |                   |                   |                   |
| <b>Beginning Excess Reserve</b> | <b>16,677,833</b> | <b>11,825,224</b> | <b>13,305,461</b> | <b>10,618,461</b> | <b>10,931,461</b> | <b>10,744,461</b> | <b>11,057,461</b> |
| Resources                       |                   |                   |                   |                   |                   |                   |                   |
| Annual Contribution             | 5,000,000         | 5,000,000         | 5,000,000         | 5,000,000         | 5,000,000         | 5,000,000         | 5,000,000         |
| Uses                            |                   |                   |                   |                   |                   |                   |                   |
| Technology Plan (One-Time)      | 612,375           | -                 | 1,000,000         | 1,000,000         | 1,000,000         | 1,000,000         | 1,000,000         |
| Land Purchases                  | -                 | -                 | 500,000           |                   | 500,000           |                   | 500,000           |
| Outside Legal                   | 248,495           | 187,000           | 187,000           | 187,000           | 187,000           | 187,000           | 187,000           |
| Economic Development            | 2,323,377         | 2,930,876         | 2,500,000         | 2,500,000         | 2,500,000         | 2,500,000         | 2,500,000         |
| Facilities *                    | -                 | -                 | 2,500,000         | -                 | -                 | -                 | -                 |
| Miscellaneous/Other             | 6,668,362         | 401,887           | 1,000,000         | 1,000,000         | 1,000,000         | 1,000,000         | 1,000,000         |
| <b>Total Uses</b>               | <b>9,852,609</b>  | <b>3,519,763</b>  | <b>7,687,000</b>  | <b>4,687,000</b>  | <b>5,187,000</b>  | <b>4,687,000</b>  | <b>5,187,000</b>  |
| Ending Excess Reserve           | 11,825,224        | 13,305,461        | 10,618,461        | 10,931,461        | 10,744,461        | 11,057,461        | 10,870,461        |
| Reserve Stabilization           | 5,000,000         | 5,000,000         | 5,000,000         | 5,000,000         | 5,000,000         | 5,000,000         | 5,000,000         |
| <b>Excess Available Reserve</b> | <b>6,825,224</b>  | <b>8,305,461</b>  | <b>5,618,461</b>  | <b>5,931,461</b>  | <b>5,744,461</b>  | <b>6,057,461</b>  | <b>5,870,461</b>  |

\* Funding for facility renovations is currently set aside for Annex remodel through available CIP cash rather than GF reserves. In future years, reserves will be needed for the Kealy complex remodel and may consist of the General Fund and the Utility Fund.

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# Utility Fund

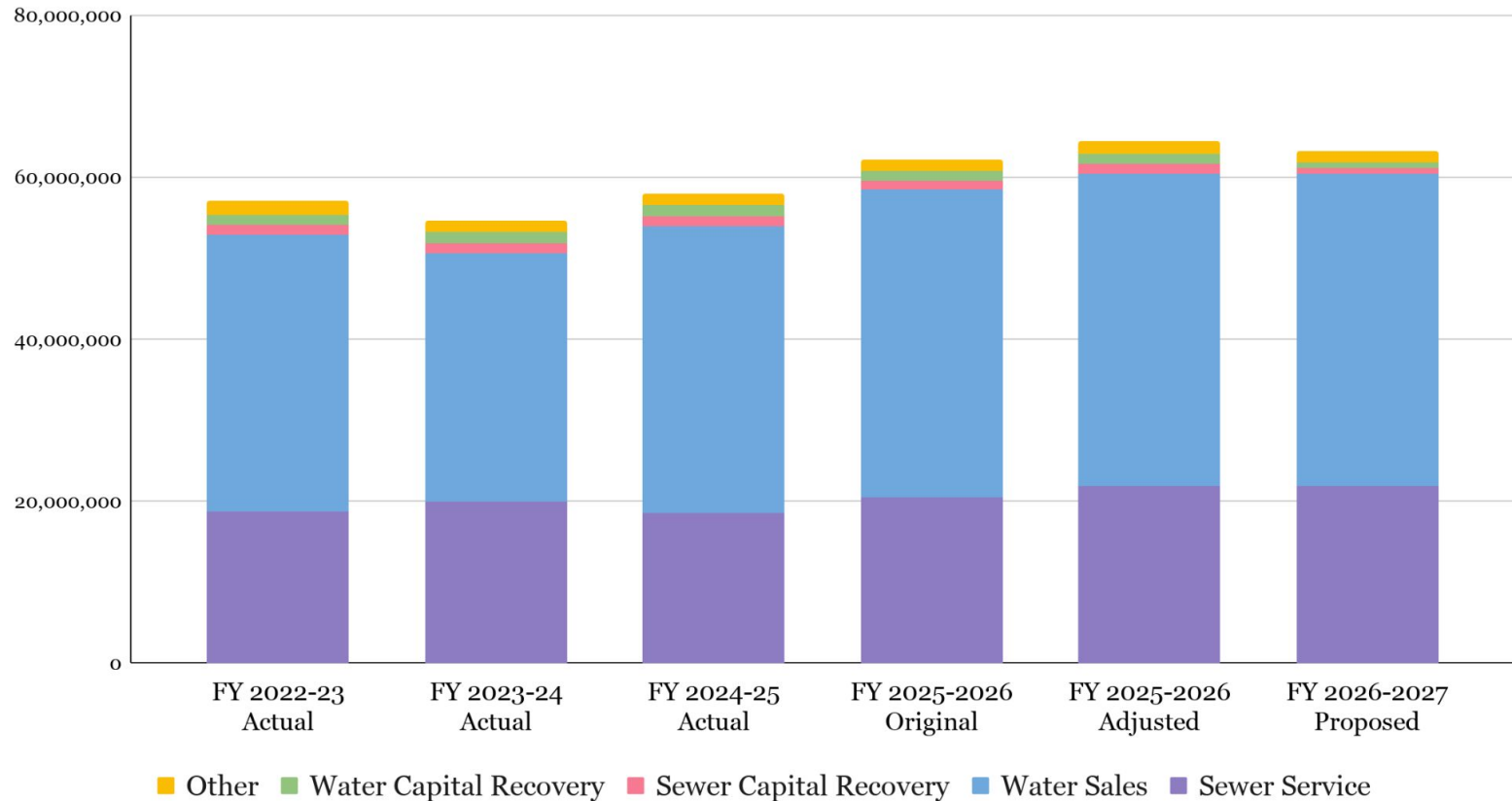
# Utility Fund Summary

|                                       | FY 2022-2023<br>ACTUAL | FY 2023-2024<br>ACTUAL | FY 2024-2025<br>ACTUAL | FY 2025-2026<br>ORIGINAL<br>BUDGET | FY 2025-2026<br>ADJUSTED<br>BUDGET | FY 2025-2026<br>YTD | FY 2026-2027<br>PROPOSED |
|---------------------------------------|------------------------|------------------------|------------------------|------------------------------------|------------------------------------|---------------------|--------------------------|
| <b>BEGINNING FUND BALANCES</b>        | <b>28,420,828</b>      | <b>32,477,450</b>      | <b>22,158,526</b>      | <b>20,262,460</b>                  | <b>19,004,132</b>                  | <b>19,004,132</b>   | <b>17,480,574</b>        |
| <b><u>REVENUES</u></b>                |                        |                        |                        |                                    |                                    |                     |                          |
| Utility Revenues                      | 56,023,170             | 53,811,759             | 57,013,867             | 61,356,475                         | 63,578,507                         | 45,267,258          | 62,383,827               |
| Licenses & Permits                    | -                      | -                      | -                      | -                                  | -                                  | -                   | 92,227                   |
| Charges for Services                  | 35,030                 | 16,928                 | 1,377                  | 29,756                             | 41,636                             | 32,876              | 32,109                   |
| Investment Earnings and Contributions | 921,488                | 777,286                | 783,708                | 640,433                            | 640,433                            | 138,024             | 672,749                  |
| Other Financing Sources               | 13,772                 | 22,367                 | 16,187                 | 29,196                             | 29,196                             | 18,410              | 34,813                   |
| Transfers In                          | 120,000                | 120,000                | 123,600                | 127,308                            | 127,308                            | 127,308             | 131,127                  |
| <b>Total Revenues</b>                 | <b>57,113,460</b>      | <b>54,748,339</b>      | <b>57,938,739</b>      | <b>62,183,168</b>                  | <b>64,417,080</b>                  | <b>45,583,875</b>   | <b>63,346,852</b>        |

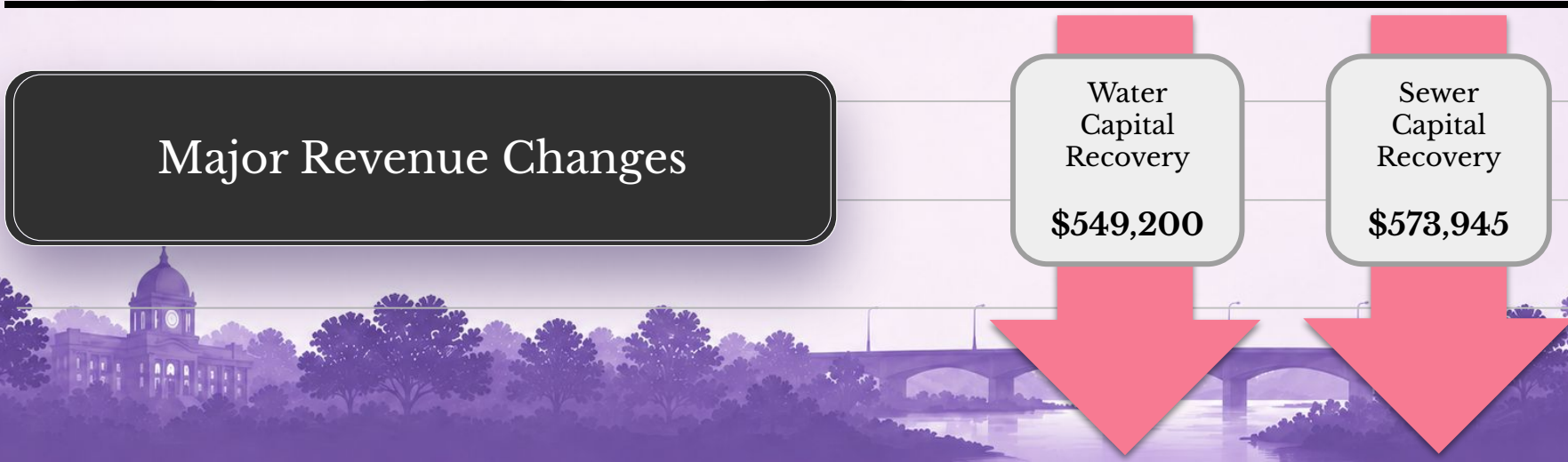
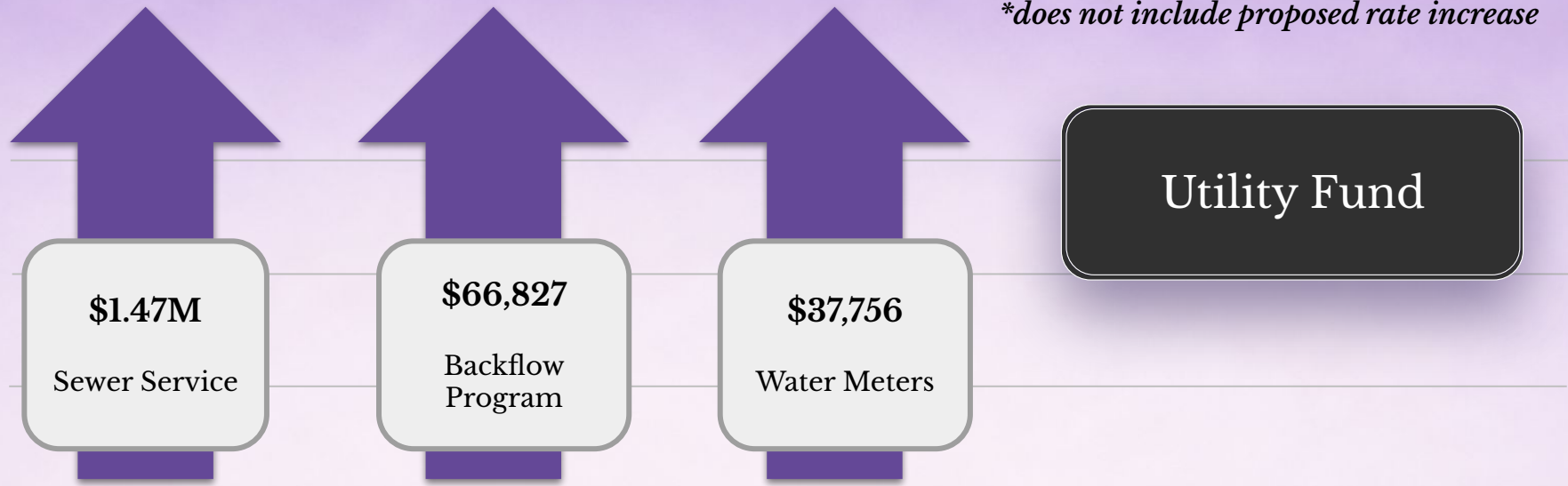
1.66% decrease / ▼ \$1.1M

1.87% increase / ▲ \$1.2M

# Utility Fund Revenue



*\*does not include proposed rate increase*



# Utility Fund Operating Fund Overview

|                                                                                                                               |                     |
|-------------------------------------------------------------------------------------------------------------------------------|---------------------|
| <b>FY 2027 Proposed Revenues</b>                                                                                              | <b>\$63,346,852</b> |
| Departmental Base Budgets                                                                                                     | \$61,601,977        |
| Add-Backs                                                                                                                     | \$303,511           |
| New Programs                                                                                                                  | \$22,656            |
| Expansions, improvements, efficiencies and replacements to existing equipment (Includes DWU bump and DWU/UTRWD rate increase) | \$1,418,708         |
| <b>FY 2027 Proposed Budget</b>                                                                                                | <b>\$63,346,852</b> |
| Current Revenue - Current Expense Balance                                                                                     | \$0                 |



Expenditures from Utility Fund Balance:

**\$1,090,015**

Amount Left After 20% (\$12.7M) Reserve:

**\$3,721,188**

# Utility Fund - Use of Fund Balance

|                                                      |             |
|------------------------------------------------------|-------------|
| FY 2027 Proposed Use of Fund Balance                 | \$1,090,015 |
| ERP Temporary Staffing                               | \$79,483    |
| Meter Vault Rehabilitation and Replacement           | \$56,899    |
| Right Size Radio Replacement and Complete Refresh    | \$165,890   |
| Utilities Equipment Replacement CIP Funding Increase | \$106,389   |
| Economic Development Agreements                      | \$681,354   |



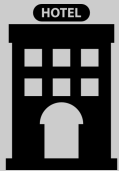
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# Other Major Funds

# Other Funds - Revenue Changes

## Hotel/Motel

Hotel occupancy tax collections and interest earnings continue to Increase.



Increase

\$74,988

## Crime Control

Driven by a slight increase in sales tax.



Increase

\$256,785

## Fire Control

Driven by a slight increase in sales tax.



Increase

\$260,803

## Drainage Fund

Increase in stormwater fee collections due to current development and increased interest.



Increase

\$484,049

## 4B Fund

Driven by a slight increase in sales tax.



Increase

\$579,626

# Hotel Occupancy Tax Fund Operating Budget Overview

|                                                                                |                    |
|--------------------------------------------------------------------------------|--------------------|
| <b>FY 2027 Proposed Revenues</b>                                               | <b>\$3,220,514</b> |
| Departmental Base Budgets                                                      | \$2,415,562        |
| New Programs                                                                   | \$8,000            |
| Expansions, improvements, efficiencies, and replacements to existing equipment | \$169,128          |
| <b>FY 2027 Proposed Budget</b>                                                 | <b>\$2,592,690</b> |
| Current Revenue - Current Expense Balance                                      | \$627,824          |



# Crime Control Fund Operating Budget Overview

|                                                                                |                    |
|--------------------------------------------------------------------------------|--------------------|
| <b>FY 2027 Proposed Revenues</b>                                               | <b>\$5,933,100</b> |
| Departmental Base Budgets                                                      | \$5,766,631        |
| Add Backs                                                                      | \$97,653           |
| Expansions, improvements, efficiencies, and replacements to existing equipment | \$8,605            |
| <b>FY 2027 Proposed Budget</b>                                                 | <b>\$5,872,889</b> |
| Current Revenue - Current Expense Balance                                      | \$60,211           |
| Fund Balance Expenditures                                                      | \$785,786          |

# Fire Control Fund Operating Budget Overview

|                                                                                |                    |
|--------------------------------------------------------------------------------|--------------------|
| <b>FY 2027 Proposed Revenues</b>                                               | <b>\$6,032,721</b> |
| Departmental Base Budgets                                                      | \$5,754,226        |
| Add Backs                                                                      | \$78,324           |
| Expansions, improvements, efficiencies, and replacements to existing equipment | \$104,434          |
| <b>FY 2027 Proposed Budget</b>                                                 | <b>\$5,936,984</b> |
| Current Revenue - Current Expense Balance                                      | \$95,737           |
| Fund Balance Expenditures                                                      | \$260,772          |

# Stormwater Utility Fund Operating Budget Overview

|                                                                                |                    |
|--------------------------------------------------------------------------------|--------------------|
| <b>FY 2027 Proposed Revenues</b>                                               | <b>\$9,462,139</b> |
| Departmental Base Budgets                                                      | \$9,267,768        |
| Add-Backs                                                                      | \$119,371          |
| Expansions, improvements, efficiencies, and replacements to existing equipment | \$75,000           |
| <b>FY 2027 Proposed Budget</b>                                                 | <b>\$9,462,139</b> |
| Current Revenue - Current Expense Balance (moving entire fund balance to CIP)  | \$0                |

# Lewisville Parks and Library Development Corporation

## (4B) Fund Operating Budget Overview

|                                                                                |                     |
|--------------------------------------------------------------------------------|---------------------|
| <b>FY 2027 Proposed Revenues</b>                                               | <b>\$12,827,283</b> |
| Departmental Base Budgets                                                      | \$8,289,959         |
| Add-Backs                                                                      | \$46,630            |
| New Programs                                                                   | \$450,635           |
| Expansions, improvements, efficiencies, and replacements to existing equipment | \$744,290           |
| <b>FY 2027 Proposed Budget</b>                                                 | <b>\$9,531,514</b>  |
| Current Revenue - Current Expense Balance                                      | \$3,295,769         |
| Fund Balance Expenditures                                                      | \$3,835,932         |

# Tax Increment Reinvestment Zones

## TIRZ 1

381 acres in Old Town

- \$922,500 of Debt Service related to Lewisville Grand Theater (LGT).
- TIRZ Administration (\$10,000)
- Set aside for future acquisition (\$600,000)
- Fund balance expenditures for LGT lighting upgrades (\$165k)

## TIRZ 2

427 acres in the Southern Gateway

- TIRZ Administration (\$10,000)
- Developer payment was paid out entirely in FY 2026

## TIRZ 3

708 acres in Castle Hills

- Debt Service Related to Castle Hills Refunding (\$1,916,276)
- TIRZ Administration (\$50,000)
- Developer Payments (\$5,900,000)

## TIRZ 4

962 acres in the city's Lake District

- TIRZ Administration (\$10,000)
- Maintenance of two parks and medians along Summit Ave (\$43,090)
- TIRZ 4 was expanded in December 2025 to include the Lake Park area

A tax increment reinvestment zone (TIRZ) is an infrastructure financing tool made possible by Chapter 311 of the Texas Tax Code to assist cities in developing or redeveloping blighted and substandard areas.

The purpose of the zone is to attract new investment. All taxes collected on new improvements (tax increments) are set aside in a fund to finance public improvements within the boundaries of the zone. Once all projects are completed, or after a defined period of time, the TIRZ is dissolved.



The background of the slide features a photograph of a multi-story building with arched windows and balconies, set against a vibrant sunset sky with shades of orange, pink, and purple. A large white rounded rectangle with a dark border is centered on the slide, containing the main title. Below the title, a smaller dark rounded rectangle with a white border contains a bullet point and additional text. The overall design is clean and professional, with decorative white curved lines at the top and bottom edges.

# Base Budget

- New Funding by Big Move and Strategic Move



# Green Centerpiece

# Minor-Porter Cabin Design

Amount: \$50,000  
(one-time)

The Minor-Porter Cabin is a significant historic and cultural asset at LLELA that requires phased preservation. This funding would advance design for the next phase of improvements, allowing the remaining construction work to be coordinated and completed more efficiently.

- Builds on completed design work for first-phase repairs
- Develops a complete and accurate scope for remaining preservation needs





# Healthy Infrastructure Plan Update

Amount: \$150,000  
(one-time)

The Healthy Infrastructure Plan (adopted in March 2023) must be updated every 5 years per Texas Parks and Wildlife Department guidelines and CAPRA standards.

- Updates to plans of this nature take from 12-18 months to complete.
- PARD plans to kick off the update to the HIP in November 2026 to meet the March 2028 TPWD/CAPRA deadlines.
- Halff Associates and UNT will be engaged to assist with the completion of the update.



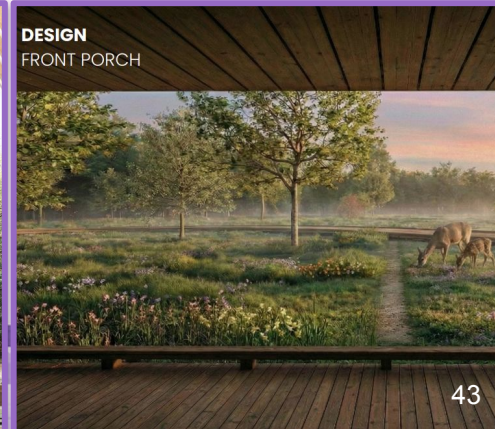
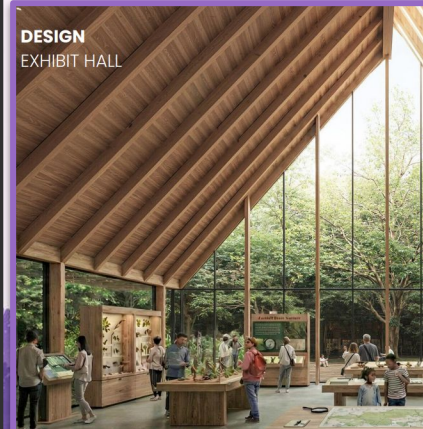
# Nature Center Design, CMAR Support, & Partial Construction Funding

Amount: \$2,865,000  
(\$365,000 one-time)  
(\$2,500,000 one-time)

This request is for additional funding for the initial phase of the design and development of the Nature Center.

Funds will be used to:

- Start the process of identifying a Construction Manager at Risk
- Engage Ramel Company, LLC for Cost Control, Procurement Assistance, Design and Construction Management Services
- Fund a portion of construction costs



The background of the slide features a scenic view of a river at sunset. The sky is a mix of deep blue and vibrant orange-pink. A multi-lane bridge spans the river in the middle ground. In the foreground, there are several blue-roofed structures, possibly part of a water treatment facility, situated near the riverbank. On the left side, a portion of a building with arched windows is visible. The entire scene is framed by a white rounded rectangle containing the title text.

# Extending the Green



# Park Development, Parkland Dedication, and Tree Mitigation



Amount: \$670,000  
(one-time)

These funds are based on fees paid by developers and will be used to purchase and/or improve:

- parks
- open space
- tree canopy

Note: These expenditures are always in the budget each year, but change based on the corresponding revenue collected.

Where: near new developments or in areas with park deficiencies



# Parks-Related Small Capital Projects

Amount: \$550,000  
(one-time)

**Park signs:** Replace signs at six parks (Tower Bay, Highlands Park, Sylvan Creek, Creekview Park, Central Park, and Willow Grove Park), plus signs at playground replacement sites.

**Playgrounds:** Replace Meadowlake Park's playground and refurbish Iris Lane Park's fall zone. Replace LL Woods Park's larger playground due to its poor condition.



# Park Planner

Amount: \$120,815  
(\$3,600 one-time)  
(\$117,215 ongoing)

The current CIP Manager is overseeing **17 active projects**, leaving limited staff capacity for long-range park planning, mapping, and continued progress toward the city's 10-Minute Walk to a Park goal.

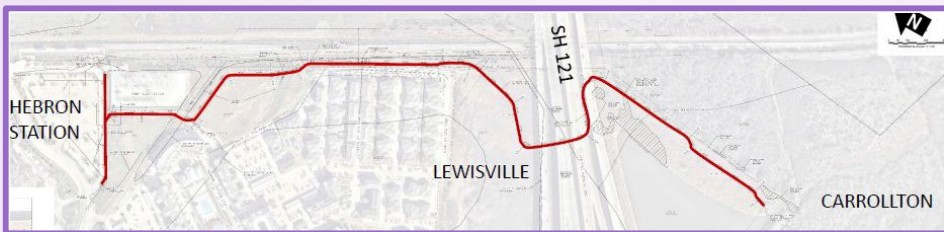
The position will lead the **2028 Healthy Infrastructure Plan update**, strengthen early project planning, and preserve continuity.

CITY OF LEWISVILLE

## HEALTHY INFRASTRUCTURE PLAN



# 2-Person Crew: 10MWP and Trails



Percentage of residents living within a 10-minute walk of a park: **84%**

Amount: \$329,820

(\$94,961 one-time)

(\$234,859 ongoing)

**Trail expansion:** PARD will add **3.58 miles of new trails** through the DCLID, Centennial, and DCTA Southern Extension projects, while also adding Vista Ridge Estates Greenbelt and Trail to help close the southern Lewisville 10-Minute Walk to a Park gap.

**Additional staffing:** A new crew is needed to maintain these trails at current service levels, including mowing, tree trimming, litter removal, infrastructure upkeep, and public art maintenance. The crew will be managed by the **Preserve and Greenbelt team**.

# Mowing Contract Cost Increases

Amount: \$109,430  
(ongoing)

As part of the City's ongoing efforts to enhance community spaces, provide vibrant landscaping and overall city cleanliness, the Parks & Recreation Department has contracts with landscaping companies to keep pace with increased trash, mowing, and bed maintenance.

Funding will cover annual cost increases and the expansion of one of the contracts to cover additional landscaping beds from the College Street rehabilitation project and Old Town Pocket Park.







# Old Town

## Lewisville Grand Theater Non-Theatrical Lighting System Upgrades

The Lewisville Grand Theater's original lighting systems are reaching the end of their expected service life after 15 years of operation.

- \$25,000 to continue house light replacement
- Replace controls for lobby, corridors, offices, and Art Gallery

**Amount: \$165,308**  
(one-time)



## Festival Security Meridian Barricades

Adding a fourth trailer kit of Meridian Defense Systems barricades will increase the City's inventory to 32 barricades.

This expanded capacity will strengthen traffic control and event security across nearly all major City-produced events.

**Amount: \$100,000**  
(one-time)

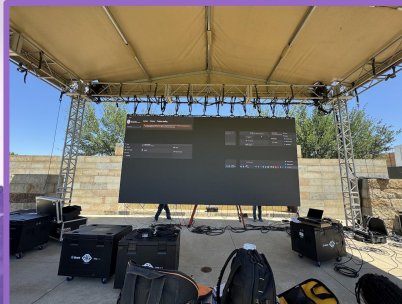


## Wayne Ferguson Plaza Stage Maintenance Funding

**Amount: \$30,000**  
(\$20,000 one-time)  
(\$10,000 ongoing)

Funding will allow for reliable routine maintenance, planned upgrades, and unexpected repairs.

- Approximately \$90,000 invested in stage equipment since 2018
- Supports proactive maintenance and long-term replacement planning
- Major projects, such as a full truss replacement, may still require separate funding





A scenic view of a river at sunset. The sky is a mix of purple, pink, and blue. In the background, a multi-lane bridge spans the river. To the left, a building with arched windows is visible. In the foreground, there are some blue structures and trees along the riverbank.

# Diverse and Thriving Neighborhoods

# Library West Entrance Surface and Interactives

Amount: \$170,000  
(one-time)

This is phase two in a plan to transform the outdoor area adjacent to the Cynthia Bennett Children's Wing into an active and welcoming space.

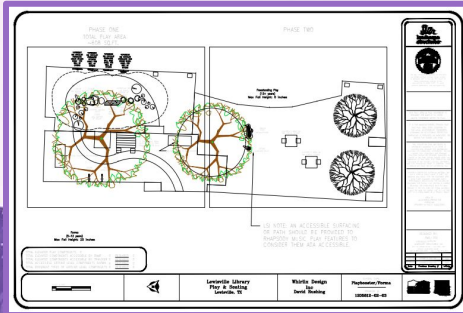
Phase two includes:

- surface leveling and drainage
- Vitripave
- Pour and Play surface treatment
- interactive play elements

Rendering



Model



# Library Seating and Study Area Furniture

Amount: \$55,023  
(one-time)

Add high-demand study furniture, replace aging Children's Wing seating, and provide a new charging station.

- Add study pods and small tables on the first and second floors
- Expand seating and workspaces for adults and teens
- Replace end-of-life chairs in the Children's Wing with bench seating
- Install a charging station in the Children's Wing



## Boat Replacement Lease Payment

**Amount: \$58,021**  
(ongoing)

Lewisville's marine units have been in service for nearly 30 years, while activity and emergency response demands on Lake Lewisville continue to grow.

The Fire Department is currently in the process of replacing one boat.

This funding will establish a sustainable replacement model based on a 20-year boat lifecycle.



## LifePak 35 Monitor/Defibrillator

**Amount: \$72,349**  
(\$59,369 one-time)  
(\$12,980 ongoing)

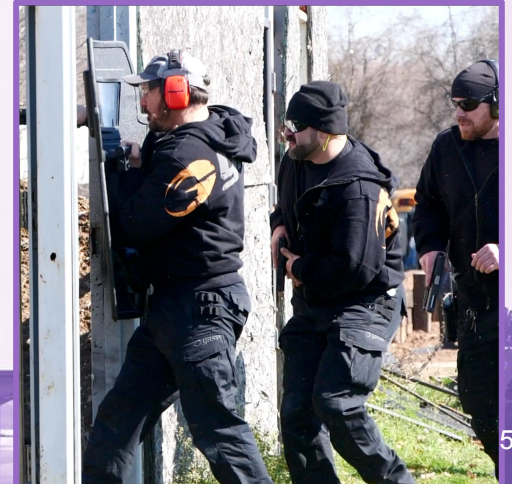
Engine 6 was recently placed into service. This funding will provide Engine 6 with the same current EMS monitoring and defibrillation equipment as other frontline apparatus. Cost includes one Lifepak 35 monitor/defibrillator and compatible charger, plus a service plan for maintenance.



## SWAT Equipment

**Amount: \$32,104**  
(\$24,774 one-time)  
(\$7,329 ongoing)

This funding will replace aging ballistic shields that have exceeded their service life and no longer meet current operational standards, plus begin funding replacement dollars for SWAT rifles.





# Consolidated Plan Consultant (CDBG)



CITY OF  
LEWISVILLE

2022 - 2026  
HUD CONSOLIDATED PLAN



Amount: \$105,000  
(one-time)

This funding would provide **\$105,000** to hire a consultant to complete the federally required five-year Consolidated Plan and Analysis of Impediments to Fair Housing Choice. Completing these plans preserves Lewisville's eligibility for approximately **\$5.97 million in CDBG and HOME funding over five years.**

- Required by HUD every five years
- Consultant work scheduled for March through August 2027
- Includes extensive data analysis and public participation
- Reduces risk of failing HUD spending and compliance requirements

A scenic view of a river at sunset. The sky is a mix of purple, pink, and blue. In the background, a multi-lane bridge spans the river. To the left, a building with arched windows is visible. In the foreground, there are some blue structures and trees along the riverbank.

# Identity, Place and Communications



# City Council Chambers & Workroom AV System Upgrade



Amount: \$356,516  
(one-time)

The City Council's audio/visual systems (last upgraded in 2020) are reaching the end of their recommended lifecycle. This funding would modernize equipment in the Council workroom, chambers, and A/V control room to improve reliability and reduce escalating maintenance costs.

- Replace equipment nearing manufacturer end-of-support
- Install a new VOIP microphone system
- Upgrade the switcher, processor, and cameras
- Add new monitors in the control room and on the Council dais

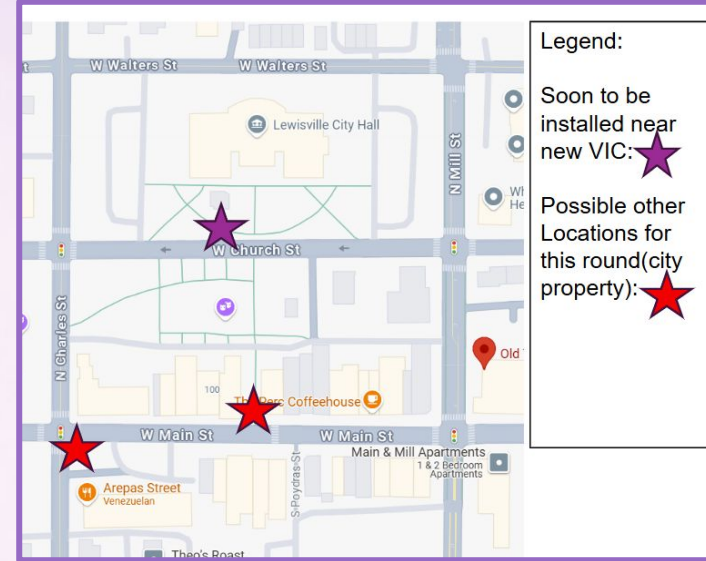


# Two Digital Kiosk Replacements in Old Town

Amount: \$112,110  
(\$108,150 one-time)  
(\$3,960 ongoing)

This funding would expand the digital kiosk network throughout Old Town while replacing failed paper kiosks in key pedestrian areas. The upgraded network will support the Tourism communication strategy and improve promotion of events, festivals, and local attractions.

- Replace paper kiosks, with fewer than half currently usable
- Add digital kiosks in high-traffic Old Town locations
- Promote programming at Wayne Ferguson Plaza and the Lewisville Grand Theater
- Highlight local venues, businesses, tours, and community events



Legend:

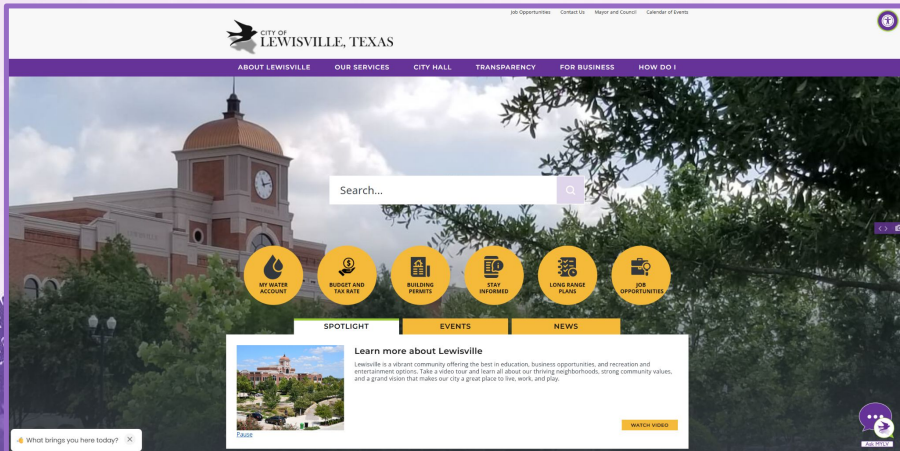
Soon to be installed near new VIC: ★

Possible other Locations for this round (city property): ★

# City Website Provider Change

Amount: \$72,342  
(one-time)

Community Engagement evaluated alternative website hosting providers due to declining vendor support and concerns over the cost of required ADA-related website changes. Following demonstrations from four vendors, this funding will allow staff to transition to a new platform.



# Expand Quartermaster & Inventory

Amount: \$258,571  
(\$190,566 one-time)  
(\$68,005 ongoing)

Convert the part-time Police Quartermaster position to full-time and establish a reliable inventory system to improve uniform issuance, onboarding, equipment accountability, and officer readiness.

- Supports uniform & equipment needs for more than 220 Police employees
- Creates a baseline inventory for faster onboarding and deployment
- Improves storeroom organization through upgraded shelving and garment racks
- Replaces and standardizes foul weather gear for 190 sworn officers
- Quartermaster processes were the subject of a Lean Six Sigma evaluation in FY 2026





The background of the slide features a scenic view of a river at sunset. The sky is a mix of deep blue and vibrant orange-pink clouds. A multi-lane bridge spans the river in the middle ground. In the foreground, there are some industrial-looking structures, possibly water treatment tanks, near the riverbank. On the left side, a portion of a building with arched windows is visible. The entire scene is framed by a light purple border with white curved lines.

# Sustainability



# Prairie Creek Litter Abatement



Amount: \$75,000  
(\$60,000 one-time)  
(\$15,000 ongoing)

Continue ongoing support for Keep Lewisville Beautiful volunteer litter abatement efforts along the Prairie Creek corridor.

A separate Halff study, expected in August 2026, will identify potential debris-control solutions that may require future supplemental funding.

- One potential pilot uses gates and netting at outflow pipes



# Existing Capital Infrastructure Funding

***Rather than using General Fund reserves, we are able to utilize CIP cash not currently allocated to projects as a funding source to fund these projects.***

**Lead & Copper Rule Improvements Consultant - Inventory Update & Quality Check**  
Amount: \$149,900 one-time

This funding will allow a consultant to perform quality assurance/quality control and updates to the City's lead service line inventory to ensure compliance with EPA's upcoming November 2027 compliance deadline for Lead and Copper Rule Improvements.



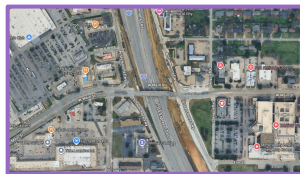
**Wastewater Plant Belt Press Concrete Repair**  
Amount: \$175,670 one-time

This funding will allow staff to repair and resort the deteriorated concrete pad at the wastewater treatment plant belt press area to ensure safe and efficient staging and movement of roll-off containers, prevent equipment damage, and maintain reliable solids handling operations.



**Green Ribbon Design**  
Amount: \$246,500 one-time

Funding will support concept design for landscape improvements. The City was notified it will receive TxDOT Green Ribbon funding for FY 2027 to support installation of landscape improvements at the I-35/Main Street interchange and the I-35/Fox Avenue interchange.



**Water & Sewer Capital Improvement Plan Infrastructure Funding**  
Amount: \$5,000,000 one-time

This funding provides cash funding for utility capital projects needed in FY 2026-2027 per the long-range Water & Sewer Capital Improvement Program. The remaining funds needed for next year's program are on the Unfunded List.



The background of the slide features a scenic view of a river at sunset. The sky is a mix of purple, pink, and blue. A bridge spans the river in the distance. In the foreground, there are some blue structures, possibly part of a construction site or a dock. On the left side, there is a building with arched windows. The overall mood is calm and serene.

# Values-Driven Organization



# Compensation Plan

Amount: \$2.7M ongoing

This year's compensation plan places an emphasis on retaining employees.

## Recruitment – achieves top third for all structures

- Market - Police, Fire, Dispatch & Detention top third market adjustments (impacts all employees)
- Market - 4.2% General Government top third market adjustment to pay plan ranges (only impacts employees below the new hiring minimums)

## Retention – progresses employees through structures

- Steps – Police, Fire, Dispatch & Detention Steps
- Merit - General Government 3% merit increase
- Job Progression continuation
- Police & Fire Field Training Officer (FTO) pay increase from \$180/mo. to \$250/mo.

TMRS rate reduction used to offset cost of compensation plan.





# Reclassification of Existing Titles

Amount: \$55,035 ongoing

Court Supervisor  
(formerly Deputy Court Clerk)

Community Development Coordinator  
(formerly Grants Specialist)

Permit Coordinator  
(formerly Senior Permit Technician)

Director of Strategic Services  
(formerly Budget Manager)



## Temporary Staffing During ERP Implementation

Amount: \$184,696  
(one-time)

Extend three temporary positions (2 full-time and 1 part-time) to maintain daily operations while experienced staff focus on Workday Phase 2, SpryPoint utility billing implementation, system testing, training, and post-launch stabilization.

- **Customer Service Representative:** through FY27
- **Part-Time Accountant:** through December 2026
- **HR Technician:** through FY 2027

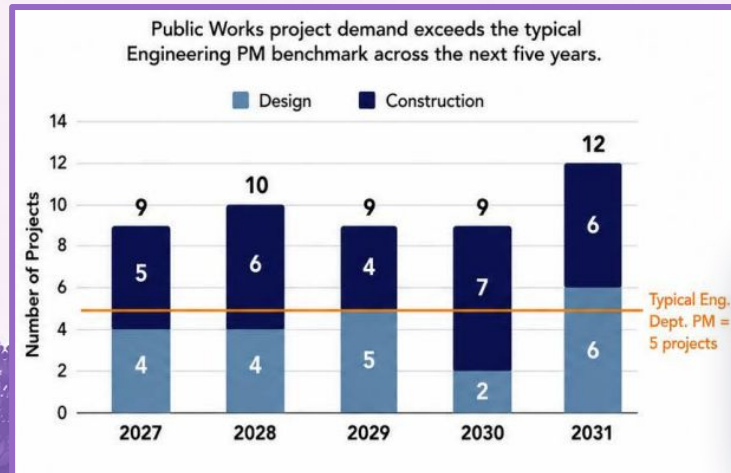


## Capital Project Manager

Amount: \$22,656  
(\$3,000 one-time)  
(\$19,656 ongoing)

Add 1 Capital Project Manager to help prevent delays in water and wastewater capital projects. The position would support a growing and increasingly complex project portfolio while improving schedule management, quality control, and cost oversight.

- Supports water/wastewater projects
- Helps maintain reliable service and accommodate future growth
- Reduces project delays and cost escalation
- Improves oversight of complex construction and design work



Full expense:  
\$139,898

Bulk of this coded to the projects the CPM will work on.

# City Facility AED Program



Amount: \$48,202

(\$39,718 one-time)

(\$8,484 ongoing)

This request would replace AEDs in City facilities that have reached the end of manufacturer support

- Replace 18 aging AEDs in City facilities
- Includes ongoing service and maintenance plan costs

A scenic view of a river at sunset. The sky is a mix of purple, pink, and blue. In the background, there is a bridge and some buildings. In the foreground, there are some blue structures and trees. The overall mood is calm and serene.

# Data-Driven Organization



## ERP Additional Funding

Amount: \$62,327  
(ongoing)

Cover scheduled Workday ERP system payments in Years 2 and 3.

Workday implementation is scheduled to go live October 1, 2026.



## Utility Billing System Software Funding

Amount: \$164,952  
(ongoing)

The City's current utility billing system will reach end-of-life next fiscal year, ending vendor support, updates, and security patches. Replacing it will protect customer data, maintain uninterrupted billing operations, improve resident service, and consolidate two systems into one modern platform.



## Fuel Management System Replacement

**Amount: \$136,639**

(\$121,746 one-time)

(\$14,893 ongoing)

A critical vendor failure shut down City fueling operations for approximately one day, preventing all vehicles, including first responders, from accessing fuel. Because the cause remains unknown and the current system lacks a reliable recovery plan, this funding will replace it with a modern, fully supported fuel management system.

- Protects fuel access for emergency and essential City vehicles
- Restores reliable fuel tracking, billing, and state reporting
- Improves vendor support and response capability



## Grand Theater Booking Management System Change

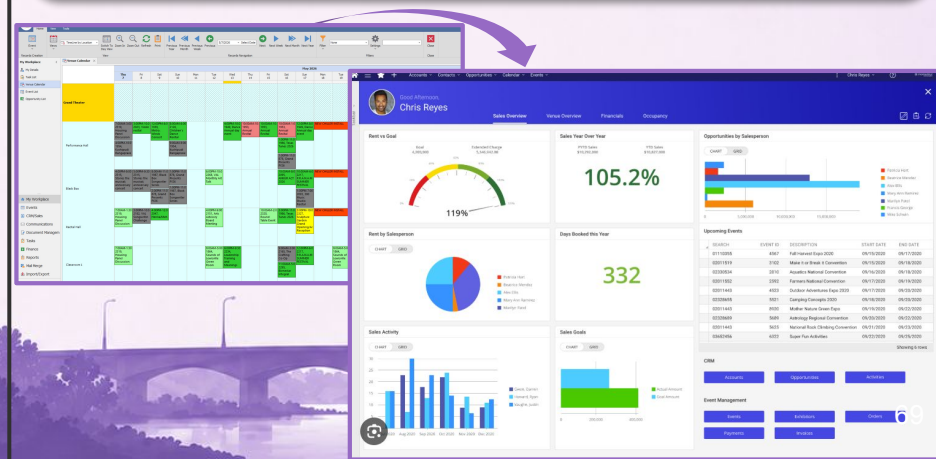
**Amount: \$26,590**

(\$21,110 one-time)

(\$5,480 ongoing)

The Lewisville Grand's Booking management system supports nearly every aspect of rental operations, including scheduling, contracts, payments, client records, equipment, and event details. This funding supports transitioning to a more user-friendly system with stronger reporting capabilities.

- Improves staff usability and operational efficiency
- Provides stronger data, event, and client reporting
- Supports calendars, contracts, payments, inventory, and event execution
- Provides temporary overlap funding to maintain service during conversion



# Axon Public Safety Contract (Year 2 of Phased Plan)



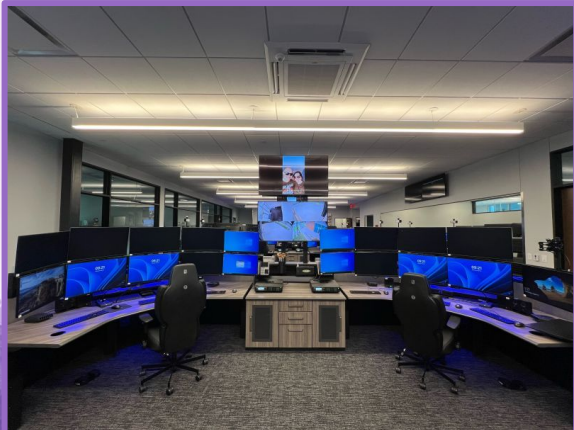
Amount: \$931,674  
(\$546,674 one-time)  
(\$385,000 ongoing)

Full expense for AXON Base Contract:  
\$1,431,673.55

The City entered into a five-year Axon contract in October 2025 covering public safety technology including TASER 10, Evidence.com, Drone First Responder, and several AI-supported tools. The City will phase in the cost of this contract over multiple years.

- Includes TASER 10, Evidence.com, Drone First Responder, and AI tools
- AI tools include Draft, Translate, Redaction, FUSUS, and Prepared 911

# Law Enforcement Equipment and Technology



Amount: \$40,414

(\$35,014 one-time)

(\$5,400 ongoing)

This funding package supports targeted upgrades to investigative equipment, digital evidence handling, dispatch quality assurance, and Police facility security. These investments will replace aging technology, maintain drone operations, strengthen CJIS compliance, and improve operational effectiveness.

- Replace 4 GPS trackers and add an infrared surveillance pole camera
- Renew DroneSense software for the Department's existing drone fleet
- Purchase 21 Faraday bags for secure electronic evidence storage and transport
- Add Higher Ground screen recording for dispatch training and quality assurance



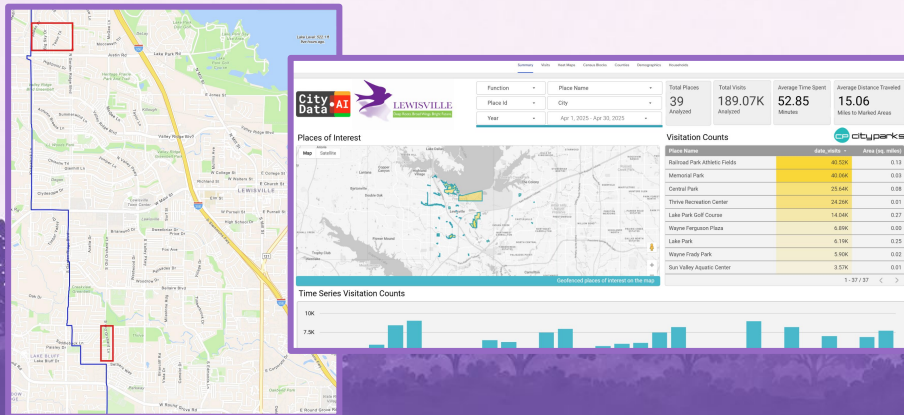
# Project Smarter - PARD Style

Amount: \$315,000  
(one-time)

This package features a combination of initiatives and projects that answer the City Manager's call to "work smarter not harder."

Projects, programs and software submitted for consideration include:

- City Data Mapping
- Autonomous Mowers at Railroad Park
- Pollinative Prairie Expansion 3.0
- Smart Irrigation Controller Conversion
- Spark Tank 3.0



# Placer.ai

Amount: \$8,000  
(ongoing)

Placer.ai would provide Economic Development and Tourism & Community Engagement with a shared platform for analyzing foot traffic, visitor behavior, and market trends. The data would strengthen event evaluation, marketing, business recruitment, and economic development decisions with independent, location-based insights.

- Measure and validate event attendance
- Map visitor origins and travel patterns
- Compare performance across major City events
- Support targeted marketing and business recruitment



# Placer.ai



# Connected City

# PC Replacements

Amount: \$409,095  
(one-time)

Replace City computers five years old or older to maintain employee productivity and reduce the risk of failures, data loss, and extended downtime. A consistent replacement cycle supports predictable budgeting, preserves warranty coverage, and prevents ITS resources from being overwhelmed by aging equipment.

- Replaces devices at or beyond their expected five-year lifecycle
- Addresses a growing hardware support burden
- ITS logged **504 hardware-related tickets across 17 departments** last year



# Park Wi-Fi Expansion

Amount: \$70,849  
(\$67,749 one-time)  
(\$3,100 ongoing)

Expands public Wi-Fi network to five additional parks. The new network will support park visitors, provide a foundation for cameras and smart park technology, and allow service capacity to grow based on actual usage.

- Designed to support **5–10 concurrent** users at each location
- Uses 5G and solar power to reduce installation costs and complexity
- Locations: Daffodil Park, Hebron Parkway Kayak Launch, Dragon Park, Valley Ridge Greenbelt Park, and Pirate Park



# Library Signage and Wayfinding



Amount: \$116,505  
(one-time)

This request would modernize the Library's aging interior signage and improve navigation throughout the 78,000-square-foot facility. The one-time \$116,505 investment includes final design, bid documents, custom signage, installation, and quality inspection.

- Replaces signage originally installed in 2006
- Adds updated room, column, entrance, and service-area signage
- Introduces custom jewel-toned graphics matching the Library's Luminous artwork



The background of the slide features a scenic view of a river at sunset. The sky is a mix of purple, pink, and blue. A multi-lane bridge spans the river in the middle ground. In the foreground, there are some blue industrial containers or small buildings near the water's edge. On the left side, a portion of a building with arched windows is visible. The entire scene is framed by a white rounded rectangle containing the title text.

# Infrastructure & Equipment

# Jail Generator Upgrade

Amount: \$259,386  
(one-time)

Replace the Jail's undersized generator with a full-capacity 200 kW unit capable of powering the entire facility during an outage.

The upgrade will:

- Reduce operational disruptions
- Complete associated electrical system improvements
- Provide backup power for the full Jail facility
- Eliminate reliance on extension cords and temporary power distribution



# Meter Vault Rehabilitation and Replacement

Amount: \$56,899  
(one-time)

Rehabilitate or replace 19 deteriorated water meter vaults serving large commercial customers.

- Correct damaged or missing handles, hinges, and locks
- Reduce slip, trip, fall, and injury risks
- Improve safe access for utility staff
- Ensure reliable access for meter reading, maintenance, and service operations.



Damaged / misaligned lids



Broken or unstable  
access covers



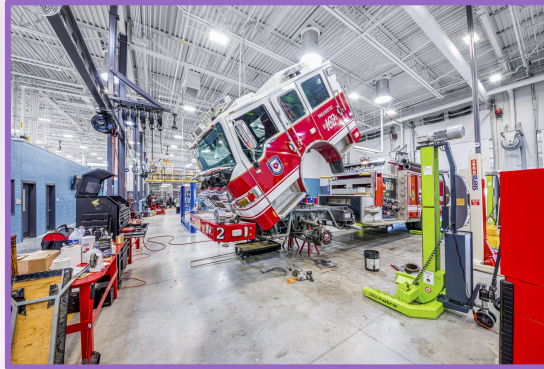
Open vault hazard 77

# Fleet Parts and Contract Administrator Vehicle

Fleet Parts  
Amount: \$100,000  
(ongoing)

- Current proposed budget: **\$733,000**
- Requested increase: **\$100,000**
- Revised budget: **\$833,000**
- Three-year average expense: **\$862,000**

City staff anticipate the increase in proactive maintenance practices will help stabilize parts costs over time.



Purchase Vehicle for Contract  
Administrator  
Amount: \$61,298  
(\$54,787 one-time)  
(\$6,511 ongoing)

This request would provide a dedicated vehicle for the Streets Contract Administrator, who frequently travels to active construction sites and meets with inspectors, field crews, other departments, and residents. A dedicated vehicle will reduce delays, improve project oversight, and support more timely and responsive project delivery.



# Existing Capital Infrastructure Funding

***Funding for this request is in the base budget and will result in a one-time reallocation of infrastructure dollars that would have otherwise been directed to street infrastructure.***

## Traffic System Modernization & Sign Replacement

Amount: \$4,047,470 one-time

This funding will reallocate base street infrastructure dollars one time in FY 2027 to:

- upgrade the traffic signal detection system (camera-based system to sense traffic at an intersection) across 101 intersections
- begin replacing deteriorated traffic signs, including signs in Old Town.





# Utility Equipment Replacement CIP Funding

Amount: \$338,125  
(ongoing)

Increase annual funding for the Utilities Equipment Replacement CIP by **\$338k**, bringing total annual funding to approximately **\$1.12 million** in alignment with the updated Asset Replacement Plan.

Adequate funding will support:

- Timely replacement of critical water and wastewater equipment before failures occur
- Reduced emergency costs and
- Reduced service disruption risks.



## 5-Year Replacement Plan

### Water Production

**\$3.70M**

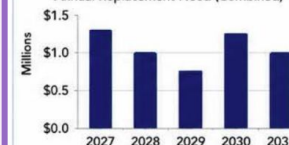
### Wastewater Treatment

**\$2.01M**

### Combined 5-year plan

**\$5.71M**

#### Annual Replacement Need (Combined)



# Purchased Water Rate Increases (DWU & UTRWD) and Purchased Water Capacity Increase (DWU)

Rate Increases: \$904,903  
(ongoing)

Funding will cover annual rate increases from Dallas Water Utilities and the Upper Trinity Regional Water District. Because these externally driven costs cannot be absorbed without affecting other operations, funding is needed to maintain reliable water service and avoid future budget shortfalls.

- Covers expected wholesale water rate increases
- Supports rising provider costs for operations, infrastructure, and regulatory compliance
- Protects existing utility operations and service levels



0.5 MGD Capacity Increase:  
\$193,335  
(ongoing)

Funding will provide increase purchased water capacity from Dallas Water Utilities by **0.5 million gallons per day** to meet projected demand and maintain reliable service during peak periods. Securing the capacity in advance also provides emergency backup while the City continues planning for expanded internal water production.

- Supports continued growth and rising water demand
- Provides additional capacity during peak usage periods
- Maintains service during plant outages, equipment failures, or extreme weather
- Meets DWU's six-month advance notice requirement

# Radio Refresh, Replacement, & Subscription



Amount: \$2,764,774  
(\$2,700,860 one-time)  
(\$63,914 ongoing)

Continue the phased replacement of aging portable, mobile, and base station radios used across City departments. The next phase prioritizes remaining frontline portable radios while establishing a sustainable replacement plan for mobile and console equipment.

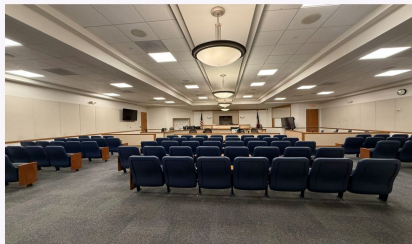
- Purchase **portable radios** for PARD, Animal Services, Public Works, and Fire Inspectors, and Police & Fire
- Replace **aging mobile and base station radios**
- Adds 21 newer TMPSC consolettes to a formal 10-year replacement cycle
- Improves communication reliability, interoperability, and emergency response

While a portion of this request is in the base budget (\$1.56M), another \$1.2M will come from existing available CIP cash for a total of \$2.76M.

# Annex Renovation & Heritage Design Consultant

## A courtroom that reflects the dignity of the proceedings

BEFORE



Existing Court Room - 2004-era finishes, original audience seating.

AFTER (DESIGN RENDERING)



Refreshed Court Room with new bench, jury box, finishes, and AV.

Amount: \$1,611,452 (one-time)

Funding will be added to the existing capital project budget to cover construction for public-facing and departmental staff areas.

Funding will also be used to develop a professionally curated historical exhibit at the Lewisville Municipal Annex, following City Council's feedback of the concept in June.

**Rather than using General Fund reserves, we are able to utilize CIP cash not currently allocated to projects as a funding source to fund this projects.**

## L. James Kunke Heritage Collection | Preserving the Lewisville Story

BEFORE



Main Lobby today - beige walls, carpet, dated wayfinding.

AFTER (DESIGN RENDERING)



Bright atrium, L. James Kunke Heritage Collection, City seal medallion in the floor.



# Summary of Base Budget

New funding and the use of fund balance for Fiscal Year 2027 is being used primarily to address the Strategic Move of operating the city as a **Values Driven Organization** at **17.5%** of expenditures.

The Big Move **Green Centerpiece** received the second most amount of funding at **16.8%** of expenditures.

Despite not being a Big Move or Strategic Move, **Infrastructure & Equipment** received a large amount funding at **20.0%** of expenditures



# Residential Municipal Cost of Service Comparison (per City of Carrollton's Published Analysis)

RESIDENTIAL MUNICIPAL COST OF SERVICE COMPARISON

| OVERALL RANK <sup>(1)</sup> | CITY           | POP. <sup>(2)</sup> | VALUE <sup>(3)</sup> | HOMESTEAD VALUE | TAX RATE | HOMESTEAD EXEMPTION | CITY SALES TAX RATE | ANNUAL PROPERTY TAXES <sup>(8)</sup> | ANNUAL WATER CHARGE <sup>(4)</sup> | ANNUAL SEWER CHARGE <sup>(4)</sup> | ANNUAL DRAINAGE CHARGE <sup>(5) (6)</sup> | ANNUAL SANITATION CHARGE <sup>(7)</sup> | TOTAL ANNUAL CHARGE | COMBINED WATER & SEWER | SALES TAX |
|-----------------------------|----------------|---------------------|----------------------|-----------------|----------|---------------------|---------------------|--------------------------------------|------------------------------------|------------------------------------|-------------------------------------------|-----------------------------------------|---------------------|------------------------|-----------|
|                             |                |                     |                      |                 |          |                     |                     |                                      |                                    |                                    |                                           |                                         |                     |                        |           |
| Lewisville                  |                | 140,880             | \$ 430,061           | 1.000           | 0.422435 | 0%                  | 1.25%               | 1,817                                | \$ 826                             | \$ 326                             |                                           |                                         |                     |                        |           |
| 4                           | Farmers Branch | 40,246              | \$ 430,061           | 0.800           | 0.543500 | 20%                 | 1.00%               | 1,870                                | 1,043                              | 575                                | 66                                        | 60                                      | 3,614               | 1,618                  | 0.0825    |
| 5                           | Plano          | 299,262             | \$ 430,061           | 0.800           | 0.417600 | 20%                 | 1.00%               | 1,437                                | 875                                | 1,094                              | 63                                        | 229                                     | 3,698               | 1,969                  | 0.0825    |
| 6                           | Frisco         | 235,615             | \$ 430,061           | 0.800           | 0.425517 | 20.0%               | 2.00%               | 1,464                                | 965                                | 1,074                              | 73                                        | 286                                     | 3,861               | 2,038                  | 0.0825    |
| 7                           | Allen          | 107,328             | \$ 430,061           | 0.950           | 0.417500 | 5%                  | 2.00%               | 1,706                                | 1,007                              | 980                                | 42                                        | 248                                     | 3,983               | 1,987                  | 0.0825    |
| 8                           | Arlington      | 413,955             | \$ 430,061           | 0.800           | 0.599800 | 20%                 | 2.00%               | 2,064                                | 663                                | 915                                | 114                                       | 262                                     | 4,018               | 1,578                  | 0.0825    |
| 9                           | Addison        | 17,837              | \$ 430,061           | 0.800           | 0.609822 | 20%                 | 1.00%               | 2,098                                | 792                                | 739                                | 202                                       | 193                                     | 4,024               | 1,531                  | 0.0825    |
| 10                          | Irving         | 266,162             | \$ 430,061           | 0.800           | 0.589100 | 20%                 | 1.00%               | 2,027                                | 707                                | 750                                | 137                                       | 458                                     | 4,079               | 1,457                  | 0.0825    |
| 11                          | McKinney       | 226,181             | \$ 430,061           | 1.000           | 0.415513 | 0%                  | 2.00%               | 1,787                                | 1,021                              | 1,036                              | 54                                        | 257                                     | 4,155               | 2,057                  | 0.0825    |
| 12                          | Fort Worth     | 1,033,932           | \$ 430,061           | 0.800           | 0.672500 | 20%                 | 1.00%               | 2,314                                | 768                                | 773                                | 101                                       | 227                                     | 4,183               | 1,541                  | 0.0825    |
| 13                          | Denton         | 159,518             | \$ 430,061           | 0.995           | 0.595420 | 0.5%                | 1.50%               | 2,548                                | 628                                | 724                                | 65                                        | 330                                     | 4,295               | 1,352                  | 0.0825    |
| 14                          | Grand Prairie  | 215,210             | \$ 430,061           | 0.825           | 0.660000 | 17.5%               | 1.75%               | 2,342                                | 785                                | 885                                | 65                                        | 240                                     | 4,317               | 1,670                  | 0.0825    |
| 15                          | Dallas         | 1,385,989           | \$ 430,061           | 0.800           | 0.704700 | 20%                 | 1.00%               | 2,425                                | 718                                | 768                                | 134                                       | 516                                     | 4,561               | 1,486                  | 0.0825    |

The background of the slide features a scenic view of a river at sunset. The sky is a mix of purple, pink, and blue. A multi-lane bridge spans the river in the middle ground. In the foreground, there are some blue structures, possibly docks or small buildings, along the riverbank. On the left side, a portion of a building with arched windows is visible. The entire scene is framed by a light purple border with white curved lines.

# Discuss Recommendations for Unfunded Items



The background of the slide features a scenic view of a river at sunset. The sky is a mix of purple, pink, and blue. A multi-lane bridge spans the river in the middle ground. In the foreground, there are some blue structures, possibly storage containers or small buildings, near the water's edge. On the left side, a portion of a building with arched windows is visible. The entire scene is framed by a light purple border with white curved lines.

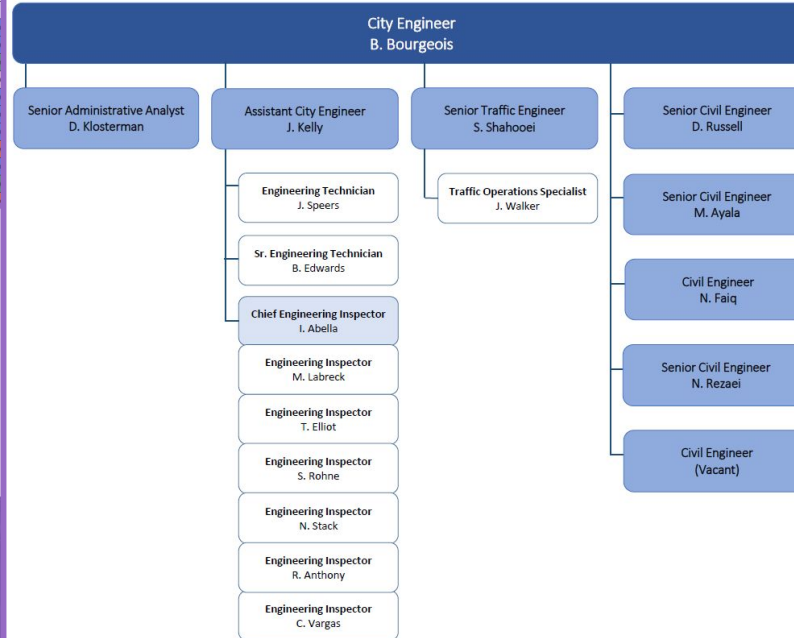
# Unfunded- General Fund



# Engineering Manager

| Project                                                   | FY 2026 | FY 2027 | FY 2028 | FY 2029 | FY 2030 |
|-----------------------------------------------------------|---------|---------|---------|---------|---------|
| Corporate Drive Segment 2                                 | X       | X       | X       |         |         |
| Corporate Drive Segment 3                                 | X       | X       | X       |         |         |
| Corporate Drive Segment 4*                                | X       | X       | X       | X       | X       |
| Corporate Drive Segment 5                                 | X       | X       | X       | X       | X       |
| West College Street Reconstruction Phase 1                | X       | X       | X       |         |         |
| Civic Circle & Valley Parkway                             | X       | X       | X       |         |         |
| East College Street (Complete Streets Grant Project, RTR) | X       | X       | X       | X       | X       |
| I-35 Phase 1B Aesthetics                                  | X       | X       | X       | X       | X       |
| IH-35E UT Relocations Reimbursement                       |         | X       | X       |         |         |
| Jones & Kealy FLAP Grant                                  | X       | X       |         |         |         |
| King Arthur Drive Traffic Calming                         | X       | X       | X       |         |         |
| Valley Vista Drainage                                     | X       | X       | X       | X       | X       |
| LID Traffic Phase 1                                       | X       | X       | X       | X       | X       |
| Hollford's Prairie Road                                   | X       | X       | X       | X       | X       |
| McKenzie-Hembry Ph 1                                      | X       | X       | X       | X       | X       |
| Old Town TOD Drainage Study                               | X       | X       | X       | X       | X       |
| NWOT Streets                                              | X       | X       | X       | X       | X       |
| Southwest Parkway - Complete Streets                      | X       | X       | X       | X       | X       |
| South Kealy Avenue Phase 1                                | X       | X       | X       | X       | X       |
| Huffines Blvd Ext.*                                       | X       | X       | X       | X       | X       |
| East Main Street Sewer Crossing                           | X       | X       | X       | X       | X       |
| North Cowan Ave/ 42nd WL Phase 1                          | X       | X       | X       | X       | X       |
| North Cowan Ave/ 42nd WL Phase 2                          | X       | X       | X       | X       | X       |

Engineering Department  
Reporting Relationships Organizational Chart



Amount: \$205,602  
(\$5,456 one-time)  
(\$200,146 ongoing)

Creating a dedicated Engineering leadership role will strengthen project oversight, improve staff development, and reduce costly turnover. The position will help ensure complex Capital Improvement Projects are delivered efficiently while building a pipeline of future engineering leaders.

- Provides management-focused leadership for complex, multi-million-dollar CIP projects
- Creates a clear promotion and mentorship pathway for junior engineers
- Improves employee retention and protects institutional knowledge
- Supports on-time, on-budget delivery of critical infrastructure projects

# Winter Weather Response

**Sand Spreader**  
**Amount: \$185,509**  
(\$160,146 one-time)  
(\$25,363 ongoing)

Purchase **3 modern hydraulic spreaders** to improve response time, reliability, and coverage.

Existing Spreaders:

- Currently operating with a reduced number of spreaders
- Limit the City to 33% capacity for winter-weather coverage across eight work regions.
- Unreliable, frequent repairs
- Create delays and safety concerns during emergency operations



**Brine Storage Expansion**  
**Amount: \$53,395**  
(one-time)

Add three 10,000-gallon tanks to:

- increase brine storage from 15,000 to 45,000 gallons
- support up to **four** pre-treatment cycles per storm

Expanded storage will allow crews to produce brine in advance instead of during active winter weather, improving response time and operational readiness.

Other benefits:

- Reduces overtime
- Less equipment wear
- Reduced labor strain
- Fewer safety risks caused by continuous storm-time production.

# Technology Plan Items

## Endpoint Protection Consolidation Amount: \$88,375 (ongoing)

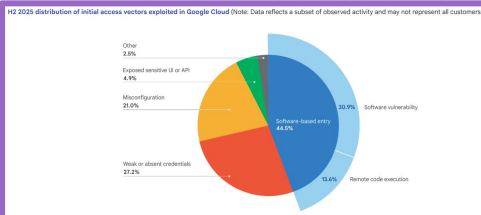
Combines the City's cybersecurity tools into one system, making it easier to protect computers, files, logins, and cloud services while identifying and responding to threats faster.

## Digital Archive Solution Amount: \$68,398 (\$16,648 one-time) (\$51,750 ongoing)

Replaces and expands the City's records system so emails, texts, and online communications are securely saved, easier to find, and available for public information requests.

## Wireless AP Replacements Amount: \$209,854 (one-time)

Replaces outdated Wi-Fi equipment to improve speed, reliability, security, and support for more connected devices.



# Fire Inspector



Amount: \$120,625

(\$12,450 one-time)

(\$108,174 ongoing)

Required fire inspections and code follow-up are exceeding the Fire Marshal's Office's current staffing capacity. This request would add one Fire Inspector to maintain consistent service levels, improve inspection completion, and strengthen code enforcement follow-up.

- Increases capacity for required fire inspections
- Improves follow-up on code violations and deficiencies
- Supports consistent service as demand continues to grow
- If funded, would also fund an additional \$48,000 for vehicle from the Maintenance and Replacement Fund



# Fire Inspector



## KEY METRICS

CURRENT INSPECTION ENVIRONMENT



4,217

COMMERCIAL  
OCCUPANCIES



106

APARTMENT  
COMMUNITIES



1,439

APARTMENT  
BUILDINGS



27,729

APARTMENT  
UNITS



69M+

SQ FT OF  
COMMERCIAL SPACE



860

NEW OCCUPANCIES  
ADDED (5 YEARS)



A growing community requires consistent inspections  
to ensure safety, compliance, and risk reduction.



## LEWISVILLE'S COMMERCIAL GROWTH

Consistent development activity continues to drive inspection demand.

Source: Lewisville Economic Development (3/17/2026)



12 MONTH DELIVERED  
COMMERCIAL SQUARE FOOTAGE

5,571,951

This metric subtracts the total demolished square footage from the total square footage completed in the past 365 days and includes both commercial alterations and new commercial development. The square footage in this calculation is based on active building permits that were closed in the last year. Permit activity fluctuates from year to year based on greater economic conditions and the timeline and review process of general development projects.



Source dataset: [webpage](#) | [csv](#)



UNDER CONSTRUCTION  
COMMERCIAL SQUARE FOOTAGE

5,814,380

The amount of commercial square footage currently under construction according to active issued building permits in MyGovernmentOnline. This metric includes all new commercial construction, shell buildings, apartments, and commercial alterations.



Source dataset: [webpage](#) | [csv](#)



OVER 11.3 MILLION SQUARE FEET  
OF COMMERCIAL SPACE DELIVERED  
OR UNDER CONSTRUCTION.



MORE DEVELOPMENT.  
MORE INSPECTIONS.  
GREATER DEMAND.

# Fire Inspector



## WORKLOAD REALITY

Fire inspections involve far more than annual occupancy checks.



# Fire Inspector



## INVESTING IN SAFETY. DELIVERING RESULTS.

*Adding 1 Inspector Strengthens Our Operations and Protects Our Community*



### REQUEST



#### ADD 1 INSPECTOR



Improves Operational Performance



Improves risk posture



Positions department to make data-driven staffing decisions in future budget cycles



2

#### INSPECTOR GAP

TO MEET NFPA 1730 (1750)  
STAFFING STANDARDS



### WHAT SUCCESS LOOKS LIKE



**100%**  
inspection compliance



Reduced  
community fire risk



Improved  
multi-family safety



Supports  
safe city growth



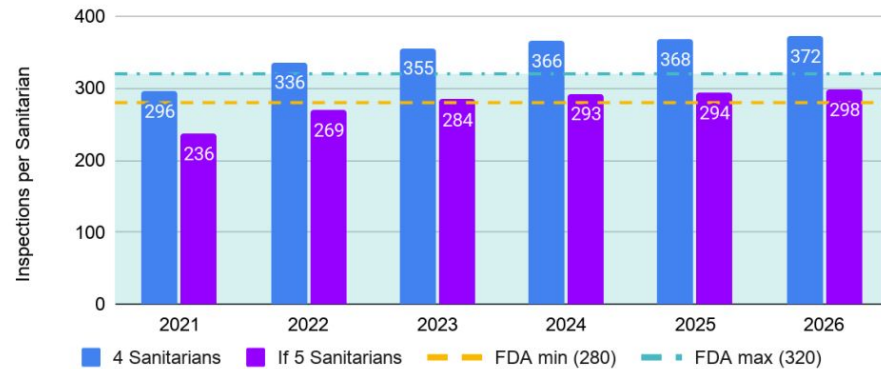
Sustainable  
workload for staff



**Adding 1 inspector helps us close the gap, meet industry standards, and better serve our community.**

# Sanitarian

Routine food safety inspection goals per Sanitarian vs. FDA standard



Amount: \$98,811

(\$4,440 one-time)

(\$94,371 ongoing)

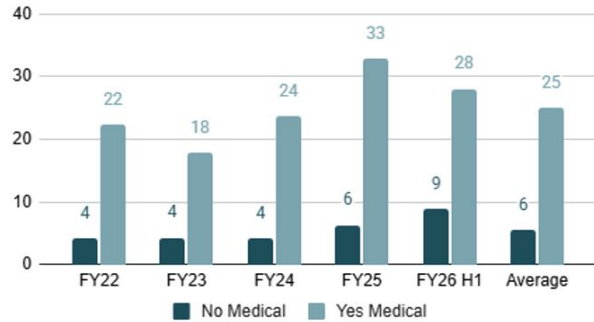
Health inspection demand has grown significantly since 2020, including a 34% increase in inspections and approximately 150 additional food establishments, while staffing has remained unchanged. This request would add one Sanitarian to maintain inspection schedules, respond to complaints, and support expanding food and aquatic facility programs.

- Adds 1 Sanitarian position
- Helps reduce workloads currently above national benchmarks
- Improves complaint response and seasonal program support
- If funded, would also fund an additional \$29,042 for vehicle from the Maintenance and Replacement Fund

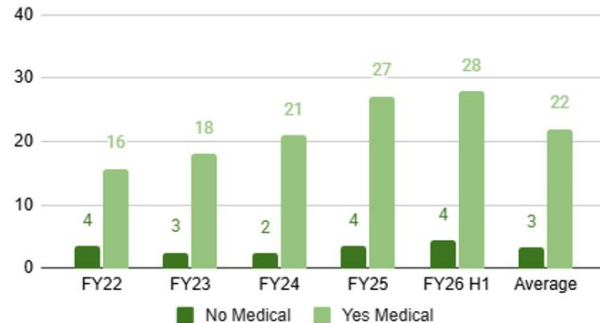


# Veterinary Technician (Part-Time)

Cats average length of stay, medical vs no medical



Dogs average length of stay, medical vs no medical



Amount: \$21,156  
(ongoing)

This request is for a part-time veterinary technician at the Animal Shelter. Medical responsibilities are currently distributed amongst shelter supervisors, the manager, officers, and technicians, which can impact animal care negatively.

- On surgery days, there is no in-house vet tech available to assist the RSVP veterinarian and staff is resorting to hiring an external tech through RSVP
- One day each week, the Shelter Supervisor is reassigned to assist with the high volume of sterilization procedures required on a regular basis
- On days with increased public traffic and a higher number of animals in the facility, tasks like intakes and blood draws may be delayed

# Urban SDK Software

Amount: \$22,368  
(ongoing)

## Precision Metrics for Speed and Vehicular Volume

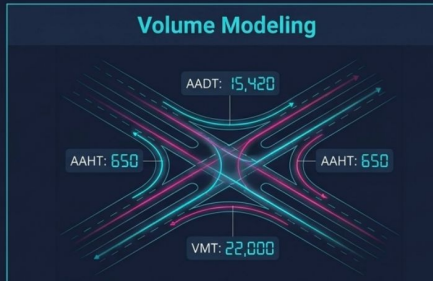


### Key SOW Deliverables:

Continuous tracking of Average, 85th Percentile, and 95th Percentile speeds.

### Resolution:

High-resolution analysis available by hour or daily period across all major road segments.



### Key SOW Deliverables:

Machine-learning modeled volume data covering the full road network.

### Metrics Tracked:

AADT (Annual Average Daily Traffic), AAHT (Annual Average Hourly Traffic), and VMT (Vehicle Miles Traveled).

### Mechanism:

Combines advanced algorithms with existing ground-truth traffic counts to provide comprehensive daily, hourly, and annual insights.

Urban SDK Software provides citywide roadway analytics that replace manual traffic studies with faster, data-driven insights for safety, planning, enforcement, and congestion management.

- Validates speeding complaints and supports traffic-calming decisions
- Provides speed, delay, congestion, volume, AADT, and VMT data
- Identifies high-risk locations and times for targeted enforcement
- Integrates historical and real-time traffic information into one platform
- Reduces staff time, field inspections, and consultant reliance

# Two School Resource Officer Rovers - LISD 75% and City 25%



Amount: \$133,869

(\$45,886 one-time)

(\$87,982 ongoing)

This request would add two consistent, trained School Resource Officers in elementary schools to improve campus safety and emergency response coordination. The program would strengthen relationships with students and staff while aligning Lewisville with LISD and regional best practices.

- Provides dedicated TCOLE-compliant officers
- Builds familiarity with campuses, staff, and students
- Strengthens trust through community-based policing
- Funded 75% by LISD and 25% by City of Lewisville

# Centralized Volunteer Management



Amount: \$61,897  
(ongoing)

Following the successful FY26 launch of the Lewisville United Volunteers program, this request would establish **recurring annual funding**. Ongoing support will maintain centralized volunteer coordination and provide the resources needed to recruit, screen, and engage volunteers across the City.

- Converts one-time funding into an ongoing program
- Supports a part-time volunteer coordination position
- Covers required volunteer background checks
- Funds program outreach and marketing



# Social Services - Salvation Army CODE BLUE Weather Shelter



Giving  
Hope  
Today

Amount: \$20,000  
(ongoing)

Provide **\$20,000 in funding** to help sustain Salvation Army shelter services as community need increases and federal funding becomes more restrictive and uncertain.

- Maintains critical shelter assistance for Lewisville residents
- Provides greater funding stability and local control
- Reduces reliance on federal funds with changing eligibility and compliance requirements
- Helps nonprofit partners continue serving vulnerable residents without adding barriers to assistance

# Zencity Community Survey

Amount: \$42,498  
(ongoing)

This request would convert last year's one-time funding for Zencity's Community Survey module into ongoing funding within the Community Engagement budget. The platform provides more comprehensive and actionable resident feedback than the City's previous telephone-based satisfaction survey.

- Establishes recurring funding for the survey platform
- Supports ongoing measurement of resident sentiment
- Improves data collection and community engagement
- Helps inform City priorities, services, and decision-making



# Neighborhood Vitality Program

Amount: \$62,000  
(ongoing)



## PROPERTY ENHANCEMENT PROGRAM

Financial grant-rebate program to assist with exterior home repairs



## NEIGHBORHOOD ENHANCEMENT PROGRAM



## LOVE YOUR BLOCK



## MINOR HOUSING REHAB PROGRAM



## ROCK THE BLOCK TRAILER



## NEIGHBORHOOD REGISTRATION

This **\$62,000 funding package** would continue three existing resident assistance programs and add new scope-of-work support for the Minor Housing Rehabilitation Program. The funding will help address housing repairs, code-related needs, and neighborhood improvement projects for approximately **46 households**.

- **PEP Plus:** \$30,000 serving 6 households
- **For the Love of Lewisville:** \$5,000 serving 20 households
- **Code Abatement:** \$25,000 serving 5 households
- **MHRP Scope of Work:** \$2,000 serving 15 households

# Public Works Equipment

Service Truck for Concrete Crew  
Amount: \$87,003  
(\$77,130 one-time)  
(\$9,873 ongoing)

Purchase a dedicated utility service truck for the concrete crew to eliminate delays caused by shared vehicles and repeated loading and unloading of tools and materials.

Supports crews completing multiple pours at different locations while improving mobility, response time, and field productivity.

Helps close the current workload gap of 8–9 weekly work orders received versus 3–6 completed, reducing backlog without adding staff.



Rotating Grapple  
Amount: \$39,875  
(one-time)

Purchase a rotating hydraulic grapple to improve storm debris removal and routine maintenance operations.

The attachment will safely handle large trees, limbs, and loose debris while operating efficiently in tight or restricted areas.

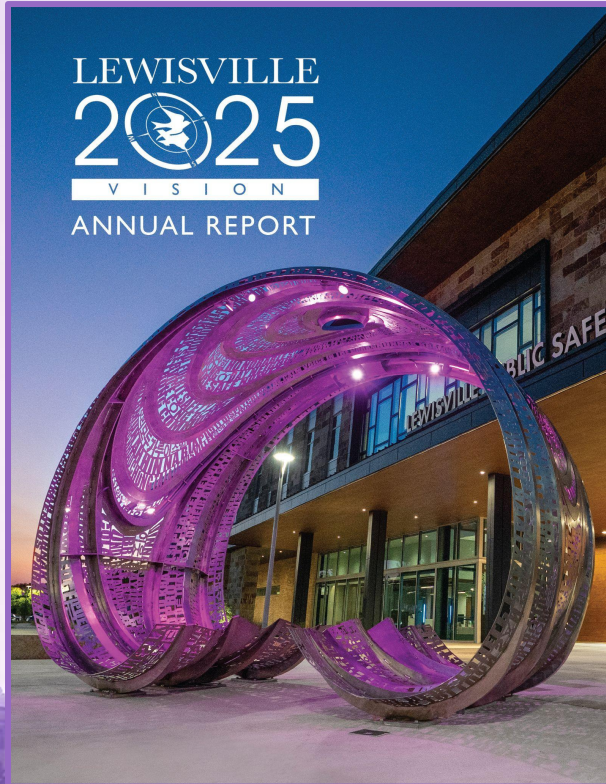
Reduces manual labor, equipment repositioning, cleanup time, and safety risks for crews.



Image courtesy of Ford



# Annual Report (Video)



Amount: \$21,095  
(ongoing)

This request would establish **\$21,095 in ongoing funding** for the City's annual resident report, with a shift from printing hard copies of the report to a video-only report, with QR codes mailed to residents.

The award-winning publication is released each February and highlights departmental accomplishments, progress on the Lewisville 2025 vision plan, and priorities for the coming year.

- Converts prior one-time funding to ongoing support
- Highlights major City accomplishments and upcoming initiatives
- Supports transparent communication with the community

# Canva Enterprise Platform

Canva  
Enterprise

Amount: \$23,000

(\$5,000 one-time)

(\$18,000 ongoing)

This request would provide a centralized, secure design platform for Citywide communications, improving consistency, collaboration, and turnaround time across departments. The annual enterprise license would support 50 users while reducing reliance on outside design services.

- Includes **50 enterprise licenses**
- Standardizes City branding and public-facing materials
- Supports flyers, presentations, social media, and reports
- Improves collaboration, asset management, security controls and production time

# Samsara for Public Safety Vehicles

Amount: \$38,986  
(ongoing)

## Live GPS tracking that can scale

Improve fleet productivity [ + ]

Share live tracking with customers [ + ]

Protect your assets from theft [ + ]

Gain visibility into fleet performance [ - ]

Live vehicle tracking and data provides insights into your fleet's routes, trip history, and fuel usage.

| All     | 71            | Scheduled            | 41                     | En Route           | 23                | Completed         | 7 |
|---------|---------------|----------------------|------------------------|--------------------|-------------------|-------------------|---|
| < Today |               | >                    | Tags                   | Attributes         | Routes Assignment | Route Stop Status |   |
| Route   | Assigned To   | Scheduled Start Time | Route Progress         | View route details |                   |                   |   |
| 1322917 | Joe Smith     | Today - 7:00AM       | <div><div></div></div> |                    |                   |                   |   |
| 1322180 | Samuel Down   | Today - 7:30AM       | <div><div></div></div> |                    |                   |                   |   |
| 1323819 | Martin Tracey | Today - 7:45AM       | <div><div></div></div> |                    |                   |                   |   |
|         |               |                      |                        |                    |                   |                   |   |
|         |               |                      |                        |                    |                   |                   |   |

Implement Samsara to give Public Safety & Public Works real-time visibility into police and fire vehicle location, usage, maintenance needs, and performance. The system will reduce downtime, support proactive maintenance, and align Police & Fire fleet operations with the City's standard platform.

- GPS tracking, engine diagnostics, maintenance alerts, and fleet analytics
- Improves vehicle deployment, accountability, and data-driven decision-making
- Aligns Police & Fire with the platform already used across nearly all City departments

# Infrastructure and Public Safety Drones

## Infrastructure Inspection Drone Program

Amount: \$147,810

(\$86,495 one-time)

(\$61,315 ongoing)

Public Services and ITS will pilot a drone inspection program using Levatas AI to identify infrastructure issues, streamline reporting, and reduce time-consuming ground inspections.

- Inspect stormwater systems, utilities, roads, facilities, construction sites, and other City assets
- Faster post-storm assessments, condition monitoring, mapping, and project documentation
- Uses visual, thermal, infrared, and other sensor data
- Improves employee safety and expands access to remote or difficult-to-reach locations
- Positions the City to pursue federal grants that may fund up to **80% of eligible program costs**



## Public Safety Drone Maintenance & Replacement

Amount: \$41,605

(ongoing)

Support the long-term sustainability of the Police Department's drone fleet and Drone as a First Responder program. Dedicated funding will provide predictable resources for maintenance, replacement, pilot training, and mission-critical equipment.

- Establishes a five-year replacement and maintenance plan
- Supports drone repairs, replacement, and spare parts
- Funds pilot certification and recurrent training
- Reduces reliance on unplanned funding requests



# Street & Alley Infrastructure Funding



Amount Requested: \$7,788,000  
(ongoing)

This unfunded street and alley infrastructure request is for an additional \$7.8M for maintenance capital expenditures based on the Infrastructure Funding Analysis presented to City Council in February 2026. The study indicated current levels of funding will allow City staff to keep up with current infrastructure needs over the next 10 years, but if we wish to continue towards a more proactive and predictive status to address infrastructure needs before deterioration and maintain new infrastructure, the funding needed is approximately \$7.8M.

- 2025 Average Pavement Condition Index: 85

# Small Business Grant Program

Amount: \$30,000  
(one-time)

## Grants – Small Business Grant

### *Eligible Business Types*

- Restaurants/Food & Beverage,
- Experience-based Businesses,
- Art, Culture, and Creative Businesses,
- Retail and Micro Manufacturing/Maker Spaces,
- Unique Local Concepts (i.e. retail, restaurant, food & beverage), or
- Other businesses that create meaningful economic activity, activate vacant spaces, or contribute to the vibrancy of the surrounding area.

This request would create a grant program for businesses that generate economic activity, activate vacant spaces, or improve the vibrancy of targeted areas. The program would help small businesses overcome startup or expansion costs (i.e. tenant improvements and activation of outdoor space) while supporting Council priorities. The program would reimburse up to 50% of eligible project costs, with a maximum award of \$10,000 per project.

- Encourages businesses to open or expand in underperforming areas
- Helps reduce vacancies and activate unused commercial spaces
- Supports targeted industries and priority locations
- Improves the appearance and activity of surrounding areas

# Mural Grant Program



Amount: \$30,000  
(one-time)

The Mural Grant Program would support high-quality art that strengthens the visual identity of commercial areas and enhances placemaking within designated City Focus Areas. The program would reimburse up to 50% of eligible project costs, with a maximum award of \$10,000 per project.

## Grants – Mural Grant

### *Eligibility for Mural Grant*

- Businesses that currently lease or own commercial space within the City,
- Businesses that intend to locate, relocate, or expand into commercial space within the City, or
- Property owners or developers improving commercial spaces for eligible business tenants.

### *Eligible Location of Mural*

- Exterior building walls that are visible from a public right-of-way or public space, in good structural condition, and installed on privately owned property.

- Encourages investment in commercial properties
- Enhances the appearance of targeted areas
- Creates visually engaging community destinations
- Reflects local character and identity



# OTL Entry Feature #2



Amount: \$790,000  
(one-time)

This request provides a preliminary **\$790,000 construction estimate** for a second Old Town Lewisville entry feature and parklet at Mill Street, High School Street, and Kealy Avenue. Final scope and cost will depend on City direction and the 30% design currently underway, with options ranging from a simple landscaped gateway to a more complex public gathering space.

- Property demolition completed in February 2026
- Preliminary design expected by September
- Coordinates improvements with nearby roadway projects
- Funding will cover simple landscaped concept





# General Fund - Unfunded List by Priority

1. Engineering Manager (\$205,602)

2. Winter Weather Response (\$238,904)

3. Technology Plan (\$366,627)

4. Fire Inspector (\$120,625)

5. Sanitarian (\$98,811)

6. Veterinary Technician (\$21,156)

7. Urban SDK (\$22,638)

8. SRO Rovers - 75%/25% (\$133,869)

9. Centralized Volunteer Management  
(\$61,897)

10. Salvation Army CODE BLUE Shelter  
(\$20,000)

11. Zencity Community Survey (\$42,498)

12. Neighborhood Vitality Program  
(\$62,000)

13. Public Works Equipment (\$126,878)

14. Annual Report (Digital) (\$21,095)

15. Canva Enterprise Platform (\$23,000)

16. Samara for Public Safety Vehicles  
(\$38,986)

17. Infrastructure & Public Safety Drone  
Programs (\$189,415)

18. Street & Alley Infrastructure Funding  
(\$7,778,000)

19. Small Business Grant Program  
(\$30,000)

20. Mural Grant Program (\$30,000)

21. OTL Entry Feature #2 (\$790,000)

The background of the slide features a scenic view of a river at sunset. The sky is a mix of purple, pink, and blue. A bridge spans the river in the distance. In the foreground, there are some buildings and trees. The text 'Tax Rate Information' is centered in a white rounded rectangle.

# Tax Rate Information

# Certified Rolls & Rate Calculation

- By July 25, the chief appraiser shall prepare and certify the appraisal roll to the taxing units. To issue certified rolls, the appraisal district must have approved property values totaling at least 95% of the total appraised value (i.e., no more than 5% of values may remain under review or protest).
- If more than 5% of the property values are still under review or protest as of July 25, the appraisal district may issue certified estimates instead of certified rolls.
- For FY 2026, both the Dallas and Denton Central Appraisal Districts approved values exceeding the 95% threshold; therefore, the City received certified rolls and was able to proceed with tax rate calculations.

# Truth-in-Taxation

Current Texas Tax Code and Local Government Code contains the Truth-in-Taxation concept, which requires the calculation of two rates, No-New-Revenue and Voter Approval Rates.

- Current tax rate is [.419009](#)
- No-New-Revenue Rate
  - Rate that provides the City with the same amount of revenues as the previous year on properties taxed in both years - 2026  
No-New-Revenue Rate: [.425595](#)
- Voter-Approval Rate - Components
  - Highest rate that may be adopted before triggering an automatic election to limit the rate
  - Provides the same amount of tax revenue as the previous year for Maintenance & Operations (M&O), plus 3.5% - 2025 M&O  
Voter-Approval Rate: [.314061](#)
  - Debt Service (Interest & Sinking, or I&S) portion = debt payments/property values - 2026 I&S Rate: [.122320](#)
    - Debt payments are be offset with other resources (fund balance, 4B, UF, TIRZ funds)
- Total Voter-Approval Rate
  - 2026 Voter-Approval Rate: [.436381](#)

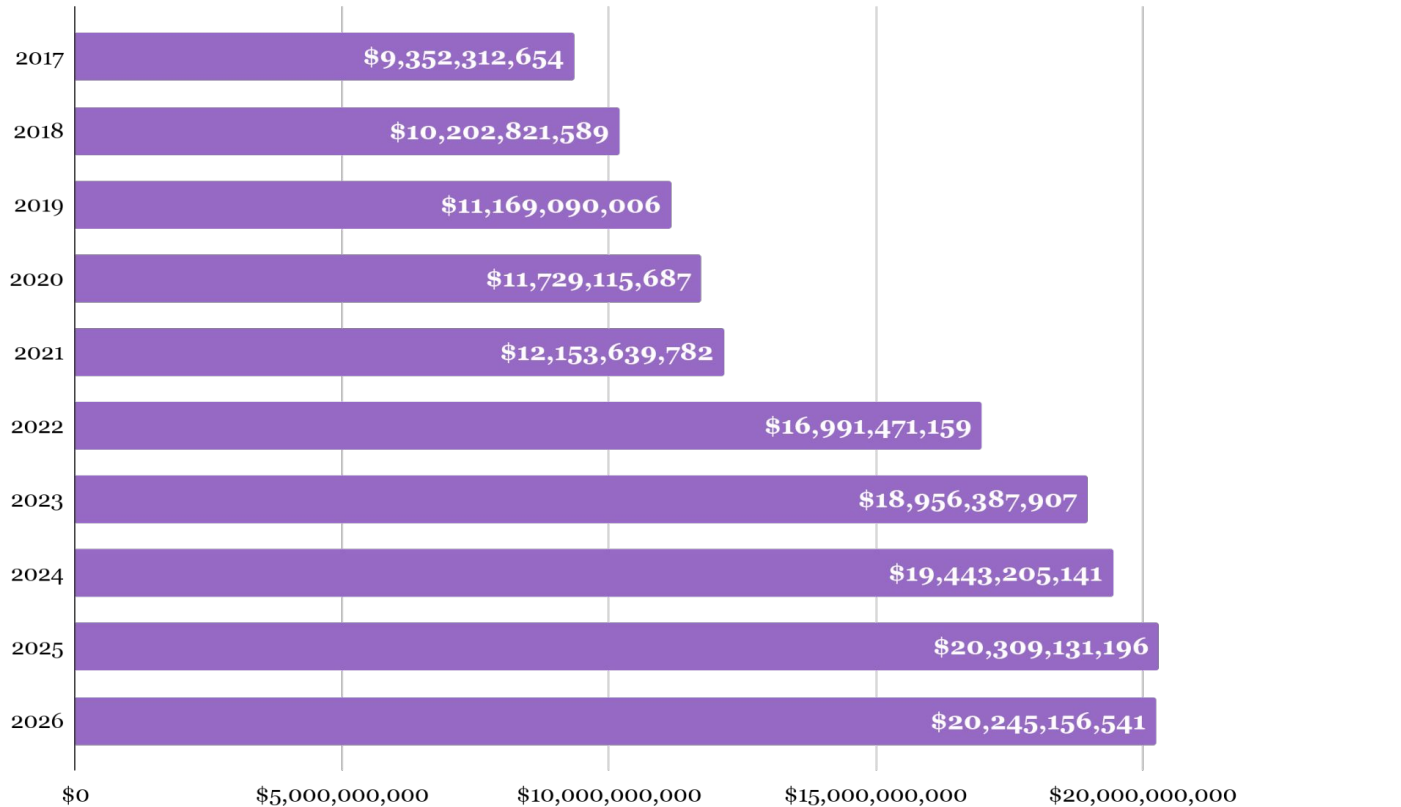




# Property Net Taxable Value Changes

| Values                                                                      |                  |                  |
|-----------------------------------------------------------------------------|------------------|------------------|
| 2025-26 Certified Net Taxable Roll                                          | \$20,309,131,196 |                  |
| 2025-26 Current Supplemental Roll                                           | \$19,975,223,144 |                  |
| 2026-27 Certified Net Taxable Roll                                          | \$20,245,156,541 | (0.32%)<br>1.35% |
| 0.32% <u>below</u> Certified Roll and 1.35% above Current Supplemental Roll |                  |                  |
| New Value - Improvements                                                    |                  |                  |
| 2024-25                                                                     | \$462,686,227    |                  |
| 2025-26                                                                     | \$428,759,494    |                  |
| Change                                                                      | (\$33,926,733)   | (7.33%)          |

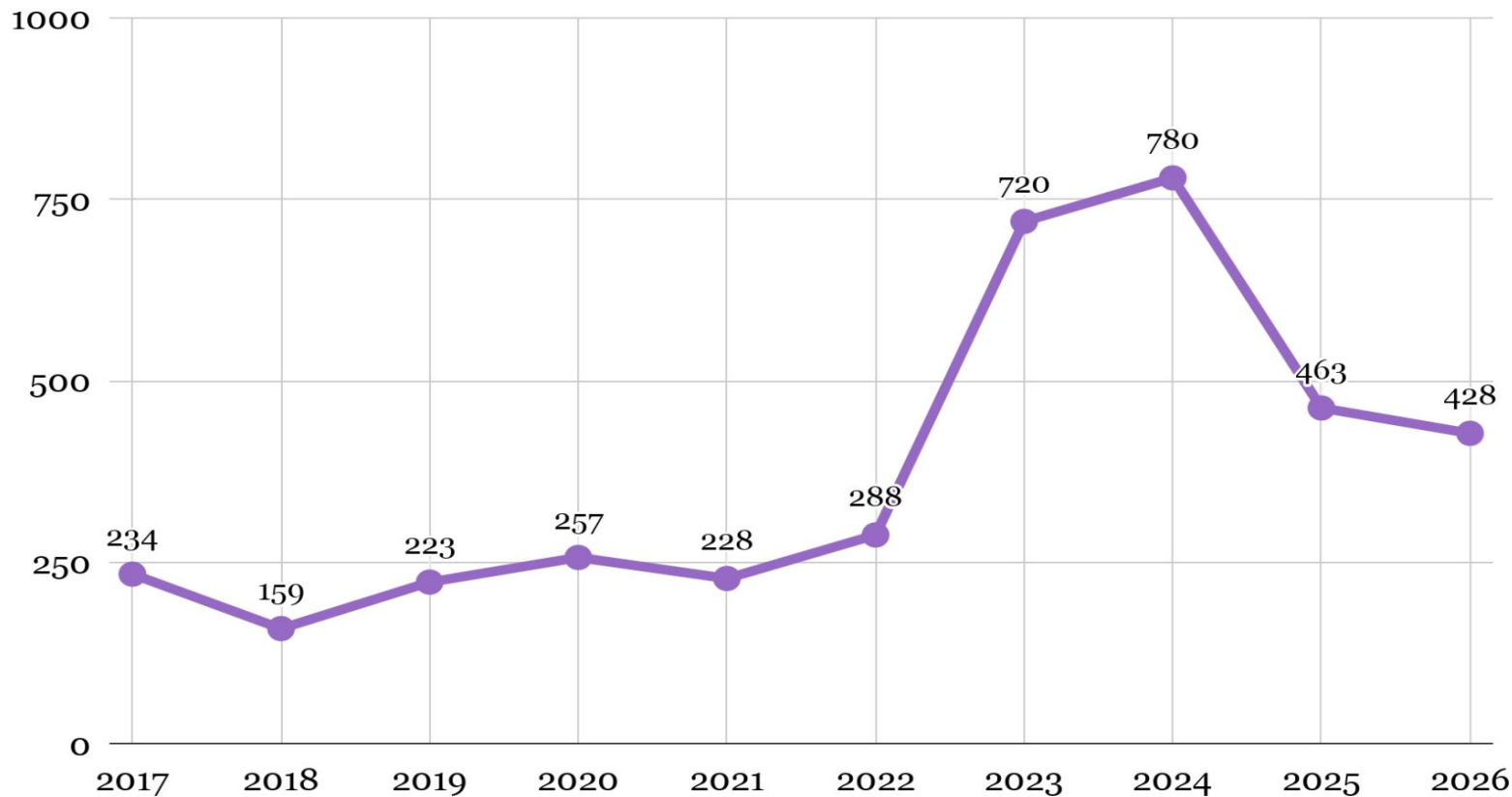
# Lewisville Net Taxable Assessed Value



Amount

# Trend in New Improvements

Amount in Millions



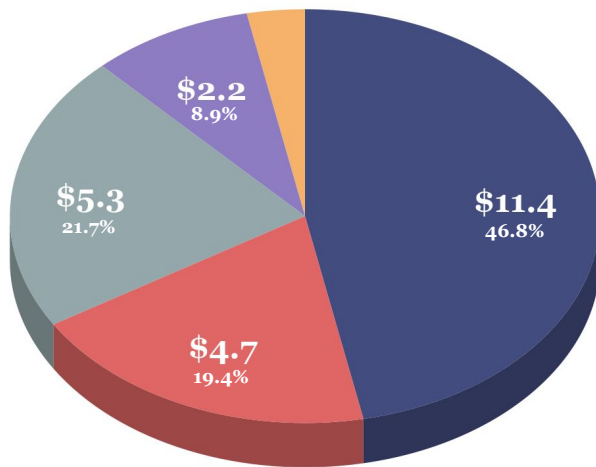
# Diversified Tax Base (Assessed Value)

| PROPERTY USE CATEGORY                        | 2025           |              |                | % 2025<br>Base | 2026           |              |                | DIFFERENCE<br>2024 vs. 2023 | % CHANGE<br>CATEGORY | % 2026<br>Base |
|----------------------------------------------|----------------|--------------|----------------|----------------|----------------|--------------|----------------|-----------------------------|----------------------|----------------|
|                                              | APPROVED       | UNDER REVIEW | TOTAL          |                | APPROVED       | UNDER REVIEW | TOTAL          |                             |                      |                |
| A: Real, Single-Family Residential           | 11,347,648,305 | 18,467,620   | 11,366,115,925 | 46.83%         | 11,156,530,481 | 130,294,418  | 11,286,824,899 | (79,291,026)                | -0.70%               | 46.50%         |
| B: Real, Multi-Family Residential            | 4,713,679,430  | 202,514      | 4,713,881,944  | 19.42%         | 4,593,506,109  | 1,454,692    | 4,594,960,801  | (118,921,143)               | -2.52%               | 18.93%         |
| C: Real, Vacant Lots & Tracts                | 252,582,646    | 799,524      | 253,382,170    | 1.04%          | 246,467,316    | 1,392,522    | 247,859,838    | (5,522,332)                 | -2.18%               | 1.02%          |
| D: Real, Qualified Open Space & Impr         | 31,490         | 414          | 31,904         | 0.00%          | 6,806          | 21,842       | 28,648         | (3,256)                     | -10.21%              | 0.00%          |
| E: Real, Non-Qualified Rural Land & Impr     | 115,288,368    | 88,856       | 115,377,224    | 0.48%          | 54,821,155     | 152,906      | 54,974,061     | (60,403,163)                | -52.35%              | 0.23%          |
| F: Real, Commercial & Industrial             | 5,266,105,753  | 4,411,725    | 5,270,517,478  | 21.71%         | 5,577,111,878  | -            | 5,577,111,878  | 306,594,400                 | 5.82%                | 22.98%         |
| G: Real, Oil, Gas, & Other Mineral Interests | 1,190,967      | -            | 1,190,967      | 0.00%          | 1,665,089      | -            | 1,665,089      | 474,122                     | 39.81%               | 0.01%          |
| H: Tangible Personal, Vehicles & GIT         | -              | -            | -              | 0.00%          | -              | -            | -              | -                           | -                    | 0.00%          |
| J: Real & Intangible Personal, Utilities     | 251,816,222    | -            | 251,816,222    | 1.04%          | 271,454,116    | -            | 271,454,116    | 19,637,894                  | 7.80%                | 1.12%          |
| L: Personal Property, Business               | 2,152,049,963  | 5,091,448    | 2,157,141,411  | 8.89%          | 1,946,005,603  | 1,814,427    | 1,947,820,030  | (209,321,381)               | -9.70%               | 8.03%          |
| M: Personal Property, Mobile Homes & Other   | 23,243,841     | -            | 23,243,841     | 0.10%          | 22,846,089     | -            | 22,846,089     | (397,752)                   | -1.71%               | 0.09%          |
| N: Intangible Personal Property              | -              | -            | -              | 0.00%          | -              | -            | -              | -                           | -                    | 0.00%          |
| O: Real, Residential Inventory               | 27,614,529     | -            | 27,614,529     | 0.11%          | 36,511,883     | -            | 36,511,883     | 8,897,354                   | 32.22%               | 0.15%          |
| S: Special Inventory                         | 93,065,363     | -            | 93,065,363     | 0.38%          | 87,174,815     | -            | 87,174,815     | (5,890,548)                 | -6.33%               | 0.36%          |
| Other                                        | -              | -            | -              | -              | 141,158,011    | -            | 141,158,011    |                             |                      |                |
| Total Appraised Value                        | 24,244,316,877 | 29,062,101   | 24,273,378,978 | 100.00%        | 24,135,259,351 | 135,130,807  | 24,270,390,158 | (2,988,820)                 | -0.01%               | 100.00%        |
|                                              |                |              |                |                |                |              |                |                             |                      |                |
| Total Exempt Property                        | 1,192,019,775  | -            | 1,192,019,775  | 100.00%        | 1,441,775,610  | 100          | 1,441,775,710  | 249,755,935                 | 20.95%               | 100.00%        |

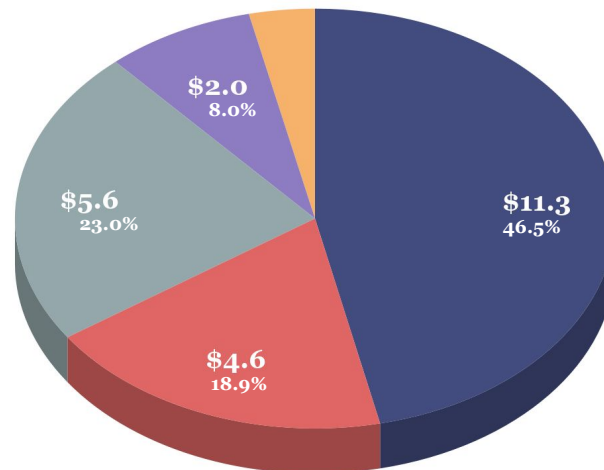


# Diversified Tax Base - Assessed Values

2025-26 Assessed Value  
(in Billions)



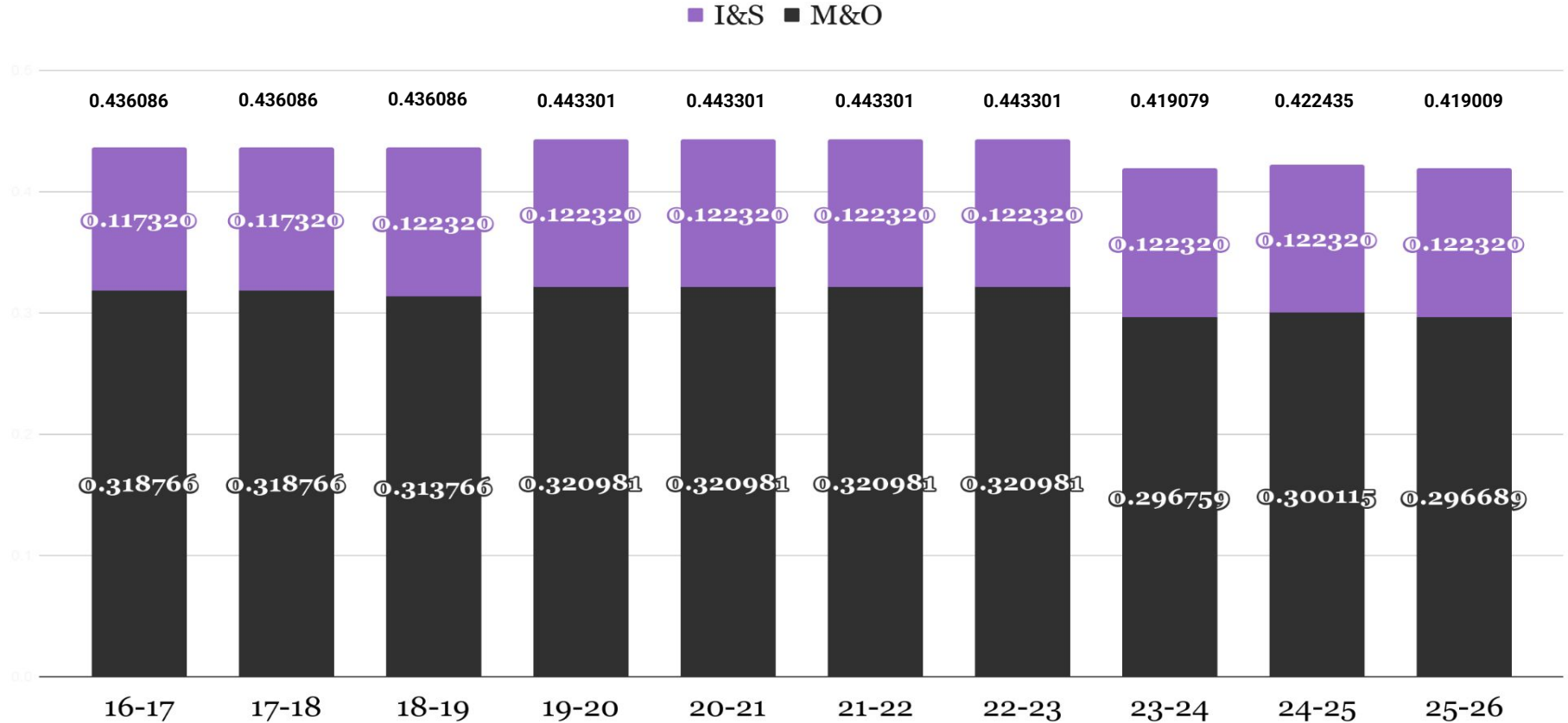
2026-27 Assessed Value  
(in Billions)



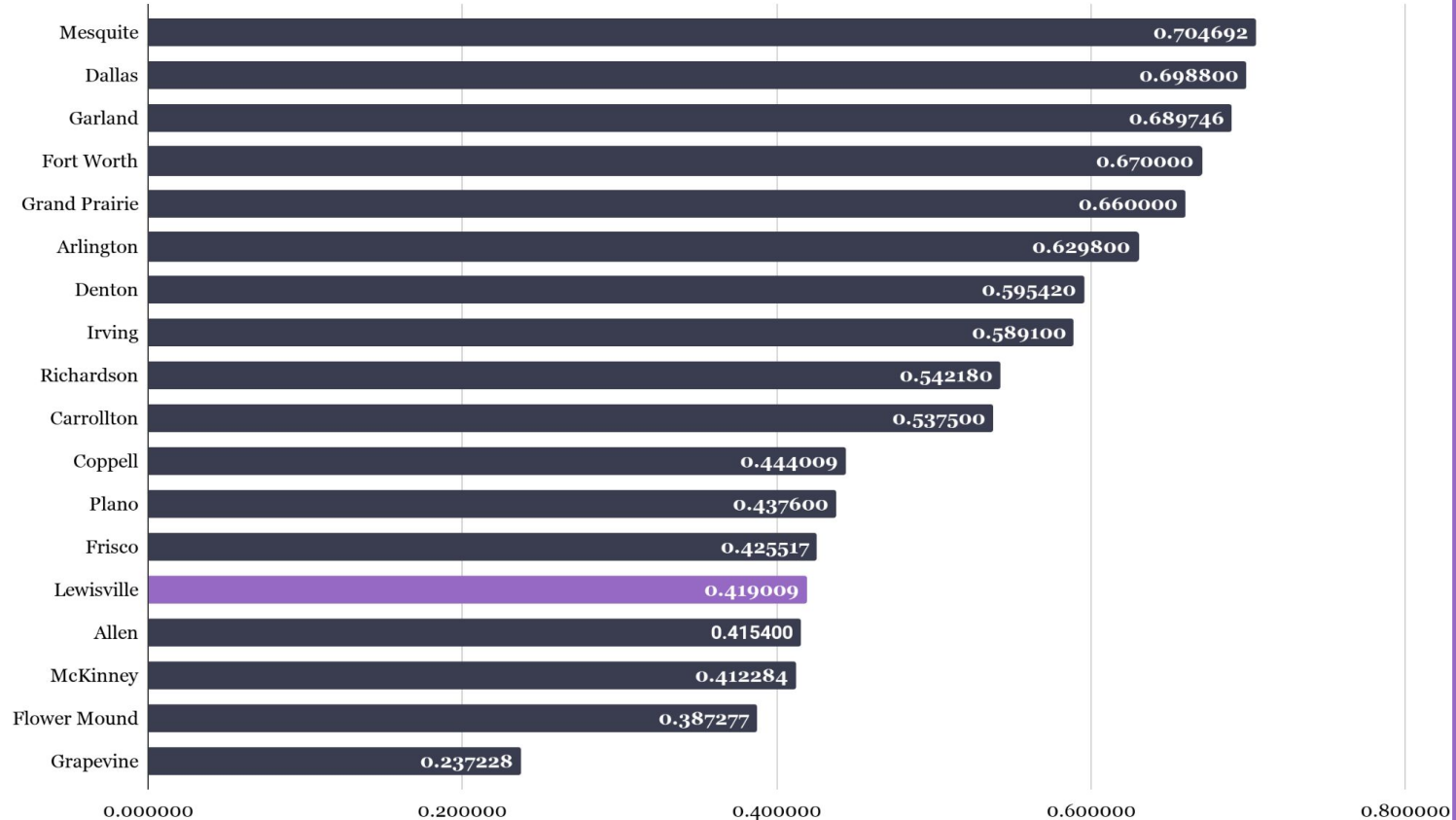
● Single Family ● Multi Family ● Commercial ● Business PP ● Other

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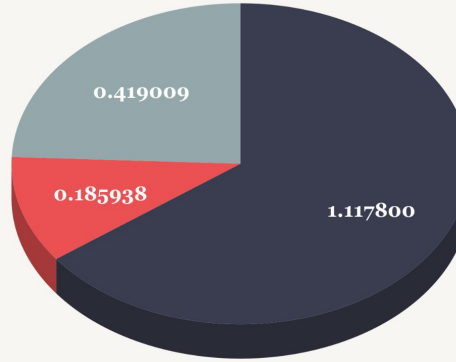
# Property Tax Rate History



# FY 2025-26 Tax Rate Comparison



# Tax Year 2025 Rates



• Lewisville ISD • Denton County • City of Lewisville

| Entity             | M&O       | I&S      | Total    | Prior year Total |
|--------------------|-----------|----------|----------|------------------|
| Lewisville ISD     | 0.786900  | 0.330900 | 1.117800 | 1.117800         |
| Denton County      | 0.142947  | 0.042991 | 0.185938 | 0.187869         |
| City of Lewisville | 0..296689 | 0.122320 | 0.419009 | 0.422435         |



Each 1 cent =

\$2,145,000

in City revenue annually

# Property Tax Rate Options

| Scenario                               | O&M Rate | Debt Rate | Total O&M Levy | Tax Freeze<br>General Fund | Less: TIRZ | Total Property Tax<br>General Fund | Total Property Tax<br>Debt | Combined<br>Tax Rate | Additional GF<br>Revenue | Debt Fund<br>(FB Used)<br>FB Increase |
|----------------------------------------|----------|-----------|----------------|----------------------------|------------|------------------------------------|----------------------------|----------------------|--------------------------|---------------------------------------|
| Base O/M; Current Debt                 | 0.297479 | 0.122320  | 69,230,981     | 3,564,835                  | 11,173,776 | 61,622,040                         | 24,956,306                 | 0.419799             | (0)                      | (247,585)                             |
| Current Rate                           | 0.296689 | 0.122320  | 69,053,842     | 3,562,073                  | 11,000,864 | 61,615,051                         | 24,956,306                 | 0.419009             | (6,989)                  | (247,585)                             |
| Total No-New-Revenue Rate              | 0.303275 | 0.122320  | 70,531,498     | 3,584,799                  | 11,173,776 | 62,942,520                         | 24,956,306                 | 0.425595             | 1,320,480                | (247,585)                             |
| Voter-Approval (VAR)                   | 0.314061 | 0.122320  | 72,951,478     | 3,620,536                  | 11,456,957 | 65,115,056                         | 24,956,306                 | 0.436381             | 3,493,016                | (247,585)                             |
| Voter-Approval - with Unused Increment | 0.314061 | 0.122320  | 72,951,478     | 3,620,536                  | 11,456,957 | 65,115,056                         | 24,956,306                 | 0.436381             | 3,493,016                | (247,585)                             |

# Sample Tax Bill Comparison

|                             |    |         |
|-----------------------------|----|---------|
| Median Home Value 2025-2026 | \$ | 383,444 |
| Median Home Value 2026-2027 | \$ | 400,000 |

|                                        | Tax Rate<br>Options | 2025-2026<br>Tax Value | 2026-2027<br>Tax Value | \$ Change | % Change |
|----------------------------------------|---------------------|------------------------|------------------------|-----------|----------|
| Base O/M; Current Debt                 | 0.419799            | 1,609.69               | 1,679.19               | 69.50     | 4.32%    |
| Current Rate                           | 0.419009            | 1,606.66               | 1,676.04               | 69.37     | 4.32%    |
| Total No-New-Revenue Rate              | 0.425595            | 1,631.92               | 1,702.38               | 70.46     | 4.32%    |
| Voter-Approval (VAR)                   | 0.436381            | 1,673.28               | 1,745.52               | 72.25     | 4.32%    |
| Voter-Approval - with Unused Increment | 0.436381            | 1,673.28               | 1,745.52               | 72.25     | 4.32%    |

- This table illustrates that even if the City maintains the current tax rate, homeowners will pay more if their home value increases. With the rise in the median home's taxable value, the owner would pay approximately \$69–\$72 more per year/\$5.78 - \$6.02 per month.
- The projected increase in property tax for 2026-2027 at the Voter Approval Rate is approximately \$6.02 per month.

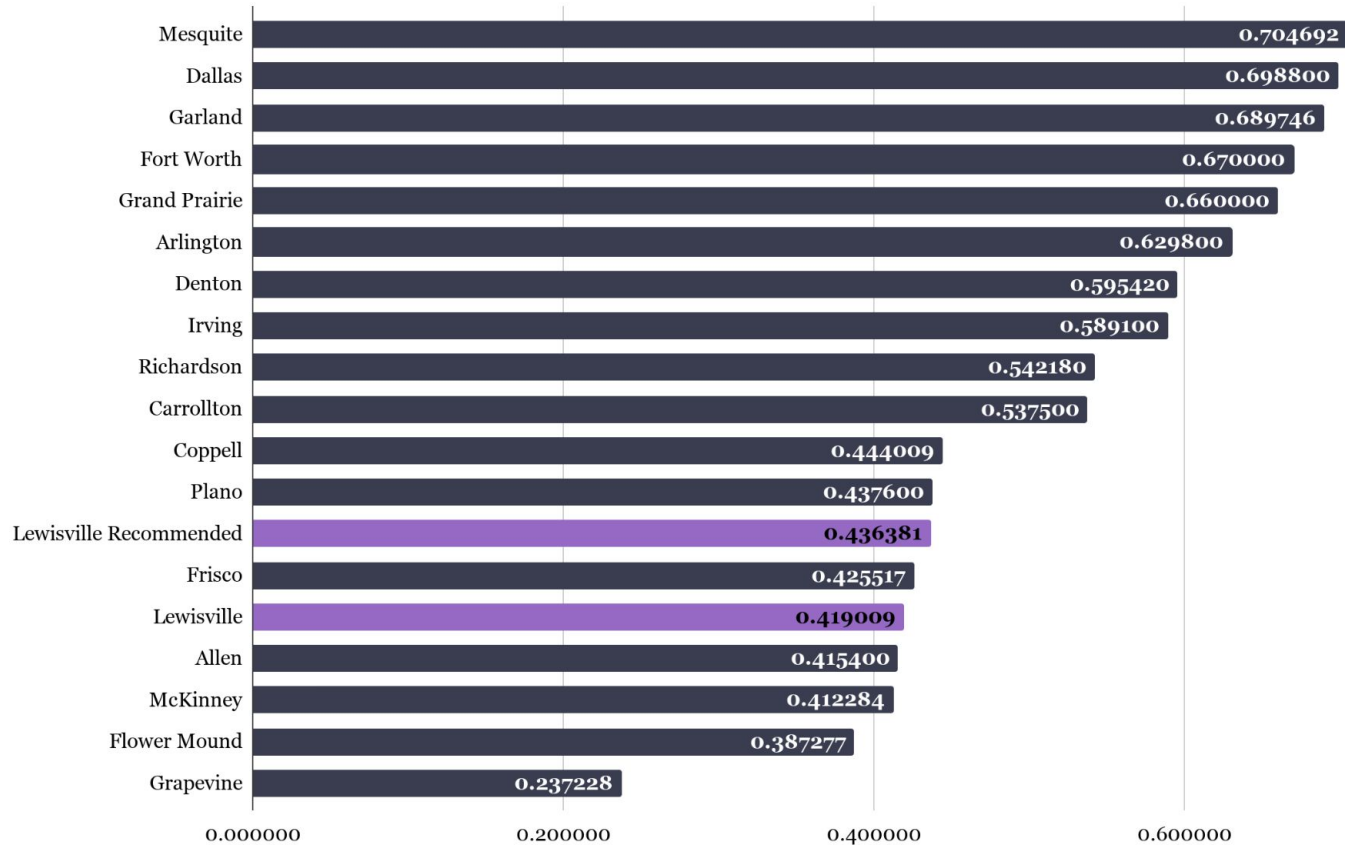
# Staff Recommendation

- Current rate: **0.419009**
- Staff recommendation is to levy the voter-approval rate: **0.436381**
  - Impact from significantly expanded Business Personal Property (BPP) exemption reduces overall taxable value, exemption increases from \$2,500 to \$125,000
  - Reduction triggers a one-time increase in the NNR and VAR rates and resulting tax revenue
  - Maintaining current rate not recommended under new framework, as doing so will reduce revenue due to lower tax base
- Rate breakdown:
  - 0.314061 O&M
  - 0.122320 I&S
- This rate provides \$3,493,016 in ongoing revenue to be allocated.





# FY 2025-26 Tax Rate Comparison



# External Threats

## Legislative and Litigation Outlook

- Legislative Session: Monitoring the upcoming session for potential impacts and constraints regarding future rate calculations.
- C.A.S.T.L.E. Sales Tax Litigation: Final appeals have been filed, with a ruling anticipated in approximately one year.

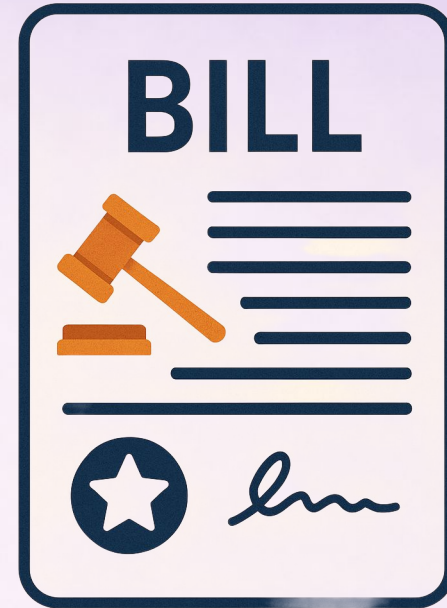


Image created using AI

# General Fund - Unfunded List by Priority

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2. Winter Weather Response (\$238,904)

3. Technology Plan (\$366,627)

4. Fire Inspector (\$120,625)

5. Sanitarian (\$98,811)

6. Veterinary Technician (\$21,156)

7. Urban SDK (\$22,638)

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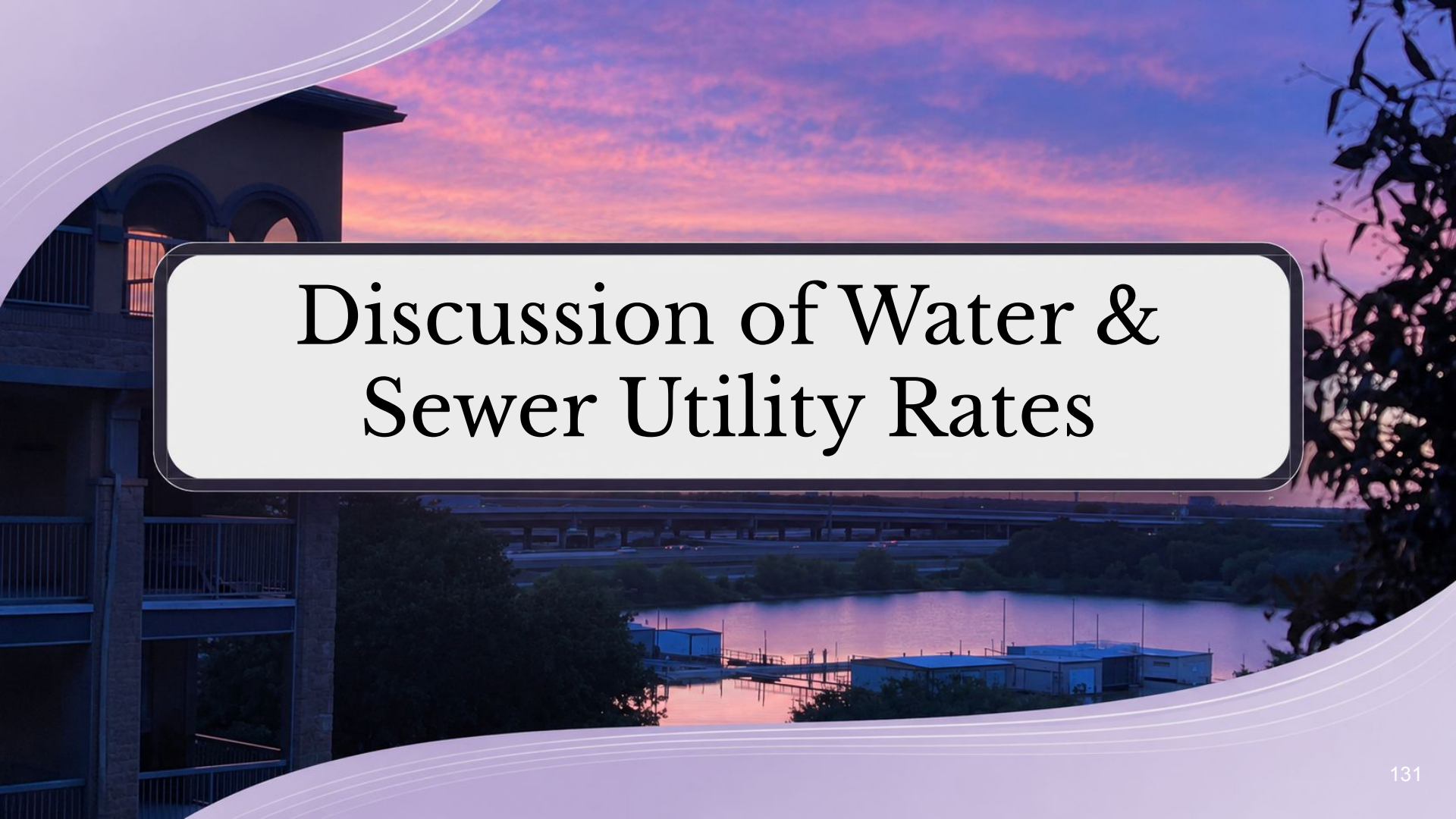
17. Infrastructure & Public Safety Drone Programs (\$189,415)

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21. OTL Entry Feature #2 (\$790,000)

The background of the slide features a scenic view of a river at sunset. The sky is a mix of purple, pink, and blue. A multi-lane bridge spans the river in the middle ground. In the foreground, there are some industrial-looking structures, possibly water treatment equipment, near the riverbank. On the left side, a portion of a building with arched windows is visible. The entire scene is framed by a light purple border with white curved lines.

# Discussion of Water & Sewer Utility Rates



# Background

- City contracted with NewGen to conduct annual rate study update
- Rate study objectives:
  - Continuing conservation-based rates citywide
  - Prevent rate spikes
  - Gradual changes to volumetric rate structure component
  - Ensure adequate revenue support for operations/expanded capital program
  - Address increased debt service requirements
- *Ensure adequate revenue support for operations and an expanded capital program*



# FINANCIAL / CAPITAL PLANNING

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# DRIVERS OF EXPANDED CAPITAL PROGRAM

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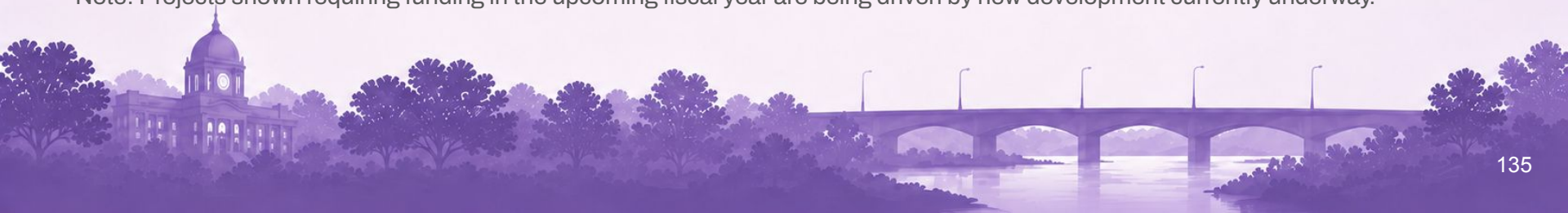
- Updated capital costs to reflect current market conditions. Project costs were re-evaluated using recent bid data, industry cost indices, and inflation to account for significant increases in construction labor, materials, and equipment since the original master plans were developed (2019–2020).
- Refined capital improvement program estimates. Planning-level costs for major water and wastewater infrastructure projects were updated using HDR's WaterCost Model, current market pricing, and project-specific cost reviews to improve the accuracy of future capital forecasts.
- Expanded infrastructure needs to support growth and regulatory requirements. The capital program reflects continued community growth, increasing system demands, and TCEQ capacity requirements that necessitate timely expansion of water and wastewater facilities.



# Water/Sewer Capital Projects - FY 2027

| Project Name                                                       | Base Cost   |
|--------------------------------------------------------------------|-------------|
| McKenzie Hembry Collection/Distribution System                     | \$1,945,550 |
| Misc. W/SS Line Replacements/Other                                 | \$375,000   |
| 27" Sewer from Business 121 to Macarthur                           | \$8,560,637 |
| Elm Fork Gravity Sewer / 30" Sewer from Huffines to Timbercreek LS | \$1,500,000 |
| Whatley Sewer Repair                                               | \$496,125   |
| Upsize Mill Street Sewer to 15-inch                                | \$2,775,673 |
| Upsize West Central Sewer to 15-inch                               | \$417,848   |
| Upsize Northwood Mobile Homes to 15-inch                           | \$478,485   |
| Upsize S Old Orchard to 12-inch                                    | \$130,095   |

Note: Projects shown requiring funding in the upcoming fiscal year are being driven by new development currently underway.





# Water/Sewer Capital Projects - FY 2027

| Project Name                                                    | Base Cost          |
|-----------------------------------------------------------------|--------------------|
| Castle Hills Lift Station                                       | \$2,037,420        |
| PCWWTP Aeration Basin Expansion Phase 1                         | \$32,202,922       |
| TNMP Infrastructure Upgrade North Side                          | \$1,834,232        |
| Intake Structure Painting                                       | \$5,671,694        |
| Public Services Water and Sewer Studies (One Water Master Plan) | \$1,632,189        |
| WTP Clearwells 2&3 Rehab                                        | \$2,100,000        |
| Combined Pump Station and Clearwell                             | \$20,598,900       |
| Utility Asset Equipment Replacement CIP                         | <u>\$1,125,954</u> |
| Total Capital Needs                                             | \$83,882,724       |

Note: Projects shown requiring funding in the upcoming fiscal year are being driven by new development currently underway.

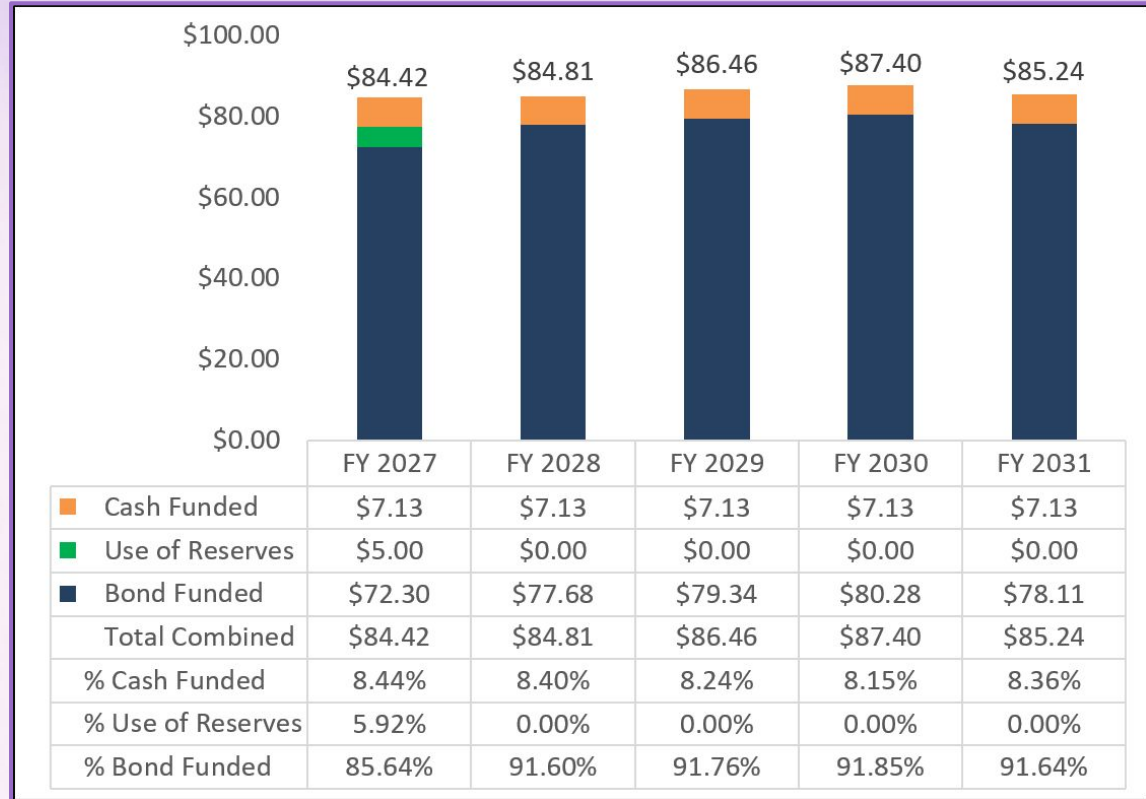


# CAPITAL PLANNING / FUNDING

- Debt rating agencies continue to place emphasis on the “financial leverage” (i.e., debt load) of utilities
- Fitch, April 2019
  - Adopted new ratings criteria which will likely result in upgrades for utilities with “relatively low leverage, and downgrades resulting from the recognition of higher leverage and/or elevated operating risk”
- The City must carefully balance its use of debt and cash capital funding to maintain its overall bond rating, which ensures the lowest cost of borrowing and supports cost effective service to ratepayers
- From FY 2027 to FY 2031, estimated capital needs for the utility total \$428M
  - The City should continue to evaluate its planned capital funding going forward and, where possible, carefully balance its use of cash and debt
  - Regular rate adjustments have enabled the City to keep pace with inflation while also providing critical funds for infrastructure reinvestment
- Assuming a 16-year debt term for all bond-funded projects

# PROJECTED CIP FUNDING

(\$ Millions)



# WATER AND SEWER RATE PLAN

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# UTILITY RATE - SETTING GOALS

- Maintain and enhance financial metrics:
  - Fund Balance reserves equal to a minimum 20% of expenditures
  - Meet bond covenant requirements
- Ensure sufficient cost recovery
- Plan for future capital investment with a goal of maintaining and potentially increasing cash funding
- Monitor customer affordability to mitigate rate shock
- *Next Rate Adjustment: Effective October 2026 (First bill received in November)*

# WATER RATES STRATEGY

- Fixed Charge
  - Increase fixed charge annually through FY 2031
- Volumetric Charge
  - Increase volumetric charge across all tiers annually through FY 2031 to recover remaining revenue needs
  - Continue phase-in to 1.5x volumetric block rate differential with full implementation targeted in FY 2034
- Rate setting involves the balance of competing objectives. The City should strive for a rate structure which is understandable by customers yet sufficient to achieve the City's financial and conservation-oriented goals and objectives

# SEWER RATES STRATEGY

- Fixed Charge

- Increase fixed charge annually through FY 2031

- Volumetric Charge

- Maintain uniform volumetric rates, set separately for Residential and Commercial customers

- Increase volumetric charge annually through FY 2031 to recover remaining revenue needs



# PROPOSED WATER RATES – MINIMUM CHARGE

|            | Current  | FY 2027  | FY 2028  | FY 2029  | FY 2030  | FY 2031  |
|------------|----------|----------|----------|----------|----------|----------|
| Meter Size |          |          |          |          |          |          |
| 1" or less | \$19.79  | \$22.00  | \$24.00  | \$26.00  | \$28.00  | \$30.00  |
| 1 ½"       | 65.90    | 73.26    | 79.92    | 86.58    | 93.24    | 99.91    |
| 2"         | 105.48   | 117.26   | 127.92   | 138.58   | 149.24   | 159.91   |
| 3"         | 197.90   | 220.00   | 240.00   | 260.00   | 280.00   | 300.00   |
| 4"         | 329.90   | 366.74   | 400.08   | 433.42   | 466.76   | 500.10   |
| 6"         | 659.60   | 733.26   | 799.92   | 866.58   | 933.24   | 999.91   |
| 8"         | 1,055.40 | 1,173.26 | 1,279.92 | 1,386.58 | 1,493.24 | 1,599.91 |
| 10"        | 1,517.30 | 1,686.74 | 1,840.08 | 1,993.42 | 2,146.76 | 2,300.10 |



# PROPOSED RESIDENTIAL VOLUMETRIC WATER RATES PER 1,000 GALLONS

---

|                         | Current | FY 2027 | FY 2028 | FY 2029 | FY 2030 | FY 2031 |
|-------------------------|---------|---------|---------|---------|---------|---------|
| <b>Residential</b>      |         |         |         |         |         |         |
| 0 – 8,000 gallons       | \$4.08  | \$4.27  | \$4.91  | \$5.44  | \$5.90  | \$6.40  |
| 8,001 – 20,000 gallons  | 4.70    | 5.10    | 6.08    | 6.98    | 7.82    | 8.76    |
| 20,001 – 35,000 gallons | 5.64    | 6.32    | 7.76    | 9.16    | 10.56   | 12.16   |
| 35,001+ gallons         | 6.93    | 7.98    | 10.06   | 12.18   | 14.41   | 17.00   |

# PROPOSED COMMERCIAL/INDUSTRIAL VOLUMETRIC WATER RATES PER 1,000 GALLONS

|                                  | Current | FY 2027 | FY 2028 | FY 2029 | FY 2030 | FY 2031 |
|----------------------------------|---------|---------|---------|---------|---------|---------|
| <b>Commercial and Industrial</b> |         |         |         |         |         |         |
| 0 – 10,000 gallons               | \$4.15  | \$4.35  | \$5.01  | \$5.55  | \$6.02  | \$6.53  |
| 10,001 – 55,000 gallons          | 4.77    | 5.19    | 6.20    | 7.11    | 7.97    | 8.94    |
| 55,001+ gallons                  | 5.49    | 6.20    | 7.67    | 9.11    | 10.57   | 12.23   |

# PROPOSED IRRIGATION VOLUMETRIC WATER RATES PER 1,000 GALLONS

---

|                          | Current | FY 2027 | FY 2028 | FY 2029 | FY 2030 | FY 2031 |
|--------------------------|---------|---------|---------|---------|---------|---------|
| <b>Irrigation</b>        |         |         |         |         |         |         |
| 0 – 15,000 gallons       | \$4.50  | \$4.71  | \$5.42  | \$6.00  | \$6.50  | \$7.05  |
| 15,001 – 60,000 gallons  | 5.51    | 5.93    | 7.01    | 7.97    | 8.85    | 9.85    |
| 60,001 – 100,000 gallons | 6.34    | 7.08    | 8.68    | 10.21   | 11.73   | 13.48   |
| 100,001+ gallons         | 7.29    | 8.45    | 10.74   | 13.08   | 15.55   | 18.45   |



# PROPOSED SEWER RATES

|                                            | Current | FY 2027 | FY 2028 | FY 2029 | FY 2030 | FY 2031 |
|--------------------------------------------|---------|---------|---------|---------|---------|---------|
| <b>Minimum Charge</b>                      |         |         |         |         |         |         |
| Residential                                | \$13.00 | \$15.00 | \$17.00 | \$19.00 | \$21.00 | \$23.00 |
| Commercial / Industrial                    | 19.60   | 23.00   | 25.00   | 27.00   | 29.00   | 31.00   |
| <b>Volumetric Charge per 1,000 gallons</b> |         |         |         |         |         |         |
| Residential                                |         |         |         |         |         |         |
| All volumes                                | \$3.50  | \$3.66  | \$4.21  | \$4.66  | \$5.05  | \$5.48  |
| Commercial / Industrial                    |         |         |         |         |         |         |
| All volumes                                | \$5.38  | \$5.63  | \$6.47  | \$7.16  | \$7.76  | \$8.42  |



# COMBINED WATER AND SEWER BILL IMPACT

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# Average Monthly Water/Sewer Utility Charge and Percent Increase

Lewisville Utility Customers - Based on 10k gallons water/6k gallons sewer

| Year         | Water   | Sewer   | Total    | Percent Change |
|--------------|---------|---------|----------|----------------|
| 2020         | \$41.91 | \$25.02 | \$66.93  | 1.00%          |
| 2021         | \$45.28 | \$25.92 | \$71.20  | 6.40%          |
| 2022         | \$47.82 | \$26.84 | \$74.66  | 4.90%          |
| 2023         | \$50.24 | \$27.84 | \$78.08  | 4.30%          |
| 2024         | \$52.74 | \$28.67 | \$81.41  | 4.30%          |
| 2025         | \$58.69 | \$30.59 | \$89.28  | 9.70%          |
| 2026         | \$61.86 | \$34.00 | \$95.86  | 7.40%          |
| 2027 (proj.) | \$66.37 | \$36.96 | \$103.33 | 7.80%          |

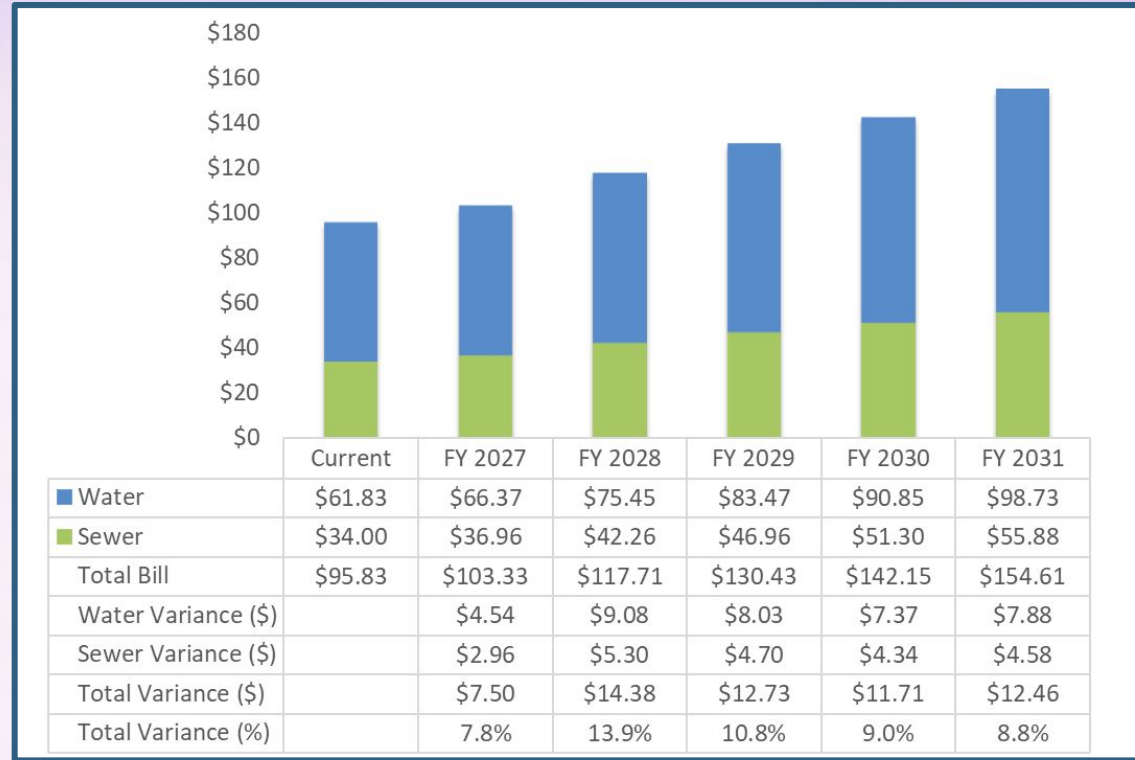
[1] Updated rate plan prepared by NewGen Strategies indicates the need for a 7.8% change for FY 2026-27. Projected rate changes for subsequent years will be reviewed annually.

[2] Billing for Castle Hills and Legacy Lewisville customers was standardized in FY 2025-26.

# RESIDENTIAL CUSTOMER MONTHLY BILL IMPACT

$\frac{3}{4}$ " Meter

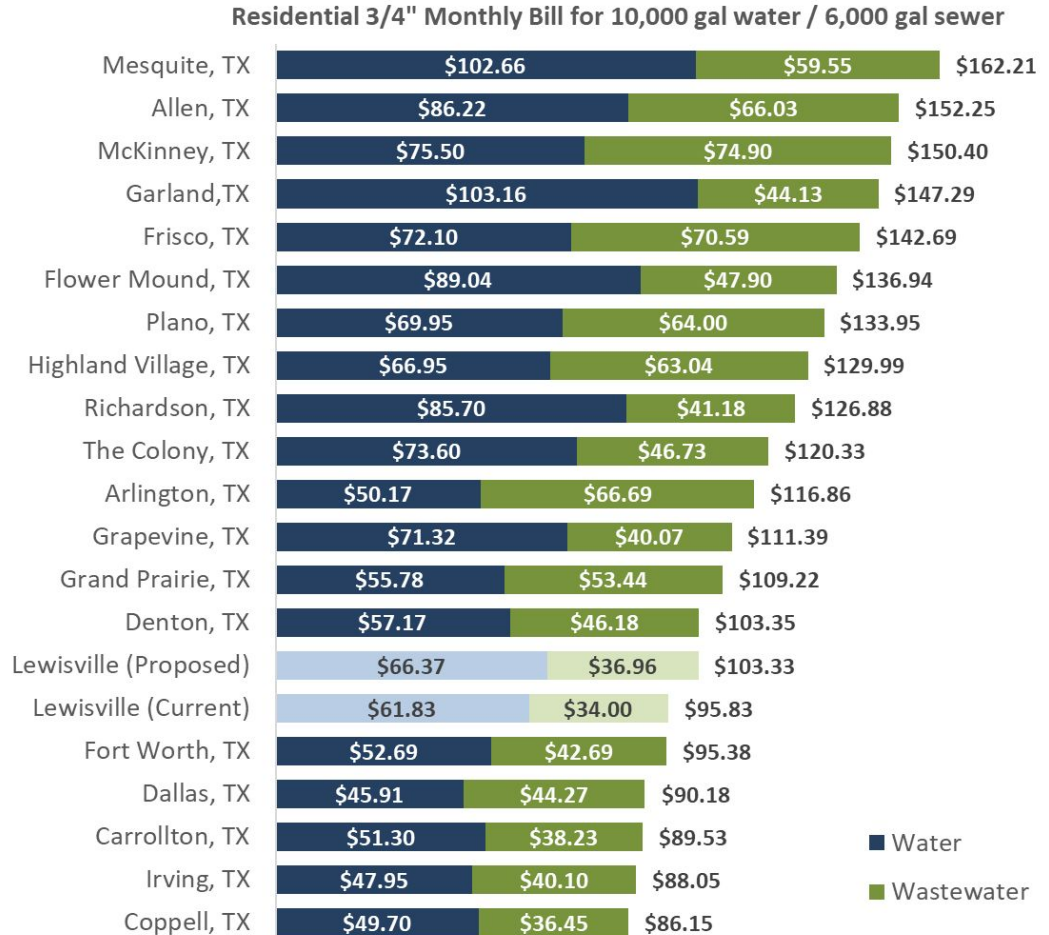
10,000 gallons  
water/ 6,000  
gallons sewer



# REGIONAL COMPARISON

Average Residential  
3/4"  
Customer Bill  
10,000 gallons  
water / 6,000  
gallons sewer

*Bill Comparisons are based on  
NewGen's interpretation of publicly  
available data as of May 2026.*

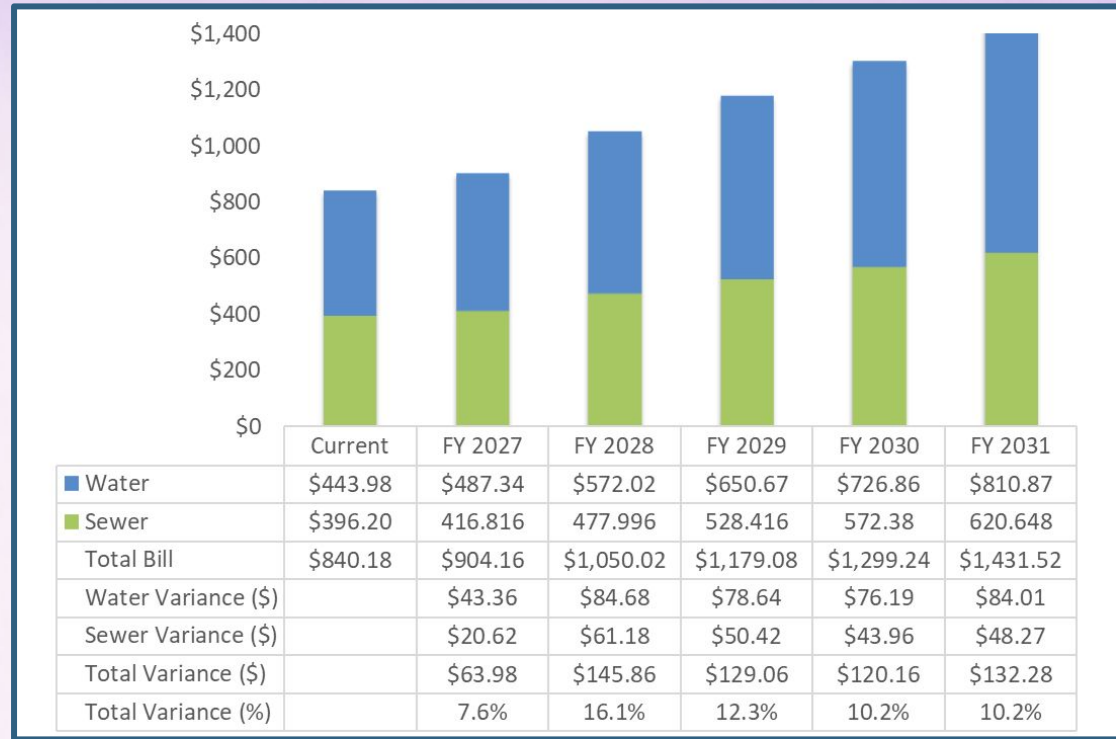




# COMMERCIAL CUSTOMER MONTHLY BILL IMPACT

2" Meter

70,000 gallons  
water /  
70,000 gallons  
sewer



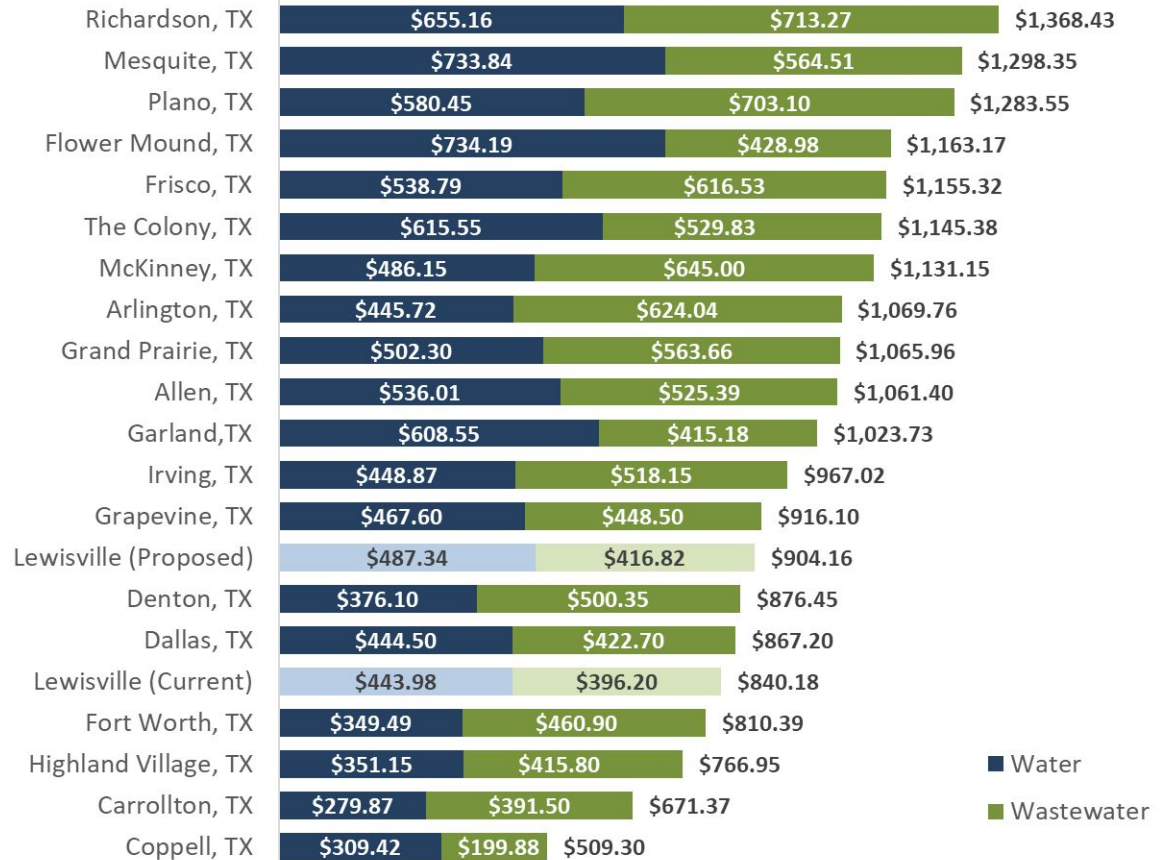
# REGIONAL COMPARISON

Average Commercial  
2" Customer Bill

70,000 gallons water  
/70,000 gallons  
sewer

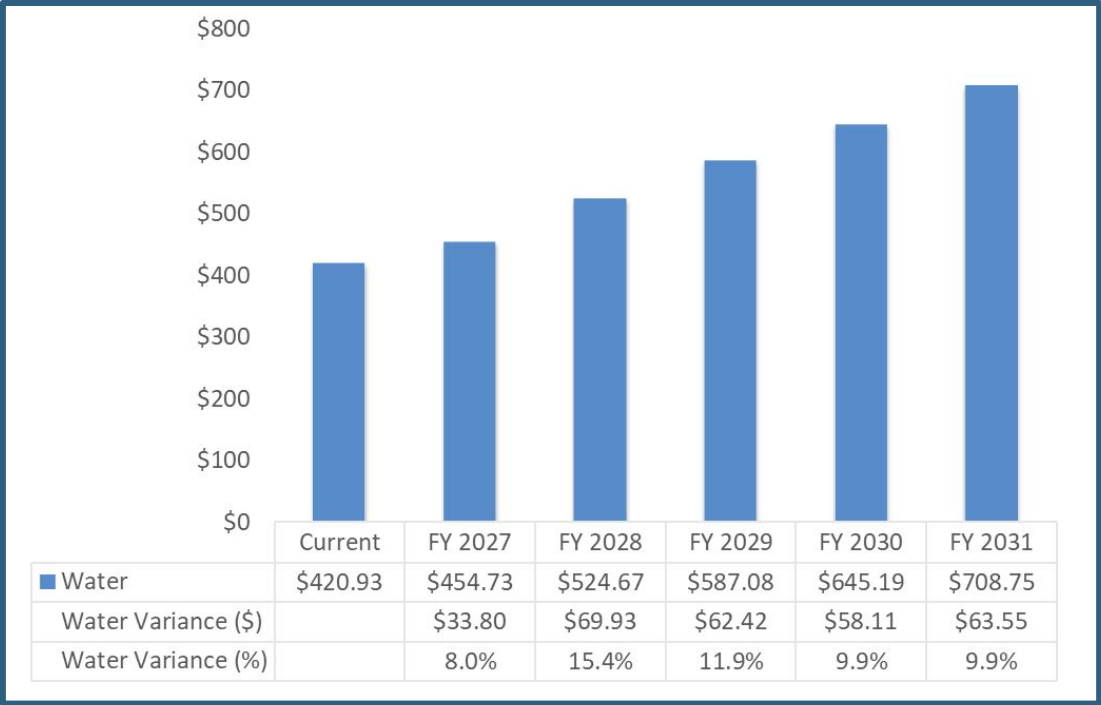
*Bill Comparisons are based on  
NewGen's interpretation of publicly  
available data as of May 2026.*

Commercial 2" Monthly Bill for 70,000 gal water / 70,000 gal sewer



# IRRIGATION CUSTOMER MONTHLY BILL IMPACT

2” Meter  
60,000 gallons  
water



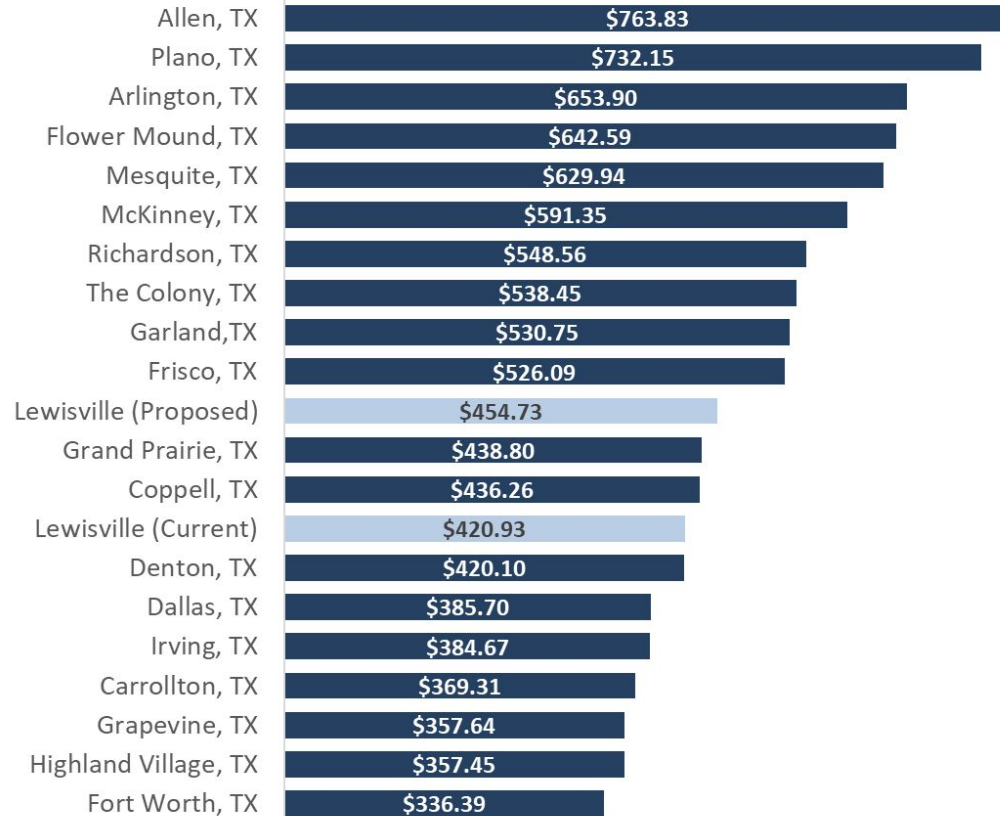
# REGIONAL COMPARISON

Average  
Customer Bill

Irrigation 2"  
60,000 gallons  
water

*Bill Comparisons are based on  
NewGen's interpretation of publicly  
available data as of May 2026.*

## Irrigation 2" Monthly Bill for 60,000 gal water



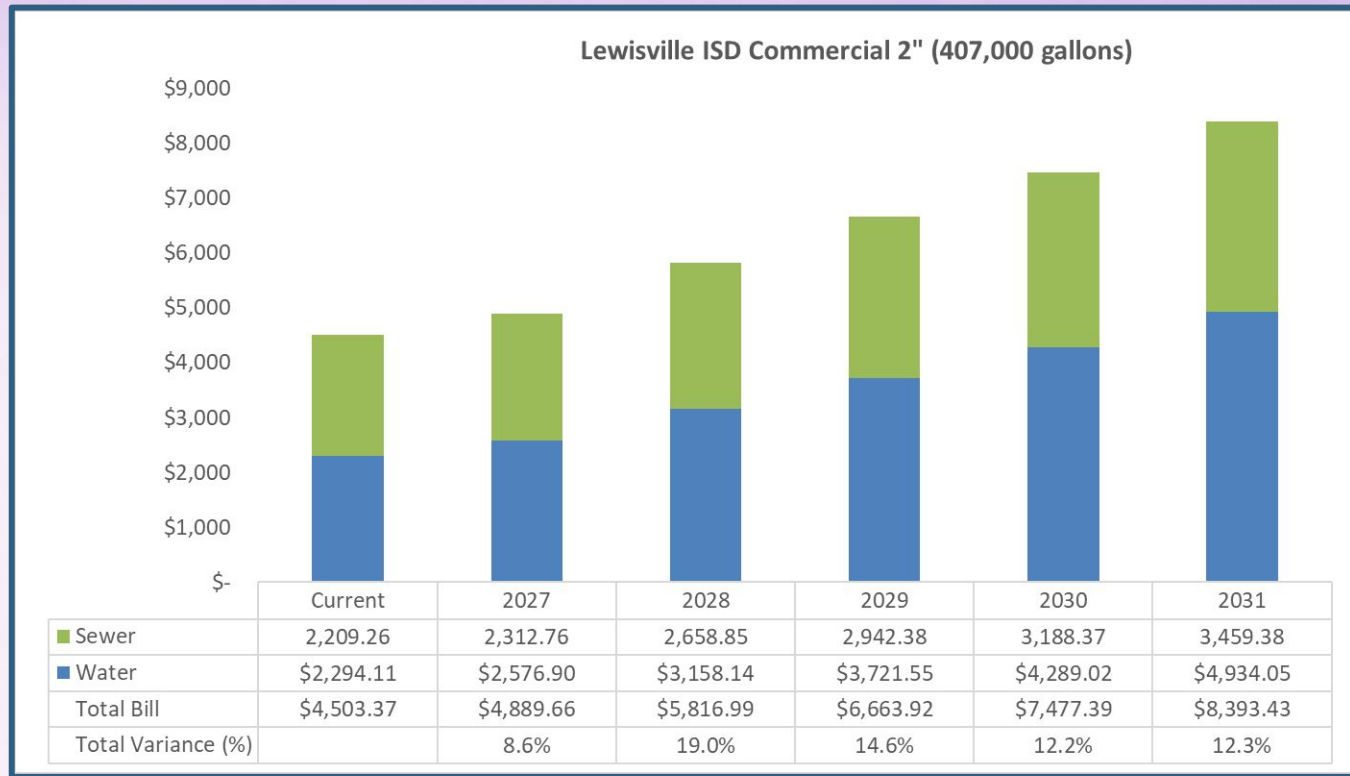


# LEWISVILLE ISD MONTHLY BILL IMPACT

2" Meter

407,000 gallons  
water /

407,000 gallons  
sewer



*Note: Lewisville ISD has multiple accounts. This chart represents their account with the largest average usage.*

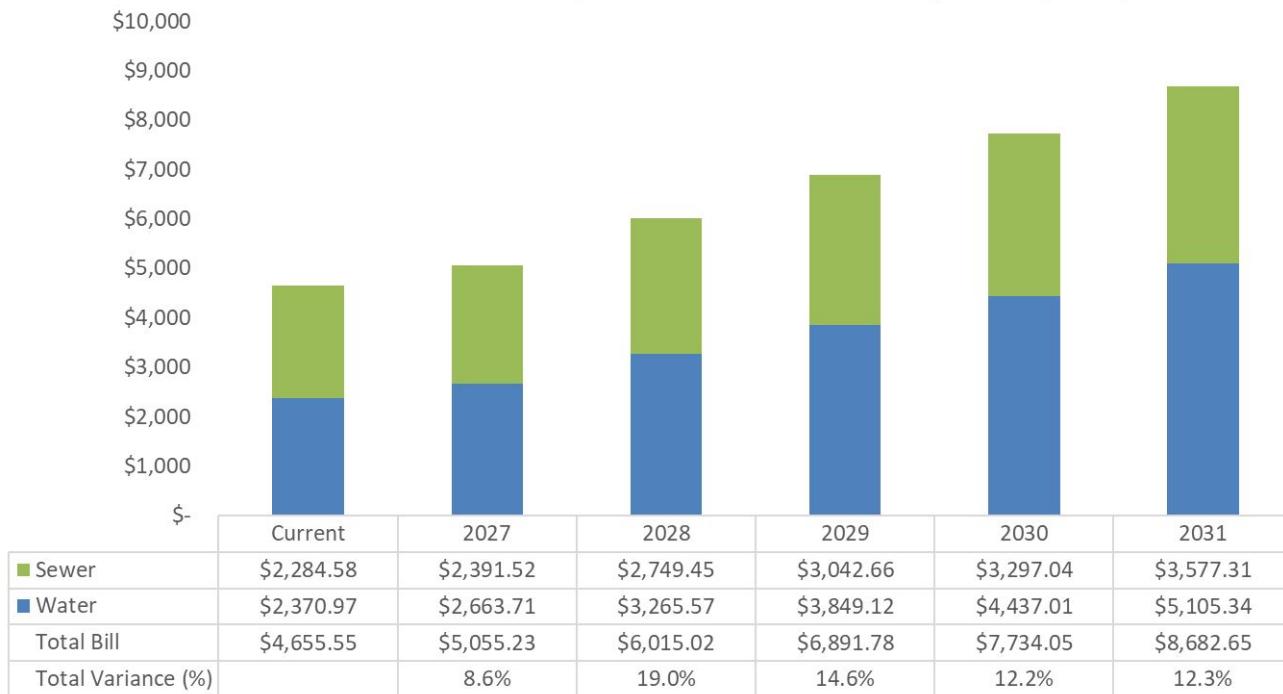
# CITY OF LEWISVILLE MONTHLY BILL IMPACT

2" Meter

421,000 gallons  
water /

421,000 gallons  
sewer

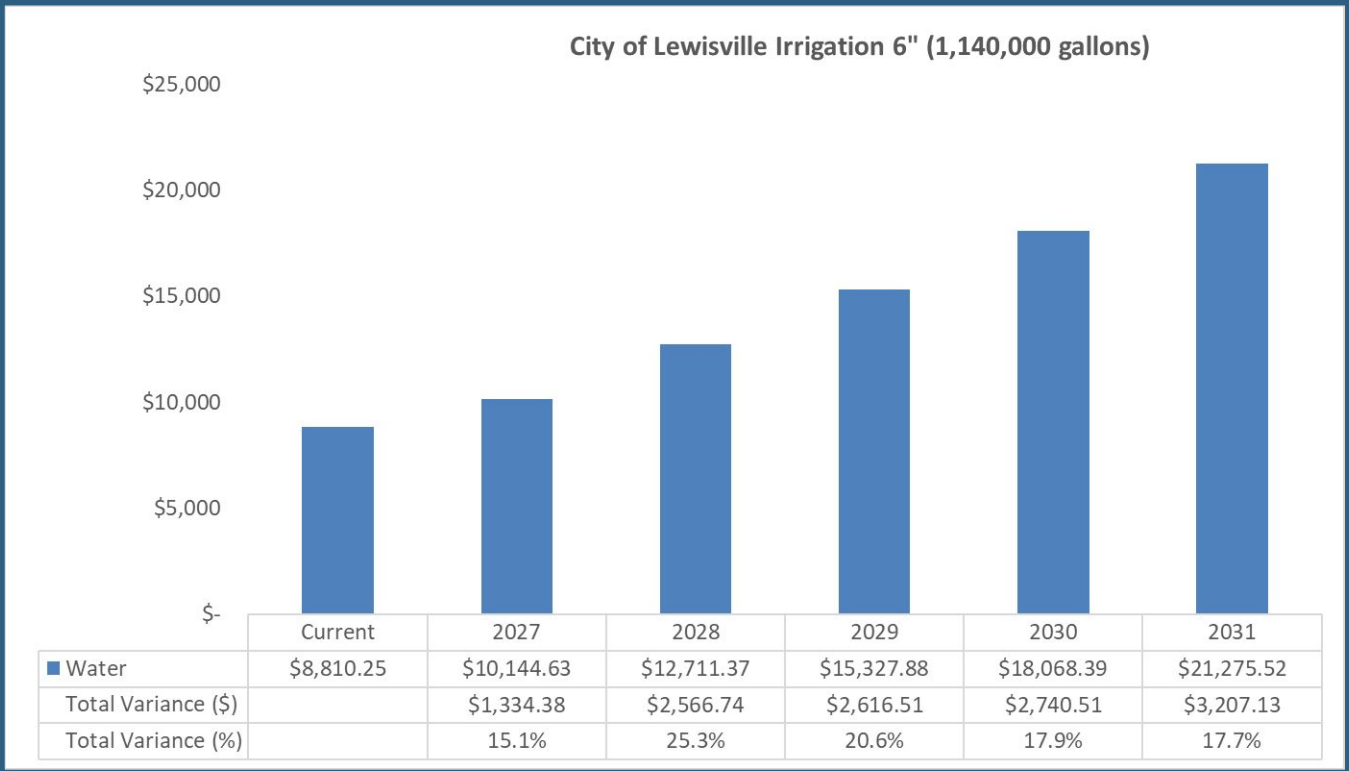
City of Lewisville Commercial 2" (421,000 gallons)



*Note: City of Lewisville has multiple Commercial accounts. This chart represents their account with the largest average usage.*

# CITY OF LEWISVILLE IRRIGATION MONTHLY BILL IMPACT

6” Meter  
1,140,000 gallons water



*Note: City of Lewisville has multiple Irrigation accounts. This chart represents their account with the largest average usage.*

# WATER AND SEWER RATE INCREASE RECOMMENDATION

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# Rate Increase Impacts and Recommendation

- Overall Rate Adjustment: A 7.8% increase in utility rates is projected for FY 2027, as outlined in the rate study.
- Unified Rate Structure: All future water and sewer rate adjustments apply equally to all utility customers.
- Infrastructure Funding: The rate changes are projected to generate an additional \$5.98 million in annual revenue to support utility infrastructure improvements.



The background of the slide features a scenic view of a river at sunset. The sky is a mix of purple, pink, and blue. A bridge spans the river in the distance. In the foreground, there are some blue structures, possibly part of a water treatment facility, and a building with arched windows is visible on the left. The text 'Unfunded- Utility Fund' is centered in a white rounded rectangle.

# Unfunded- Utility Fund

# CIP Cash Infrastructure Funding

Amount: \$5,983,330  
ongoing

This request provides cash funding for utility capital projects needed in FY 2026-2027 per the long-range Water & Sewer Capital Improvement Program. Examples of projects on next year's plan include:

- Combined Pump Station & Clearwell
- WWTP Aeration Basin Expansion
- Castle Hills Lift Station
- 27" Sewer from Bus 121 to MacArthur
- McKenzie-Hembry Utilities



# STORMWATER RATE PLAN

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## FY 2027 STORMWATER RATE STUDY

- From FY 2023 through FY 2025, the City implemented annual increases to the stormwater service fee, raising the rate by \$3.00 from \$4.00 to \$7.00. No rate adjustment was considered for FY 2026.
- Currently, City staff is performing a Stormwater Rate Study to update the financial plan and evaluate future funding requirements.
- The analysis is nearing completion and staff anticipates presenting the results to the Council during the 2027 Council Retreat.



The background of the slide features a scenic view of a river at sunset. The sky is a mix of purple, pink, and blue. A bridge spans the river in the middle ground. In the foreground, there are some blue structures, possibly part of a dock or construction site. On the left side, a building with arched windows is visible. The entire scene is framed by a white rounded rectangle in the center, which contains the text.

# Council Action