

Board of Directors Meeting July 9, 2025





Pledge of Allegiance

I pledge allegiance to the flag of the United States of America, and to the republic for which it stands, one nation under God, indivisible, with liberty and justice for all.

Pledge of Allegiance to the Texas Flag

Honor the Texas flag; I pledge allegiance to thee, Texas, one state under God, one and indivisible.

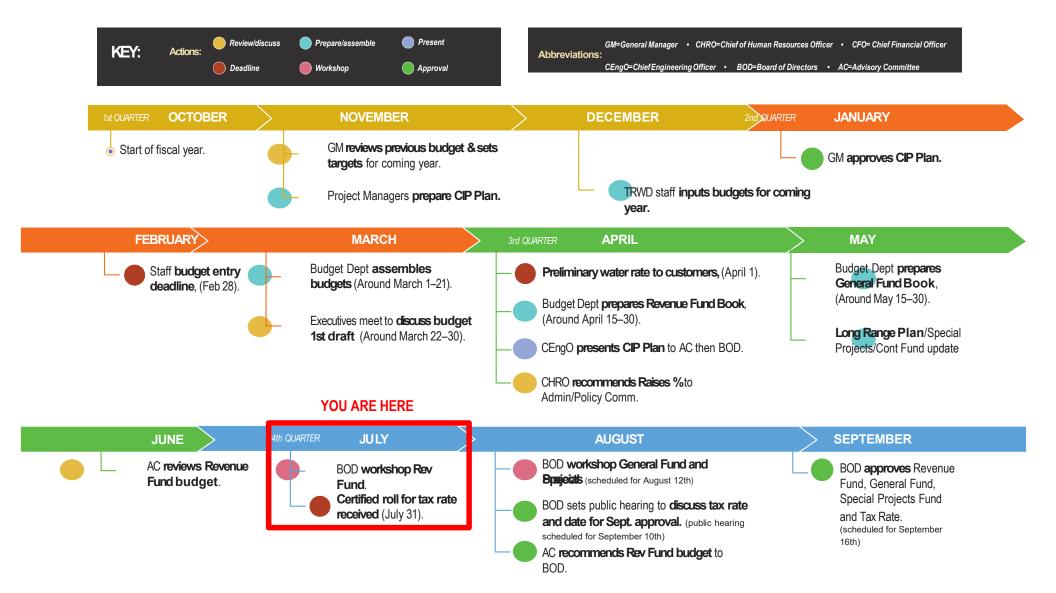
Agenda Item 2: Public Comment

Agenda Item 3: Discussion of Proposed Fiscal Year 2026 Revenue Fund Budget

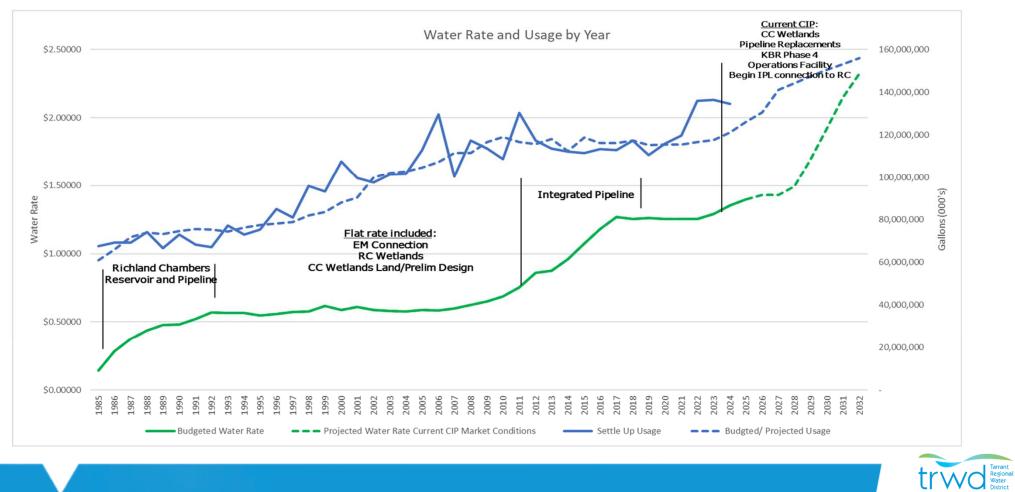
Revenue Fund Fiscal Year 2026

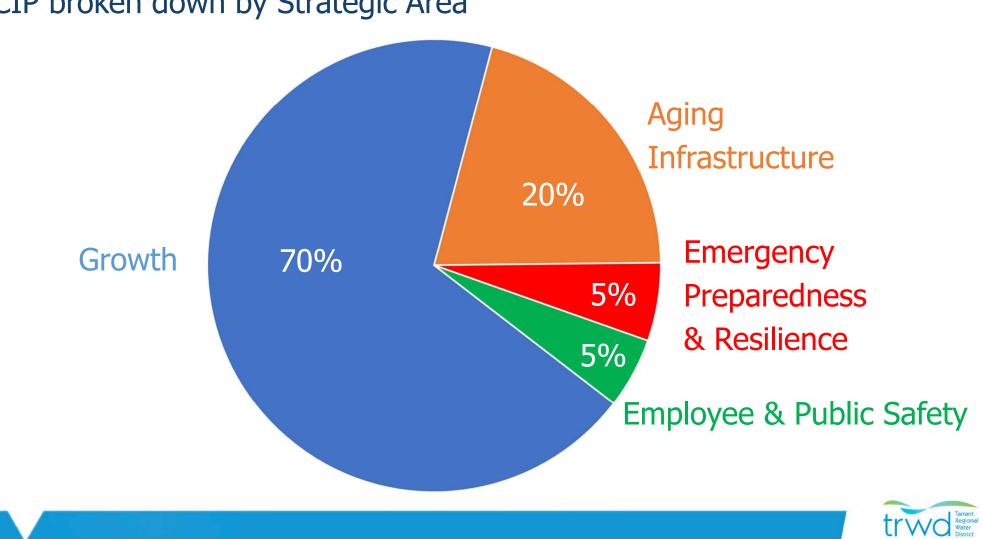






Fiscal Year 2026 Revenue Fund





CIP broken down by Strategic Area

Fiscal Year 2026 Budget Summary

Expenditures		FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Change %
Operating Expenditures	\$	65,613,380	\$ 82,997,536	\$ 81,875,704	(1.35)%
System Improvements & Capital		19,324,656	19,440,245	32,997,548	69.74 %
Debt Service		74,451,405	84,148,179	84,861,222	0.85 %
Total E	xpenditures \$	159,389,441	\$ 186,585,960	\$ 199,734,474	7.05 %

Revenues		FY24 Actuals	1	FY25 Budget Approved	FY26 Budget Proposed	Change %
Sale of Water	\$	146,712,877	\$	176,490,960	\$ 186,752,516	5.81 %
Dallas Water Utility - IPL		2,949,465		3,975,000	4,000,000	0.63 %
Interest Income		5,759,919		3,500,000	5,500,000	57.14 %
Water Conservation Contributions		1,131,530		1,229,768	1,217,918	(0.96)%
Other Income		2,835,650		1,390,232	2,264,040	62.85 %
	Total Revenues \$	159,389,441	\$	186,585,960	\$ 199,734,474	7.05 %



System Rate Calculation

Net System Revenue Requirements	FY24 Actuals	FY25 Budget Approved	Y26 Budget Proposed	Variance	Change %
Total Expenditures	\$ 159,389,441 \$	186,585,960 \$	\$ 199,734,474 \$	13,148,514	7.05 %
Less: Other Revenues Not Through Sale of Water	(12,676,564)	(10,095,000)	(12,981,958)	(2,886,958)	28.60 %
Net System Revenue Requirement	\$ 146,712,877 \$	176,490,960 \$	\$ 186,752,516 \$	10,261,556	5.81 %

	FY24 Actual	FY25 Budgeted	FY26 Budgeted		
Projected Usage Gallonage (000's)	Water Usage	Water Usage	Water Usage	Variance	Change %
Fort Worth	81,778,154	75,138,820	77,555,740	2,416,920	3.22 %
Arlington	19,988,617	19,863,483	20,761,976	898,493	4.52 %
Trinity River Authority	12,256,209	12,511,573	13,285 <mark>,51</mark> 7	773,944	6.19 %
Mansfield	6,715,312	6,656,180	6,789,304	133,124	2.00 %
Other Customers	13,748,095	11,882,000	12,119,640	237,640	2.00 %
Total Gallonage (000's)	134,486,387	126,052,056	130,512,177	4,460,121	3.54 %

Calculated System Rate	A	FY24 ctual Rate		26 Budgeted	Variance	Change %
District Rate	\$	1.09091	\$ 1.40014	\$ 1.43092	\$ 0.03078	2.20 %

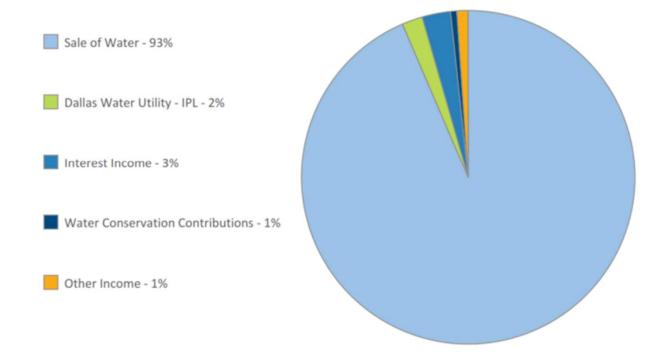


FY 2026 Revenue Fund - Budgeted Expenditures

Budget Categories	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
Debt Service	\$ 74,451,405	\$ 84,148,179	\$ 84,861,222 \$	713,043
Pumping Power	15,765,581	19,000,000	19,000,000	_
Maintenance	9,308,219	13,791,320	13,599,809	(191,511)
System Improvements & Capital	19,324,656	19,440,245	32,997,548	13,557,303
Environmental Stewardship & Public Outreach	3,334,229	4,363,542	4,778,875	415,333
Support Services	37,205,351	45,842,674	44,497,020	(1,345,654)
Total Expenditures	\$ 159,389,441	\$ 186,585,960	\$ 199,734,474 \$	13,148,514



FY 2026 Revenue Fund - Budgeted Revenues





Revenue Fund Fiscal Year 2026 Budget

		FY24 FY25 Budget FY26 Budget									
Expenditures		Actuals		Approved		Proposed	Variance	Change %	Notes		
Debt Service	\$	74,451,405	\$	84,148,179	\$	84,861,222	\$ 713,043	0.85 %			
Pumping Power		15,765,581		19,000,000		19,000,000	_	- %			
Maintenance											
Pipeline & Pump Station	\$	4,011,407	\$	5,490,500	\$	5,039,000	\$ (451,500)	(8.22)%			
Pipeline Chemicals		885,332		1,830,000		1,745,000	(85,000)	(4.64)%			
Facilities & Grounds Maintenance		1,860,306		3,293,430		3,518,888	225,458	6.85 %	1		
Equipment & Fleet		917,741		1,240,440		1,243,111	2,671	0.22 %			
Maintenance Support		912,670		971,950		1,063,950	92,000	9.47 %			
Benbrook Reservoir O&M		536,179		650,000		625,000	(25,000)	(3.85)%			
Stream Gauging Stations		184,584		315,000		364,860	49,860	15.83 %			
Total Maintenance		9,308,219		13,791,320		13,599,809	(191,511)	(1.39)%			
System Improvements & Capital	\$	19,324,656	\$	19,440,245	\$	32,997,548	\$ 13,557,303	69.74 %	2		
Watershed Protection & Environmental Stewardship											
Water Conservation Program	\$	2,666,581	\$	3,410,502	\$	3,829,002	\$ 418,500	12.27 %			
Watershed Protection		278,438		405,650		426,650	21,000	5.18 %			
Environmental Stewardship		344,333		416,961		403,910	(13,051)	(3.13)%			
Public Outreach & Events	_	44,877		130,429		119,313	(11,116)	(8.52)%			
Total Watershed Protection 8 Environmental Stewardship	-	3,334,229		4,363,542		4,778,875	415,333	9.52 %			
Support Services											
Employee Related	\$	30,349,081	\$	36,350,953	\$	35,547,973	\$ (802,980)	(2.21)%	3		
Professional Services		2,045,760		4,136,404		3,485,969	(650,435)	(15.72)%			
Administrative Support		2,782,499		2,840,243		2,892,792	52,549	1.85 %			
Information Technology		2,028,011		2,515,074		2,570,286	55,212	2.20 %			
Total Support Services		37,205,351		45,842,674		44,497,020	(1,345,654)	(2.94)%			

Total Expenditures \$159,389,441 \$186,585,960 \$199,734,474 \$ 13,148,514 7.05 %





Agenda Item 4: Executive Session

Agenda Item 5: Consider Nomination of Candidate to Tarrant Appraisal District Board of Directors

Stephen Tatum, General Counsel

Agenda Item 6: Future Agenda Items

Agenda Item 7: Schedule Next Board Meeting

July 15, 2025 at 9:00am

Agenda Item 8: Adjourn

