



## UNIVERSITY PARK CITY COUNCIL AGENDA MEMO

**Meeting Date:**  
9/16/2025

**Item Type:**  
Action Item

**Subject:** CONSIDER AND ACT: on approval of an ordinance adopting the FY2026 budget

**Prepared By:** Thomas W. Tvardzik, Finance Director

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### Background:

Under Texas Local Government Code Chapter 102, municipalities are required to prepare an annual budget and adopt it by ordinance. The budget must include estimates of revenues and expenditures for the fiscal year and should balance anticipated revenues with proposed expenditures.

On August 15, 2025, a draft budget and Budget Message were filed with the City Secretary and posted to the City website. On September 2, 2025, the first of two public hearings were held to allow for citizen input. Notice of the hearing was published in accordance with state law. Although state law requires only one hearing, Council traditionally continues the first hearing to the following meeting to allow for additional citizen input.

For FY2026, total projected revenues are \$74,675,139, with total expenditures are \$72,447,126

The budget assumes adoption of a property tax rate of \$0.218565 per \$100 of taxable value to support operational needs, as well as the adoption of various rate and fee increases, which are the subject of a separate ordinance.

Total budgeted expenditures of \$72,447,126 are 3.5% higher than the FY2025 adopted budget of \$69,987,157. The five budgeted funds comprising that total are the General Fund, Water and Sewer Fund, Sanitation Fund, Storm Water Fund and the Aquatics Fund. The budgeted surplus in each of these funds are: \$22,897; \$226,118; \$10,098; \$1,970,748 and \$(1,848), respectively. Please note: The Aquatics Fund anticipates the use of \$300,000 of unrestricted fund balance to achieve this result.

### Fiscal Impact:

- ☐ Not Applicable
- ☐ Budget Amendment Required
- ☒ Proposed Revenue

☒ Proposed Expenditure

Funding Source:

**Master Plan Goal:**

Please check the associated Theme and provide the corresponding action item number.



	Theme	Action Item(s)
<input type="checkbox"/>	Affirming Sense of Place	
<input type="checkbox"/>	Assuring Connectivity	
<input type="checkbox"/>	Innovative Governance	
<input type="checkbox"/>	Technological Integration	
<input type="checkbox"/>	Preparing for the Future	
<input checked="" type="checkbox"/>	Not Applicable	

**Recommendation:**

Approve the attached ordinance adopting the FY2026 budget.

**Committee Review (optional):**

On August 14, 2025, the Finance Advisory Committee reviewed the final draft budget and recommended its adoption by City Council.

**Attachments:**

- Taxpayer Impact Statement for 2025 (FY2026)
- Ordinance adopting the FY2026 budget.