



City of Denton

City Hall
215 E. McKinney Street
Denton, Texas
www.cityofdenton.com

AGENDA INFORMATION SHEET

DEPARTMENT: Finance

ACM: Christine Taylor

DATE: July 22, 2025

SUBJECT

Receive a report, hold a discussion, and give staff direction regarding the Fiscal Year 2025-26 preliminary Capital Improvement Program.

BACKGROUND

The purpose of this work session is to provide an update on the preliminary capital improvement program. This work session will review the Preliminary Capital Improvement Budget for FY 2025-26, the highlights of the program in the major funds, an overview of the 2019 and 2023 Bond Programs and the preliminary property tax interest and sinking rate.

Total Program:

- Total program funding, including previously committed funds, totals \$1.24 billion. Of this amount, previously committed funds total \$693.3 million with fiscal year 2025-26 funds preliminarily estimated at \$550.6 million. A summary of the program is provided below:

General Government:

- The preliminary requests for General Government funding total \$127.03 million for fiscal year 2025-26. The General Government category includes all Governmental, Special Revenue, and Internal Service Funds. Departments accounted for in General Government include:
 - Fleet & Facilities
 - Technology Services
 - Public Works
 - Parks
- Funding sources for General Government include:
 - General Obligation Bonds (2023 Bond Program)
 - Certificates of Obligation
 - Impact Fees
 - TRiP Funding
 - Revenue Funding

Electric Fund:

The preliminary requests for Electric Fund funding total \$63.95M. Staff is projecting a CO debt issuance of \$58.43M and a transfer of \$1.47M from operating, and \$4.05M in development contributions.

- Highlights in the Electric Fund include:
 - New Residential and Commercial: \$8.32M
 - Hunter/Cole Ranch

- New Business Development
- Distribution Transformers & Substations: \$18.2M
- Transmission Lines & Substations: \$12.2M
- Feeder Extensions and Improvements: \$11.1M
- Meter Improvements: \$1.82M
- Street Lighting & Power Factor Improvements: \$0.9M
- Technology & Electric Relocations: \$9.9M
- Revenue Funded Vehicles: \$1.47M

Water Fund:

The preliminary requests for Water Fund funding total \$94.92M. Staff is projecting a debt issuance of \$55.65M, which includes revenue bonds through the Texas Water Development Board program, WIFIA funding of \$37.9M and a transfer of \$1.33M from operating.

- Highlights in the Water Fund include:
 - Plant Improvements: \$34.90M
 - Ray Roberts Water Treatment Plant
 - Replacement Lines: \$10.2M
 - Lead and Copper Rule Compliance
 - Supplement to 2019 Bond Election Projects
 - Taps, Fire Hydrants & Meters: \$11.28M
 - AMI Meter Program

Wastewater Fund:

The preliminary requests for Wastewater Fund funding total \$242.99M. Staff is projecting a debt issuance of \$141.8M, which includes CO issuance, WIFIA funding of \$98.2M and a transfer of \$2.83M from operating.

- Highlights in the Wastewater Fund include:
 - Lift station Improvements: \$27.24M
 - Milam Creek Basin Wastewater Line and Lift Station
 - Cooper Creek Lift Station Improvement Project
 - Granada Lift Station Replacement
 - Plant Improvements: \$114.75M
 - Pecan Creek Water Reclamation Plant Expansion

Solid Waste Fund:

The preliminary requests for Solid Waste Fund funding total \$21.712M. Staff is projecting a CO debt issuance of \$18.249M and a transfer of \$3.463M from operating.

- Highlights in the Solid Waste Fund include:
 - Organics Program Infrastructure: \$14.00M
 - Vehicles: \$7.712M
 - Vehicles – New Additions
 - Vehicles – Replacements

EXHIBITS

Exhibit 1 – Agenda Information Sheet

Exhibit 2 – Presentation

Respectfully submitted:
 Jessica Williams
 940-349-7899
 Chief Financial Officer