

This Agenda is posted pursuant to Chapter 551, Texas Government Code

**Matters to Come Before a Meeting of the Board of Directors
of Tarrant Regional Water District**

To Be Held the 12th Day of August 2025 at 2:30 p.m.

**Front Doors to the Main Admin Building at 800 East Northside Drive Will Open to
the Public at 2:00 p.m. and Close Fifteen (15) Minutes After the Meeting Adjourns**

**TRWD Board Room
800 East Northside Drive
Fort Worth, Texas 76102**

**PLEASE BE ADVISED THAT A QUORUM OF THE BOARD OF DIRECTORS OF TRWD
WILL CONVENE ON THE ABOVE DATE AND TIME FOR THE PURPOSE OF
CONSIDERING AND ACTING UPON THE MATTERS SET FORTH IN THIS AGENDA.
THE LINK TO VIEW AND LISTEN TO THE MEETING VIA INTERNET IS
[HTTPS://WWW.TRWD.COM/BOARDVIDEOS](https://www.trwd.com/boardvideos). A RECORDING OF THE MEETING
WILL ALSO BE AVAILABLE AT [HTTPS://WWW.TRWD.COM/BOARDVIDEOS](https://www.trwd.com/boardvideos).**

1. Pledges of Allegiance

2. Public Comment

**Citizens may present public comment at this time, limited to a total time of
three (3) minutes per speaker, unless the speaker addresses the Board
through a translator, in which case the limit is a total time of six (6) minutes.
Each proposed speaker must have completed and submitted a speaker card
prior to the commencement of the meeting, identifying any agenda item
number(s) and topic(s) the speaker wishes to address with the Board. By
law, the Board may not deliberate, debate, or take action on public comment
but may place the item on a future agenda.**

**3. Discussion of Proposed Fiscal Year 2026 General Fund and Governmental
Contingency Fund Budgets - Dan Buhman, General Manager and Sandy
Newby, Chief Financial Officer**

4. Executive Session under Texas Government Code:

**Section 551.071 of the Texas Government Code, for Private Consultation
with its Attorney about Pending or Contemplated Litigation or on a Matter in
which the Duty of the Attorney to the Governmental Body under the Texas
Disciplinary Rules of Professional Conduct of the State Bar of Texas Clearly
Conflicts with this Chapter; and**

Section 551.074 of the Texas Government Code, Regarding Personnel Matters, Related to Nominee for the Tarrant Appraisal District Board of Directors

- 5. Consider Vote on a Conservation and Reclamation District Nominee for Appointment to the Tarrant Appraisal District Board of Directors - Stephen Tatum, General Counsel**
- 6. Future Agenda Items**
- 7. Schedule Next Board Meeting**
- 8. Adjourn**

General Fund



TRWD General Fund FY26 Budget Summary

TRWD Purpose

Enriching communities and improving the quality of life through water supply, flood control, and recreation.

TRWD owns and operates the flood control system built by the Army Corps of Engineers after the 1949 Trinity River flood. The General Fund flood control budget is used to maintain that system to protect the public.

The Fiscal Year 2026 expenditures budget represents a 0% increase over the Fiscal Year 2025 budget. The District is funding capital reserves to pay for canals on Panther Island, the General Fund's portion of a new operations facility, and betterments and cash match for the Central City Flood Control Project.

General Fund Budget

The General Fund budget supports the flood control and recreation functions of the District and is supported by tax revenues. The tax rate used to estimate the expected revenues is \$0.0265 per \$100 valuation.

Proposed FY26 General Fund Budget

Expenditures	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Change %
Operating Expenditures	\$ 20,164,138	\$ 24,735,055	\$ 23,922,528	(3.28)%
System Improvements & Capital	2,871,684	4,384,500	5,197,027	18.53 %
Subtotal	23,035,822	29,119,555	29,119,555	— %
Capital Reserves	—	—	2,880,445	100.00 %
Total General Fund Expenditures	23,035,822	29,119,555	32,000,000	9.89 %
Revenues				
Taxes	29,097,426	29,100,000	32,000,000	9.97 %
Contributions	158,149	—	—	— %
Other Income	436,845	—	—	— %
Total Revenues	29,692,420	29,100,000	32,000,000	9.97 %
Budgeted Net Increase (Decrease) to Equity	\$ 6,656,598	\$ (19,555)	\$ —	

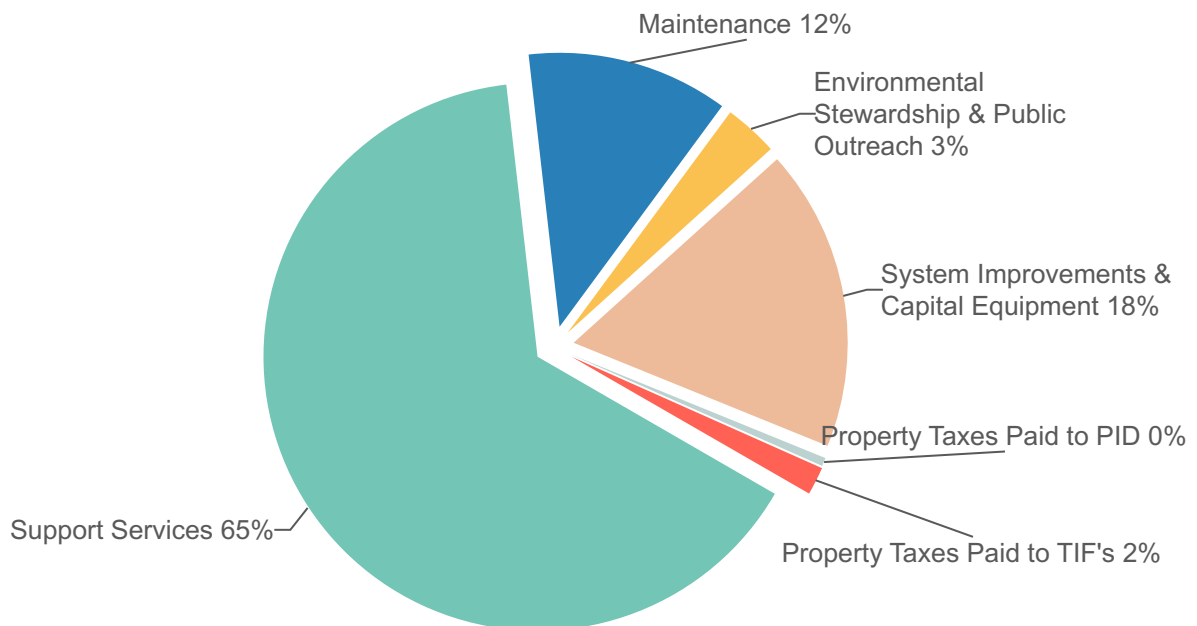
General Fund: Expenditures

Summary Expenditure Budget

The District's flood control and recreation missions require a combination of long-term planning and constant evaluation of the current system needs. System improvements and capital equipment support the enhancement of flood control infrastructure, while maintenance costs preserve the system that is already in place. Support Service costs include the personnel, administrative support, professional services, and information technology needed to execute the District's mission and capital reserves will be used to pay for canals on Panther Island, the General Fund's portion of a new operations facility, and betterments and cash match for the Central City Flood Control Project. Additional details are provided on the following pages.

Budget Categories	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance	Change %
Maintenance	\$ 3,091,116	\$ 3,282,849	\$ 3,473,343	\$ 190,494	5.80 %
System Improvements & Capital	2,871,684	4,384,500	5,197,027	812,527	18.53 %
Environmental Stewardship & Public Outreach	633,020	902,468	928,298	25,830	2.86 %
Property Taxes Paid to TIF's	568,250	568,248	483,569	(84,679)	(14.90)%
Property Taxes Paid to PID	—	—	150,000	150,000	100 %
Support Services	15,871,751	19,981,490	18,887,318	(1,094,172)	(5.48)%
Subtotal	23,035,821	29,119,555	29,119,555	—	— %
Capital Reserves	—	—	2,880,445	2,880,445	100 %
Total General Fund Expenditures	\$ 23,035,821	\$ 29,119,555	\$ 32,000,000	\$ 2,880,445	9.89 %

FY26 General Fund Expenditures*



*Excludes the FY26 Capital Reserves budget

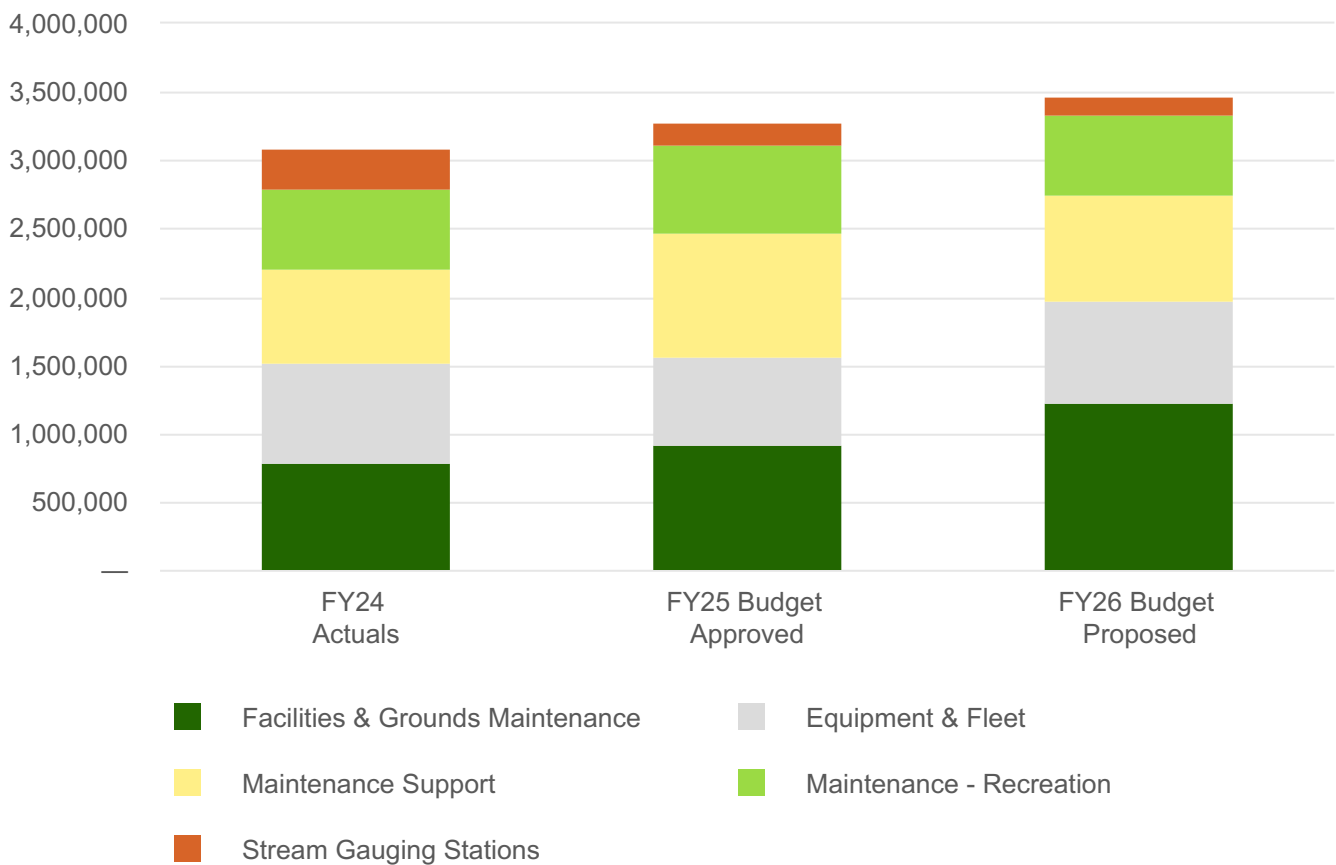
Maintenance Expenditures

TRWD is increasing the level of service in maintaining the floodway in response to increased public use. The Facilities & Grounds Maintenance budget and the Equipment & Fleet budget increased to meet this new service level and in response to higher market pricing for services and equipment.

Maintenance Support mainly consists of contract labor services. These services are generally used on an as needed basis. The FY26 proposed budget was decreased after analyzing trends in actual annual expenditures.

	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
Facilities & Grounds Maintenance	\$ 789,219	\$ 928,800	\$ 1,233,130	\$ 304,330
Equipment & Fleet	734,191	639,504	749,008	109,504
Maintenance Support	682,710	912,195	778,795	(133,400)
Maintenance - Recreation	588,298	634,450	582,270	(52,180)
Stream Gauging Stations	296,698	167,900	130,140	(37,760)
Total	\$ 3,091,116	\$ 3,282,849	\$ 3,473,343	\$ 190,494

Maintenance Expenditures



System Improvements and Capital Equipment Expenditures

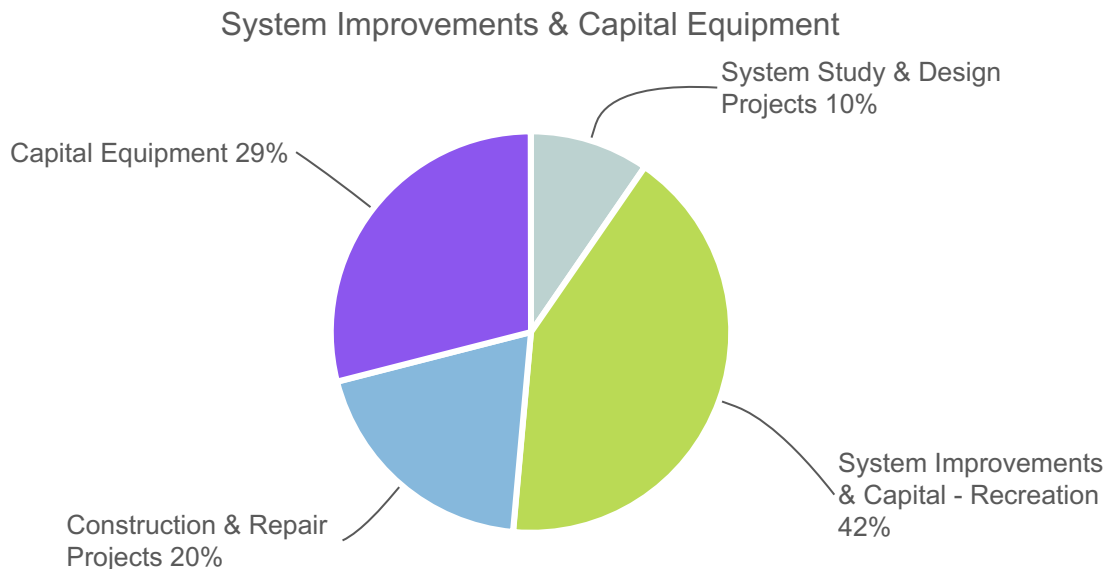
System improvement and capital equipment expenditures are used to improve and repair existing flood control and recreation infrastructure. The largest expenditures in this budget line are to implement portions of the TRWD 2025 Recreation Master Plan. For example, the Overton Lighted Loop on the Clear Fork will enhance trail safety and improve the overall experience for the public.

The District owns heavy equipment needed to maintain and improve the floodway, trails, trailheads, and parks. Capital equipment purchases are based on our asset management best practices which account for maintenance history and usage data. This category's budget increased due to a change in philosophy for maintenance and fleet replacements that will optimize total cost of ownership per mile, enhance employee safety, and improve fuel efficiency. We expect long-term savings and safer employees.

System Study & Design Projects decreased largely due to the design for Mary's Creek Flood Control Reservoir. This design was estimated to cost \$1.2M and anticipated to occur in FY25. The strategic decision was made to increase stakeholder engagement in 2025 prior to proceeding with design. This shift provided valuable insight and clarity regarding the best next steps and a timeline. As a result, we have adjusted the FY 26 budget to include additional analysis to address questions raised during stakeholder engagement versus re-budgeting the design at this time.

Additional details are shown on the following page.

	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
System Improvements & Capital - Recreation	\$ 329,970	\$ 1,060,500	\$ 1,963,447	\$ 902,947
Capital Equipment	1,317,108	804,000	1,610,530	\$ 806,530
Construction & Repair Projects	666,471	1,134,850	1,088,050	\$ (46,800)
System Study & Design Projects	558,135	1,385,150	535,000	\$ (850,150)
Total	\$ 2,871,684	\$ 4,384,500	\$ 5,197,027	\$ 812,527



System Improvements and Capital Equipment Expenditures

	FY26 Budget Proposed
<u>System Improvements & Capital Equipment - Recreation</u>	
Clearfork Overton Lighted Loop (see next page for more details)	1,115,000
Riverside Lighted Loop Design	217,447
Signage and Striping - Clear Fork	500,000
Miscellaneous Construction & Repair Projects*	131,000
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	\$ 1,963,447
<u>Capital Equipment**</u>	
Pickup Trucks	731,000
Heavy Equipment	590,000
LED Replacement Boat - General Fund Portion	125,000
Miscellaneous Capital Equipment*	164,530
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	\$ 1,610,530
<u>Construction & Repair Projects</u>	
Repair Erosion Under Riverside Drive	300,000
Repair Erosion Under Handley Ederville Road	250,000
Repair Erosion Under Farmers Branch	215,000
Eagle Mountain Park Maintenance / Storage Building	150,000
Miscellaneous Construction & Repair Projects*	173,050
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	\$ 1,088,050
<u>System Study & Design Projects</u>	
Evaluations of Flood Levels for Fort Worth Floodway	350,000
Miscellaneous System Study & Design Projects*	185,000
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	\$ 535,000
Total System Improvements & Capital Equipment	<hr/>
	\$ 5,197,027

*All individual items listed under "Miscellaneous" are less than \$100 thousand.

** The District classifies any machinery or equipment purchases of \$10 thousand or more as capital equipment.



Rendering of the Clear Fork Overton Lighted Loop

The Clear Fork Overton Lighted Loop is an infrastructure initiative designed to enhance safety and accessibility along a 1.5-mile trail extending from Clearfork Main Street, encircling the river and the Overton Diversion Channel. This project will incorporate lighting and security features to create a well-illuminated, secure loop, enabling pedestrians, cyclists, and other trail users to navigate the area safely and efficiently.

Environmental Stewardship and Public Outreach Expenditures

TRWD acts as a steward of the natural environment and the communities it serves. As owners and operators of the Fort Worth floodway, protecting the quality of the water in the Trinity River is a priority of the District. In fiscal year 2024 the District realigned its public outreach events with its core mission, and moved these events from the Governmental Contingency Fund to the General Fund.

	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
Public Outreach & Events*				
Marketing & Outreach	\$ 98,579	\$ 76,648	\$ 76,648	\$ —
Recreation	490,867	758,550	797,350	38,800
Total Public Outreach & Events	589,446	835,198	873,998	38,800
Environmental Stewardship	43,574	67,270	54,300	(12,970)
Total	\$ 633,020	\$ 902,468	\$ 928,298	\$ 25,830

The District organizes and hosts a variety of annual events that align with its mission to enhance quality of life and promote active lifestyles across North Texas communities. These events—including Fort Worth’s Fourth, Flyfest, Trash Bash, Mayfest, Kid Fish, and Youth Hunts which are either hosted by the District or supported in partnership with other organizations. They aim to foster community engagement, celebrate local culture, and promote environmental stewardship, natural resource appreciation, and respect for the environment.

*Public Outreach & Events Detail	FY26 Budget Proposed	FY26 Proposed Revenues in the Governmental Contingency Fund
Fort Worth's Fourth	\$ 556,800	\$ 160,000
Trash Bash	77,500	
Flyfest & Trout Stocking	78,700	10,000
Community Sponsorships	16,355	
Mayfest	32,000	
Other Public Outreach & Events	112,643	18,600
Total	\$ 873,998	\$ 188,600



Property Taxes Paid to TIF's and PID

TRWD has agreed to participate in a number of tax increment financing (TIF) agreements to reinvest a portion of property taxes collected in programs that support economic development within District communities. TIF #8 Lancaster and TIF #10 Lone Star have expired and therefore we no longer contribute to them.

Property Taxes Paid to TIF's	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
TIF #8 Lancaster	70,149	70,148	—	(70,148)
TIF #9 Trinity River Vision	189,581	189,581	189,581	—
TIF #10 Lone Star	14,531	14,531	—	(14,531)
TIF #12 East Berry	38,400	38,400	38,400	—
TIF #13 Woodway	121,326	121,326	121,326	—
TIF #14 Trinity Lakes	78,005	78,005	78,005	—
TIF #15 Stockyards	56,258	56,257	56,257	—
Total	\$ 568,250	\$ 568,248	\$ 483,569	\$ (84,679)

Panther Island landowners are actively working to establish a Public Improvement District (PID) on Panther Island. TRWD has agreed to participate. The FY26 budget includes the anticipated PID assessment

	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
Property Taxes Paid to PID	\$ —	\$ —	\$ 150,000	\$ 150,000

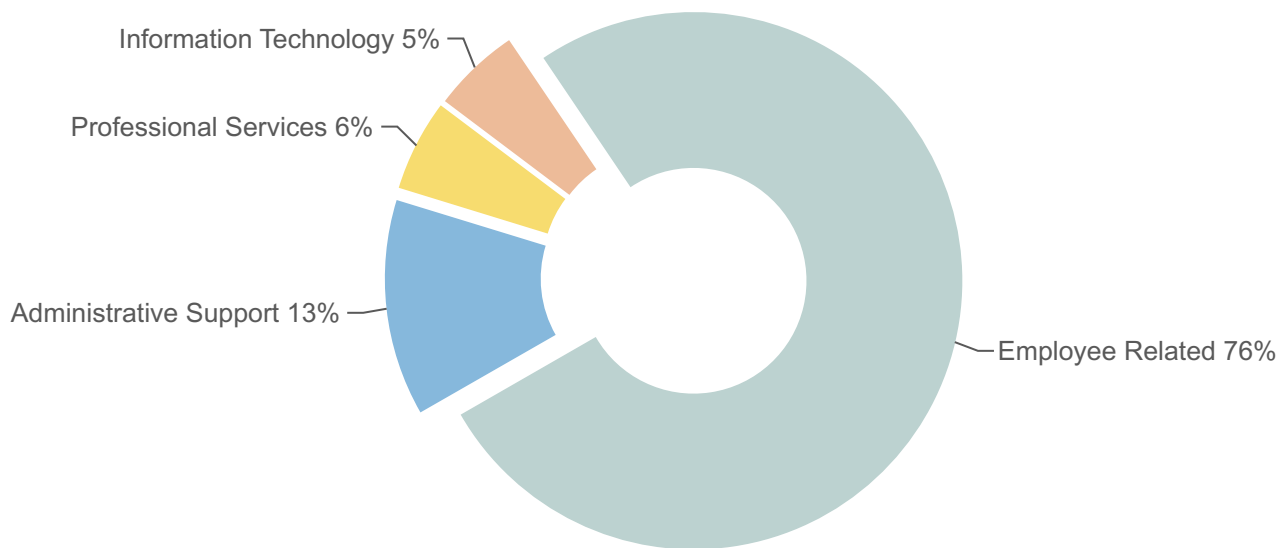
Support Services

Summary

Support services make up 64% of the fiscal year 2026 General Fund budget and serve to support TRWD's efforts in providing flood control and recreation to the communities served by the District. The largest portion of this cost is TRWD's investment in its people, resulting in employee retention, low turnover rates, employee engagement, and a stable culture.

	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
Employee Related	\$ 12,455,060	\$ 14,626,798	\$ 14,383,985	\$ (242,813)
Administrative Support	1,757,087	2,510,091	2,463,782	(46,309)
Professional Services	972,238	1,903,734	1,040,476	(863,258)
Information Technology	687,366	940,867	999,075	58,208
Total	\$ 15,871,751	\$ 19,981,490	\$ 18,887,318	\$ (1,094,172)

FY26 General Fund Support Services



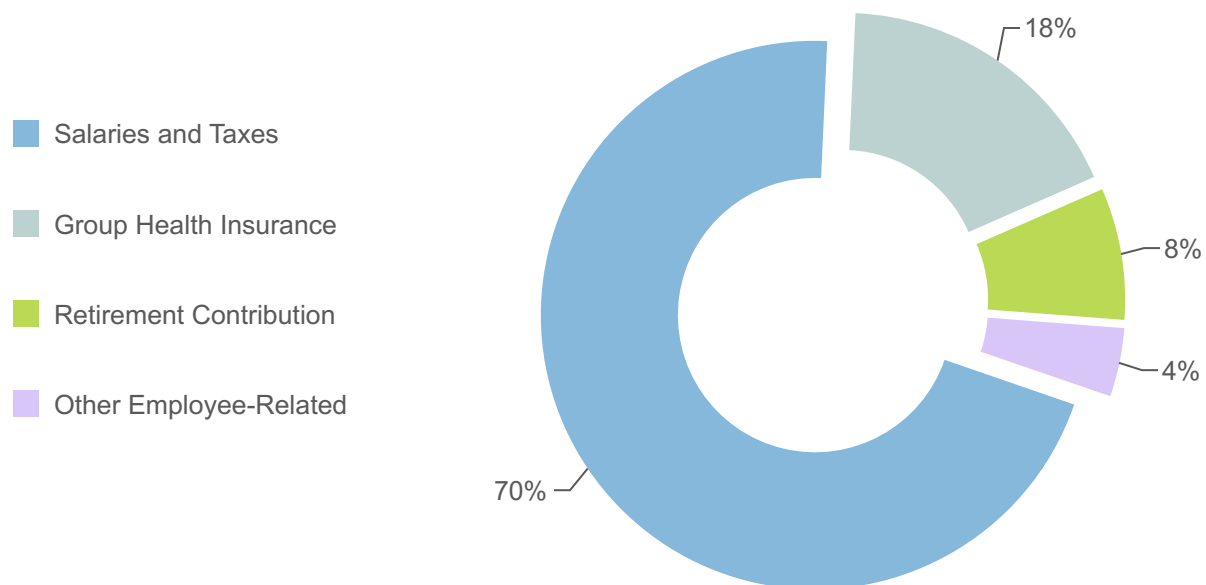
Support Services

Employee-Related Expenditures

TRWD maintains an Other Post Employment Benefit (OPEB) trust to cover the actuarial liability related to its provision of medical insurance to retirees and their families. This retirement benefit was discontinued for new employees in 2017, thus the liability is finite. As of September 30, 2024, TRWD's OPEB trust was valued at 82% of the liability. Per the OPEB policy, contributions may cease once the Trust Fund has reached 75% of the liability; therefore, the District will not contribute to the OPEB trust in 2026.

	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance	Change %
Salaries and Taxes	\$ 8,788,364	\$ 9,940,237	\$ 10,132,755	\$ 192,518	1.94 %
Group Health Insurance	1,760,385	2,511,311	2,548,607	37,296	1.49 %
Retirement Contribution	986,892	1,099,951	1,120,135	20,184	1.83 %
Other Post Employment Benefits	448,010	492,811	—	(492,811)	(100.00)%
Other Employee-Related Expenditures	471,409	582,488	582,488	—	— %
Total	\$ 12,455,060	\$ 14,626,798	\$ 14,383,985	\$ (242,813)	(1.66)%

FY26 Employee-Related Expenditures



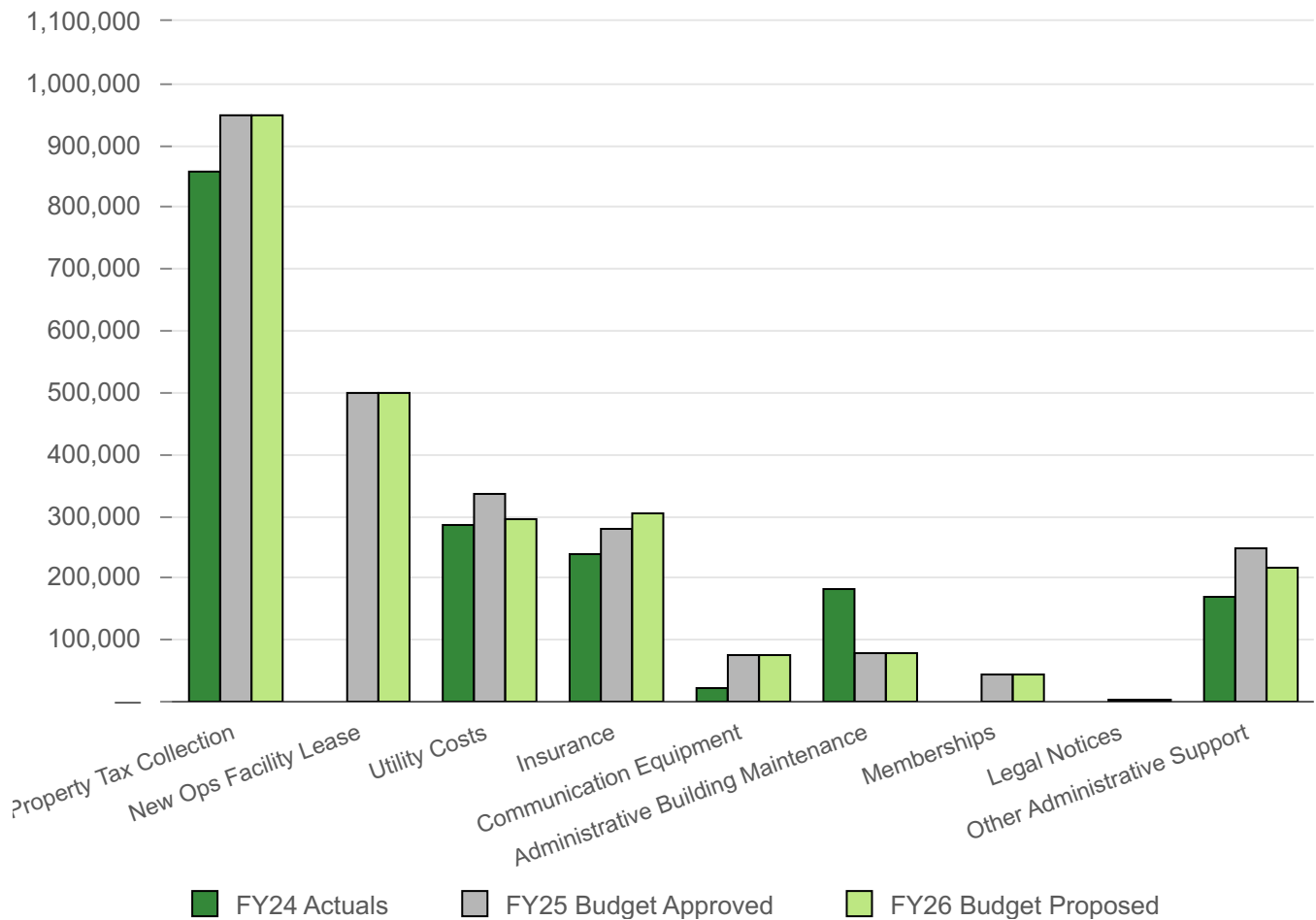
Support Services

Administrative Support Expenditures

Administrative support services consist of a variety of overhead expenditures that support the District's flood control and recreation systems as a whole.

	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
Property Tax Collection	\$ 857,606	\$ 950,000	\$ 950,000	\$ —
New Operations Facility Lease	—	500,000	500,000	—
Insurance	238,123	279,219	303,786	24,567
Utility Costs	285,247	336,380	296,095	(40,285)
Administrative Building Maintenance	181,568	77,621	77,621	—
Communication Equipment	23,158	74,080	74,080	—
Memberships	—	43,342	43,342	—
Legal Notices	1,257	1,820	1,820	—
Other Administrative Support	170,128	247,629	217,038	(30,591)
Total	\$ 1,757,087	\$ 2,510,091	\$ 2,463,782	\$ (46,309)

Administrative Support Expenditures



Support Services

Professional Services

Professional services are provided by external vendors with specialized technical expertise to support the District's flood control and recreation efforts. Administrative consulting provides professional support for financial, human resource, and other administrative efforts. These services are generally used on an as needed basis. The FY26 proposed budget was decreased after analyzing trends in actual annual expenditures.

		FY24 Actuals		FY25 Budget Approved		FY26 Budget Proposed		Variance
Engineering Consulting	\$	69,742	\$	322,280	\$	84,850	\$	(237,430)
Administrative Consulting		134,293		314,138		280,642		(33,496)
IT & Cybersecurity Consulting		78,004		170,810		129,200		(41,610)
Legislative Consulting		36,788		39,900		39,900		—
Subtotal Consulting Fees	\$	318,827	\$	847,128	\$	534,592	\$	(312,536)
Legal Fees		470,552		778,800		359,850		(418,950)
Miscellaneous Professional Fees		182,859		277,806		146,034		(131,772)
Total Professional Services	\$	972,238	\$	1,903,734	\$	1,040,476	\$	(863,258)

Support Services

Information Technology

Information Technology supports the District's technology needs. These categories tend to remain relatively stable from year to year.

		FY24 Actuals		FY25 Budget Approved		FY26 Budget Proposed		Variance
Software	\$	386,767	\$	551,022	\$	568,095	\$	17,073
Hardware		300,599		389,845		430,980		41,135
Total Information Technology	\$	687,366	\$	940,867	\$	999,075	\$	58,208

Capital Reserves

As part of the annual budgeting process, the District looks at what our future cash needs will be over the next 10-15 years, and what large projects it foresees that could not be accomplished in an annual Operating Budget. Below is a list of the currently known large projects, with estimated costs totaling \$324M. The District currently holds approximately \$108M in the Governmental Contingency Fund and will therefore need an additional \$216M. The remaining cash needs will be met through a combination of land sales, stormwater fees, oil and gas royalties, miscellaneous revenues (including leases, permits and equipment sales), and capital reserves.

Estimated Future Cash Needs

Canals	\$211,000,000
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New Operations Facility (General Fund Portion)	14,250,000
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Betterments	67,600,000
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USACE Cash Match	31,600,000
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	324,450,000
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Existing Cash Reserves projected as of 9/30/2025	108,000,000
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Remaining Cash Needs	\$216,450,000
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	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
Capital Reserves	—	—	\$2,880,445	\$2,880,445

General Fund: Revenues

Sources of Revenue

Summary

The flood control and recreation missions of the District are funded by the collection of property taxes. In FY2024 Contribution Revenues and Other Income were moved to the Governmental Contingency Fund and therefore do not have a budget for FY2025 or FY2026.

		FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
Taxes	\$	29,097,426	\$ 29,100,000	\$ 32,000,000	\$ 2,900,000
Contribution Revenues		158,149	—	—	—
Other Income		436,845	—	—	—
Total Revenues	\$	29,692,420	\$ 29,100,000	\$ 32,000,000	\$ 2,900,000

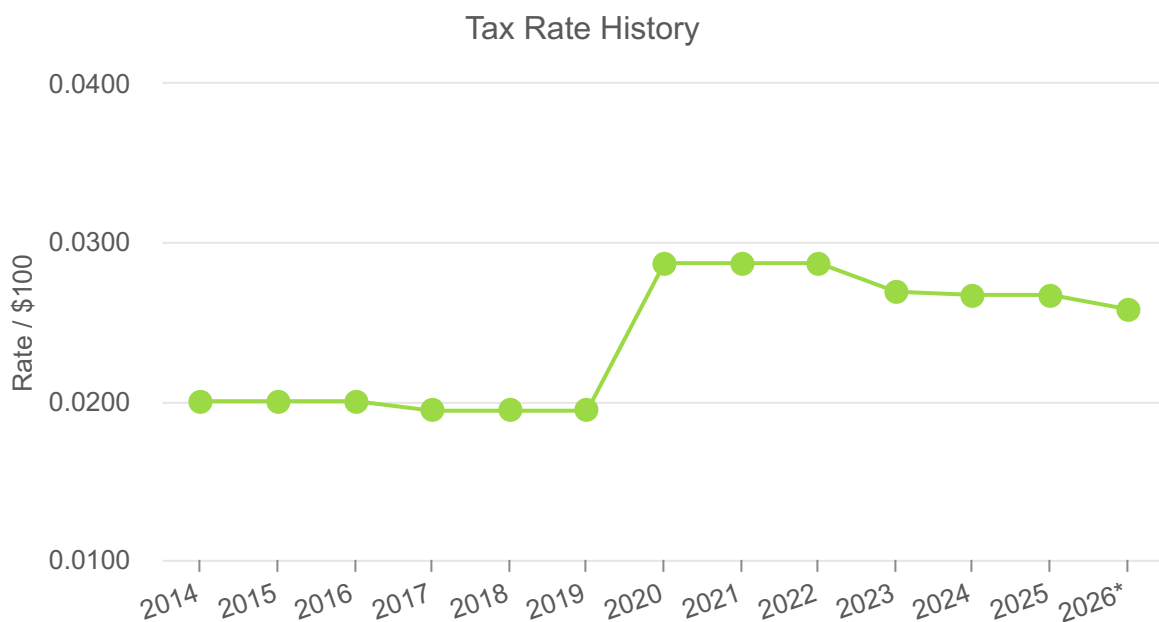
Sources of Revenue

Tax Revenues

As a governmental entity, the District is empowered to levy and collect ad valorem taxes to meet the maintenance, operations, and capital expenses of its systems. The approved budget for fiscal year 2026 estimates the tax revenues to be collected, using the 2025 fiscal year's ad valorem tax rate of \$0.0265 per \$100 valuation, to be approximately \$32 million. This is based on a net taxable value of approximately \$120.9 billion and represents a projected tax burden of approximately \$77.09 for an average home valued at \$290,901.

Tax Revenues	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
Property Tax Revenue	\$ 29,097,426	\$ 29,100,000	\$ 32,000,000	\$ 2,900,000

	2025 Approved Rate	2026 Proposed Rate	Increase/(Decrease)
Average Appraised value of Residence Homestead (per Tarrant Appraisal District)	\$289,918	\$290,901	\$983
Tax Rate	.0267/100	.0265/100	(.0002/100)
Average Tax	\$77.41	\$77.09	\$(0.32)



*Budgeted tax rate

General Fund - Flood Control FY26 Budget

Expenditures	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance	Change %	Notes
Maintenance						
Facilities & Grounds Maintenance	\$ 789,219	\$ 928,800	\$ 1,233,130	\$ 304,330	32.77%	1
Equipment & Fleet	734,191	639,504	749,008	109,504	17.12%	1
Maintenance Support	682,710	912,195	778,795	(133,400)	(14.62)%	
Stream Gauging Stations	296,698	167,900	130,140	(37,760)	(22.49)%	
Total Maintenance	2,502,818	2,648,399	2,891,073	242,674	9.16%	
System Improvements & Capital	2,541,714	3,324,000	3,233,580	\$ (90,420)	(2.72)%	
Recreation						
Public Outreach	\$ 490,867	\$ 758,550	\$ 797,350	\$ 38,800	5.12%	
Maintenance	588,298	634,450	582,270	(52,180)	(8.22)%	
System Improvements & Capital Equipment	329,970	1,060,500	1,963,447	902,947	85.14%	2
Total Recreation	\$ 1,409,135	\$ 2,453,500	\$ 3,343,067	\$ 889,567	36.26%	
Environmental Stewardship & Public Outreach						
Public Outreach & Events	\$ 98,579	\$ 76,648	\$ 76,648	\$ —	—%	
Environmental Stewardship	43,574	67,270	54,300	(12,970)	(19.28)%	
Total Environmental Stewardship and Public Outreach	142,153	143,918	130,948	(12,970)	(9.01)%	
Property Taxes Paid to TIF's	\$ 568,250	\$ 568,248	\$ 483,569	\$ (84,679)	(14.90)%	
Property Taxes Paid to PID	\$ —	\$ —	\$ 150,000	\$ 150,000	100.00%	
Support Services						
Employee Related	\$ 12,455,060	\$ 14,626,798	\$ 14,383,985	\$ (242,813)	(1.66)%	
Administrative Support	1,757,087	2,510,091	2,463,782	(46,309)	(1.84)%	
Professional Services	972,238	1,903,734	1,040,476	(863,258)	(45.35)%	
Information Technology	687,366	940,867	999,075	58,208	6.19%	
Total Support Services	15,871,751	19,981,490	18,887,318	(1,094,172)	(5.48)%	
Subtotal	\$ 23,035,821	\$ 29,119,555	\$ 29,119,555	—	—%	
Capital Reserves	—	—	2,880,445	2,880,445	100%	3
Total General Fund Expenditures	\$ 23,035,821	\$ 29,119,555	\$ 32,000,000	\$ 2,880,445	9.89 %	

Revenues	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance	Change %
Taxes	\$ 29,097,426	\$ 29,100,000	\$ 32,000,000	\$ 2,900,000	9.97%
Other Income	436,845	—	—	—	—%
Contributions	158,149	—	—	—	—%
Total Revenues	\$ 29,692,420	\$ 29,100,000	\$ 32,000,000	\$ 2,900,000	9.97 %
Net Decrease to Equity	\$ 6,656,599	\$ (19,555)	\$ —		

Variance Explanations

1. **Maintenance** - TRWD is increasing the level of service in maintaining the floodway in response to increased public use. The Facilities & Grounds Maintenance budget and the Equipment & Fleet budget increased to meet this new service level in response to higher market pricing for services and equipment.
2. **System and Capital Improvements - Recreation** - The largest expenditures are to implement portions of the TRWD 2025 Recreation Master Plan. For example, the Overton Lighted Loop on the Clear Fork will enhance trail safety and improve the overall experience for the public.
3. **Capital Reserves** - As part of the annual budgeting process, the District looks at what our future cash needs will be over the next 10-15 years, and what large projects it foresees that could not be accomplished in an annual Operating Budget. The District currently holds approximately \$108M in the Governmental Contingency Fund and will therefore need an additional \$216M. The remaining cash needs will be met through a combination of land sales, stormwater fees, oil and gas royalties, miscellaneous revenues (including leases, permits and equipment sales), and capital reserves.

Governmental Contingency Fund



The Henderson and White Settlement Bridges as part of the Central City Flood Control Project

Governmental Contingency Fund FY26 Budget Summary

The Governmental Contingency Fund consists of Special Projects and Capital Projects.

Special Project expenditures are generally large projects that could not be accomplished in an annual operating budget and can span multiple years (i.e. canals, new operations facility, betterments, and USACE cash match). The revenues are from non-operating income (income earned from sources other than tax revenue) to support special projects approved by the Board. Recreation event expenditures are included in the General Fund but their revenues are in the Governmental Contingency Fund - Special Projects.

Capital Projects includes public improvements of the floodway and related infrastructure with general obligation bond proceeds funding these improvements. Additionally, TIF revenues for the Central City Flood Control Project and related debt service are budgeted here; the TIF proceeds are used to pay the annual debt service.

Special Projects:

Expenditures	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
Canal System Design and Construction	\$ 270,633	\$ 45,000,000	\$ 12,400,000	\$ (32,600,000)
Panther Island Consulting	495,393	450,000	800,000	350,000
La Grave Stadium Demolition	191,766	200,000	—	(200,000)
Program Management (addtl funds)	—	—	878,200	878,200
Canal Right-of-Way Purchase	—	—	500,000	500,000
Total Expenditures	\$ 957,792	\$ 45,650,000	\$ 14,578,200	\$ (31,071,800)

Revenues	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
Oil and Gas	\$ 5,503,534	\$ 5,000,000	\$ 5,000,000	\$ —
Interest Income	6,705,580	2,750,000	4,100,000	1,350,000
Capital Reserves	—	—	2,880,445	2,880,445
Recreation Revenues	990,675	1,049,968	994,600	(55,368)
Leases, Permits, & Other Income	1,680,631	1,408,653	1,589,663	181,010
Total Revenues	\$ 14,880,420	\$ 10,208,621	\$ 14,564,708	\$ 4,356,087

Capital Projects:

Expenditures	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
Debt Service / Project Costs	\$ 5,008,270	\$ 2,033,948	\$ 4,862,600	\$ 2,828,652
NCTCOG Bridge Payment	350,000	350,000	350,000	—
TIF Revenues held for future Debt Service Pmts	—	6,412,400	2,834,098	(3,578,302)
Total Expenditures	\$ 5,358,270	\$ 8,796,348	\$ 8,046,698	\$ (749,650)

Revenues	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
TIF Revenues	8,039,644	8,796,348	8,046,698	(749,650)
Total Revenues	\$ 8,039,644	\$ 8,796,348	\$ 8,046,698	\$ (749,650)

Net Increase to Equity	\$ 16,604,002	\$ (35,441,379)	\$ (13,492)	\$ 35,427,887
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Special Projects: Expenditures

Special Projects Expenditures Summary

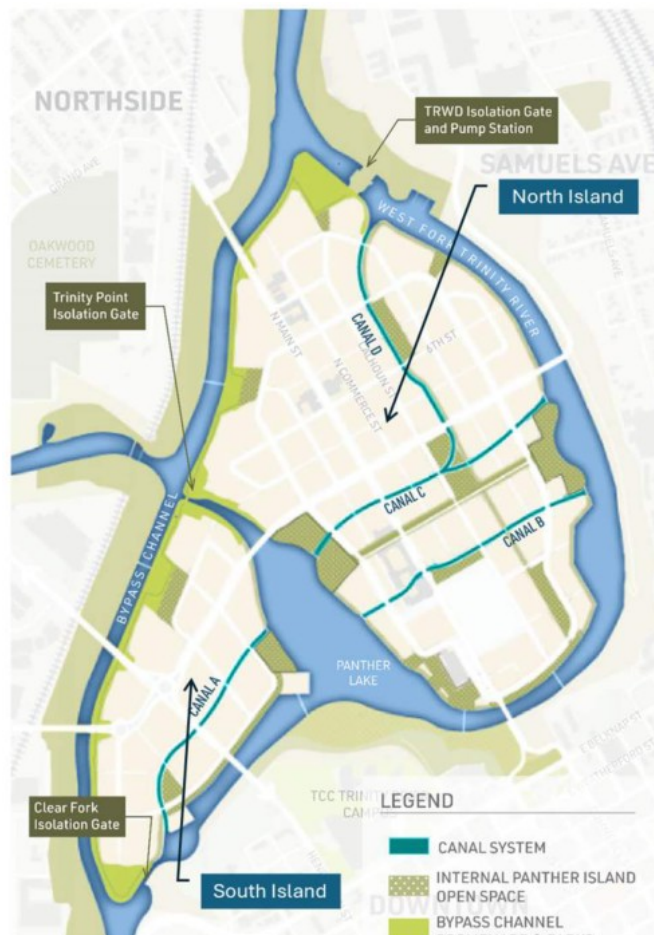
The Governmental Contingency Fund provides funding resources to support special projects approved by the Board that supports the mission of the District.

As part of its flood control mission, TRWD will need to build canals on Panther Island that will function as flood control and stormwater transmission.

Construction of Phase I of the Canal System is anticipated to begin in the fourth quarter of FY2026. The FY2025 budget included funding for phase I, prior to the project boundaries being fully defined by the land disposition strategy and completion of a drainage study. The \$45 million budget, mostly unexpended, was a placeholder for the total estimated project cost. Going forward funds will be budgeted on an estimated cashflow requirement basis. The estimated total Phase I cost for the canal and paseo is \$50 million including design and construction. Design and 20% of construction is budgeted in FY26. Additionally, the FY26 budget includes \$500 thousand for the purchase of a right-of-way to support Canal C.

	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
Canal System Design and Construction	\$ 270,633	\$ 45,000,000	\$ 12,400,000	\$ (32,600,000)
Panther Island Consulting	495,393	450,000	800,000	350,000
La Grave Stadium Demolition*	191,766	200,000	—	(200,000)
Program Management (addtl funds)	—	—	878,200	878,200
Canal Right-of-Way Purchase	—	—	500,000	500,000
Total Expenditures	\$ 957,792	\$ 45,650,000	\$ 14,578,200	\$ (31,071,800)

*The La Grave Stadium demolition was completed in FY25.



Conceptual canal plan

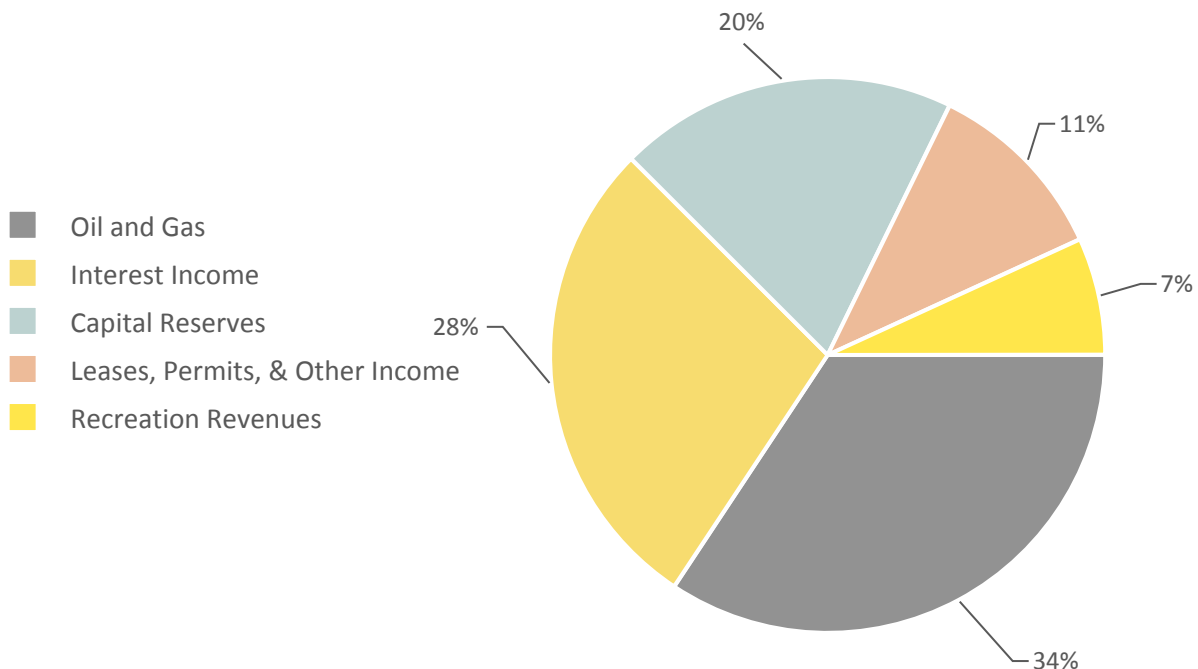
Special Projects: Revenues

Special Projects Sources of Revenue Summary

The District earns revenues from oil and gas, interest income, leases, permits, fees, recreation and other income. These revenues are held in a separate Governmental Contingency Fund to support special projects specifically approved by the Board. Additionally, a Capital Reserve is being established in 2026 for future cashflow needs, see page 15 for more details.

	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
Oil and Gas	\$ 5,503,534	\$ 5,000,000	\$ 5,000,000	\$ —
Interest Income	6,705,580	2,750,000	4,100,000	1,350,000
Capital Reserves	—	—	2,880,445	2,880,445
Recreation Revenues	990,675	1,049,968	994,600	(55,368)
Leases, Permits, & Other Income	1,680,631	1,408,653	1,589,663	181,010
Total Revenues	\$ 14,880,420	\$ 10,208,621	\$ 14,564,708	\$ 4,356,087

FY26 Budgeted Revenues

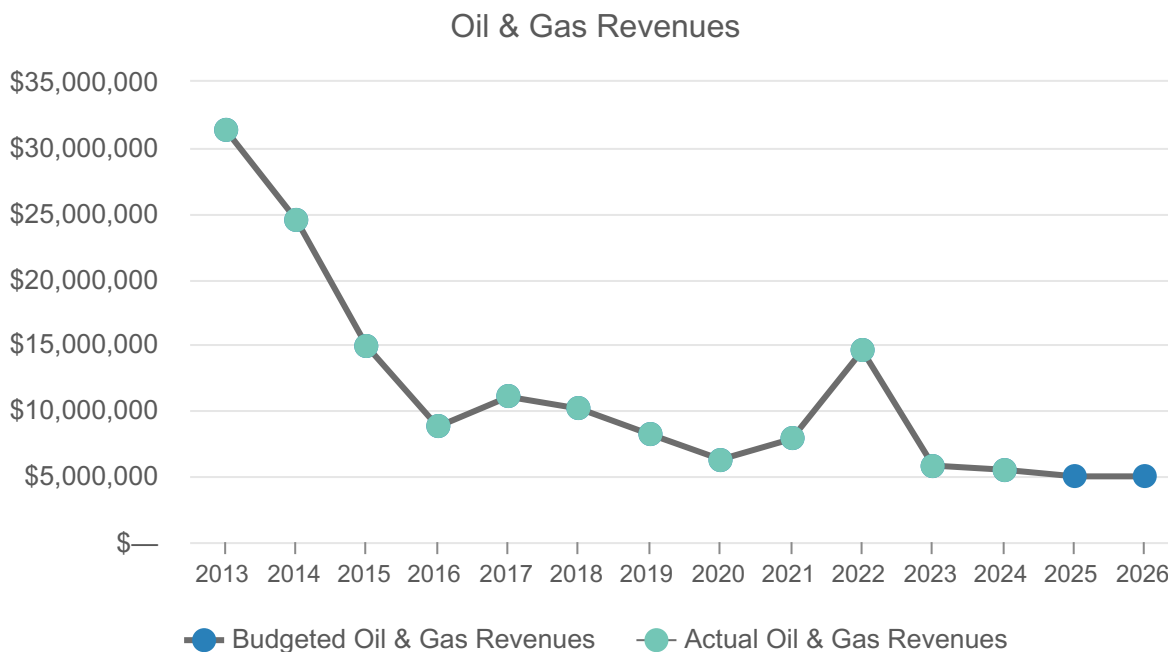


Special Projects Sources of Revenue

Oil & Gas Royalties

The majority of revenue from oil and gas royalties is generated from mineral interests located in Wise, Jack and Tarrant counties under and surrounding Lake Bridgeport and Eagle Mountain Lake. Due to uncertainty of oil and gas production, these revenues are set aside as a contingency.

The chart below illustrates the actual revenues received from oil and gas royalties for the past 12 years and the budgeted revenues for fiscal years 2025 and 2026. Prior to fiscal year 2020, oil and gas revenues were in the General Fund. In fiscal year 2020 these revenues were moved here to the Governmental Contingency Fund due to the variability of this revenue source.



Interest Income

The District invests in US government and agency fixed income securities as well as investments in Local Government Investment Pools. The portfolio has a maximum maturity of 3 years, but over half of the portfolio is typically invested in shorter term investments to be available if needed. To be conservative, the District is assuming a 3% interest rate in fiscal year 2026. Additionally, interest income from the General Fund was moved in fiscal year 2024 to the Governmental Contingency Fund due to its unpredictability as a revenue source.

		FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed
General Fund Interest Income Added in FY24	\$	1,928,084	\$ 1,000,000	\$ 1,300,000
Governmental Contingency Fund Interest Income	\$	4,777,496	\$ 1,750,000	\$ 2,800,000
Total Interest Income	\$	6,705,580	\$ 2,750,000	\$ 4,100,000

Special Projects Sources of Revenue**Leases, Permits & Other Income**

The District collects revenues from leases and permits paid to use District property. Historically, the revenues from leases of Coyote Drive-in, Woodshed Restaurant and other locations on Bridgeport and Eagle Mountain lakes were used to offset recreation-type expenditures. In fiscal year 2024 these related expenditures were moved to the General Fund, while their revenues remained in the Governmental Contingency Fund.

In FY24 the District received a donation of \$158,149 for the design and partial construction of the Oak Forest Trailhead. This one-time donation is reported on the “Other Floodway Leases & Permits” line.

The increase in Land, Equipment, & Sand Sales is due an increase in proposed equipment sales. In FY26 the District is proposing to sell 14 trucks, historically the District has sold six to eight trucks a year.

Leases, Permits & Other Income	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
Annex East, West and Garage Lease	\$ 602,391	\$ 602,391	\$ 602,391	\$ —
Coyote Drive-In Theater Lease	180,493	175,000	175,000	—
Woodshed Restaurant Lease	185,118	175,000	175,000	—
Bridgeport/Eagle Mountain Leases	202,427	165,725	165,725	—
Other Floodway Leases & Permits	354,910	157,037	194,847	37,810
Land, Equipment, & Sand Sales	85,460	113,500	256,700	143,200
Miscellaneous Revenues	69,832	20,000	20,000	—
Total	\$ 1,680,631	\$ 1,408,653	\$ 1,589,663	\$ 181,010

Recreation Revenues

Recreation revenues are revenues earned in relation to recreation-type activities on District property. The majority of these revenues are boat ramp and park entry fees from Twin Points Park. The reduction in Panther Island venue fees reflects a decline in scheduled events in fiscal year 2025, we are anticipating a similar schedule in fiscal year 2026. The decrease in Recreation event revenues is mainly due to decreased sponsorships received in fiscal year 2025, and we are projecting a similar sponsorship outlook for fiscal year 2026.

Recreation Revenues	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
Twin Points Park Fees	\$ 606,064	\$ 550,000	\$ 556,000	\$ 6,000
Panther Island Venue Fees	312,256	270,968	250,000	(20,968)
Recreation Events	72,355	229,000	188,600	(40,400)
Total	\$ 990,675	\$ 1,049,968	\$ 994,600	\$ (55,368)

Capital Projects: Expenditures

Capital Projects - Central City Flood Control Project

In May 2018 a special bond election was held and the voters approved \$250 million in bonds to finance the remaining outstanding local share of the Central City Flood Control Project. This \$250 million will be repaid by the Tax Increment Reimbursement Zone Number Nine (TIF9) in accordance with the project costs funding agreement. The first bond proceeds (\$50M) were received in August 2024 with a second issue to be received August 2025. Beginning in FY25 the bond proceeds will be used to pay budgeted project costs and the TIF9 revenues will be used to pay debt service. The table below illustrates how the TIF Revenues collected will offset the budgeted debt expenditures for fiscal year 2026.

Expenditures	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
Debt Service / Project Costs	\$ 5,008,270	\$ 2,033,948	\$ 4,862,600	\$ 2,828,652
NCTCOG Bridge Payment	350,000	350,000	350,000	—
TIF Revenues held for future Debt Service Pmts	—	6,412,400	2,834,098	(3,578,302)
Total Expenditures	\$ 5,358,270	\$ 8,796,348	\$ 8,046,698	\$ (749,650)

Revenues	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance
TIF Revenues	\$ 8,039,644	\$ 8,796,348	\$ 8,046,698	\$ (749,650)
Total Revenues	\$ 8,039,644	\$ 8,796,348	\$ 8,046,698	\$ (749,650)

Central City Flood Control Project Proposed FY26 Budget

The Central City Flood Control Project costs are funded with bond proceeds and paid for with TIF Revenues reserved for debt service payments.

TRWD		FY26 Budget Proposed
Betterments - Bypass Local Share (Pedestrian Bridge Design)	\$	15,218,912
Land Acquisition		2,345,535
Program Management		461,800
Relocation		593,000
Demolition		1,022,052
Environmental		3,028,778
NCTCOG Bridge Repayment		350,000
Bond Issuance Costs		30,000
Subtotal TRWD	\$	23,050,077

City of Fort Worth		FY26 Budget Proposed
Sewer & Water Relocation Reimbursement	\$	19,480,981
Storm Water Relocation		5,501,295
Franchise Utilities		6,847,842
Gateway Park		2,443,706
Subtotal City of Fort Worth	\$	34,273,824

Total Central City Flood Control Project	\$	57,323,901
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Bond Proceeds

2024 Funding - unspent proceeds	\$7,323,901
2025 Funding - new bond issue	50,000,000
	\$57,323,901

Governmental Contingency Fund - FY26 Budget

Special Projects

Expenditures	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance	Change %	Notes
Canal System Design and Construction	\$ 270,633	\$ 45,000,000	\$ 12,400,000	\$ (32,600,000)	(72.44)%	1
Panther Island Consulting	495,393	450,000	800,000	350,000	77.78 %	2
La Grave Stadium Demolition	191,766	200,000	—	(200,000)	(100.00)%	
Program Management (addtl funds)	—	—	878,200	878,200	100.00 %	3
Canal Right-of-Way Purchase	—	—	500,000	500,000	100.00 %	
Total Expenditures	\$ 957,792	\$ 45,650,000	\$ 14,578,200	\$ (31,071,800)	(68.07)%	

Revenues	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance	Change %	Notes
Oil and Gas	\$ 5,503,534	\$ 5,000,000	\$ 5,000,000	\$ —	— %	
Interest Income	6,705,580	2,750,000	4,100,000	1,350,000	49.09 %	4
Capital Reserves	—	—	2,880,445	2,880,445	100.00 %	5
Recreation Revenues	990,675	1,049,968	994,600	(55,368)	(5.27)%	
Leases, Permits, & Other Income	1,680,631	1,408,653	1,589,663	181,010	12.85 %	
Total Revenues	\$ 14,880,420	\$ 10,208,621	\$ 14,564,708	\$ 4,356,087	42.67 %	

Capital Projects

Expenditures	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance	Change %	Notes
Debt Service / Project Costs	\$ 5,008,270	\$ 2,033,948	\$ 4,862,600	\$ 2,828,652	139.07 %	1
NCTCOG Bridge Payment	350,000	350,000	350,000	—	— %	2
TIF Revenues held for future Debt Service Pmts	—	6,412,400	2,834,098	(3,578,302)	(55.80)%	
Total Expenditures	\$ 5,358,270	\$ 8,796,348	\$ 8,046,698	\$ (749,650)	(8.52)%	

Revenues	FY24 Actuals	FY25 Budget Approved	FY26 Budget Proposed	Variance	Change %	Notes
TIF Revenues	\$ 8,039,644	\$ 8,796,348	\$ 8,046,698	\$ (749,650)	(8.52)%	
Total Revenues	\$ 8,039,644	\$ 8,796,348	\$ 8,046,698	\$ (749,650)	(8.52)%	

Net Increase to Equity	\$ 16,604,002	\$ (35,441,379)	\$ (13,492)	\$ 35,427,887	(99.96)%	
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Variance Explanations

Special Projects

1. **Canals** - As part of its flood control mission, TRWD will build canals on Panther Island that will function as flood control and stormwater transmission.
2. **Panther Island Consulting** - In FY26 the majority of the consulting budget is for the design of Canal C.
3. **Program Management (addt'l funds)** - Program management costs not included in the original Central City Project budget.
4. **Interest Income** - To be conservative, the District is assuming a 3% interest rate for short-term investments for FY26. The District will receive \$50M in bond proceeds at the end of FY25, this additional funding is contributing to the increase in interest income.
5. **Capital Reserves** - As part of the annual budgeting process, the District looks at what our future cash needs will be over the next 10-15 years, and what large projects it foresees that could not be accomplished in an annual Operating Budget. The District currently holds approximately \$108M in the Governmental Contingency Fund and will therefore need an additional \$216M. The remaining cash needs will be met through a combination of land sales, stormwater fees, oil and gas royalties, miscellaneous revenues (including leases, permits and equipment sales), and capital reserves.

Capital Projects

1. **Debt Service/Project Costs** - In FY26 budgeted project costs will be paid with bond proceeds.
2. **NCTCOG Bridge Payment** - The fourth of ten payments.

TARRANT REGIONAL WATER DISTRICT

AGENDA ITEM 4

DATE: August 12, 2025

SUBJECT: Executive Session

FUNDING: N/A

RECOMMENDATION:

Section 551.071 of the Texas Government Code, for Private Consultation with its Attorney about Pending or Contemplated Litigation or on a Matter in which the Duty of the Attorney to the Governmental Body under the Texas Disciplinary Rules of Professional Conduct of the State Bar of Texas Clearly Conflicts with this Chapter; and

Section 551.074 of the Texas Government Code, Regarding Personnel Matters, Related to Nominee for the Tarrant Appraisal District Board of Directors

DISCUSSION:

- Pending litigation
- Personnel matters

Submitted By:

Stephen Tatum
General Counsel

TARRANT REGIONAL WATER DISTRICT

AGENDA ITEM 5

DATE: August 12, 2025

SUBJECT: Consider Vote on a Conservation and Reclamation District Nominee for Appointment to the Tarrant Appraisal District Board of Directors

FUNDING: N/A

RECOMMENDATION:

Management recommends the Board of Directors vote to select the nominee to be the Conservation and Reclamation District Nominee for the Tarrant Appraisal District ("TAD") Board of Directors.

DISCUSSION:

On May 23rd, 2025 TRWD officially requested to participate in the process to appoint members to the TAD Board of Directors, as authorized under Chapter 6 of the Texas Tax Code. This allows TRWD to vote on a nominee for one of the taxing unit-appointed TAD Board members.

The Chief Appraiser prepared a nominating ballot listing all the nominees of conservation and reclamation districts and delivered a copy of the ballot to TRWD on July 28, 2025. The TRWD board must now vote on the conservation and reclamation districts' nominees on that ballot and submit a resolution with its vote to TAD before August 15. After all taxing entities have put forward nominees, the Board will decide how to allocate its 12 votes between the nominees on the general TAD board ballot.

The ballot with the nominee, and the nominee's bio, are attached.

Submitted By:

Stephen Tatum
General Counsel



OFFICIAL CONSERVATION/RECLAMATION NOMINATING BALLOT

ELECTION OF NOMINEES FOR THE BOARD OF DIRECTORS TARRANT APPRAISAL DISTRICT

Following are the conservation/reclamation district nominees for appointment to the voting position on the Board, listed alphabetically with the taxing unit(s) that timely submitted the nominations for each.

Please indicate your taxing unit's vote(s) by **entering the number of votes to the left of your candidate(s)** of choice. To be the nominee, the candidate must receive at least 10% of the conservation/reclamation votes which is at least 2 this term.

Reminder of your votes:

Far North Ft Worth MUD (1)

Karis MMD (0)

Live Oak Creek MUD (1)

Tarrant Regional Water District (12)

Trophy Club MUD (0)

Viridian MMD (3)

VOTES FOR	Nominees by Entity
	Crile, Eric by Viridian MMD (see attached biography)

IMPORTANT: This ballot must be returned **before August 14, 2025** to Joe Don Bobbitt, Chief Appraiser, Tarrant Appraisal District, **P. O. Box 185579, Fort Worth, Texas, 76181-0579**, by mail or by email to jwooddell@tad.org.

Please *attach this ballot to the resolution passed by your taxing unit authorizing this vote.*

Eric Crile

11325 Gale Ridge Terrace, Fort Worth TX 76052

Cell: 954-600-0538, Email: crizile@yahoo.com

Eric has been a resident of Texas for 18 years. Prior to his arrival in Texas, he was raised in a small rural town in southwestern Pennsylvania. After graduating college, he decided to expand his horizons and moved to South Florida where he resided for 6 years before making his way to the great State of Texas. During the past 18 years he has lived almost exclusively in Tarrant County. This is where he met his wife, Jennifer. They were married in the summer of 2021. They are proud residents of the rapidly expanding Fort Worth/Alliance corridor. He has a beautiful stepdaughter, Jillian, who is a sophomore at Eaton High School. Eric and Jennifer welcomed their first child together, Quintyn, in May 2024. They are excited about the journey that lies ahead.

Eric has served the citizens of Dallas for the past 18 years as a firefighter and paramedic for Dallas Fire Rescue. Prior to becoming a firefighter, he worked for the Miami-Dade State Attorney's Office-Child Support Division enforcing court orders for child support. He looks forward to showing up every day for work and tackling the ever-changing tasks that await him.

Service to the citizens of Fort Worth is also paramount to Eric. As a member of the Crime Control and Prevention District, Partners with a Shared Mission-Emerging Partners, an advisory board to Fort Worth's Crime Control and Prevention District, Eric gives back to his community in a meaningful way by evaluating effective crime reduction strategies with strategic partners and allocating limited funds to achieve crime reduction goals.

On the ultimate level of local service, Eric serves on his HOA board for The Parks at Willow Ridge. He was recently re-elected to the board after taking a year off to focus on the birth of his son. During his previous service, Eric was able to engage community partners and strengthen the bonds between his community and those partners to ensure he and his neighbors were part of a thriving neighborhood.

Realizing that a successful community is the result of a robust public school system, Eric is a strong proponent of public education. Drawing on his own background and being a product of public education, he is a firm believer that education is responsible for raising the leaders of tomorrow, and too that end it must have full funding.

In his free time, he is an avid movie watcher as well as a member of the DFW Curling Club. As opportunities present themselves, Eric loves to travel. Not long ago he was able to cross off a bucket list item and traveled to Pamplona Spain where he participated in the

annual running of the bulls. His advice, if you ever get a chance to visit the San Fermin festival, do it! What an experience!

Eric believes in hard work and realizes that is what it will take to accomplish success at the appraisal district. He wants Tarrant County to be the best at all it does. Eric wants to help create an appraisal district that works for the Taxpayers, the Tax Entities, and the district itself.

Eric is a problem solver. He has spent the last 18 years solving problems in rapid succession while realizing that rapid success is the product of a thought-out and researched plan which takes time to develop and correct data to formulate. Eric kindly asks for your support for the Tarrant Appraisal District Board of Directors.

Next Scheduled Board Meeting

August 19, 2025 at 9:00 AM