



MEMORANDUM

To: Mayor and City Council

From: Kim Tiehen, Director of Strategic Financial Engagement

Date: October 14, 2025

Reference: Budget Amendment for Fiscal Year 2024-25

2040: Foundation: Sustainable Government

Introduction:

This budget amendment is being brought forward to reflect changes in expenditures that have been approved by the Council during the fiscal year and changes in revenues to reflect actual outcomes.

Analysis:

General Fund

Expenditures are being decreased by an amount attributed to the closing of encumbrance carryovers.

CRDC Debt Service Fund

Revenues are being increased to reflect actual interest earnings.

Grant Fund #2

Expenditures are being amended for costs associated with the Coppel Fire Department's Texas Intrastate Fire Mutual Aid System (TIFMAS) Deployment. A request for reimbursement is submitted to the Texas A&M Forest Service. Revenue will be amended once received as revenues must be both measurable and available to be recorded.

ARPA Grant Fund

Revenues are being amended to recognize grant revenue that has been earned and is measurable and available. Expenditures are being amended for ARPA projects approved by Council such as sound production equipment for the Arts Center, a buffalo blower and John Deere gator for Parks Operations, shade canopy for Field 6 at Wagon Wheel, and the Verdunity contract for Community Development.

Municipal Drainage District Fund

Revenues are being increased to reflect actual stormwater fees and interest earnings received. Expenditures are being decreased by an amount attributed to the closing of encumbrance carryovers.

Rolling Oaks Memorial Cemetery

Revenues are being decreased to reflect actual revenue received from services provided. Expenditures are being decreased by an amount attributed to the closing of encumbrance carryovers.

Donations Special Revenue Fund

Expenditures are being amended for the modifications to the Arts Center breakroom approved by Council on May 13, 2025.

CRDC - Special Revenue

Expenditures are being amended to reflect the net impact of the closing of encumbrance carryovers and Council actions. Specifically, Council's actions include a change order to the Dog Park project and the MacArthur Park restroom project both approved on August 26, 2025; and the MacArthur Park Playground project approved on July 22, 2025.

Tree Preservation Fund

Revenues are being increased to reflect actual interest earnings received.

Police Special Revenue Fund

Revenues are being amended to reflect actual interest earnings and forfeitures received.

Crime Prevention Fund

Expenditures are being decreased by an amount attributed to the closing of encumbrance carryovers.

Municipal Court Special Revenue Fund

Revenues are being increased to reflect actual interest earnings. Expenditures are being increased to reflect the redesign of the witness bench which is an expenditure consistent with the restricted use of the funds received by this special revenue fund.

Child Safety Fund

Revenues are being increased to reflect actual interest earnings and child safety fees received.

Public, Education, and Governmental Fund

Expenditures are being decreased by an amount attributed to the closing of encumbrance carryovers.

E-911 Fund

Revenues are being increased to reflect actual interest earnings.

Opioid Fund

The revenues of this fund are being amended to recognize the amount received from opioid settlements received during the fiscal year. On November 9, 2021, Council approved a resolution accepting the allocation method used to distribute the opioid settlement proceeds. The proceeds are the outcome of the Texas Attorney General's Office suing Johnson & Johnson, AmerisourceBergen, Cardinal Health and McKesson in connection with their manufacturing and distribution of opioids. They reached a settlement that provides for

payments to the city for opioid abatement. Since the proceeds received are restricted for a specific use, a separate special revenue fund was established to account for the amounts received and the subsequent use of the proceeds.

Infrastructure Maintenance Fund

Revenues are being increased to reflect actual interest earnings. Expenditures are being amended to reflect the net impact of closing of encumbrance carryovers and Council actions. Specifically, Council's actions include the design and engineering contract for fire station 3 and the Library and Senior Center roof projects all approved on September 9, 2025; and the remodel of Town Center for safety and security approved by Council on October 8, 2024.

Water and Sewer Fund

Expenditures are being decreased by an amount attributed to the closing of encumbrance carryovers.

Water and Sewer Infrastructure Fund

Revenues are being increased to reflect actual interest earnings, a refund from Dallas Water Utilities (DWU), and the payment from Trinity River Authority (TRA) for the prior year true-up. Each year, TRA compares budget to actual and either requests a payment or reimburses participating entities based on that analysis. DWU provided a refund based on an audit covering 2023 activity.

Self-Funded Health Fund

Expenditures are being increased to cover actual medical claims of participants.

Capital Replacement Fund

Revenues are being increased to reflect actual interest earnings and the receipt of auction proceeds from the sale of various city vehicles. Expenditures are being decreased by an amount attributed to the closing of encumbrance carryovers.

Enterprise Solutions Replacement Fund

Revenues are being increased to reflect actual interest earnings.

Benefit to the Community:

Updating the budget to match actual outcomes and items approved by Council throughout the year, provides greater financial transparency to the community.

Legal Review:

The agenda item was reviewed by legal as part of the agenda packet.

Fiscal Impact:

See Ordinance for fiscal impact for each fund.

Recommendation:

The Strategic Financial Engagement Department recommends approval of this agenda item.