FY 2026-27
Capital Improvement Program Update

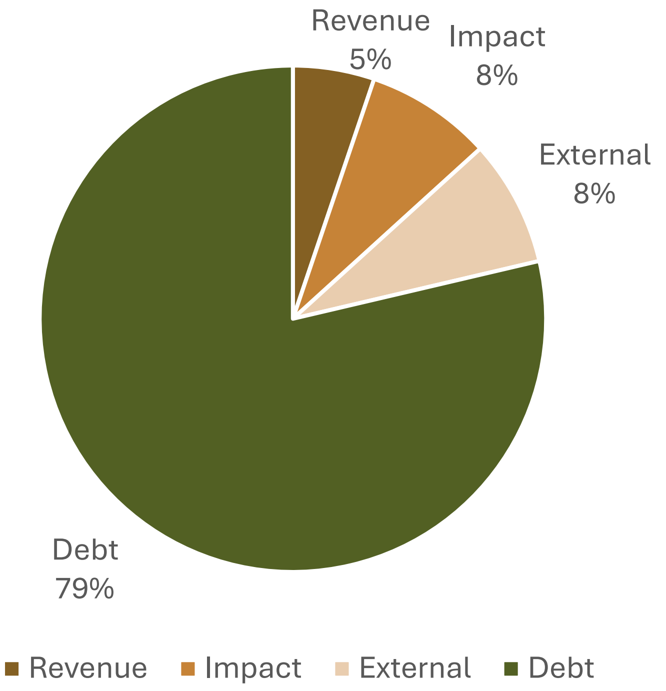
Understanding Today's Budget and Preparing for Tomorrow

General Government
Overview

FY 2026-27 new capital appropriations total $48.9M. Staff is projecting a debt issuance of $40.8M, including $5.8M in GO Bonds, and a transfer of $3.2M from operating, as well as impact fees of $5.0M.

- Fire Station #10: $8.45M
- Facility Improvements: $5.2M
- Fleet Vehicle/Equipment Replacements: $5.5M
- Technology Services Improvements: $8.0M
- Traffic Improvements: $4.5M
- Roadway Improvements: $3.2M
- Neighborhood Street Construction: $2.0M
- Bike Lanes: $200K
- Parks, Recreation Center, Aquatics Capital Maintenance: $1.0M
- 2023 Bond Election: $5.8M

Total previously appropriated: $ 209.4M



Fiscal Year 2026-27

5-Year Capital Plan

General Government

Projects (In Thousands)	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	Total
Technology Improvements	$8,018	$10,772	$10,832	$6,084	$4,964	$40,670
Facility Improvements	5,250	40,580	24,470	16,780	6,222	93,302
Fire Station	8,450	3,000	-	-	-	11,450
Park Improvements	-	480	1,681	-	25,055	27,216
Fleet	5,500	3,842	3,842	3,842	3,842	20,868
Traffic and Transportation	4,700	7,598	8,098	7,858	7,858	36,112
Infrastructure	10,250	52,571	51,459	34,905	14,700	163,885
Capital Maintenance	1,024	2,547	1,577	1,396	970	7,514
2023 Bond Program	5,800	31,997	23,000	34,000	39,700	134,497
TOTAL	**$48,992**	**$153,387**	**$124,959**	**$104,865**	**$103,310**	**$535,512**

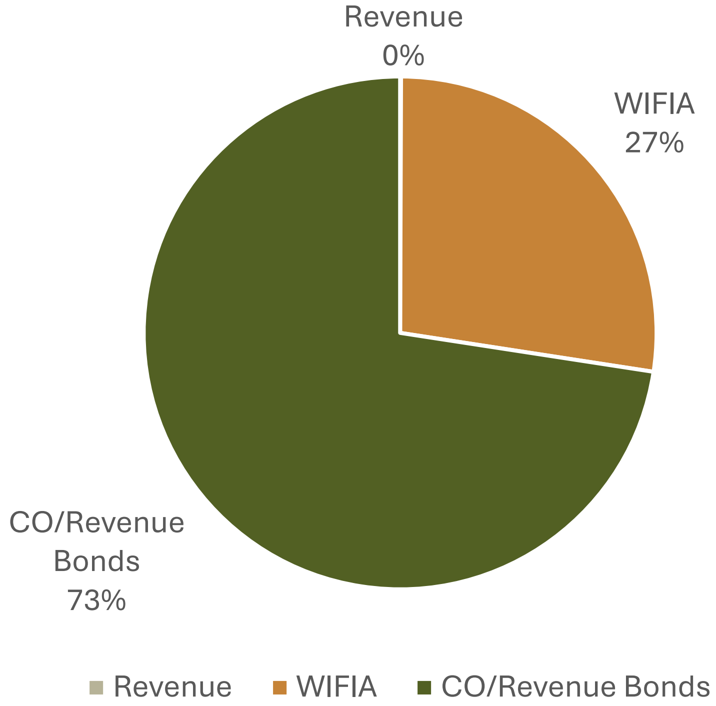
Funding Source (In Thousands)	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	Total
Debt Funded	$40,768	$145,640	$118,182	$98,269	$97,140	$499,999
Revenue Funded	3,224	2,747	1,777	1,596	1,170	10,513
Impact Fees	5,000	5,000	5,000	5,000	5,000	25,000
TOTAL	**$48,992**	**$153,387**	**$124,959**	**$104,865**	**$103,310**	**$535,512**

Water

Overview

FY 2026-27 new capital appropriations total $107.9M. Staff is projecting a debt issuance of $107.9M, which includes revenue bonds through the Texas Water Development Board program, WIFIA funding of $29.5M and a transfer of $0.06M from operating.

- Plant Improvements: $69.2M
  - Ray Roberts Water Treatment Plant
  - Lake Lewisville Water Treatment Plant
  - Lake Lewisville Raw Water Station
- Replacement Lines: $20.0M
  - Lead and Copper Rule Compliance
  - Supplement to 2019 Bond Election Projects
- Taps, Fire Hydrants & Meters: $9.3M
  - AMI/AMR Replacements
- Impact Fees anticipated to offset $4.2M in debt service



Total previously appropriated: $109.8M

Fiscal Year 2026-27

Water

5-Year Capital Plan

Projects (In Thousands)	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	Total
Plant Improvements	$69,154	$134,366	$122,528	$100,648	$52,512	$479,207
Booster Stations	43	128	-	-	-	171
Facility Improvements	-	6,000	6,000	4,000	-	16,000
Transmission Lines	6,225	14,148	42,450	39,424	31,431	133,678
Taps, Fire Hydrants, & Meters	9,276	1,641	1,659	1,675	1,065	15,315
Replace Lines	20,003	14,265	18,626	22,175	1,000	76,069
Field Service Replacements	500	500	500	500	500	2,500
Oversize Lines	2,672	4,240	5,583	3,135	1,568	17,198
Vehicle Replacements	58	475	475	475	475	1,958
TOTAL	**$107,930**	**$175,762**	**$197,822**	**$172,032**	**$88,551**	**$742,097**

Funding Source (In Thousands)	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	Total
Debt Funded	$107,872	$175,287	$197,347	$171,557	$88,076	$740,139
Revenue Funded	58	475	475	475	475	1,958
TOTAL	**$107,930**	**$175,762**	**$197,822**	**$172,032**	**$88,551**	**$742,097**

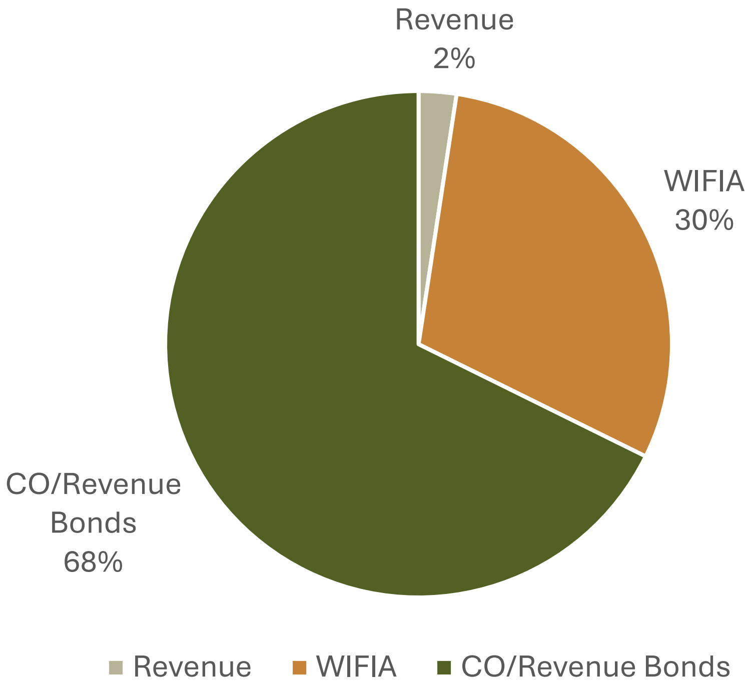
Wastewater

Overview

FY 2026-27 new capital appropriations total $147.4M. Staff is projecting a debt issuance of $143.8M, which includes revenue bonds through the Texas Water Development Board program, WIFIA funding of $44.1M and $3.5M from cash funding.

- Plant Improvements: $95.2M
  - Pecan Creek & Clear Creek Water Reclamation Plants
- Line Replacements: $28.5M
  - Cole Ranch & Hickory Creek Interceptors
- Lift Station Improvements: $15.3M
  - Robson West Lift Station & Sewer Line
  - Hobson Lift Station Force Main Replacement
- Impact Fees anticipated to offset $10.7M in debt service

Total previously appropriated: $132.0M



Wastewater

5-Year Capital Plan

Projects (In Thousands)	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	Total
Plant Improvements	$95,221	$216,776	$302,172	$261,726	$147,893	$1,023,789
Replace Lines	28,457	11,357	11,077	7,436	13,205	71,531
Lift station Improvements	15,299	14,245	-	-	-	29,544
Collection System Upgrade	1,733	-	-	3,111	-	4,844
Oversize Lines	2,840	1,690	1,000	1,000	1,000	7,530
Taps, Fire Hydrants, & Meters	255	260	265	270	275	1,325
Miscellaneous	1,345	6,806	6,205	2,705	344	17,406
Vehicle Replacements	2,198	2,830	2,830	2,830	2,830	13,518
TOTAL	**$147,349**	**$253,963**	**$323,550**	**$279,079**	**$165,547**	**$1,169,487**

Funding Source (In Thousands)	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	Total
Debt Funded	$143,805	$249,827	$320,014	$275,543	$162,373	$1,151,563
Revenue Funded	3,544	4,136	3,535	3,535	3,174	17,925
TOTAL	**$147,349**	**$253,963**	**$323,550**	**$279,079**	**$165,547**	**$1,169,487**

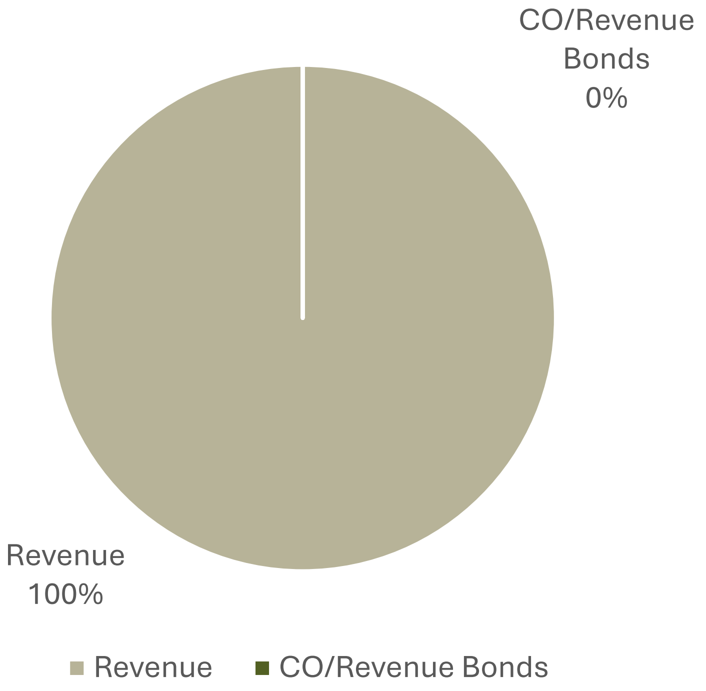
Drainage

Overview

FY 2026-27 new capital appropriations total $4.0M, fully cash funded.

- Storm Sewer Repair Bundle 1
- Infrastructure Repair

Total previously appropriated: $28.1M



Fiscal Year 2026-27

5-Year Capital Plan

Drainage

Projects (In Thousands)	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	Total
Elm & Locust Phase 2	$-	$6,000	$2,000	$-	$ -	$8,000
Westgate Dr Phase 2	-	2,717	-	-	-	2,717
Ryan Road	-	560	1,959	280	-	2,799
Bonnie Brae 4B	-	-	5,000	-	-	5,000
Longridge Street	-	2,000	-	-	-	2,000
Oaktree Drainage Phase 1 & 2	-	-	3,000	-	3,000	6,000
Infrastructure Repair	500	500	500	500	500	2,500
Weather Station and Flood Monitoring	-	150	-	-	-	150
Storm Sewer Repair Bundles	3,500	5,644	-	-	6,000	15,144
Mingo Road Bridge	-	-	750	14,850	-	15,600
Panhandle	-	500	5,000	-	-	5,500
1700 Audra Channel	-	-	-	25	200	225
TOTAL	**$4,000**	**$18,071**	**$18,209**	**$15,655**	**$9,700**	**$65,635**

Funding Source (In Thousands)	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	Total
Debt Funded	$-	$15,421	$17,709	$15,130	$9,000	$57,260
Revenue Funded	4,000	2,650	500	525	700	8,375
TOTAL	**$4,000**	**$18,071**	**$18,209**	**$15,655**	**$9,700**	**$65,635**

Fiscal Year 2026-27

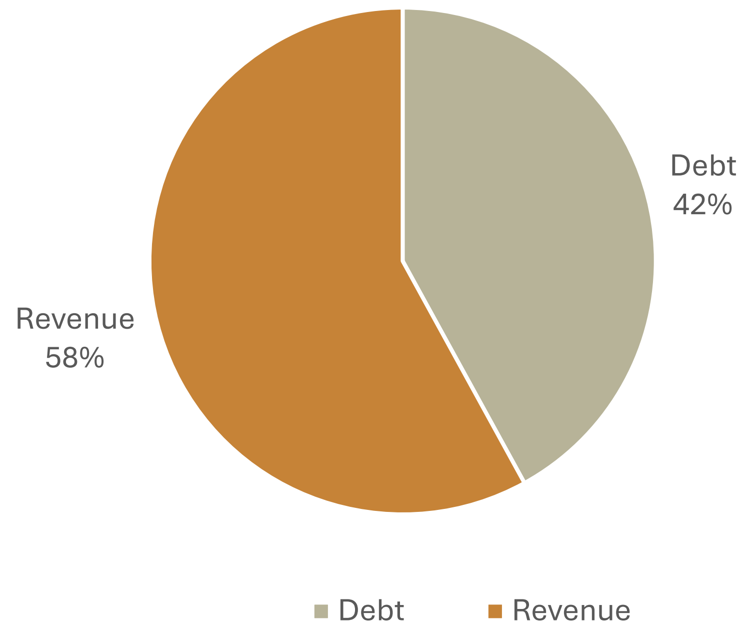
Solid Waste

Overview

FY 2026-27 new capital appropriations total $22.9M. Staff is projecting a CO debt issuance of $5.3M and a transfer of $7.3M from operating.

- Transfer Station No.1 Design: $1.4M
- Vehicles: $11.1M
    - Vehicles – New Additions ($3.9M)
    - Vehicles – Replacements ($7.3M)

Total previously appropriated: $22.9M



Solid Waste

5-Year Capital Plan

Projects (In Thousands)	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	Total
Structural	$-	$500	$-	$500	$4,500	$5,500
Building Construction	1,400	-	27,100	-	-	28,500
Vehicles	11,133	10,550	8,900	8,635	5,000	44,218
TOTAL	**$12,533**	**$11,050**	**$36,000**	**$9,135**	**$9,500**	**$78,218**

Funding Source (In Thousands)	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	Total
Debt Funded	$5,265	$6,050	$31,000	$4,135	$4,500	$50,950
Revenue Funded	7,268	5,000	5,000	5,000	5,000	27,268
TOTAL	**$12,533**	**$11,050**	**$36,000**	**$9,135**	**$9,500**	**$78,218**

Fiscal Year 2026-27

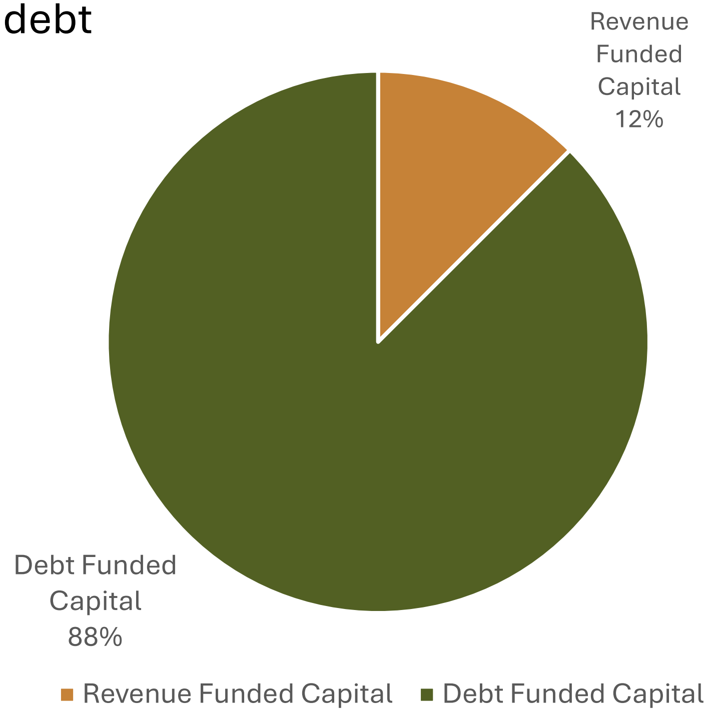
Electric

Overview

FY 2026-27 new capital appropriations total $67.9M. Staff is projecting a debt issuance of $59.5M and a transfer of $3.5M from operating, and $5.0M in development contributions.

- New Residential and Commercial: $9. 5M
- Distribution Transformers and Substations: $24.3M
- Transmission Lines and Substations: $5.6M
- Feeder Extensions and Improvements: $12.9M
- Meter Improvements: $1.9M
- Street Lighting and Power Factor Improvements: $0.7M
- Technology and Electric Relocations: $7.9M
- Vehicles: $3.0M
- Building Construction: $2.0M

Total previously appropriated: $44.3M



Fiscal Year
2026-27

5-Year Capital Plan

Electric

Projects (In Thousands)	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	Total
Distribution Substations	$7,250	$3,850	$5,200	$4,600	$350	$21,250
Distribution Transformers	17,000	12,000	12,000	12,000	12,000	65,000
Production Plant	-	7,900	833	7,433	4,833	21,000
Electric Relocations	5,500	5,500	1,500	1,500	1,500	15,500
Feeder Extensions and Improvements	12,875	12,210	10,146	10,434	9,424	55,089
Metering Operations	1,940	1,931	20,853	20,833	864	46,421
New Residential and Commercial	9,450	9,553	9,670	9,789	9,908	48,369
Power Factor Improvement	250	200	200	200	200	1,050
Street Lighting	695	695	495	495	295	2,675
Technology – Hardware/Software	2,400	1,700	2,750	4,750	1,250	12,850
Transmission Lines	1,020	2,300	13,750	15,590	13,900	46,560
Transmission Substations	4,610	3,580	7,780	7,530	1,330	24,830
Vehicles	3,000	3,000	3,000	3,000	3,000	15,000
Building Construction	2,000	-	-	-	-	2,000
TOTAL	**$67,990**	**$64,418**	**$88,178**	**$98,154**	**$58,854**	**$377,595**

Funding Source (In Thousands)	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	Total
Debt	$59,490	$55,618	$81,595	$79,481	$39,671	$315,855
Revenue	3,500	3,800	3,833	3,833	3,833	18,800
Cost Participation	5,000	5,000	2,750	14,840	15,350	42,940
TOTAL	**$67,990**	**$64,418**	**$88,178**	**$98,154**	**$58,854**	**$377,595**

Next Steps

- August 8: Budget Workshop (Council)
- August 18: Budget Workshop follow-up (Council)
- September 15: Budget and Tax Rate Public Hearing
- September 22: Budget and Tax Rate Adoption

Questions?