



CITY OF

Denton, Texas

Solid Waste Budget & Rates FY 2025-26

**Public Utilities Board
July 28, 2025**



Fiscal Year 2025-26

Solid Waste Budget Overview

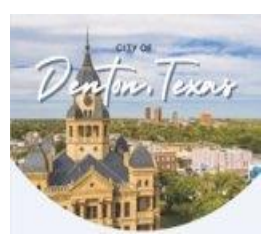
- Budget Change
 - +4.2% vs FY25 Budget
- No base rate increase for FY 2026
- Preliminary Budget Reductions - **\$980,814 Total**
 - Personnel - \$212,126
 - Proposed reducing two vacant Deputy Director positions to one
 - Materials and Supplies - \$209,313
 - Reduced Alternative Daily Cover (ADC) and Odor Control Agents as well as furniture expenses
 - Maintenance and Repair - \$17,500
 - Reduced Compressed Natural Gas (CNG) Site Maintenance
 - Operations - \$397,499
 - Reduced Travel, Training, Outside Contract Services, Hire of Equipment, and Luminant CNG Purchase
 - Fixed Assets - \$144,376
 - Reduced 3 yard dumpsters, 4 yard dumpsters, and 30 yard open tops.



Fiscal Year 2025-26

Solid Waste Proposed Rate Schedule Updates

- No base rate increase for FY 2026
- Propose adding the category “Front Load and Side Load Shared Services” to the rate schedule. These are existing charges for refuse and recycling, but are not clearly defined within the rate schedule.
 - Refuse Service (Per CY) \$25.09
 - Recycling Service (Per CY) \$21.58
- Clarify “Redelivery” as part of the existing Delivery Service Fee.
- Reduce the per item bulk collection limit from 10 to 5.



Fiscal Year 2025-26

Solid Waste 5-Year Preliminary Forecast

	FY 2023-24 Actual	FY 2024-25 Budget	FY 2024-25 EOY Estimate	FY 2025-26 Preliminary	FY 2026-27 Projected	FY 2027-28 Projected	FY 2028-29 Projected	FY 2029-30 Projected
Beginning Fund Balance	\$ 12,360,314	\$ 10,806,539	\$ 12,248,136	\$ 12,489,029	\$ 12,892,857	\$ 10,174,188	\$ 9,216,430	\$ 9,090,327
Resources								
Rate Revenues	\$ 34,815,307	\$ 35,754,289	35,170,571	37,972,656	40,089,632	42,324,629	43,594,367	44,902,198
Wholesale Agreements	4,005,845	5,296,940	5,296,940	5,521,140	5,521,140	5,521,140	5,521,140	5,521,140
Non-Rate Revenues	2,106,304	2,468,058	2,780,884	1,859,877	1,889,464	1,916,927	1,946,068	1,977,006
Total Revenues	40,927,456	43,519,287	43,248,395	45,353,673	47,500,235	49,762,696	51,061,576	52,400,345
Use of Reserves	-	-	-	-	2,718,670	957,758	126,103	-
Total Resources	\$ 40,927,456	\$ 43,519,287	\$ 43,248,395	\$ 45,353,673	\$ 50,218,905	\$ 50,720,454	\$ 51,187,679	\$ 52,400,345
Expenditures								
Personnel Services	\$ 13,869,421	\$ 14,468,792	\$ 13,837,394	\$ 14,210,046	\$ 14,636,347	\$ 15,075,438	\$ 15,527,701	\$ 15,993,532
Materials & Supplies	511,714	748,667	508,156	509,831	525,126	540,880	557,106	573,819
Maintenance and Repair	223,662	260,266	288,185	247,035	254,446	262,079	269,942	278,040
Insurance	717,541	696,804	696,804	664,506	684,441	704,974	726,124	747,907
Miscellaneous Expense	33,061	43,320	40,419	33,085	34,078	35,100	36,153	37,237
Operations	8,048,133	7,810,415	8,368,512	8,395,181	8,647,036	8,906,448	9,173,641	9,448,850
Cost of Service Transfers	6,272,473	8,442,354	8,442,354	6,777,628	6,980,957	7,190,386	7,406,097	7,628,280
Fixed Assets	779,707	1,015,337	770,706	966,576	995,573	1,025,440	1,056,204	1,087,890
Vehicle Replacement	1,425,000	1,870,000	1,870,000	3,463,000	5,995,000	5,870,850	5,400,000	3,481,000
Revenue Funded Capital	1,627,707	-	-	-	-	-	-	-
Closure/Post Closure	752,628	752,631	752,631	946,819	1,256,748	1,334,760	1,417,174	1,504,220
Debt Service	4,775,075	5,269,872	5,269,872	6,550,163	7,957,598	7,454,998	7,228,864	7,146,077
Franchise Fees	2,003,512	2,140,829	2,162,468	2,185,975	2,251,554	2,319,101	2,388,674	2,460,334
Total Expenditures	41,039,634	43,519,287	43,007,502	44,949,845	50,218,905	50,720,454	51,187,679	50,387,187
Ending Fund Balance	\$ 12,248,136	\$ 10,806,539	\$ 12,489,029	\$ 12,892,857	\$ 10,174,188	\$ 9,216,430	\$ 9,090,327	\$ 11,103,484
Net Change	\$ (112,178)	\$ -	\$ 240,893	\$ 403,828	\$ (2,718,670)	\$ (957,758)	\$ (126,103)	\$ 2,013,158
Revenue Sufficiency Requirement	0.0%	0.0%	0.0%	0.0%	2.5%	2.5%	0.0%	0.0%
Target Reserves								
Wrking Cptl - 8% / Op Reserve Target - 6%	5,745,549	6,092,700	6,021,050	6,292,978	7,030,647	7,100,864	7,166,275	7,054,206
Wrking Cptl - 8% / Op Reserve Target - 10%	7,387,134	7,833,472	7,741,350	8,090,972	9,039,403	9,129,682	9,213,782	9,069,694
Ending Fund Balance Target Met	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Debt Service Coverage Ratio (DSCR)	2.36	2.10	2.10	2.22	1.98	2.29	2.40	2.48



Fiscal Year 2025-26

Solid Waste 5-Year Capital Plan

Projects	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	Total
Organics Program Infrastructure	\$14,000,000	\$ -	\$ -	\$ -	\$ -	\$14,000,000
Vehicle Replacement	7,264,000	5,095,000	5,220,850	5,400,000	-	22,979,850
Vehicle Additions	448,000	900,000	650,000	-	3,481,000	5,479,000
Concrete Replacement	-	-	350,000	-	-	350,000
Transfer Station Construction	-	-	-	5,000,000	-	5,000,000
Wastewater Infrastructure	-	-	-	-	500,000	500,000
Total	\$ 21,712,000	\$ 5,995,000	\$ 6,220,850	\$ 10,400,000	\$ 3,981,000	\$ 48,308,850

Funding Source	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	Total
Debt Funding	\$18,249,000	\$ -	\$350,000	\$5,000,000	\$500,000	\$24,099,000
Revenue Funding	3,463,000	5,995,000	5,870,850	5,400,000	3,481,000	24,209,850
Total	\$21,712,000	\$5,995,000	\$6,220,850	\$10,400,000	\$3,981,000	\$48,308,850

Questions?
